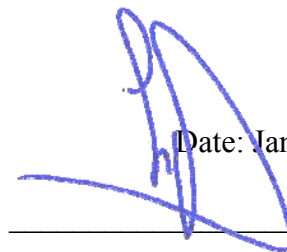


**CDM
MONITORING REPORT #12
of
“N2O Emission Reduction in Onsan,
Republic of Korea”
UNFCCC 0099**

**From: November. 1st, 2007
To: December. 31st, 2007**

**Rhodia Energy SAS
Tour La Pacific. 11, cours Valmy La Defense 7
92977 Paris La Defense, France
TEL : +33 1 53 56 61 02
FAX : +33 1 53 56 61 10**

Date: January. 4th, 2008

A handwritten signature in blue ink, appearing to be 'Pascal', written over a horizontal line.

Pascal Siegwart, Rhodia Energy SAS

Table of Contents

1. Introduction
2. Reference
3. Definition
4. General description of project
5. Baseline methodology
6. Applicability of the methodology
7. Monitored parameters
8. Quality control (QC) and quality assurance (QA)
9. GHG Calculations
- Appendices 1~17

1 Introduction

The purpose of this monitoring report is to calculate and clarify GHG emission reduction quantity achieved by this project for periodic verification.

This monitoring report covers the activity from November. 1st, 2007 to December. 31st, 2007 as the 12th crediting period.

Duration of the project activity period

The starting date of the project is defined as 01/09/2006.

2. Reference

Approved Baseline methodology :

Baseline Methodology for decomposition of N₂O from existing adipic acid production plants (AM0021)

Approved Monitoring methodology :

Monitoring Methodology for decomposition of N₂O from existing adipic acid production plants (AM0021)

Project Design Document :

N₂O Emission Reduction in Onsan, Republic of Korea.

Version number of the document : 8

Date : September, 1st 2005

CDM registration number :

“N₂O Emission Reduction in Onsan, Republic of Korea” – UNFCCC ref number 0099

3. Definition

y : Monitoring period (period as defined in the first paragraph)

PDD : Project Design Document of this project “N₂O Emission Reduction in Onsan, Republic of Korea.” Version number of the document: 8, issued on September, 1st 2005

4. General description of project

Project activity

Nitrous oxide (N₂O) is a by-product of adipic acid production. It is of low toxicity but is a greenhouse gas (GHG), whose GWP is large (GWP=310 in the IPCC 2nd Assessment Report). Emissions of N₂O will be controlled under the Kyoto Protocol. As far as we are aware, there are however no national or regional regulations or restrictions on the emission of N₂O in South Korea. There are in fact no governmental regulations with quantified emission limits in any non-Annex I countries at this point.

In this project, Rhodia Polyamide Co. Ltd additionally installed N₂O collection and a thermal decomposition process equipment to the currently operating adipic acid manufacturing plant. This installation reduces the GHG emissions, which would otherwise be released to the atmosphere if the project was not implemented.

The decomposition facilities was installed in the factory site of Onsan Rhodia Polyamide Co., Ltd. in May 2006 and destruction of N₂O was started in September 2006.

The starting date of the project is defined as 01/09/2006.

This project activity was registered at UNFCCC on November 27th 2005 with the number 0099.

Technical description of the project

Location of the project activity

The decomposition facilities were installed in the factory site of Onsan Rhodia Polyamide Co. Ltd, in May 2006. The surrounding area is the Onsan industrial complex area.

Technology to be employed by the project activity

A thermal oxidizer with 2 chambers is the technology used to decompose N₂O.

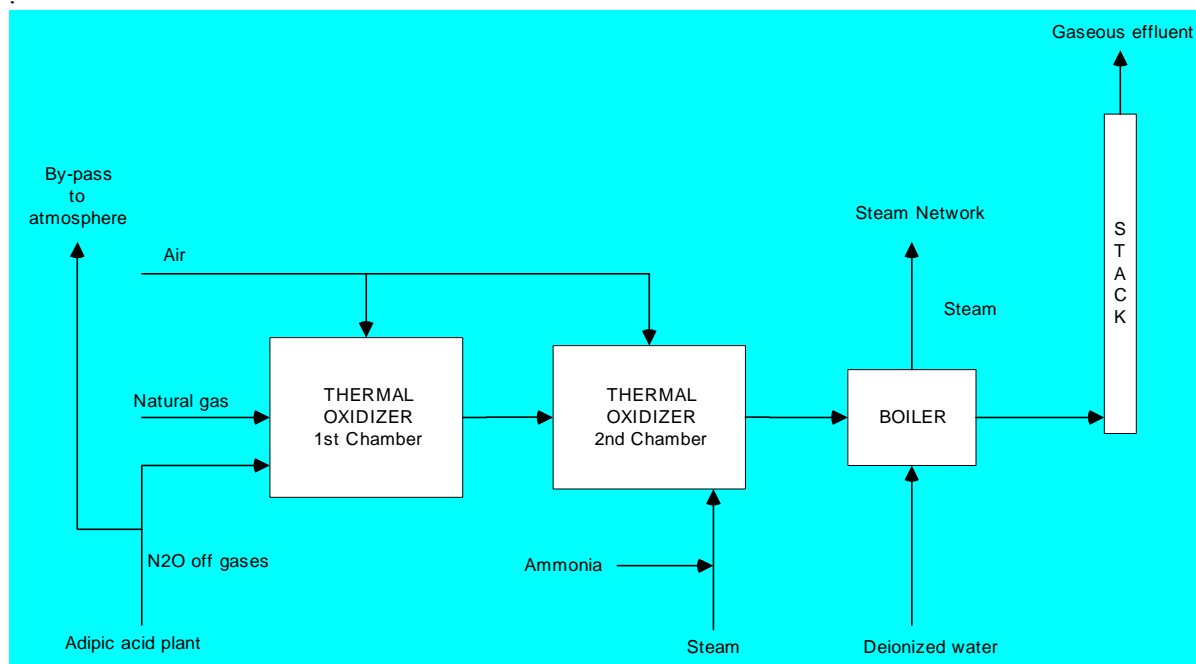
Natural gas is fed with the off gas adipic acid production containing N₂O and some air in a reduction chamber, where it burns (oxidizes) to carbon dioxide CO₂ and water vapour. N₂O is used as an oxidizer. Being oxygen deficient, the oxidation is not complete and carbon monoxide and hydrogen are present.



The temperature in the furnace is kept at about 1300°C and under fuel rich conditions, so as to promote the complete decomposition of N₂O while minimizing the formation of unwanted combustion by-products such as NO and NO₂.

The gas is then quenched with air to complete the combustion of carbon monoxide and hydrogen at a temperature of about 950°C in a second chamber. Steam and ammonia are injected to control the emission of NO and NO₂.

Before release to the stack, the flue gas coming from the thermal oxidizer is used to produce saturated steam, which is fed into the existing on-site steam network.

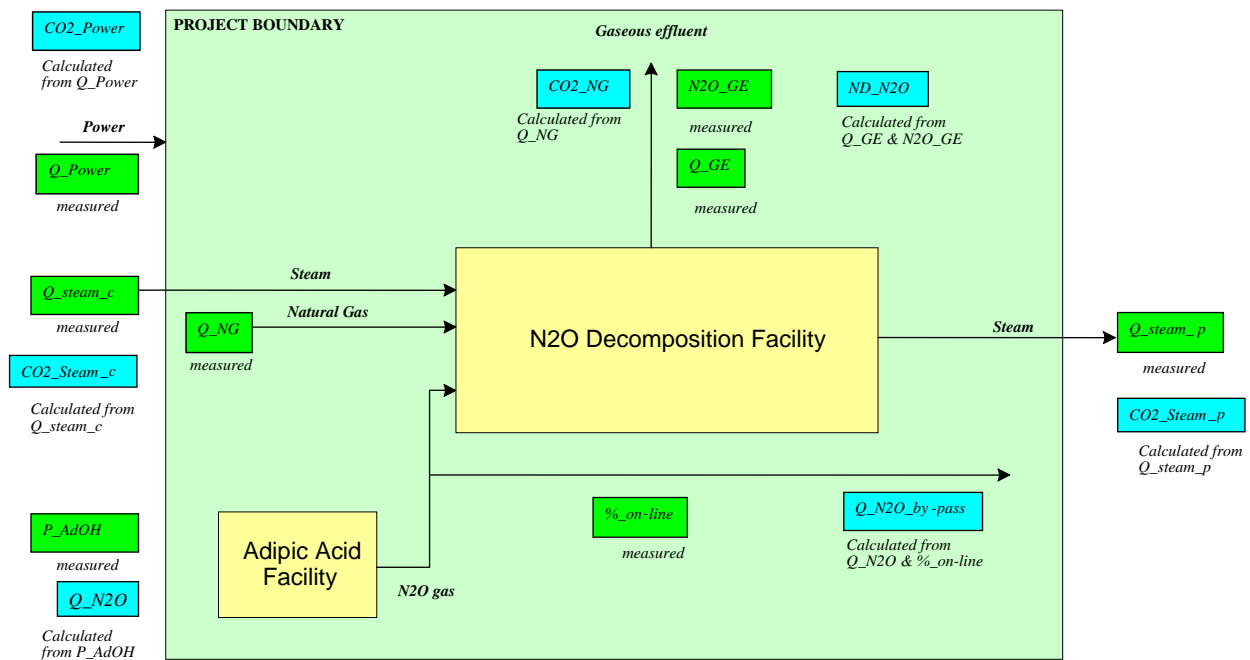


5. Baseline methodology

Approved baseline methodology AM 0021: “Baseline methodology for decomposition of N₂O from existing adipic acid production plants” (AM0021), is applied to this project

The project boundary related to the baseline methodology is shown below and this project boundary is used and explained in the PDD.

Potential sources of anthropogenic emissions by sources of GHG within the project boundary and emissions which are not included in the project boundary are also shown in below.



6. Applicability of the methodology

Approved monitoring methodology AM 0021 / version 1 is applied to this project

This methodology is applicable to projects which decomposes N₂O from an adipic acid production plant under the following conditions:

- Either catalytic or thermal decomposition of the N₂O by-product of adipic acid production at existing production plants
- The methodology is spatially generic, being applicable across regions where the data (both related and project activity as well) exist to undertake the assessment
- The methodology is applicable only for installed capacity (measured in tonnes of adipic acid per year) that exists by the end of the year 2004.

The present project satisfies these conditions as

- Thermal decomposition of the N₂O by-product of adipic acid production was implemented in an existing production plant
- All required data (see following paragraph) are available and used

- The production of adipic acid within the current year is below the installed capacity that exists by the end of the year 2004 and defined in the PDD.

For the sake of clarity, the amount of Emission Reductions can exceed the amount calculated in a year period in the PDD in "SECTION E. Estimation of GHG emissions by sources" as all data were conservative, in particular the performance of the N₂O abatement unit (in fact, %_on-line (unit efficiency) > 85%, and destruction rate > 99%)

7. Monitored Parameters

According to the methodology AM 0021 and the Monitoring Plan, the data being collected to monitor the GHG reduction are given in the table below:

| ID | Data variable | Source of data | Data unit | Recording frequency | Reference |
|---------------------|---|--|----------------------|---------------------|------------|
| Q_GE | Volume of effluent gas leaving the stack | Flow meter | Nm ³ | Monthly | Appendix 1 |
| N ₂ O_GE | Concentration of N ₂ O in the effluent gas | Infra –Red online analyzer | ppm | Monthly | Appendix 2 |
| ND_N2O | Quantity of N ₂ O in the effluent gas leaving the stack | Calculated from Q_GE and N ₂ O_GE | Kg- N ₂ O | Monthly | Appendix 3 |
| Q_NG | Amount of natural gas burned | Natural gas meter | Nm ³ | Monthly | Appendix 4 |
| NGC | Natural gas composition required for calculation of E_NG | Gas supplier | - | Monthly | Appendix 5 |
| %_on-line | % of production time the position switches on the by-pass valves are closed | Position switches on by-pass valves | % of production time | Monthly | Appendix 6 |
| Q_N2O_by-pass | N ₂ O by passing the decomposition facility | Calculated from Q_N2O and %_on-line | kg | Monthly | Appendix 7 |

| ID | Data variable | Source of data | Data unit | Recording frequency | Reference |
|--|---|---|------------|--|-------------|
| P_AdOH | Amount of adipic acid production | Log sheet for packaged product and DCS for silo inventory | tonne AdOH | Monthly | Appendix 8 |
| Nitric acid consumption (HNO ₃ _consumption) & physical losses in the adipic acid production process (HNO ₃ _physical) | All data required for calculation of HNO ₃ chemical and the N ₂ O emission factor N ₂ O_AdOH | Excel workbook based on the raw material consumption, DCS data and Lab data | - | Monthly | Appendix 9 |
| Q N ₂ O reg | Per Korean regulation allowed N ₂ O emissions | South Korean regulation | kg | Date when relevant legislation is in place | Appendix 10 |
| N ₂ O reg/AdOH | Per Korean regulation allowed N ₂ O emissions per kg of adipic acid produced | South Korean regulation | kg | Date when relevant legislation is in place | Appendix 10 |
| r _y | Per Korean regulation required share of N ₂ O emissions to be destroyed | South Korean regulation | % | Date when relevant legislation is in place | Appendix 10 |
| P N ₂ O | Market price of N ₂ O | Estimated | €/t | Yearly | Appendix 11 |
| Q_Steam_p | Amount of steam produced by the decomposition process | Steam meter | kg | Monthly | Appendix 12 |
| Steam supplier data | All data required for calculation of E_Steam | External steam supplier and steam properties | - | Yearly | Appendix 13 |

| ID | Data variable | Source of data | Data unit | Recording frequency | Reference |
|-----------------------|--|-------------------------------------|-----------|---------------------|-------------|
| Q_Power | Electric consumption of the decomposition facility | Electricity meter | kWh | Monthly | Appendix 14 |
| Electricity grid data | All data required for calculation of E_Power according to AM0002 | Korean Energy Economics Institute | - | Yearly | Appendix 15 |
| Q_Steam_c | Amount of steam consumed by the decomposition facility | Steam meter | kg-steam | Monthly | Appendix 16 |
| Steam suppliers data | All data required for calculation of E_Steam_c | Internal & External steam suppliers | - | Yearly | Appendix 17 |

8. Quality Control (QC) and Quality Assurance (QA)

8.1. Quality Management System

The thermal oxidation plant is operated by Rhodia operating personnel. Rhodia has assigned the responsibility for operating, monitoring and reporting to the Adipic Acid Plant Manager.

The operation, data transfer and reporting procedures are incorporated into the ISO 9001 procedures of the Onsan Adipic Acid plant

The personnel have been trained by the technology supplier i.e. M/s John Zink International Luxembourg.

8.2. Quality control (QC) and quality assurance (QA) procedures that are being undertaken for data monitored

The Onsan plant is certified according to ISO9001 and applies appropriate QA & QC procedures.

The equipment and analytical methods given by the technology supplier M/s John Zink International Luxembourg as well as those supplied by Rhodia are done according to internationally accepted standards.

The QA & QC procedures are set and implemented in order to:

1. Secure a good consistency through planning to implementation of this CDM project and,
2. Stipulate who has responsibility for what and,
3. Avoid any misunderstanding between people and organization involved.

| Data (Indicate table and ID number e.g. 3.-1.; 3.2.) | Uncertainty level of data (High/Medium/ Low) | Explain QA/QC procedures planned for these data, or why such procedures are not necessary. |
|---|---|---|
| 2a.1. (D.2.1.1) <u>Q_GE</u> | Low | <i>This flow meter is measured with an Averaging Pitot tube. This instrument is considered as a critical instrument in the QA/QC procedure.</i> |
| 2a.2. (D.2.1.1) <u>N₂O_GE</u> | Low | <i>Existing procedures are applied to this analyzer for QA & QC.</i> |
| 2a.4. (D.2.1.1) <u>Q_NG</u> | Low | <i>Is measured using natural gas meter from the supplier and as such is part of a regular procedure control between the Natural Gas supplier and Rhodia.</i> |
| 2b.1. (D.2.1.3) <u>P_AdOH</u> | Low | <i>Is obtained from production records of the ONSAN adipic acid plant where the N₂O waste originates. A QA/QC procedure is implemented. Production quantity is based on the packaged product plus silo volume.</i> |
| 2a.5. (D.2.1.1) <u>%_on-line</u> | Low | <i>Use opening of high integrity performance connecting valves to limit leaks. Procedures currently in place in Chalampé for monitoring N₂O emissions have been implemented in ONSAN to periodically check their tightness and assure their good operation. They have been added to the QA/QC existing procedures.</i> |
| 2b.7. (D.2.1.3) <u>Q_Steam_p</u> | Low | <i>Steam meter placed on the list of critical instrument data in the QA/QC procedures</i> |
| 3.1. (D.2.3.1) <u>Q_Power</u> | Low | <i>Electricity meter. Standard procedures are used. No QA/QC procedures implemented as this flow represents less than 0.01% of the baseline emissions.</i> |
| 3.4. (D.2.3.1) <u>Q_Steam_c</u> | Low | <i>Steam meter placed on the list of critical instrument data in the QA/QC procedures.</i> |

8.3. Calibration/Maintenance of Measuring and Analytical Instruments

All measuring and analytical instruments are being calibrated as per the methodology AM0021 and created as a protocol in Onsan's Quality management system procedures.

The maintenance methods and procedures have been incorporated as part of the ISO 9001 procedures and form an integral part of the systems and procedures for the organization.

During this period, we made Calibration/Maintenance of Measuring and analytical instruments according to PDD

8.4. Environmental Impact

The Thermal oxidation plant has been installed with on line analyzers to monitor constantly some parameters that are required by Korean legislation.

According to local government environmental law, NO_x value is continually transmitted to local government agency as a part of the TeleMonitoring System (TMS) from July 1st 2007.

To make sure of the on-line analysis value, we are going to check those parameters with KumHo Environmental Co., Ltd until end of 2007.

KumHo Environmental Co, Ltd had carried out the analysis of the gas discharged from the N₂O stack during this monitoring period. The analysis values were under the control specification limit of the Korea environmental regulation and the average values of those results are shown in the table below.

(KumHo Company has an analysis license for air emission which is permitted by the Korean environmental government)

Table showing analysis Gaseous Emission for Thermal Oxidation plant

| Parameter | Unit | Value as per applicable standard | On-line analysis value of the period | Average value in monitoring period by KumHo |
|-----------------|------|----------------------------------|--------------------------------------|---|
| CO | ppm | 50 max | < 10 ppm | Not measured |
| NH ₃ | ppm | 50 max | - | < 2 ppm |
| NO _x | ppm | 200 max | < 100 ppm | 54 ppm |

The project was compliant with all environmental Korean regulation.

9. GHG Calculations

Statement of GHG emission reduction in this monitoring period.

As suggested by the methodology (AM0021/Version 1), the GHG emission reduction, (ER_y), achieved by the project activity for the period is

$$ER_y = BE_y - PE_y - L_y$$

9.1. Calculation of Q_{N₂Oy}

It has been checked that there are no Korean regulation into place that would limit the quantity of N₂O emitted that can be taken into account for the calculation of the baseline emissions (see D.2.1.4. in the PDD).

The quantity Q_{N₂Oy} of N₂O emitted over the period can then be calculated by:

$$Q_{N_2Oy} = P_{AdOH} \times N_{2O_AdOH}$$

Over the period of reference the emission factor from the adipic acid plant was above the capped value of 0.27 kg N₂O/kg AdOH (see appendix 9). So the capped value is being used according to AM 0021.

| Parameter | value | Reference |
|---------------------------------|----------------------------------|-------------|
| Q N ₂ O _y | 7 139 293 kg | Calculated |
| P AdOH | 26 441.825 ton | Appendix 8 |
| N ₂ O /AdOH | 0.27 kg N ₂ O/kg AdOH | Appendix 9 |
| Q N ₂ O reg | No limit | Appendix 10 |
| N ₂ O reg / AdOH | No limit | Appendix 10 |
| r _y | NA | Appendix 10 |

As the total production of adipic acid over the year ending with the last day of this period is below the nameplate capacity of the adipic acid plant (information available in the Excel Workbook “ER ONSAN”, sheet AM, submitted to UNFCCC), the total production of this period can be used as such.

The Executive Board has confirmed on EB36 the application of a yearly Adipic acid production cap as required by the methodologies (issue 1 of the Requests of review for the Monitoring Period #9 of 08 Aug 07 - 31 Aug 07).

9.2. Calculation of baseline emissions

The amount of baseline emissions in the given period y (measured in t CO₂ eq.) is calculated by

$$BE_y = Q_{N_2O_y} \times GWP_{N_2O} + Q_{Steam_{p_y}} \times E_{Steam_y}$$

and rounded down in t CO₂ eq. to get conservative consistency of final calculation of Emission Reductions formula.

| Parameter | value | Reference |
|----------------------------------|---------------------------------------|--------------------------------------|
| BE_y | 2 218 001 t CO₂ eq. | Calculated |
| Q N ₂ O _y | 7 139 293 kg | Calculated in 9.1 |
| GWP _{N₂O} | 310 | Kyoto Protocol Rule. Decision 2/CP.3 |
| Q Steam _{p_y} | 39 516 400 kg of steam | Appendix 12 |
| E _{Steam_y} | 0.122 kg-CO ₂ /kg of steam | Appendix 13 |

9.3. Calculation of (Q N₂O x (1-% on-line))_y

The quantity of N₂O that has by-passed the decomposition facility is calculated from the adipic acid production made while by-passing the decomposition facility.

The quantity of adipic acid produced while by-passing the destruction facility is monitored and the quantity of N₂O that by-pass the decomposition facility is registered daily:

$$Q_{N_2O_by-pass} = P_{AdOH} \times (1-\%_{on-line}) \times N_2O_{/AdOH}$$

This value is a value by excess as during each connection/ disconnection phases the production is counted as completely by-passed.

The quantity of N₂O that by-passed the decomposition facility over the period is:

$$(Q_N2O \times (1 - \%_on-line))_y = Q_N2O_by-pass_y$$

The $\%_on-line_y$ equivalent over the period is calculated as:

$$\%_on-line_y = 1 - (Q_N2O_by-pass_y / Q_N2O_y)$$

| Parameter | Value | Reference |
|----------------------------|---------------------|------------|
| Q N2O by-pass _y | 89 211 kg | Appendix 7 |
| P AdOH | 26 441.825 ton | Appendix 8 |
| N2O /AdOH | 0.27 kg N2O/kg AdOH | Appendix 9 |
| $\%_on-line_y$ | 98.7504 % | Appendix 6 |

9.4. Calculation of project emissions

The emissions due to the decomposition process PE_y are the emissions due to the N₂O that has not been sent to the decomposition process, the N₂O non destroyed by the decomposition process and the emissions due to the use of natural gas.

$$PE_y = ((Q_N2O \times (1 - \%_on-line))_y + (Q_GE \times N2O_GE \times Specific_gravity_of_N2O)_y) \times GWP_N2O + Q_NG_y \times E_NG_y$$

(The specific gravity of N₂O is used to transform vppm in kg/ Nm³)

$$PE_y = (Q_N2O_by-pass_y + (Q_GE \times N2O_GE \times Specific_gravity_of_N2O)_y) \times GWP_N2O + Q_NG_y \times E_NG_y$$

The non-destroyed N₂O (ND_ N₂O_y) is constantly monitored and obtained from the constant monitoring of the flow (Q_ GE) and the concentration of N₂O (N₂O_ GE) of the effluent gas:

$$ND_N2O = Q_GE \times N2O_GE \times Specific_gravity_of_N2O$$

$$PE_y = (Q_N2O_by-pass_y + ND_N2O_y) \times GWP_N2O + Q_NG_y \times E_NG_y$$

PE_y is rounded up in t CO₂ eq. to get conservative consistency in final calculation of emission reductions formula.

| Parameter | value | Reference |
|-----------------------------------|---|--------------------------------------|
| PE_y | 32 730 t CO₂ eq. | Calculated |
| Q N2O by-pass _y | 89 211 kg | Appendix 7 |
| Q GE | 33 053 780 Nm ³ | Appendix 1 |
| N ₂ O GE | 7 vppm | Appendix 2 |
| Specific gravity of N2O | 1.963 x 10 ⁻⁶ | Appendix 2 or 3 |
| ND_ N ₂ O _y | 443 kg N ₂ O | Appendix 3 |
| GWP_ N ₂ O | 310 kg CO ₂ eq./ kg N ₂ O | Kyoto Protocol Rule. Decision 2/CP.3 |
| Q NG _y | 2 227 314 Nm ³ | Appendix 4 |
| E_ NG _y | 2.223 kg CO ₂ eq./ Nm ³ | Appendix 5 |

Note :

- 1) The value of E_NGy shown above is the yearly moving average of E_NG as required by the PDD for calculation of E_Steam. The project emissions are more accurately calculated using monthly values of E_NG shown in Appendix 5, following the methodology AM0021 and the Monitoring Plan.
- 2) The value of ND_N2Oy is calculated by the DCS using every 10 second data of Q_GE and N2O_GE (see Appendix 2 and 3) and is more accurate than the value calculated using total average values.

9.5. Calculation of leakage

Leak emissions comprise the emissions associated with the energy sources used to generate any steam and electricity used by the decomposition plant.

Leakage amounts to:

$$L_y = Q_Power \times E_Power + Q_steam_c_y \times E_steam_c_y$$

L_y is rounded up in tCO₂ eq. to get conservative consistency in final calculation of emission reduction formula.

| Parameter | value | Reference |
|------------------------|--|-------------|
| L_y | 258 t CO₂ eq. | Calculated |
| Q_Power | 410 206 kWh | Appendix 14 |
| E_Power | 0.569 kg-CO ₂ /kWh | Appendix 15 |
| Q_Steam_c _y | 177 319 kg | Appendix 16 |
| E_Steam_c _y | 0.134 kg-CO ₂ / kg of steam | Appendix 17 |

9.6. Calculation of emission reduction

The total emission reduction achieved by this project activity during this monitoring period is therefore,

$$ER_y = BE_y - PE_y - L_y$$

Or,

$$ER_y = 2\,218\,001\text{ t CO}_2\text{ eq.} - 32\,730\text{ t CO}_2\text{ eq.} - 258\text{ t CO}_2\text{ eq.}$$

Or,

$$ER_y = 2\,185\,013\text{ t CO}_2\text{ eq.}$$

The above emission reduction covers the generation of N₂O during this monitoring period.

Appendix 1

| | |
|----------------------|--|
| Name of item | Q_GE |
| Description | Volume of effluent gas leaving the stack |
| Value in period | 33 053 780 Nm ³ |
| Method of monitoring | Annubar flow meter |
| Recording frequency | Monthly |
| Background data | Log sheet record / flowmeter |

| Period | Quantity of gaseous effluent Nm ³ |
|--|---|
| Nov. 1 st ~ Nov 30 th | 15 640 771 |
| Dec. 1 st ~ Dec. 31 st | 17 413 009 |

Appendix 2

| | |
|----------------------|---|
| Name of item | N2O_GE |
| Description | Concentration of N ₂ O in the effluent gas |
| Value in period | 7 vppm |
| Method of monitoring | Laser diode online analyzer |
| Recording frequency | Monthly |
| Background data | Log sheet record |
| Calculation method | <p>The instant values of the on-line analyzer are used to calculate the quantity of ND_N2O every 10 sec:</p> $ND_N2O = Q_GE * N2O_GE * Specific_gravity_of_N2O$ <p>The specific_gravity_of_N2O = $44/22.414 \times 10^{-6}$ is used to transform vppm in kg/ Nm³</p> <p>The analyzer has a range of 0-200 ppm with a detection limit of 5 ppm, which is used as a default value when the measured value is below the detection limit.</p> <p>Cumulated value for ND_N2O is recorded (see appendix 3).</p> <p>At the end of the month/period based upon the flow Q_GE, and ND_N2O the concentration of N2O equivalent for the month/period is calculated.</p> <p>This value is for information as the constant calculation of ND_N2O is more accurate.</p> |

| Period | ND_N2O kg | Quantity of gaseous effluent Nm ³ | Average concentration of N ₂ O_GE vppm |
|---|--------------|--|---|
| Nov. 1 st ~ Nov 30 th | 186 | 15 640 771 | 6.1 |
| Dec. 1 st ~ Dec 31 st | 257 | 17 413 009 | 7.5 |

Appendix 3

| | |
|----------------------|--|
| Name of item | ND_N2O |
| Description | Quantity of non-destroyed N2O emitted by the decomposition facility |
| Value in period | 443 kg N ₂ O |
| Method of monitoring | On-line DCS calculation |
| Recording frequency | Monthly |
| Background data | Log sheet record |
| Calculation method | Actual quantity of non destroyed N2O is calculated on-line in the DCS from the concentration of N2O and the flow rate of the gaseous effluent: $ND_N2O = Q_GE * N2O_GE * Specific_gravity_of_N2O$ The specific_gravity_of_N2O = $44/22.414 \times 10^{-6}$ is used to transform vppm in kg/ Nm ³ |

| Period | ND_N2O kg |
|---|--------------|
| Nov. 1 st ~ Nov 30 th | 186 |
| Dec. 1 st ~ Dec 31 st | 257 |

Appendix 5

| | |
|---------------------------|---|
| Name of item | E_NGy with NGC |
| Description | Emission coefficients for natural gas combustion Natural Gas Composition (NGC) from Supplier for natural gas |
| Value in period for E_NGy | 2.223 kg CO ₂ /Nm ³ |
| Method of monitoring | Natural Gas Composition (NGC) |
| Recording frequency | Monthly |
| Background data | Composition data received from Kyung Dong City Gas Ltd, the natural gas supplier |
| Calculation method | The average number of C in a mole of NG is calculated from the composition = $\sum (\text{number of C in each mole}) \times (\text{volume ratio})$ Following monthly data are used to calculate monthly project emissions due to the consumption of Natural Gas. |

| Component | November Natural Gas Composition | December Natural Gas Composition | Number of C |
|--|----------------------------------|----------------------------------|-------------|
| CH ₄ (Methane) | 90.84 | 91.02 | 1 |
| C ₂ H ₆ (Ethane) | 5.69 | 5.75 | 2 |
| C ₃ H ₈ (Propane) | 2.19 | 2.10 | 3 |
| I-C ₄ H ₁₀ (I-Butane) | 0.50 | 0.44 | 4 |
| N-C ₄ H ₁₀ (N-Butane) | 0.53 | 0.48 | 4 |
| I-C ₅ H ₁₂ (I-Pentane) | 0.02 | 0.02 | 5 |
| N-C ₅ H ₁₂ (N-Pentane) | 0.01 | 0.00 | 5 |
| N ₂ (Nitrogen) | 0.23 | 0.20 | 0 |
| CO ₂ (Carbon dioxide) | 0.00 | 0.00 | 1 |
| Average number of C | 1.130 | 1.126 | |
| E_NG_m | 2.221 | 2.212 | |

The CO₂ specific gravity in standard state is 1.965

$$E_{NG} = 1.965 \times (\text{average number of C in a mole of NG})$$

Appendix 6

| | |
|----------------------|--|
| Name of item | %_on-line |
| Description | % of production time that the N2O is sent to the decomposition facility |
| Value in period | 98.7504 % |
| Method of monitoring | Position of limit switches on the valves allowing to by-pass the decomposition facility |
| Recording frequency | Monthly |
| Background data | Log sheet record |
| Calculation method | Based upon the position of the limit switches on the valves by-passing the decomposition facility, the % of time that the production is connected to the facility is continuously counted and used to calculate Q_ N2O_by-pass (See Appendix 7). |
| | At the end of the period, %_on-line for the period is calculated as: $\%_{\text{on-line}_y} = 1 - (Q_{\text{N2O_by-pass}_y} / (P_{\text{AdOH}_y} \times \text{N2O_}/\text{AdOH}))$ |

| Period | Q_N2O_by-pass _y kg | P_AdOH _y t | %_on-line _y % |
|---|----------------------------------|--------------------------|-----------------------------|
| Nov. 1 st ~ Nov 30 th | 23 471 | 1 130 230 | 99.3495 |
| Dec. 1 st ~ Dec 31 st | 65 740 | 1 097 084 | 98.1383 |

Appendix 7

| | |
|----------------------|---|
| Name of item | Q_N2O_by-pass |
| Description | N2O by-passing the decomposition facility |
| Value in period | 89 211 kg |
| Method of monitoring | Production record and %_on-line DCS monitoring |
| Recording frequency | Monthly |
| Background data | Production & %_on-line log sheet record |
| Calculation method | <p>The quantity of adipic acid produced while by-passing the destruction facility is first calculated: $AdOH_{by-pass} = P_{AdOH} \times (1 - \%_{on-line})$ The quantity of N2O that by-pass the facility is then recorded daily. $Q_{N2O_{by-pass_d}} = P_{AdOH_d} \times N2O_{/AdOH} \times (1 - \%_{on-line})$ At the end of the period the quantity of N2O that by-passed the facility is : $Q_{N2O_{by-pass_y}} = \Sigma (Q_{N2O_{by-pass_d}})$</p> |

| Period | Q_N2O_by-pass _y kg |
|---|----------------------------------|
| Nov. 1 st ~ Nov 30 th | 23 471 |
| Dec. 1 st ~ Dec 31 st | 65 740 |

Appendix 8

Name of item

P_AdOH

Description

Adipic acid production

Value in period

| |
|--------------|
| 26 441.825 t |
|--------------|

Method of monitoring

Packaged production and silo inventory

Recording frequency

Monthly

Background data

Log sheet record

The production of adipic acid over the year ending with the last day of this period is below the capped value defined in the PDD (information available in the Excel Workbook “ER ONSAN”, sheet AM, submitted to UNFCCC).

The quantity of adipic acid produced during this period can then be fully used as such.

The Executive Board has confirmed on EB36 the application of a yearly Adipic acid production cap as required by the methodologies (issue 1 of the Requests of review for the Monitoring Period #9 of 08 Aug 07 - 31 Aug 07).

| Month - year | Adipic acid production t |
|---|-----------------------------|
| Nov. 1 st ~ Nov 30 th | 13 363.325 |
| Dec. 1 st ~ Dec 31 st | 13 078.500 |

Appendix 9

| | |
|----------------------|--|
| Name of item | N2O_AdOH |
| Description | N2O emission factor for adipic acid production |
| Value in period | 0.270 kg N2O/ kg AdOH |
| Method of monitoring | Adipic acid production, nitric acid consumption and physical losses |
| Recording frequency | Yearly |
| Background data | Log sheet records |
| Calculation method | Nitric acid physical losses (HNO3_physical) in the aqueous waste, the off gases, the adipic acid and the by-product are monitored. Those losses are deducted from the nitric acid consumption, (HNO3_consumption) to get the chemical consumption, (HNO3_chemical). |

The N2O emission factor is then calculated over the period:

$$\text{N2O_AdOH} = \text{HNO3_chemical} / \text{P_AdOH} / 63 / 2 \times 0.96 \times 44$$

The calculated value is in the Excel Workbook of this period which is a confidential document communicated to the DOE and to the CDM Executive Board.

This calculated value being greater than 0.27 is then capped by the value of KE_N2O = 0.27, as specified in the PDD table D.2.1.3 and required by the methodology AM0021.

| Year ending | Value calculated kg N2O/kg AdOH | KE_N20 kg N2O/kg AdOH | N2O_AdOH kg N2O/kg AdOH |
|---------------------------------|------------------------------------|--------------------------|----------------------------|
| December. 31 st 2007 | > 0.270 | 0.270 | 0.280 |

Appendix 10

Name of item
Description

Q_N₂O reg , N₂O_reg / AdOH and r_y
Evolution of Korean legislation that may require limitation of N₂O emissions using one of the following criteria:

- Q_N₂O reg : allowed N₂O emissions
- N₂O_reg / AdOH : allowed N₂O emissions per kg of adipic acid produced
- r_y : share of N₂O emissions required to be destroyed

Value in period

not applicable

Method of monitoring

Survey

Recording frequency

When relevant

Background data

South Korean legislation

Rhodia follows the evolution of Korean legislation part of its SIMSER+ procedures (System Integrating Management for Safety and Environment). SIMSER+ is covering ISO 14000 standard which requires to follow any updates on environmental regulations. For the monitoring of the new HSE (Hygiene, Safety and Environment) local and national regulations, Rhodia Korea has joined two committees: “Onsan Environment Management Society” and “Korea Environmental Engineers Federation”.

No evolution of legislation since PDD emission

| Period | Q_N ₂ O reg kg | N ₂ O_reg / AdOH kg | r _y % |
|---------------------------------|------------------------------|-----------------------------------|---------------------|
| December. 31 st 2007 | No limit | No limit | 0. |

Appendix 11

Name of item

P_N₂O

Description

Market price of N₂O in waste gas

Value in period

| |
|-------|
| 0 €/t |
|-------|

Method of monitoring

Market survey

Recording frequency

Yearly

Background data

Refers to study

Background data Refers to study “N₂O market study NITROUS OXIDE Korea” –update September 2007

Beside the very high investment cost in a purification-concentration-liquefaction unit to extract the N₂O from the exhaust flow of the adipic acid plant, neither the process nor the product will get the necessary certifications for the pharmaceutical and food markets.

As pharmaceutical and food markets are the 97% of the N₂O usages we can conclude that there is no N₂O market for the N₂O produced as by-product of adipic acid.

| Year | P_N ₂ O |
|------|--------------------|
| 2007 | 0 |

Appendix 12

| | |
|----------------------|--|
| Name of item | Q_Steam_p |
| Description | Amount of steam produced by the decomposition facility |
| Value in period | 39 516 400 kg |
| Method of monitoring | Flowmeter |
| Recording frequency | Monthly |
| Background data | Log sheet record |

| Period | Q_Steam_p kg |
|---------------------------------|-----------------|
| November. 30 th 2007 | 20 241 900 |
| December. 31 st 2007 | 19 274 500 |

Appendix 13

| | |
|----------------------|--|
| Name of item | E_Steam |
| Description | CO ₂ emission factor for steam produced by the facility |
| Value in period | 0.122 kg-CO ₂ /kg of steam |
| Method of monitoring | Supplier data |
| Recording frequency | Yearly |
| Background data | Monthly external natural gas data from supplier |
| Calculation method | <p>As we cannot get the data from the supplier, the calculation is made according to the monitoring plan.</p> <p>We first calculate the amount of natural gas required to generate steam in Nm³/t of steam in a very efficient boiler</p> $QNG_steam = \Delta H \text{ (kcal/t)} / (\text{LHV (kcal/Nm}^3\text{)} \times \eta \text{ (\%)})$ <p>The LHV data is the yearly average value for the gas supplied by Kyung Dong City Gas Co, Ltd</p> <p>This leads to a conservative value of E_Steam as the steam from the external supplier is produced from coal.</p> |

| Year ending | LHV kcal/Nm ³ | ΔH kcal/t | η % | QNG_steam Nm ³ /t of steam | E_NG _y kg- CO ₂ /Nm ³ | E_Steam kg-CO ₂ / kg of steam |
|----------------------------|-----------------------------|----------------------|-------------|---|--|--|
| Dec. 31 st 2007 | 10 458 | 557 960 | 0.97 | 55.004 | 2.223 | 60.283 |

Appendix 14

| | |
|----------------------|---|
| Name of item | Q_Power |
| Description | Electricity consumption by the decomposition facility |
| Value in period | 410 206 kWh |
| Method of monitoring | Power consumption data |
| Recording frequency | Monthly |
| Background data | Log sheet record / counter |

| Period | Q_Power kWh |
|---------------------------------|----------------|
| November. 30 th 2007 | 211 327 |
| December. 31 st 2007 | 198 879 |

Appendix 15

| | |
|----------------------|--|
| Name of item | E_Power |
| Description | CO2 intensity for electric generation |
| Value in period | 0.569 kg-CO₂/kWh |
| Method of monitoring | Survey of data publication |
| Recording frequency | Yearly |
| Background data | KEPCO data make publicly available by the Korean Energy Economics Institute (KEEI) for 2004, 2005 and 2006. |
| Calculation method | Calculated using the combined margin (CM) approach according to ACM0002 in file (Grid_EF_SouthKorea 2004,2005,2006 rev0.xls). Calculation has been validated by DOE |

| Date (year) | E_Power kg-CO ₂ /kWh |
|-------------|------------------------------------|
| 2007 | 0.569 |

Appendix 16

| | |
|----------------------|--|
| Name of item | Q_Steam_c |
| Description | Amount of steam consumed by the decomposition facility |
| Value in period | 177 319 kg |
| Method of monitoring | Mass flowmeter |
| Recording frequency | Monthly |
| Background data | Log sheet record |

| Period | Q_Steam_c Kg |
|---------------------------------|-----------------|
| November. 30 th 2007 | 87 158 |
| December. 31 st 2007 | 90 161 |

Appendix 17

| | |
|----------------------|--|
| Name of item | E_Steam_c |
| Description | CO2 intensity for steam consumed in the facility |
| Value in period | 0.134 kg-CO ₂ /kg of steam |
| Method of monitoring | Calculated from steam supplier data |
| Recording frequency | Yearly |
| Background data | Log sheet records / Composition from Kyung Dong City Gas Ltd, the natural gas supplier |
| Calculation method | <p>This steam is supplied by existing boilers on site. Steam production and natural gas consumption are monitored. From the monthly natural gas consumption and the monthly value of E_NG, monthly emissions of CO₂ for steam production are calculated and cumulated over the year.</p> <p>Q_NG_tsteam in Nm³/t of steam is obtained from the ratio of annual natural gas consumption over the annual steam production.</p> <p>The E_Steam_c is obtained from:</p> $E_Steam_c = E_NG_y \times Q_NG_tsteam$ |

| Year ending | Q_NG_tsteam Nm ³ /t of steam | E_NG _y kg-CO ₂ /Nm ³ | E_Steam_c kg-CO ₂ / kg of steam |
|---------------------------------|--|--|---|
| December. 31 st 2007 | 60.283 | 2.223 | 0.134 |