

**MONITORING REPORT FORM (F-CDM-MR)**
Version 02.0**MONITORING REPORT**

Title of the project activity	Catalytic N ₂ O destruction project at the new nitric acid plant PANNA 4 of Enaex S.A.
Reference number of the project activity	5393
Version number of the monitoring report	Version 1
Completion date of the monitoring report	05/10/2012
Registration date of the project activity	30/11/2011
Monitoring period number and duration of this monitoring period	Monitoring period number: 2 Duration: 01/02/2012 – 30/06/2012
Project participant(s)	Enaex S.A. Carbon Climate Protection GmbH
Host Party(ies)	Republic of Chile
Sectoral scope(s) and applied methodology(ies)	Sectoral scope 5: Chemical industries ACM0019 “N ₂ O abatement from nitric acid production” (Version 01.0.0)
Estimated amount of GHG emission reductions or net anthropogenic GHG removals by sinks for this monitoring period in the registered PDD	145,528 (151 days)
Actual GHG emission reductions or net anthropogenic GHG removals by sinks achieved in this monitoring period	70,427 (151 days)

SECTION A. Description of project activity

A.1. Purpose and general description of project activity

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1. The purpose of the proposed project activity is to significantly reduce expected levels of N_2O emissions from the production of nitric acid at the PANNA 4 plant of Enaex S.A., Chile (secondary N_2O abatement). The PANNA 4 nitric acid plant was erected in 2010 as part of the Enaex S.A. chemical complex site, Prillex® America, at Mejillones. The new nitric acid plant, designed for a capacity of 925 metric tonnes of HNO_3 per day (100% of weight), has been commercially operational since November 5th, 2010 and produces nitric acid as an intermediate product for the ammonium nitrate plant within the complex.
2. Under the project activity, a N_2O catalyst was inserted below the primary catalyst (NH_3 catalyst) in the ammonia oxidation reactor. The N_2O catalyst largely results in decomposition of N_2O to nitrogen (N_2) and oxygen (O_2) without any further energy, nor material inputs. Catalytic decomposition of N_2O occurs when the N_2O is split into its constituent elements by contact with a catalyst. A catalyst is a material which accelerates speed of the reaction without itself being transformed or consumed by the reaction.
3. The secondary N_2O abatement system was installed at the end of November 2011, with a commissioning phase of the technical equipment during the first weeks of December 2011.
4. Total emission reductions achieved in this monitoring period: **70,427 tCO₂e**

A.2. Location of project activity

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- a) Host Party(ies): Republic of Chile
- b) Province: 2nd Region (Region of Antofagasta), Province of Antofagasta
- c) Town: Mejillones
- d) GPS coordinates: -23.097400 , -70.430153



Figure 1: Location of the project within the Prillex® América Plant (green arrow)

A.3. Parties and project participant(s)

Party involved (host) indicates a host Party)	Private and/or public entity(ies) project participants (as applicable)	Indicate if the Party involved wishes to be considered as project participant (Yes/No)
Republic of Chile (Host)	Enaex S.A.	No
Republic of Austria	Carbon Climate Protection GmbH	No

A.4. Reference of applied methodology

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- (a) Approved consolidated baseline and monitoring methodology ACM0019 “N₂O abatement from nitric acid production” (Version 01.0.0)
- (b) “Tool to determine the mass flow of a greenhouse gas in a gaseous stream” (Version 02.0.0)

A.5. Crediting period of project activity

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Type of the crediting period: Fixed
Starting date of the first crediting period: 19/12/2011
End date of the first crediting period: 18/12/2021
Length of the first crediting period: 10 years (Fixed)

SECTION B. Implementation of project activity**B.1. Description of implemented registered project activity**

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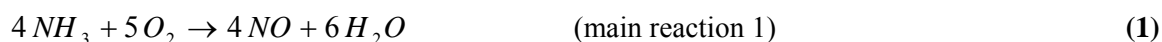
- (a) Information on the implementation of the project activity

General description

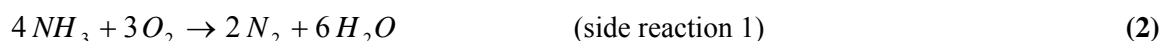
Nitrous oxide (N₂O) is an unwanted, invisible and previously neglected by-product of the manufacture of nitric acid. It is formed alongside the main, desired product nitric oxide (NO) during the catalytic oxidation of ammonia in air over noble metal gauzes. N₂O is a potent greenhouse gas with a Global Warming Potential (GWP) of 310. This value is valid for the current commitment period and was used for the ex-ante calculation of the emission reduction (also after 2012). The production of nitric acid takes place in three main process steps as indicated by the following reactions:

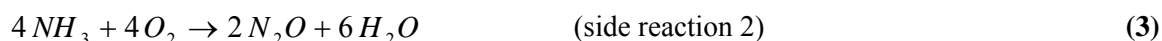
1. Ammonia (NH₃) combustion to form nitric oxide (NO):

Ammonia is reacted with air on noble metal catalyst in the oxidation section of nitric acid plants. Nitric oxide and water are formed in this process according to the following equation:



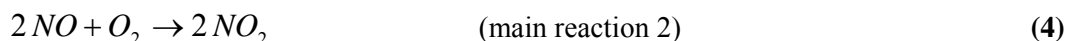
Simultaneously, nitrous oxide (N₂O), nitrogen (N) and water (H₂O) are formed as well, in accordance with the following equations:



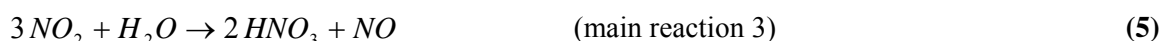


NO yield depends mainly on pressure and temperature in the ammonia oxidation process and usually is in a range of 95% to 97%.

2. NO is oxidised to nitrogen dioxide (NO₂):



3. (According to the technical process) Absorption of NO₂ in water to form nitric acid (HNO₃):



(NO is oxidised to NO₂ according to main reaction 2)

Nitric acid plants are, in the vast majority of cases, part of a chemical complex and are built and operated to supply acid for consumption in downstream process units. The most common use for nitric acid is for fertilizers, with smaller quantities going into the manufacture of organic compounds and mining explosives. In the case of PANNA 4, nitric acid is employed as a feed stock to produce ammonium nitrate (NH₄NO₃), which is used as a raw material for mining and civil explosives, which are used in the mining and construction industries. The nitric acid is also used as raw material for other explosives (PETN and Nitro-glycerine), which are also used as civil and mining explosives.

Project specific description

Under the project activity, an N₂O catalyst was inserted below the primary catalyst (NH₃ catalyst) in the ammonia oxidation reactor. The N₂O catalyst largely results in decomposition of N₂O to nitrogen (N₂) and oxygen (O₂) without any further energy, nor material inputs. Catalytic decomposition of N₂O occurs when the N₂O is split into its constituent elements by contact with a catalyst. A catalyst is a material which accelerates speed of the reaction without itself being transformed or consumed by the reaction.

Overall reaction:



The new PANNA 4 nitric acid plant was designed to produce nitric acid as an intermediate product for the ammonium nitrate production plant in this complex with a designed capacity of 925 metric tonnes of HNO₃ per day (100% of weight). The plant is designed to operate as a dual pressure nitric acid plant, whereas the ammonia oxidation reactor is operated at a design pressure of about 4.5 bar (medium pressure combustion plant) and the absorption tower at a design pressure of 10.2 bar. The reactor is operated at a design temperature in zone 1 of 220°C, in zone 2 of 480°C, in zone 3 of 910°C and in zone 4 of 520°C.

The PANNA 4 nitric acid plant is equipped with a secondary N₂O abatement, by installing baskets inside the ammonia oxidation reactor and equipping them with the N₂O decomposition catalyst right below the platinum gauze in the high temperature zone of the reactor. The measurement devices for the monitoring of N₂O concentration and tail gas flow are located directly in the stack.

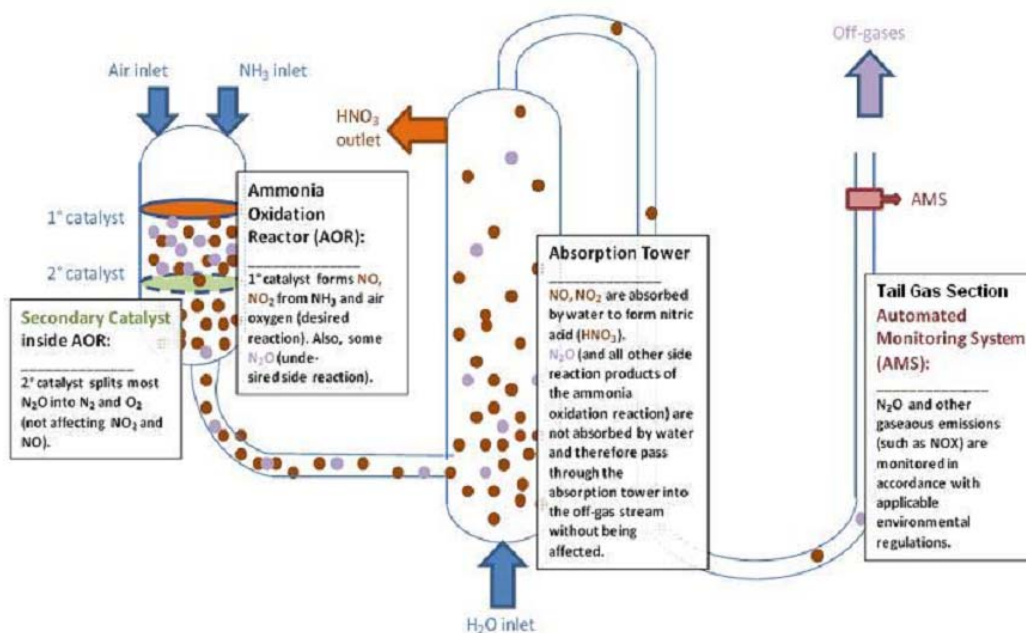


Figure 2: Project boundary

(b) Starting date of operation of the project activity: The project has been implemented and is operated as per the registered PDD with all physical features (technology, project equipment, and monitoring and metering equipment) in place, monitoring is done according to the applied methodology and the monitoring plan. The operation of the project activity started in December 2011.

(c) Actual operation of the Project Activity during the covered monitoring period

It should be noted that actual hours as given in the Excel book as per Annex 1 are to be read as follows. Example: 01/02/2012- 01:00 summarizes the hour from 01/02 00:00 am to 01:00 am. The time as given in the tables below are expressed in this regard.

Shutdown periods of the nitric acid plant

Table 1: Shutdown periods of Nitric Acid plant

Start		End		Description
Date	Time	Date	Time	
10/02/2012	05:00	10/02/2012	19:00	Nitric Acid Plant Shutdown (15 hours)
16/02/2012	00:00	16/02/2012	18:00	Nitric Acid Plant Shutdown (19 hours)
18/02/2012	09:00	19/02/2012	02:00	Nitric Acid Plant Shutdown (18 hours)
25/02/2012	04:00	25/02/2012	15:00	Nitric Acid Plant Shutdown (12 hours)
28/02/2012	12:00	29/02/2012	21:00	Nitric Acid Plant Shutdown (34 hours)
06/03/2012	18:00	07/03/2012	07:00	Nitric Acid Plant Shutdown (14 hours)
22/03/2012	22:00	23/03/2012	12:00	Nitric Acid Plant Shutdown (15 hours)
01/04/2012	00:00	01/04/2012	14:00	Nitric Acid Plant Shutdown (15 hours)
13/04/2012	20:00	14/04/2012	20:00	Nitric Acid Plant Shutdown (25 hours)
20/06/2012	16:00	22/06/2012	05:00	Nitric Acid Plant Shutdown (38 hours)

Relevant hours of Nitric Acid plant (and consequently secondary N₂O abatement system) shutdown periods have not been considered in overall calculations of Emission Reductions, in accordance with the methodology. For the respective hours no Emission Reductions will be claimed. This approach ensures the most conservative way to determine Emission Reductions, concrete resulting in zero Emission Reductions for respective hours of Nitric Acid plant shutdown.

Service works (calibration & maintenance)

Table 2: Service works (calibration & maintenance)

Start		End		Description
Date	Time	Date	Time	
15/02/2012	14:00	15/02/2012	15:00	Monthly calibration PT-45091 and PT-45095 (2 hours)
14/03/2012	16:00	14/03/2012	17:00	Monthly calibration PT-45091 and PT-45095 (2 hours)
16/04/2012	10:00	16/04/2012	16:00	Monthly calibration PT-45091 and PT-45095 (7 hours)
15/05/2012	11:00	15/05/2012	12:00	Monthly calibration PT-45091 and PT-45095 (2 hours)
08/06/2012	10:00	08/06/2012	12:00	EMERSON scheduled DeltaV maintenance (3 hours)
10/06/2012	23:00	10/06/2012	23:00	Monthly calibration PT-45091 and PT-45095 (1 hour)
14/06/2012	10:00	14/06/2012	11:00	EMERSON scheduled analyser maintenance (2 hours)

For relevant hours a conservative calculation was applied, in accordance with provisions of the methodology. During the scheduled DeltaV and analyser scheduled service it has been proven that the nitric acid plant and consequently the secondary N₂O abatement system has been in full operation. A conservative criteria has been applied for the respective hours.

Other issues

Table 3: Other issues

Start		End		Description
Date	Time	Date	Time	
11/02/2012	13:00	11/02/2012	14:00	Analyzer out of service during manual calibration (2 hours)
13/02/2012	01:00	15/02/2012	13:00	Delay in calibration of PT-45091 and PT-45095 (61 hours)
17/02/2012	03:00	07/03/2012	15:00	Analyzer out of range (Reduced efficiency of secondary catalyst) (469 hours)
14/04/2012	01:00	16/04/2012	09:00	Delay in calibration of PT-45091 and PT-45095 (57 hours)
14/04/2012	21:00	16/04/2012	18:00	Analyser out of operation (Blockage of sample lines) (46 hours)
05/06/2012	10:00	05/06/2012	11:00	Analyzer out of service (AIRTEC QAL 2 Tests) (2 hours)
27/06/2012	00:00	27/06/2012	11:00	Instrument problem (TT-45030A out of service) (12 hours)



For relevant hours a conservative calculation in accordance with the methodology was applied. During the hours in which TT-45030A was out of service, TT-45030B was used in order to define the nitric acid plant operation according to monitoring plant. In case of calibrations delays of PT-45091 and PT-45095 conservative procedures according to VVS (Version 02.0) para 238 (a) and para 239 (a), (b) have been applied.

- (d) Events or situations with impact on the applicability of the methodology:** No such events or situations occurred during the covered monitoring period.

B.2. Post registration changes

B.2.1. Temporary deviations from registered monitoring plan or applied methodology

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No temporary deviations from registered monitoring plan or applied methodology have been applied during this monitoring period.

B.2.2. Corrections

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No corrections have been applied during this monitoring period, neither to any previous monitoring periods.

B.2.3. Permanent changes from registered monitoring plan or applied methodology

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No permanent changes from the registered monitoring plan or applied methodology have been applied during this monitoring period, neither to any previous monitoring periods.

B.2.4. Changes to project design of registered project activity

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No changes from the project design have been done during this monitoring period.

B.2.5. Changes to start date of crediting period

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No such changes have been applied to this monitoring period.

B.2.6. Types of changes specific to afforestation or reforestation project activity

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Not applicable.

SECTION C. Description of monitoring system

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(a) Information Flow / Data collection procedures:

The instruments transmitters continuously provide a 4 – 20 mA analogue signal according to range and units configured. These signals are transmitted to I/O cards (analogue input/output cards) and collected by the Delta V Processor. Resulting digital values are made available in the network to be further processed

(e.g. in controller blocks, calculation of other variables) and are stored as 1second raw data in the protected continuous historian server (CHS).

Modifications of the Delta V, which are protected by security levels by the supplier, are tracked by a Version Control Tool.

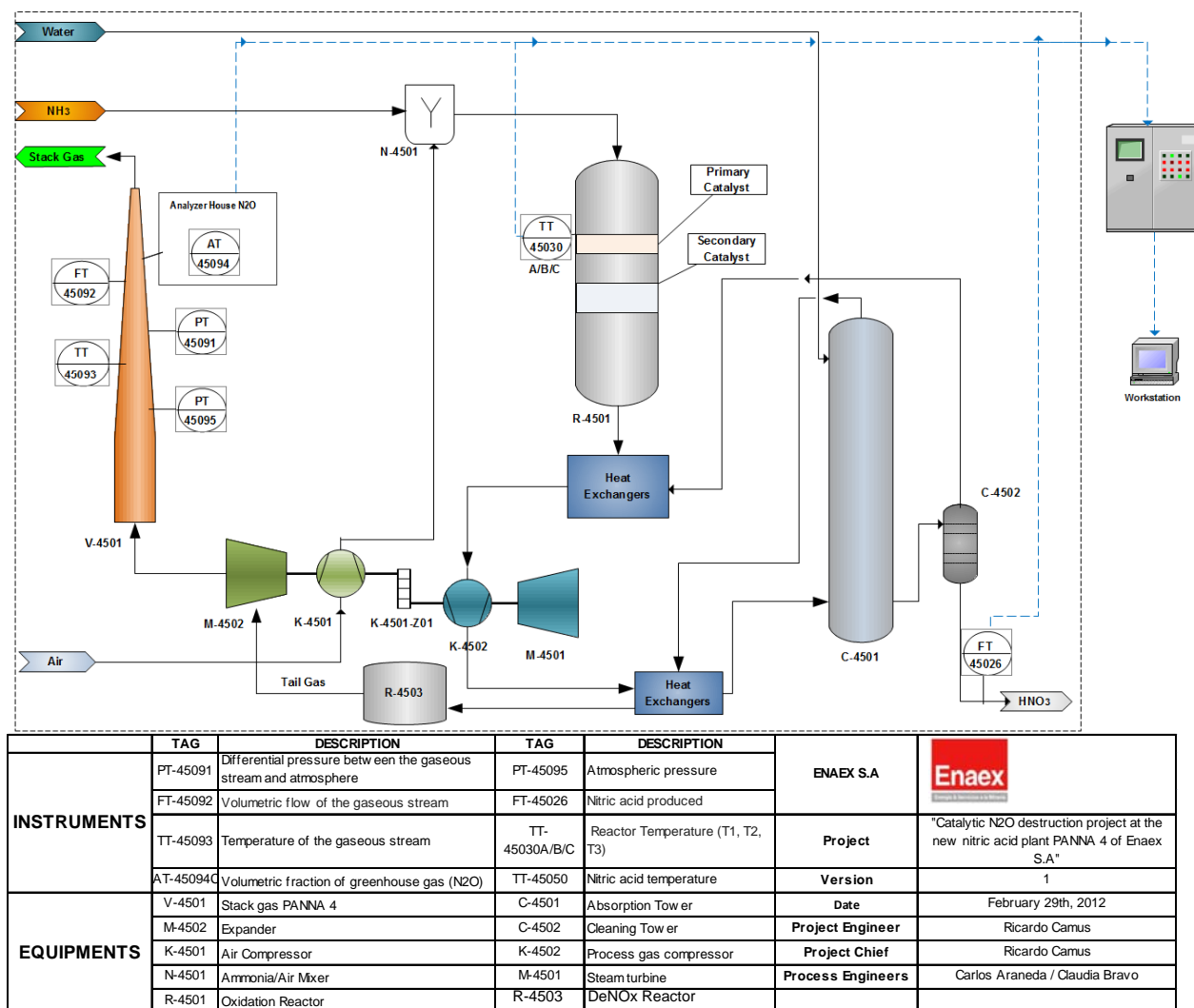


Figure 3: Line diagram showing all relevant monitoring points

The reporting module of the Delta V system automatically generates aggregated daily reports based on the stored raw data from the continuous historian server. Daily reports contain following kinds of data relevant for calculation of claimed emission reductions:

- Concentrations of N₂O at stack gas of PANNA 4system ($V_{i,t,db}$)
- Volume Flow ($V_{t,db} / T_t / P_t$)
- Operating parameters of the nitric acid plant (T_1, T_2, T_3)
- Nitric Acid Production ($P_{NA,n}$)

Relevant parameters as above (Concentrations, Volume Flows, Operating parameters of the nitric acid plant and Nitric Acid Production) are exported from the digitally available daily reports to excel sheets for

presentation of required parameters and calculation of baseline emissions (BE_n), project emissions ($PE_n / PE_{N_2O,n} / Q_{N_2O,tail\ gas, n}$), and emission reductions (ER_n) according to the formula as required. Details on source of data can be found directly at the respective parameter tables in *Section D*.

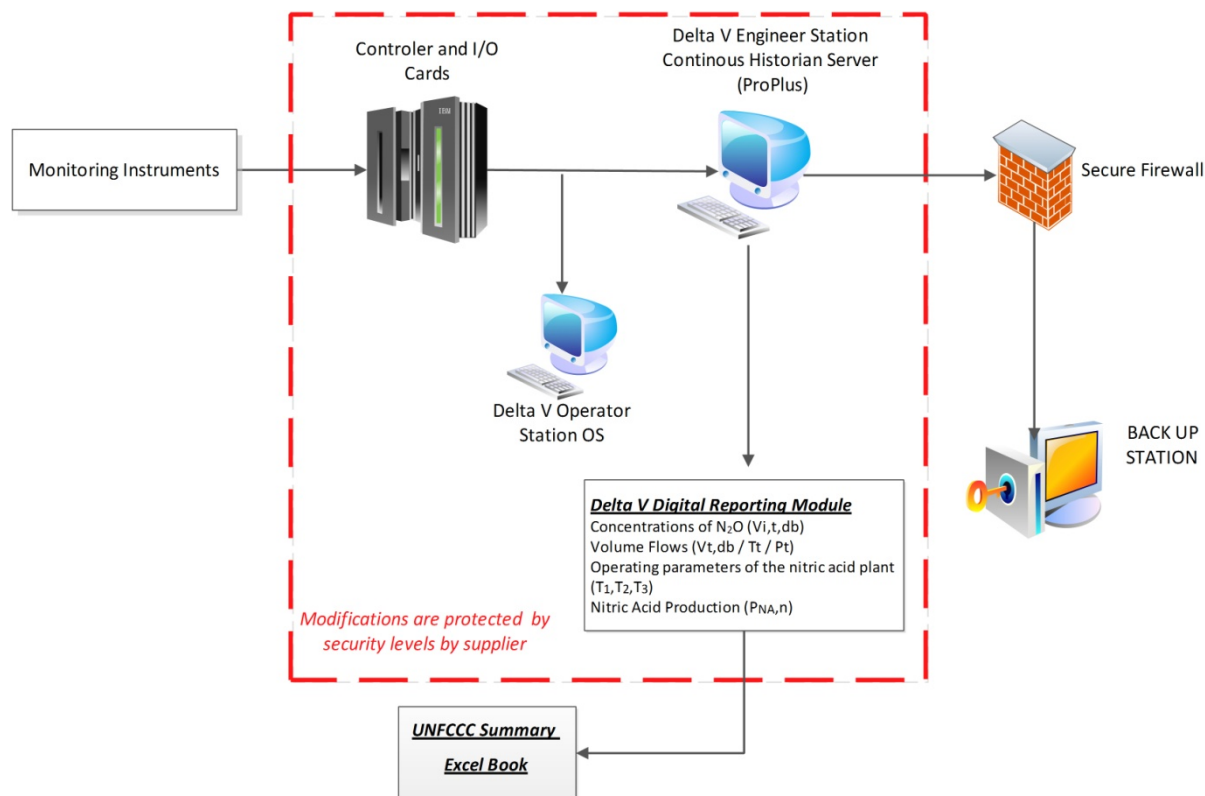


Figure 4: Information flow diagram

This approach and all implemented formulas in the Delta V system fully comply with the approved Consolidated Baseline and Monitoring Methodology AMC0019 Version 01.0.0 “ N_2O abatement for Nitric Acid production” and the registered project documentation (Monitoring Plan and respective PDD).

(b) Roles and responsibilities of personnel

Project Operators Enaex S.A. (furthermore called “Enaex”), a private owned entity registered under the laws of the Republic of Chile and an incorporated company listed on the Santiago stock exchange, major shareholder is SigdoKoppers S.A. Enaex is a leading producer of ammonium nitrate and explosives for rock fragmentation.

The Prillex® América production facility of Enaex, of which PANNA 4 is one of the plants, is certified according to ISO 9001:2008 NCh 9001 of 2009.

The PANNA 4 CDM operating team has been trained by the technology provider Heraeus (secondary N_2O abatement system) and the supplier of the digital process control system, INECO (Delta V, EMERSON process management).

Enaex CDM team is responsible for monitoring and reporting of data under the CDM Project. In terms of performing general supervision and cross-checks of monitoring and reporting data Carbon Climate Protection GmbH supports Enaex. Carbon Climate Protection GmbH gives their final approval on the

supporting documents as well as the CDM-MR before submitting to the respective DOE for periodic verification.

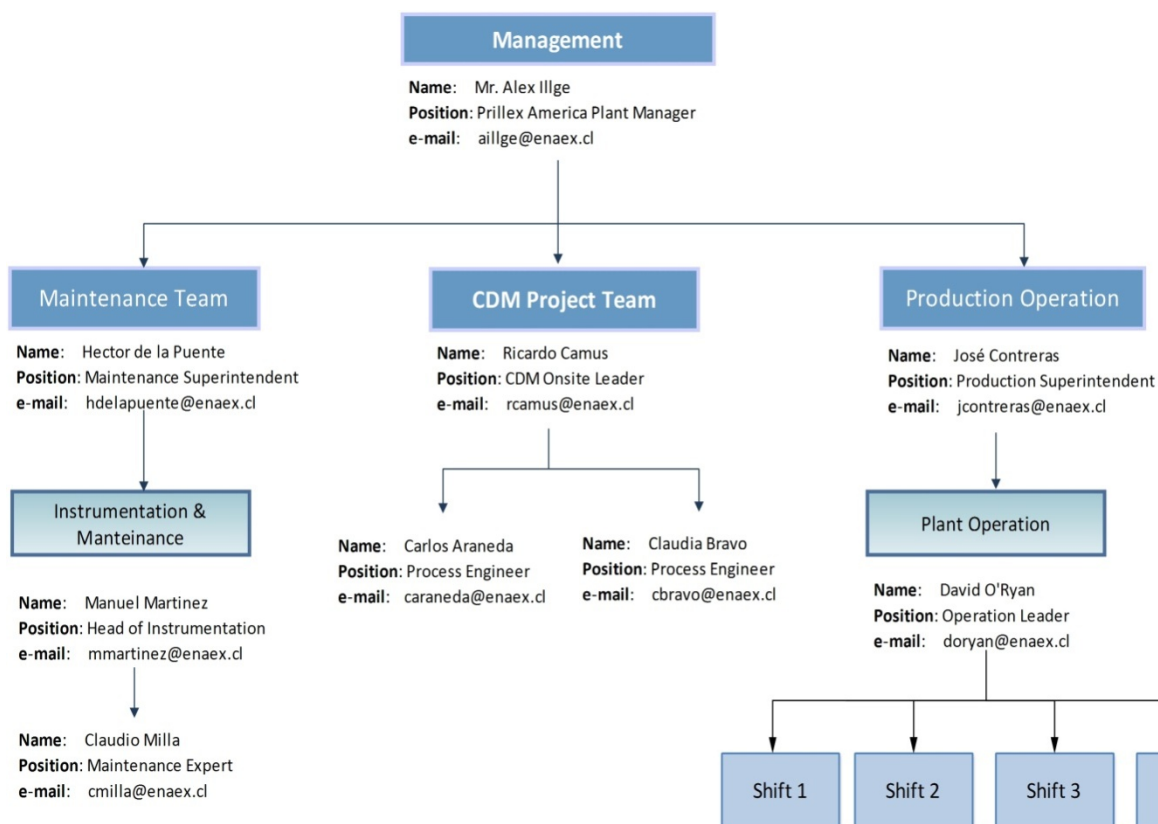


Figure 5: Organizational Chart: Onsite structure at Enaex

(c) Back up plans / Emergency procedures for monitoring system

Back Up Plans for measuring systems / Periodically observation of the automated monitoring system
PANNA 4 – automatic DCS system:

The PANNA 4 automatic DCS system is designed for automatic operation, so that activities by the operation personnel are not required for during normal operation. However, all alarms and any action taken by the operating personnel (events) are automatically logged at the engineering and the operation station (Alarm & Event List) of the DCS system.

Malfunction of system components is indicated on the operator console in the control room as an alarm. Occurrence of such an alarm requires the operator to immediately take measures to remedy the problem. This is done by informing Enaex maintenance personnel and CDM Project team. It is then deciding whether the problem can be fixed immediately by themselves or whether external support from Emerson is required. In addition to the quality control and quality assurance procedures according to Enaex quality management system and in order to avoid possible failures of the automated monitoring system several procedures are implemented for the project activity.

Back Up –Delta V and Analyzer support

In order to avoid possible failures of the automated monitoring system Delta V, Enaex is in negotiations to contract Emerson Argentina Group to execute periodic on-site **Health Checks**.

The health checks visits are to conduct observation of the PANNA 4 automatic DCS system, the monitoring equipment required for the CDM project and the automated monitoring system.

Back Up – Weekly inspection

The responsible project managers of Enaex are carrying out **on-site inspections** on a weekly basis.

Back Up – Spare Parts on Stock On-site:

As a further important part of the back-up plan to deal with events like measuring equipment out of service, Enaex stocks a comprehensive range of spare part devices on-site.

Back Up – Certified standard gases

Pressure levels of standard gases used for the regular, automatic calibration of the inlet and outlet analysers are constantly monitored during the regular inspection by Enaex. Spare bottles of standard gases are purchased in proper time. Specifications of standard gases are available and submitted to the DOE for verification.

The following table summarizes the periodically observations of the AMS.

Table 4: AMS observation overview

Organization	Action	Frequency	Output
ENAEX CDM Team	Inspection	Weekly	Weekly Checklist
ENAEX CDM Team	Supervision	Daily	Plausibility Check of Daily Reporting
CARBON	Supervision	Periodically	Plausibility Check of Daily Reporting

All resulting documents are analysed and evaluated by Enaex. In case of any upcoming problem or failure of the PANNA 4 system and/or the automated monitoring system Enaex immediately take measure to remedy the problem.

SECTION D. Data and parameters

D.1. Data and parameters fixed ex ante or at renewal of crediting period

Data/Parameter	EF _{default,y}	
Unit	kgN ₂ O/tHNO ₃	
Description	Default N ₂ O baseline emissions factor in the calendar year y of the monitoring period n	
Source of data	According to PDD	
Value(s) applied	Year	Emission factor (kgN ₂ O/HNO ₃)
	2011	4.10
	2012	3.90
	2013	3.70
	2014	3.50
	2015	3.40
	2016	3.20
	2017	3.00
	2018	2.80
	2019	2.70



	<table> <tr><td>2020</td><td>2.50</td></tr> <tr><td>2021</td><td>2.50</td></tr> <tr><td>...</td><td>...</td></tr> <tr><td>Year n</td><td>2.50</td></tr> </table>	2020	2.50	2021	2.50	Year n	2.50
2020	2.50								
2021	2.50								
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Year n	2.50								
Purpose of data	Baseline emission calculation								
Additional comment	The decrease in the value for the baseline emission factor over time is to reflect the technological development.								

Data/Parameter	GWP_{N2O}
Unit	tCO₂e/tN₂O
Description	Global warming potential of N2O valid for the commitment period
Source of data	According to PDD
Value(s) applied	310 tCO₂e/tN₂O
Purpose of data	Baseline and project emission calculation
Additional comment	Not applicable (NA)

Data/Parameter	R_u
Unit	Pa.m³/kmol.K
Description	Universal ideal gases constant
Source of data	According to PDD
Value(s) applied	8,314 Pa.m³/kmol.K
Purpose of data	Project emission calculation
Additional comment	NA

Data/Parameter	MM _i		
Unit	kg/kmol		
Description	Molecular mass of greenhouse gas i		
Source of data	According to PDD		
Value(s) applied	Compound	Structure	Molecular mass (kg/kmol)
	Nitrous oxide	N ₂ O	44.02
Purpose of data	Project emission calculation		
Additional comment	NA		

D.2. Data and parameters monitored

Data/Parameter	P_{NA,n}
Unit	tHNO₃
Description	Nitric acid produced in the monitoring period n
Measured/Calculated/Default	Measured
Source of data	<p>Production Logs</p> <p>The actual nitric acid production is measured according to the installed instruments. The coriolis type mass flow meter and the integrated density measurement deliver values, which are used as basis for calculation of the concentration (taking into consideration the measured temperature of the</p>



	nitric acid). The nitric acid at 100% is calculated by multiplying the mass flow with the concentration. Please also refer to Section C – 1 (Information Flow / Data collection procedures) of this Monitoring Report.
Value(s) of monitored parameter	143,634 tHNO₃
Monitoring equipment	<p>FT-45026 Type: Coriolis flow and density transmitter Accuracy class: 0.15% of instrument range Serial number: EB024716000 Calibration frequency: 2 years Date of last calibration: 09/11/2011 Validity: 08/11/2013</p> <p>TT-45050 Type: Temperature transmitter Accuracy class: 0.1% of range Serial number: N0809.842183/VO336261 Calibration frequency: 2 years Date of last calibration: 30/11/2011 Validity: 29/11/2013</p>
Measuring/Reading/Recording frequency	Measuring: Continuously Reading: 1(s) Recording: Hourly
Calculation method (if applicable)	The nitric acid at 100% is calculated by multiplying the mass flow with the concentration. The concentration is calculated at DCS using the density measurement of the coriolis flowmeter and the temperature instrument TT-45050.
QA/QC procedures	Periodic calibration is performed according to manufacturer's recommendation. The quality assurance and quality control procedures, in terms of equipment operations and maintenance, have been incorporated in the ISO 9001:2008.
Purpose of data	Baseline emission calculations
Additional comment	Not applicable

Data/Parameter	h_n
Unit	NA
Description	Number of hours of operation in a monitoring period n
Measured/Calculated/Default	Measured
Source of data	Field instruments / Monitoring system (Delta V) The operation temperature of the oxidation burner ranges from 850 – 905°C (as defined by the technology supplier) and this range corresponds to the real operation hours of the reactor. The temperature is reported automatically by three independent measurement points (tag numbers TT-45030A, B and C) measuring the temperature at the same time. The value of the instrument with the tag number TT-45030A was selected as main signal for monitoring the operation temperature; TT-45030B and TT-45030C are used as backup signals in case TT-45030A is not fully functional.



	Please also refer to Section C – 1 (Information Flow / Data collection procedures) of this Monitoring Report.
Value(s) of monitored parameter	3,419 hours
Monitoring equipment	<p>TT-45030A Type: Temperature transmitter Accuracy class: 0.4% of range Serial number: 3F0AF4X Calibration frequency: 2 years Date of last calibration: 30/06/2011 Validity: 29/06/2013</p> <p>TT-45030B Type: Temperature transmitter Accuracy class: 0.4% of range Serial number: 3F0AF4Y Calibration frequency: 2 years Date of last calibration: 30/06/2011 Validity: 29/06/2013</p> <p>TT-45030C Type: Temperature transmitter Accuracy class: 0.4% of range Serial number: 3F0AF4W Calibration frequency: 2 years Date of last calibration: 30/06/2011 Validity: 29/06/2013</p>
Measuring/Reading/Recording frequency	Measuring: Continuously Reading: 1(s) Recording: Hourly
Calculation method (if applicable)	NA
QA/QC procedures	Periodic calibration is performed according to manufacturer's recommendation. The quality assurance and quality control procedures, in terms of equipment operations and maintenance, have been incorporated in the ISO 9001:2008.
Purpose of data	Project emission calculation
Additional comment	Not applicable

Data/Parameter	$V_{t,db}$
Unit	m³ dry gas/h
Description	Volumetric flow of the gaseous stream in time interval t on a dry basis
Measured/Calculated/Default	Measured
Source of data	Flow meter / Field instruments/Monitoring system (Delta V) Please also refer to Section C – 1 (Information Flow / Data collection procedures) of this Monitoring Report.
Value(s) of monitored parameter	174,942 m³ dry gas/h



Monitoring equipment	FT-45092 Type: Differential pressure transmitter. Accuracy class: 2% of range Serial number: 265DS6600071043 Calibration frequency: 3 years (QAL2) Date of last calibration: 16/12/2011 Validity: 15/12/2014
Measuring/Reading/Recording frequency	Measuring: Continuously Reading: 1(s) Recording: Hourly
Calculation method (if applicable)	NA
QA/QC procedures	Periodic calibration (QAL2) against a primary device by an independent accredited laboratory. The quality assurance and quality control procedures, in terms of equipment operations and maintenance, have been incorporated in the ISO 9001:2008.
Purpose of data	Project emission calculations
Additional comment	Not applicable

Data/Parameter	V_{i,t,db}
Unit	m ³ gas i/m ³ dry gas
Description	Volumetric fraction of greenhouse gas i in a time interval t on a dry basis
Measured/Calculated/Default	Measured
Source of data	Non-dispersive infrared photometry (NDIR) for N ₂ O (Gas analyzer equipment) Please also refer to <i>Section C – 1 (Information Flow / Data collection procedures)</i> of this Monitoring Report.
Value(s) of monitored parameter	3.82*10⁻⁴ m³ gas i/m³ dry gas
Monitoring equipment	AT-45094C Type: Volumetric fraction of N ₂ O in the tail gas analyzer Accuracy class: 1% of range Serial number: 3709103038248 Calibration frequency: 3 years (QAL 2) Date of penultimate calibration: 16/12/2011 Date of last calibration: 06/06/2012 Validity: 05/06/2015
Measuring/Reading/Recording frequency	Measuring: Continuously Reading: 1(s) Recording: Hourly
Calculation method (if applicable)	NA
QA/QC procedures	According to European Norm 14181 The quality assurance and quality control procedures, in terms of equipment operations and maintenance, have been incorporated in the ISO 9001:2008
Purpose of data	Project emission calculation
Additional comment	Not applicable



Data/Parameter	$C_{H_2O,t,db,n}$
Unit	mg H₂O/m³ dry gas
Description	Moisture content of the gaseous stream at normal conditions, in time interval t
Measured/Calculated/Default	Measured
Source of data	Measurements according to USEPA CF 42 method 4 – Gravimetric determination of water content (QAL2 Report) Frequency of determination: Yearly Date of last determination: 14/12/2011 Next determination until: 13/12/2012
Value(s) of monitored parameter	2,400 mg H₂O/m³ dry gas (= 0.0024 kg H₂O/m³ dry gas) (Highest measured value) Option A of the tool can be applied, as the moisture content is less than 0.05 kg H ₂ O/m ³ dry gas.
Monitoring equipment	
Measuring/Reading/Recording frequency	Measuring / Reading / Recording: Yearly
Calculation method (if applicable)	NA
QA/QC procedures	NA
Purpose of data	Project emission calculation
Additional comment	Not applicable

Data/Parameter	T_t
Unit	K
Description	Temperature of the gaseous stream in time interval t
Measured/Calculated/Default	Measured
Source of data	Temperature Transmitter Please also refer to Section C – 1 (Information Flow / Data collection procedures) of this Monitoring Report.
Value(s) of monitored parameter	387.85 K
Monitoring equipment	TT-45093 Type: Tail gas temperature transmitter Accuracy class: 0.4 °C Serial number: 706088 Calibration frequency: 2 years Date of last calibration: 16/11/2011 Validity: 15/11/2013
Measuring/Reading/Recording frequency	Measuring: Continuously Reading: 1(s) Recording: Hourly
Calculation method (if applicable)	NA



QA/QC procedures	Periodic calibration against a primary device provided by an independent accredited laboratory. Calibration and frequency of calibration is according to manufacturer's specifications. The quality assurance and quality control procedures, in terms of equipment operations and maintenance, have been incorporated in the ISO 9001:2008.
Purpose of data	Project emission calculation
Additional comment	Not applicable

Data/Parameter	P_t																										
Unit	Pa																										
Description	Pressure of the gaseous stream in time interval t																										
Measured/Calculated/Default	Measured																										
Source of data	Pressure Transmitters The pressure of the gaseous stream is determined by the sum of the static pressure inside the stack and the barometric pressure. Please also refer to Section C – 1 (Information Flow / Data collection procedures) of this Monitoring Report.																										
Value(s) of monitored parameter	100,586 Pa																										
Monitoring equipment	<p>PT-45091 Type: Capacitive Differential pressure transmitter Accuracy class: 0.1% of range Serial number: 58154 Calibration frequency: Monthly Date of calibration:</p> <table border="1"> <thead> <tr> <th>Month</th><th>Date of Calibration</th></tr> </thead> <tbody> <tr> <td>January</td><td>13/01/2012</td></tr> <tr> <td>February</td><td>15/02/2012 *</td></tr> <tr> <td>March</td><td>14/03/2012</td></tr> <tr> <td>April</td><td>16/04/2012 *</td></tr> <tr> <td>May</td><td>15/05/2012</td></tr> <tr> <td>June</td><td>10/06/2012</td></tr> </tbody> </table> <p>Validity: 09/07/2012</p> <p>PT-45095 Type: Capacitive Barometric pressure transmitter Accuracy class: 0.1% of range Serial number: 58157 Calibration frequency: Monthly Date of calibration:</p> <table border="1"> <thead> <tr> <th>Month</th><th>Date of Calibration</th></tr> </thead> <tbody> <tr> <td>January</td><td>13/01/2012</td></tr> <tr> <td>February</td><td>15/02/2012 *</td></tr> <tr> <td>March</td><td>14/03/2012</td></tr> <tr> <td>April</td><td>16/04/2012 *</td></tr> <tr> <td>May</td><td>15/05/2012</td></tr> </tbody> </table>	Month	Date of Calibration	January	13/01/2012	February	15/02/2012 *	March	14/03/2012	April	16/04/2012 *	May	15/05/2012	June	10/06/2012	Month	Date of Calibration	January	13/01/2012	February	15/02/2012 *	March	14/03/2012	April	16/04/2012 *	May	15/05/2012
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	<table border="1"> <tr> <td>June</td><td>10/06/2012</td></tr> </table> Validity: 09/07/2012	June	10/06/2012
June	10/06/2012		
Measuring/Reading/Recording frequency	Measuring: Continuously Reading: 1(s) Recording: Hourly		
Calculation method (if applicable)	The static pressure inside the stack and the barometric pressure are measured continuously. The hourly averages of these parameters are added in the attached excel book in order to obtain the pressure of the gaseous stream.		
QA/QC procedures	Periodic calibration against a primary device provided by an independent accredited laboratory. Calibration and frequency of calibration is according to manufacturer's specifications. Pressure transmitter will be calibrated according to the PDD on a monthly basis. The quality assurance and quality control procedures, in terms of equipment operations and maintenance, have been incorporated in the ISO 9001:2008.		
Purpose of data	Project emission calculation		
Additional comment	* Due to scheduling of periodic maintenances some calibrations were delayed. The conservative procedures according to VVS (Version 02.0) para 238 (a) and para 239 (a), (b) have been applied.		

D.3. Implementation of sampling plan

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Not applicable for the project activity.

SECTION E. Calculation of emission reductions or GHG removals by sinks

E.1. Calculation of baseline emissions or baseline net GHG removals by sinks

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Baseline emissions are given by the following equation:

$$BE_n = P_{NA,n} * EF_{BL,N_2O,n} * GWP_{N_2O} * 10^{-3}$$

Where:

BE_n	=	Baseline emissions in monitoring period n (tCO ₂ e)
$P_{NA,n}$	=	Nitric acid produced in the monitoring period n (tHNO ₃)
$EF_{BL,N_2O,n}$	=	Baseline N ₂ O emission factor for nitric acid production in the monitoring period n (kgN ₂ O / tHNO ₃)
GWP_{N_2O}	=	Global Warming Potential of N ₂ O valid for the commitment period

Determination of the baseline N₂O emission factor ($EF_{BL,N_2O,n}$)

The baseline N₂O emission factor in the monitoring period n ($EF_{BL,N_2O,n}$) shall be determined as a default emission factor $EF_{default,y}$ given for each calendar year y for which BE_n is calculated, as follows:

$$EF_{BL,N_2O,n} = EF_{default,y}$$

Where:

$EF_{BL,N_2O,n}$ = Baseline N_2O emission factor for nitric acid production in the monitoring period n ($kgN_2O / tHNO_3$)

$EF_{default,y}$ = Default N_2O baseline emissions factor in the calendar year y of the monitoring period n ($kgN_2O / tHNO_3$)

If the monitoring period n spans across two (or more) calendar years, the baseline emissions (BE_n) shall be calculated separately for each calendar year, first establishing $EF_{BL,N_2O,n}$ and then applying this to the nitric acid production of that calendar year.

The values for the present period are:

Parameter	Value	Unit
BE_n	173,653	tCO ₂ e
$P_{NA,n}$	143,634	tHNO ₃
$EF_{BL,N_2O,2012}$	3.90	kgN ₂ O / tHNO ₃
GWP_{N_2O}	310	-

E.2. Calculation of project emissions or actual net GHG removals by sinks

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Project emissions are calculated as follows:

$$PE_n = PE_{N_2O,n} + PE_{CO_2,tertiary,n}$$

Where:

PE_n = Project emissions in monitoring period n (tCO₂e)

$PE_{N_2O,n}$ = Project emissions of N_2O from the project plant in monitoring period n (tCO₂e)

$PE_{CO_2,tertiary,n}$ = Project emissions of CO₂ from the operation of the tertiary N_2O abatement facility in monitoring period n (tCO₂)

Parameter	Value	Unit
PE_n	103,226	tCO ₂ e
$PE_{N_2O,n}$	103,226	tCO ₂ e
$PE_{CO_2,tertiary,n}$	0	tCO ₂ e

Project emissions of N_2O from the project plant ($PE_{N_2O,n}$)

The amount of N_2O emissions from the project activity includes two emission sources:

- The N_2O contained in the tail gas stream of the plant which is released to the atmosphere; and
- In the case of a tertiary N_2O abatement, the N_2O contained in any by-pass streams to the tertiary N_2O abatement facility. As the proposed CDM project activity does not comprise the installation of a tertiary N_2O abatement technology, no emissions need to be considered or monitored.

Accordingly, $PE_{N_2O,n}$ is determined as follows:

$$PE_{N_2O,n} = (Q_{N_2O,tail\ gas,n} + Q_{N_2O,by-pass,n}) * GWP_{N_2O}$$

Where:

$PE_{N_2O,n}$	=	Project emissions of N_2O from the project plant in monitoring period n (tCO_2e)
$Q_{N_2O,tail\ gas,n}$	=	Amount of N_2O released through the tail gas of the project plant to the atmosphere in monitoring period n (tN_2O)
$Q_{N_2O,by-pass,n}$	=	Amount of N_2O released through the by-pass to a tertiary N_2O abatement system to the atmosphere in monitoring period n (tN_2O)
GWP_{N_2O}	=	Global Warming Potential of N_2O valid for the commitment period

Parameter	Value	Unit
$PE_{N_2O,n}$	103,226	tCO_2e
$Q_{N_2O,tail\ gas,n}$	332.99	tN_2O
$Q_{N_2O,by-pass,n}$	0	tN_2O
GWP_{N_2O}	310	-

Determination of $Q_{N_2O,tail\ gas,n}$

The amount of N_2O emissions from the tail gas stream of the project plant shall be determined using the “Tool to determine the mass flow of a greenhouse gas in a gaseous stream”. In applying the tool, the following provisions apply:

- Throughout the crediting periods of the project activity, the N_2O concentration and volume or mass flow of the tail gas are to be monitored continuously. The monitoring system is to be installed and maintained throughout the crediting period based on the European Norm 14181 (2004), or any more recent update of that standard;
- The monitoring system should provide separate hourly average values for the N_2O concentration and the volume or mass flow of the tail gas based on 2 seconds (or shorter) interval readings that are recorded and stored electronically. These N_2O data sets shall be identified by means of a unique time / date key indicating when exactly the values were observed;
- The correction factors derived from the calibration curve of the QAL2 audit for the monitoring components as determined during the QAL2-test in accordance with EN14181 must be applied to both the N_2O concentration and the volume or mass flow of the tail gas. This can either be applied automatically to the raw data recorded by the data storage system at the plant or it can be applied to the calculated hourly averages as part of the calculation of project emissions;
- If data for either the N_2O concentration or the volume or mass flow of the tail gas are not available for more than 1/3 of any hour while the plant was in operation, the value for that hour shall be replaced with the maximum value of N_2O concentration or volume or mass flow of the tail gas observed during the monitoring period. If data for neither the N_2O concentration nor the volume or mass flow of the tail gas are available for more than 1/3 of any hour while the plant was in operation, the maximum value of mass flow of N_2O calculated during the monitoring period shall be applied to any such hour. Values observed during five operating hours before and after a plant start-up and shut-down shall not be used for the determination of the maximum values;

According to the “Tool to determine the mass flow of a greenhouse gas in a gaseous stream” (Version 02.0.0) the mass flow of greenhouse gas i in the gaseous stream in time interval t ($F_{i,t}$) is calculated based on measurements of (a) the total volume flow or mass flow of the gas stream, (b) the volumetric fraction of the gas in the gaseous stream and (c) the gas composition and water content. The flow and volumetric fraction may be measured on a dry basis or wet basis. The tool covers the possible measurement combinations, providing six different calculation options to determine the mass flow of a particular greenhouse gas (Option A to F).

Flow measurement on a dry basis is not doable for a wet gaseous stream. Therefore, it is necessary to demonstrate that the gaseous stream is dry to use option A. There are two ways to do this:

- Measure the moisture content of the gaseous stream ($C_{H_2O,t,db,n}$) and demonstrate that this is less or equal to 0.05 kg H₂O/m³ dry gas; or
- Demonstrate that the temperature of the gaseous stream (T_t) is less than 60°C (333.15 K) at the flow measurement point.

Option A of the tool (measurement options: volume flow of gaseous stream on dry basis, volumetric fraction on dry or wet basis) was applied, since it was demonstrated by QAL 2 Report 2011 by AIRTEC that the gaseous stream is dry. The measurement was done according USEPA CF42 method 4. The measured moisture content in the stack gas is less than 0.05 kg/m³ dry gas.

Table 4: Moisture content measurements (according to QAL2 report)

Measuring Sequence	Date	Moisture content
1	13/12/2011	0.0021 kgH ₂ O/m ³ dry gas
2	13/12/2011	0.0024 kgH ₂ O/m ³ dry gas
3	14/12/2011	0.0022 kgH ₂ O/m ³ dry gas

The mass flow of greenhouse gas i ($F_{i,t}$)¹ is calculated as follows:

$$F_{i,t} = V_{t,db} * v_{i,t,db} * \rho_{i,t}$$

With

$$\rho_{i,t} = \frac{P_t * MM_i}{R_u * T_t}$$

Where:

$F_{i,t}$	=	Mass flow of greenhouse gas i in the gaseous stream in time interval t (kg gas/h)
$V_{t,db}$	=	Volumetric flow of the gaseous stream in time interval t on a dry basis (m ³ dry gas/h)
$v_{i,t,db}$	=	Volumetric fraction of greenhouse gas i in the gaseous stream in a time interval t on a dry basis (m ³ gas i/m ³ dry gas)
$\rho_{i,t}$	=	Density of greenhouse gas i in the gaseous stream in time interval t (kg gas i/m ³ gas)
P_t	=	Absolute pressure of the gaseous stream in time interval t (Pa)
MM_i	=	Molecular mass of greenhouse gas i (kg/kmol)
R_u	=	Universal ideal gases constant (Pa.m ³ /kmol.K)
T_t	=	Temperature of the gaseous stream in time interval t (K)

For detailed calculation please refer to excel book in the Annex of this monitoring report.

The hourly values are aggregated for the duration of the monitoring period n, as follows:

¹ $F_{i,t}$ corresponds to the parameter $F_{N_2O,tail\ gas,h}$ of the methodology ACM0019 Version 01.0.0.

$$Q_{N_2O, tail\ gas, n} = \sum_{h=1}^{h=h_n} F_{N_2O, tail\ gas, h} * 10^{-3}$$

Where:

$Q_{N_2O, tail\ gas, n}$	=	Amount of N ₂ O released through the tail gas of the project plant to the atmosphere in monitoring period n (tN ₂ O)
$F_{N_2O, tail\ gas, h}$	=	Mass flow of N ₂ O in the gaseous stream of the tail gas in the hour h (kgN ₂ O/h)
h_n	=	Number of hours in monitoring period n during which the plant was in operation

For detailed calculation please refer to excel book in the Annex of this monitoring report.

E.3. Calculation of leakage

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According to the methodology any leakage emissions sources are deemed to be negligible.

E.4. Summary of calculation of emission reductions or net anthropogenic GHG removals by sinks

Time Period	Baseline emissions or baseline net GHG removals by sinks (tCO _{2e})	Project emissions or actual net GHG removals by sinks (tCO _{2e})	Leakage (tCO _{2e})	Emission reductions or net anthropogenic GHG removals by sinks (tCO _{2e} *)
Total	173,653	103,226	0	70,427

**) Note that actual calculation of emissions reductions as presented in chapter E1 to E4 has been done in the excel book. Rounding in chapters E1 to E4 has just been done for ease of presentation. Please note that conservative rounding has been made for final ER_n calculation only. This can be traced in the excel book attached to this monitoring report.*

E.5. Comparison of actual emission reductions or net anthropogenic GHG removals by sinks with estimates in registered PDD

Item	Values estimated in ex-ante calculation of registered PDD	Actual values achieved during this monitoring period
Emission reductions or GHG removals by sinks(tCO_{2e})	145,528 (151 days)	70,427 (151 days)

E.6. Remarks on difference from estimated value in registered PDD

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The emission reductions in this Monitoring Period are 70,427 tons of CO₂ equivalents. The yearly expected emission reduction according to the registered PDD is 351,773 tons of CO₂ equivalents. This corresponds to emission reductions of 145,528 tons of CO₂ equivalents in 151 days; hence the observed emission reduction is lower than expected.

**ANNEX 1**

An Excel book containing monitored data and calculations of baseline emissions, project emissions and emission reductions and additional checks and information is attached:

MP 2_PANNA 4 (5393)_UNFCCC SUMMARY_v1 05-10-12

History of the document

Version	Date	Nature of revision
02.0	EB 66 13 March 2012	Revision required to ensure consistency with the "Guidelines for completing the monitoring report form" (EB 66, Annex 20).
01	EB 54, Annex 34 28 May 2010	Initial adoption.
Decision Class: Regulatory Document Type: Form Business Function: Issuance		