



Florianópolis, April 27th, 2009.

CE TCE-0072/2009

Daniele Violetti
Secretary to the CDM Executive Board

Re.: Request for review - 0268 Lages Methane Avoidance Project

Dear CDM Representative,

Following the request for review of the 3rd CER issuance from Lages Methane Avoidance Project (0268), which were generated from June 1st, 2007 to May 31st, 2008, we present below the Project Entity clarifications to the reason argued by the members of the Board to request the review:

First of all, it is important to point out that the baseline scenario of the Lages Methane Avoidance Project was established when the implementation decision of the project was taken in 2001. According to this baseline, based on technical studies prepared by a local University to evaluate the wood waste production in the Lages region, there was a surplus of wood waste which did not have any use and was disposed inadequately in piles and left to decay. This baseline was validated and registered for the project boundary, which, as established in the PDD, includes (i) the physical, geographical site where the treatment of biomass takes place, (ii) the sites of the sawmills with signed wood waste supply contracts or supplying wood waste seasonally to the project and (iii) the sites of other sawmills included in the wood waste suppliers list for the project during its operation (which is the case of the spot market suppliers included in this verification period).

From the Lages Project implementation, a local wood waste market has been developing, increasing the use and aggregating value to this residue. Sawmills that were pilling wood waste became Lages potential suppliers. The number of potential wood waste suppliers in the region has been increasing each year. The project entity keeps a list of active current and potential suppliers (presented in the Monitoring Report - see Annex 1 of the document) that was verified by the DOE during the site visit, which list confirms that a surplus of wood waste continues to be generated in the region, which - if not used - would be piled.

We are available for any other clarification which could be required by EB or review team and we also inform that the contact person for the review process in case the Executive Board wishes to address questions to him during the consideration of the review at its next meeting is Mr. Gabriel Mann dos Santos (+55 48 3221-7147,

gabriel@tractebelenergia.com.br), but please copy Mr. Carlos Alberto de Verney Gothe in all communications (cgothe@tractebelenergia.com.br).

Sincerely,



Gabriel Mann dos Santos
Commercial Dept. Manager

cc.: Mr. Luis Filipe Tavares - DNV
Mr. Otávio Costa - DNV

Anexo(s):