

BELIJ HYDRO POWER LIMITED

13-2-64, 1ST Lane, Gunturivari Thota, Guntur-522001

EXTRACT OF RESOLUTION PASSED AT THE MEETING OF THE BOARD OF DIRECTORS OF BELIJ HYDRO POWER LIMITED HELD ON WEDNESDAY, THE 14th MARCH, 2007 AT 13-2-64, 1ST LANE, GUNTURI VARI THOTA, GUNTUR, ANDHRA PRADESH-522001

The Board was informed about the Kyoto Protocol and United Nations Framework Convention on Climate Change. Mr. K. Santhibhushan, Director was of the view that 5 MW Belij Hydro Power project which the company has envisaged to implement, in Himachal Pradesh, is likely to be eligible to get Carbon Credit benefits. In addition the financial return on the project is deteriorating due to escalations in the project cost estimates and the last financial estimate has predicted returns lesser than that of prevailing interest rates. Hence it is paramount that the project gets an additional source of revenue, otherwise the project might have to be shelved.

The Chairman also said that the project being small hydro project, the Company would like to bundle the project with any other project and apply for Clean Development Mechanism.

The Board after having deliberate discussions approved the proposal and passed the following resolution unanimously:

"RESOLVED THAT the proposal to carry out carbon credit study as per the norms of Kyoto Protocol and Framework Convention on Climate Change be and is hereby approved."

"FURTHER RESOLVED THAT Mr. K. Santhibhushan, Director be and is hereby authorized to carry out the activities related to Carbon Credit in connection with proposed 5 MW Hydro Power Project at near Village: Karian, Chamba district, Himachal Pradesh "

"FURTHER RESOLVED THAT Mr. K. Santhibhushan, Director be and is hereby authorized to sign the necessary documents/ papers for activities relating to Carbon Credit and be authorised to do all such acts, deeds and things as may be necessary or incidental in this regard."

//CERTIFIED COPY//

For BELIJ HYDRO POWER LIMITED



Director