

SOLAR POWER PROJECT BY MYTRAH ENERGY INDIA PRIVATE LIMITED



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Summary:

Validation purpose: The main purpose of this project activity is to generate clean form of electricity through renewable energy sources. The project activity involves installation of combined capacity of 372 MW Solar power projects in the states of Telangana, Karnataka and Punjab, India. The project aims at providing electricity to the state grid by effective utilization of renewable resources. The electricity generated from the project activity would be supplied to the national grid of India.

During the 10 years of first crediting period, the project will replace anthropogenic emissions of greenhouse gases (GHG's) estimated to be approximately 638,520 tCO₂e per year, thereon displacing 681,607 MWh/year amount of electricity from the generation-mix of power plants connected to the Indian grid, which is mainly dominated by thermal/fossil fuel based power plant.

The objective of this validation activity is to have an independent third party for the assessment of the project design, estimated ER sheet and to ensure a thorough assessment of the proposed project activity against the applicable CDM and VCS requirements. In particular;

- the project's baseline is assessed against "ACM0002- Version 19.0"
- the project's monitoring plan is assessed against "ACM0002- Version 19.0"
- the projects compliance with, the requirements of Article 12 of the Kyoto Protocol, the CDM Modalities and Procedures as agreed in the Marrakech Accords under decision 3/CMP.1, the annexes to this decision, subsequent decisions and guidance made by COP/MOP & CDM Executive Board and other relevant rules, including the Host Country legislation and sustainability criteria along with VCS guideline and standard version 3.7
- CDM Validation and Verification Standard for project activities version 02
- CDM Project Standard for project activities version 02
- CDM project cycle procedure for project activities version 02
- VCS standard v3.7¹
- VCS guideline v3.7

Validation is a requirement for all VCS projects and is seen as necessary to provide assurance to stakeholders of the quality of the project and its intended generation of estimated verified emission reductions (VERs).

¹<http://www.v-c-s.org/project/vcs-program/rules-and-requirements/>

A risk-based approach has been followed to perform this validation and verification activity. In the course of Validation, 08 Corrective Action requests (CARs) and 00 Clarification Requests (CLs), 0 Forward action request (FARs) were raised and successfully closed. The review of the project description and additional documents related to baseline and monitoring methodology; the subsequent background investigation, follow-up interviews and project owners have provided LGAI Technological Center S.A. (Applus+ Certification) with sufficient evidence to verify the fulfilment of the stated criteria of VCS.

Verification purpose:

The proposed project activity will assist development of renewable energy generation plants based on Solar energy technology in India and delivering electricity to the grid.

The proposed project is a voluntary action being undertaken by the project owner of the project activity. EKI Energy Services Limited (hereafter referred as "EKIESL") is acting as the other party for this project activity.

The main purpose of this project activity is to generate clean form of electricity through renewable energy sources. The project activity involves installation of combined capacity of 372 MW Solar power projects in the states of Telangana, Karnataka and Punjab, India. The project aims at providing electricity to the state grid by effective utilization of renewable resources. The electricity generated from the project activity would be supplied to the national grid of India. The Project activity is a new facility (Greenfield) and the electricity generated by the project will be exported to the Indian electricity grid.

During the Current Monitoring Period from 19/06/2017 to 17/03/2019 (First and last date included) the project activity contributed to the GHG reductions 557,667 tCO₂e.

The Project activity is a new facility (Greenfield) and the electricity generated by the project will be exported to the Indian electricity grid. The project will therefore displace an equivalent amount of electricity which would have otherwise been generated by fossil fuel dominant electricity grid. The Project Proponent plans to avail the VCS benefits for the project.

During the current monitoring period, project activity undergoes continued operation since their commissioning and no major breakdown had taken place

The objective of this verification activity is to have an independent third party for the assessment of the project design, Actual ER sheet and to ensure a thorough assessment of the proposed project activity against the applicable CDM and VCS requirements. In particular;

- the project's baseline is assessed against "ACM0002- Version 19.0"
- the project's monitoring plan is assessed against "ACM0002- Version 19.0"
- the projects compliance with, the requirements of Article 12 of the Kyoto Protocol, the CDM Modalities and Procedures as agreed in the Marrakech Accords under decision 3/CMP.1, the annexes to this decision, subsequent decisions and guidance made by COP/MOP & CDM Executive Board and other relevant rules, including the Host Country legislation and sustainability criteria along with VCS guideline and standard version 3.7
- CDM Validation and Verification Standard for project activities version 02

- CDM Project Standard for project activities version 02
- CDM project cycle procedure for project activities version 02
- VCS standard v3.7²
- VCS guideline v3.7

A risk-based approach has been followed to perform this verification activity. In the course of verification, 01 Corrective Action requests (CARs) and 00 Clarification Requests (CLs), 00 Forward action request (FARs) were raised and successfully closed. The review of the Monitoring report and additional documents related to baseline and monitoring methodology; the subsequent background investigation, follow-up interviews and project owners have provided LGAI Technological Center S.A. (Applus+ Certification) with sufficient evidence to verify the fulfillment of the stated criteria of VCS.

²<http://www.v-c-s.org/project/vcs-program/rules-and-requirements/>

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1 INTRODUCTION

1.1 Objective

LGAI Technological Center S.A. (Hereinafter referred as Applus+ Certification) has been appointed by **"Mytrah Energy India Private Limited"** to perform the validation and verification of the project entitled **"Bundled Solar Power Project by Mytrah Energy India Private Limited"** under VCS standard and guideline version 3.7. The objective of this joint validation& verification activity is to have an independent third party for the assessment of the project design, ER sheet and to ensure a thorough assessment of the proposed project activity against the applicable CDM and VCS requirements. In particular;

- the project's baseline is assessed against "ACM0002- Version 19.0"
- the project's monitoring plan is assessed against "ACM0002- Version 19.0"
- the projects compliance with, the requirements of Article 12 of the Kyoto Protocol, the CDM Modalities and Procedures as agreed in the Marrakech Accords under decision 3/CMP.1, the annexes to this decision, subsequent decisions and guidance made by COP/MOP & CDM Executive Board and other relevant rules, including the Host Country legislation and sustainability criteria along with VCS guideline and standard version 3.7
- CDM Validation and Verification Standard for project activities version 02
- CDM Project Standard for project activities version 02
- CDM project cycle procedure for project activities version 02
- VCS standard v3.7³
- VCS guideline v3.7

Validation& verification is a requirement for all VCS projects and is seen as necessary to provide assurance to stakeholders of the quality of the project and its intended generation of estimated verified emission reductions (VERs).

1.2 Scope and Criteria

The scope of the Joint validation and verification is the independent and objective review of the Joint Project Description & Monitoring Report. The Joint VCS PD & MR are reviewed against the relevant criteria (see 1.1) and decisions by the CDM Executive Board and VCS executive board, including the approved baseline and monitoring methodology. The validation and verification were based on the guidance given in the CDM Project Standard for project activities version 02, CDM Project Cycle Procedure for project activities version 02, VCS guideline and standard version 3.7

The assessment team has employed a risk-based approach to assess the completeness and accuracy of the claims and conservativeness of the assumptions in the Joint VCS PD & MR. The main focus of the assessment team is to identify the significant risks for the project implementation and the generation of

³<http://www.v-c-s.org/project/vcs-program/rules-and-requirements/>

VERs. The validation and verification is not meant to provide any consulting towards the project participants. However, stated requests for clarifications and/or corrective actions may have provided input for improvement of the project design and monitoring report combined.

The only purpose of the validation and verification is its usage during the registration /issuance process as part of the VCS project cycle. Therefore, LGAI Technological Center S.A. (Applus+ Certification) can't be held liable by any party for decisions made or not made based on the validation/verification opinion, which will go beyond that purpose.

1.3 Level of Assurance

The verification and validation have been planned and organized to achieve a Reasonable Level of assurance as per the requirement of VCS.

1.4 Summary Description of the Project

The main purpose of this project activity is to generate clean form of electricity through renewable energy sources. The project activity involves installation of combined capacity of 372 MW Solar power projects in the states of Telangana, Karnataka and Punjab, India. The project aims at providing electricity to the state grid by effective utilization of renewable resources. The electricity generated from the project activity would be supplied to the national grid of India. Thus, energy supplied to the Indian grid is sold to the respective state utility.

During the 10 years of first crediting period, the project will replace anthropogenic emissions of greenhouse gases (GHG's) estimated to be approximately 638,520 tCO₂e per year, thereon displacing 681,607 MWh/year amount of electricity from the generation-mix of power plants connected to the Indian grid, which is mainly dominated by thermal/fossil fuel based power plant.

The details of the projects and their location of installation are mentioned in the table below:

Sl. No	Name of SPVs	Capacity	Date of Commission	Site Name	State
1	Mytrah Abhinav Power Pvt Ltd	8 MW	30/06/2017	Thimajipet	Telangana
		8 MW	19/07/2017	Arvapally	
		15 MW	05/12/2017	Domakonda	
		11 MW	19/08/2017	Alampur	
		15 MW	21/08/2017	Gadwal	
		15 MW	02/03/2018	Tandur	
		15 MW	27/02/2018	Nagarkurnool	
2	Mytrah Adarsh Power Pvt Ltd	15 MW	05/12/2017	Reddypet	Telangana
		15 MW	22/11/2017	Chegunta	
		15 MW	23/10/2017	Thunkibollaram	
		15 MW	08/11/2017	Tungathurthy	
		15 MW	25/09/2017	Guntipally	
		15 MW	23/05/2018	Shanigaram	
3	Mytrah Agriya Power Pvt Ltd	50 MW	22/11/2018 (25 MW)	Kamareddy	Telangana
			26/11/2018 (25 MW)		

Sl. No	Name of SPVs	Capacity	Date of Commission	Site Name	State
4	Mytrah Akaash Power Pvt Ltd	50 MW	16/03/2018 (12.5 MW)	K.M.Pally	Telangana
			12/04/2018 (17.5 MW)		
			22/11/2018 (20 MW)		
5	Mytrah Aadhya Power Pvt Ltd	25 MW	19/06/2017	Bareta	Punjab
		25 MW	19/06/2017	Balran	Punjab
6	Mytrah Advait Power Pvt Ltd	15 MW	09/02/2018	Hunagund	Karnataka
		15 MW	08/02/2018	Sindagi	
7	Mytrah Akshaya Energy Pvt Ltd	15 MW	23/01/2018	Raibagh	Karnataka

During the Current Monitoring Period from 19/06/2017 to 17/03/2019 (First and last date included) the project activity contributed to the GHG reductions 557,667 tCO₂e.

Project Technology Details –

The project activity involves the installation of Solar projects. The project activity involves installation of combined capacity of 372 MW Solar power projects in the states of Telangana, Karnataka and Punjab, India.

1). Mytrah Abhinav Power Private Limited:

The technical specification for 8 MW solar project by Mytrah Abhinav Power Private Limited at Thimajipet site, Telangana

Sl. No.	Technical details of the equipment	Description
1	Modules capacity and total No. of Modules installed	Module Capacity: 310, 315, 320, 325 Total No. of Modules: 28920
2	Number of Inverters & Capacity	8 Inverters Capacity- 1000 KW
3	Number of Transformers & Capacity	No. of Transformers- 2 Capacity- 4 MVA (2 no. of Inverter transformers)

The technical specification for 8 MW solar project by Mytrah Abhinav Power Private Limited at Arvapally site, Telangana

Sl. No.	Technical details of the equipment	Description
1	Modules capacity and total No. of Modules installed	Module Capacity: 315, 320 Total No. of Modules: 29760
2	Number of Inverters & Capacity	3 Inverters Capacity- 2520 KW
3	Number of Transformers & Capacity	No. of Transformers- 3 Capacity- 2.7 MVA (3 no. of Inverter transformers)

The technical specification for 15 MW solar project by Mytrah Abhinav Power Private Limited at Domakonda site, Telangana

Sl. No.	Technical details of the equipment	Description
1	Modules capacity and total No. of Modules installed	Module Capacity: 320, 325, 350 Total No. of Modules: 47449
2	Number of Inverters & Capacity	349 Inverters

		Capacity- 43 KW
3	Number of Transformers & Capacity	No. of Transformers- 4 Capacity- 3 MVA (1 no. of Inverter transformer) 4 MVA (3 no. of Inverter transformers)

The technical specification for 11 MW solar project by Mytrah Abhinav Power Private Limited at Alampur site, Telangana

Sl. No.	Technical details of the equipment	Description
1	Modules capacity and total No. of Modules installed	Module Capacity: 315, 320 Total No. of Modules: 38300
2	Number of Inverters & Capacity	4 Inverters Capacity- 2700 KW
3	Number of Transformers & Capacity	No. of Transformers- 4 Capacity- 2.75 MVA (4 no. of Inverter transformers)

The technical specification for 15 MW solar project by Mytrah Abhinav Power Private Limited at Gadwal site, Telangana

Sl. No.	Technical details of the equipment	Description
1	Modules capacity and total No. of Modules installed	Module Capacity: 315, 320, 325 Total No. of Modules: 53960
2	Number of Inverters & Capacity	15 Inverters Capacity- 1000 KW
3	Number of Transformers & Capacity	No. of Transformers- 4 Capacity- 4 MVA (3 no. of Inverter transformers) 3 MVA (1 no. of Inverter transformer)

The technical specification for 15 MW solar project by Mytrah Abhinav Power Private Limited at Tandur site, Telangana

Sl. No.	Technical details of the equipment	Description
1	Modules capacity and total No. of Modules installed	Module Capacity: 320, 325, 350 Total No. of Modules: 42180
2	Number of Inverters & Capacity	15 Inverters Capacity- 1000 KW
3	Number of Transformers & Capacity	No. of Transformers- 4 Capacity- 4 MVA (3 no. of Inverter transformers) 3 MVA (1 no. of Inverter transformer)

The technical specification for 15 MW solar project by Mytrah Abhinav Power Private Limited at Nagarkurnool site, Telangana

Sl. No.	Technical details of the equipment	Description
1	Modules capacity and total No. of Modules installed	Module Capacity: 315, 320, 325 Total No. of Modules: 58240
2	Number of Inverters & Capacity	6 Inverters Capacity- 2500 KW
3	Number of Transformers & Capacity	No. of Transformers- 6 Capacity-

	2.5 MVA (6 no. of Inverter transformers)
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2). Mytrah Adarsh Power Private Limited

The technical specification for 15 MW solar project by Mytrah Adarsh Power Private Limited at Reddypet site, Telanaga

Sl. No.	Technical details of the equipment	Description
1	Modules capacity and total No. of Modules installed	Module Capacity: 315, 320, 325 Total No. of Modules: 53360
2	Number of Inverters & Capacity	349 Inverters Capacity- 43 KW
3	Number of Transformers & Capacity	No. of Transformers- 4 Capacity- 4 MVA (3 no. of Inverter transformers) 3 MVA (1 no. of Inverter transformer)

The technical specification for 15 MW solar project by Mytrah Adarsh Power Private Limited at Chegunta site, Telanaga

Sl. No.	Technical details of the equipment	Description
1	Modules capacity and total No. of Modules installed	Module Capacity: 315, 320, 325 Total No. of Modules: 47168
2	Number of Inverters & Capacity	349 Inverters Capacity- 43 KW
3	Number of Transformers & Capacity	No. of Transformers- 3 Capacity- 5 MVA (3 no. of Inverter transformers)

The technical specification for 15 MW solar project by Mytrah Adarsh Power Private Limited at Thunkibollaram site, Telanaga

Sl. No.	Technical details of the equipment	Description
1	Modules capacity and total No. of Modules installed	Module Capacity: 320, 325, 350 Total No. of Modules: 42852
2	Number of Inverters & Capacity	349 Inverters Capacity- 43 KW
3	Number of Transformers & Capacity	No. of Transformers- 4 Capacity- 4 MVA (3 no. of Inverter transformers) 3 MVA (1 no. of Inverter transformer)

The technical specification for 15 MW solar project by Mytrah Adarsh Power Private Limited at Tungathurthy site, Telanaga

Sl. No.	Technical details of the equipment	Description
1	Modules capacity and total No. of Modules installed	Module Capacity: 320, 325 Total No. of Modules: 57440
2	Number of Inverters & Capacity	349 Inverters Capacity- 43 KW
3	Number of Transformers & Capacity	No. of Transformers- 4 Capacity- 4 MVA (3 no. of Inverter transformers) 3 MVA (1 no. of Inverter transformer)

The technical specification for 15 MW solar project by Mytrah Adarsh Power Private Limited at Guntipally site, Telanaga

Sl. No.	Technical details of the equipment	Description
1	Modules capacity and total No. of Modules installed	Module Capacity: 320, 325, 330, 345 Total No. of Modules: 53280
2	Number of Inverters & Capacity	15 Inverters Capacity- 1000 KW
3	Number of Transformers & Capacity	No. of Transformers- 4 Capacity- 4 MVA (3 no. of Inverter transformers) 3 MVA (1 no. of Inverter transformer)

The technical specification for 15 MW solar project by Mytrah Adarsh Power Private Limited at Shanigaram site, Telanaga

Sl. No.	Technical details of the equipment	Description
1	Modules capacity and total No. of Modules installed	Module Capacity: 320, 325, 350 Total No. of Modules: 53020
2	Number of Inverters & Capacity	15 Inverters Capacity- 1000 KW
3	Number of Transformers & Capacity	No. of Transformers- 5 Capacity- 2 MVA (2 no. of Inverter transformers) 3 MVA (1 no. of Inverter transformer) 4 MVA (2 no. of Inverter transformers)

3). Mytrah Agriya Power Private Limited

The technical specification for 50 MW solar project by Mytrah Agriya Power Private Limited at Kamareddy site, Telanaga

Sl. No.	Technical details of the equipment	Description
1	Modules capacity and total No. of Modules installed	Module Capacity: 315, 320, 325 Total No. of Modules: 107920
2	Number of Inverters & Capacity	20 Inverters Capacity- 2500 KW
3	Number of Transformers & Capacity	No. of Transformers- 22 Capacity- 31.5 MVA (2 no. of Inverter transformers) 2.5 MVA (20 no. of Inverter transformers)

4. Mytrah Akaash Power Private Limited

The technical specification for 50 MW solar project by Mytrah Akaash Power Private Limited at K.M.Pally site, Telanaga

Sl. No.	Technical details of the equipment	Description
1	Modules capacity and total No. of Modules installed	Module Capacity: 320, 325, 330 Total No. of Modules: 95493
2	Number of Inverters & Capacity	20 Inverters Capacity- 2500 KW
3	Number of Transformers & Capacity	No. of Transformers- 22 Capacity-

		31.5 MVA (2 no. of Inverter transformers) 2.5 MVA (20 no. of Inverter transformers)
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5. Mytrah Aadhya Power Private Limited

The technical specification for 25 MW solar project by Mytrah Aadhya Power Private Limited at Bareta site, Punjab

Sl. No.	Technical details of the equipment	Description
1	Modules capacity and total No. of Modules installed	Module Capacity: 310, 315, 320 Total No. of Modules: 83160
2	Number of Inverters & Capacity	10 Inverters Capacity- 2500 KW
3	Number of Transformers & Capacity	No. of Transformers- 9 (8 Inverter transformers & 1 Power transformer) Capacity- 2.5 MVA (8 no. of Inverter transformers) 25 MVA (1 no. of Power transformer)

The technical specification for 25 MW solar project by Mytrah Aadhya Power Private Limited at Balran site, Punjab

Sl. No.	Technical details of the equipment	Description
1	Modules capacity and total No. of Modules installed	Module Capacity: 310, 315, 320, 335, 340, 345, 350 Total No. of Modules: 77760
2	Number of Inverters & Capacity	18 Inverters Capacity- 500 & 2500 KW
3	Number of Transformers & Capacity	No. of Transformers- 11 (10 Inverter transformers & 1 Power transformer) Capacity- 1.5 MVA (4 no. of Inverter transformers) 2.5 MVA (6 no. of Inverter transformers) 25 MVA (1 no. of Power transformer)

6. Mytrah Advait Power Private Limited

The technical specification for 15 MW solar project by Mytrah Advait Power Private Limited at Hunagund site, Karnataka

Sl. No.	Technical details of the equipment	Description
1	Modules capacity and total No. of Modules installed	Module Capacity: 315, 320, 325 Total No. of Modules: 53040
2	Number of Inverters & Capacity	9 Inverters Capacity- 1667 KW
3	Number of Transformers & Capacity	No. of Transformers- 3 Capacity- 5 MVA (3 no. of Inverter transformers)

The technical specification for 15 MW solar project by Mytrah Advait Power Private Limited at Sindagi site, Karnataka

Sl. No.	Technical details of the equipment	Description
1	Modules capacity and total No. of Modules installed	Module Capacity: 315, 320, 325 Total No. of Modules: 54040
2	Number of Inverters & Capacity	9 Inverters Capacity- 1732 KW

3	Number of Transformers & Capacity	No. of Transformers- 3 Capacity- 5 MVA (3 no. of Inverter transformers)
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7). Mytrah Akshaya Energy Private Limited

The technical specification for 15 MW solar project by Mytrah Akshaya Energy Private Limited at Raibagh site, Karnataka

Sl. No.	Technical details of the equipment	Description
1	Modules capacity and total No. of Modules installed	Module Capacity: 320, 325 Total No. of Modules: 53880
2	Number of Inverters & Capacity	9 Inverters Capacity- 1667 KW
3	Number of Transformers & Capacity	No. of Transformers- 3 Capacity- 5 MVA (3 no. of Inverter transformers)

It is to be noted that in future there is possibility of change in module configuration of projects implemented; however total project capacity of each project will remain same as above. The timeline for Commission of the project activity is also checked by the assessment team. Assessment team checked the Commission of all the solar power plants via the commissioning Certificates and found correct.

2 VALIDATION AND VERIFICATION PROCESS

2.1 Method and Criteria

Validation and Verification Scope: The scope is defined as an independent and objective review of the Joint project design document and Monitoring report. The Joint VCS PD and MR is reviewed against the criteria stated in Article 12 of the Kyoto Protocol, the CDM modalities and procedures as agreed in the Marrakech Accords and the relevant decisions by the CDM Executive Board and VCS standard and guideline version 3.7, including the approved baseline and monitoring methodology ACM0002- Version 19.0 (for the present scenario in the project). The validation and verification were based on the requirements in the Validation and Verification Standard for project activities version 02, project standard for project activities version 02, project cycle procedure for project activities version 02 and VCS guideline and standard version 3.7.

The validation and verification are not meant to provide any consulting towards the project participants. However, stated requests for clarifications and/or corrective actions may have provided input for improvement of the combined project document and the Monitoring report.

Validation and Verification Process: The project assessment is based on the Clean Development Mechanism Validation and Verification Standard for project activities version 02 and VCS standard and guideline version 3.7 and is conducted using standard auditing techniques to assess the correctness of the information provided by the project participants. Before the assessment begins, members of the team covering the technical scope(s), sectoral scope(s), and relevant host country experience for evaluating the VCS project activity are appointed.

Once the project is received by the assessment team, the members of the assessment team carried out:

- I A desk review of the Joint project design documentation and monitoring report;
- II Follow-up interviews with project stakeholders;
- III The resolution of outstanding issues and the issuance of the final Joint –VAL & VER report and opinion.

In order to ensure transparency, assumptions must be clear and stated explicitly and background material must also be referenced. LGAI TECHNOLOGICAL CENTER S.A. (APPLUS+ CERTIFICATION) has developed a specific checklist customized for the project. The checklist demonstrates, in a transparent manner, the project criteria (requirements), discussion on each criterion by the assessment team, and the results from validating/verifying the identified criteria.

Appointment of the assessment team

According to the sectoral scope / technical area and experience in the sectoral or national business environment, LGAI Technological Center S.A. (Applus+ Certification) has composed a project assessment team in accordance with the appointment rules in the internal Quality Management System of LGAI Technological Center S.A. (Applus+ Certification).

The composition of audit team shall be approved by the LGAI Technological Center S.A. (Applus+ Certification) ensuring that the required skills are covered by the team.

The four qualification levels for team members that are assigned by formal appointment rules are as presented below:

- Lead Auditor (LA).
- Auditor (A) / Auditor in Training (AiT).
- Technical Expert (TE).
- Technical Reviewer (TR).

The sectoral scope / technical area knowledge linked to the applied methodology/ies shall be covered by the assessment team.

Name	Role	SS Coverage	TA Coverage	Financial aspect	Host country experience
Dr. Atul Takarkhede	LA/TE	YES	YES	YES	YES
Denny Xue	TR	YES	YES	YES	NA

The complete list of CVs is included as Appendix 3 of this report.

Document review

The Joint VCS PD & MR submitted by the Client was reviewed against the approved methodology and other relevant criteria to verify the correctness, credibility, and interpretation of the presented information. Furthermore, a cross-check between information provided and information from other sources has been done. A complete list of all documents and evidence material reviewed is included in this report below in appendix 1.

Follow-up interviews

A site visit is conducted by LGAI Technological Center S.A. (Applus+ Certification) who performed interviews, telephone conferences, and physical site inspection with project stakeholders to confirm selected information and to resolve issues identified in the document review. The detail is provided in this report in the below sections.

Resolution of Clarification and Corrective Action Request

The objective of this phase of the joint validation and verification was to resolve the requests for corrective actions and clarification and any other outstanding issues which need to be clarified for LGAI Technological Center S.A. (Applus+ Certification) positive conclusion on the project design and Monitoring report. The Corrective Action Requests and Clarification Requests raised by LGAI Technological Center S.A. (Applus+ Certification) were resolved during communications between the Client and Applus+ Certifications to guarantee the transparency of the validation process, the concerns raised and responses given are summarized below in the appendix 2.

The Joint VCS PD & MR Version 02 submitted by project owners on 08/06/2019 serves as the basis for the final assessment presented. Additional changes to the project during the joint validation and verification process are not considered to be significant with respect to the main CDM/VCS objectives. The two CDM/VCS main objectives are the reduction of anthropogenic GHG emissions and the contribution of sustainable development to the host country.

Internal quality control

As final step of a joint validation and verification of the final documentation including the final Joint validation and verification report and the checklist have to undergo an internal quality control by the technical review committee, i.e. each report has to be finally approved either by the head of the technical review committee or the deputy. In case one of these two persons is part of the assessment team approval can only be given by the other one to avoid any conflict of Interest.

After confirmation of the project owners the positive validation/verification opinion and relevant documents are submitted to the VCS secretariat through the VCS web-platform.

2.2 Document Review

The details of the document observed during the joint validation and verification process are listed below in appendix 1 of this report.

2.3 Interviews

The site visit for the project activity was carried out from 03/06/2019 to 06/06/2019. No sampling procedures were adopted either in document verification and all the document were cross checked to ensure conservative estimation of emission reduction. Kindly find below names of the persons interviewed (during onsite and telephonic interview later) for the site.

Sr. No.	Name of Persons	Role/Designation
1)	Mr. Rahul Kumar	PP Representative
2)	Mr. Jasmeet Kaur	Farmer
3)	Mr. Y. Reddy	Villager
4)	Mr. Kingshuk Das	Consultants

2.4 Site Inspections

Duration of on-site inspection: 03/06/2019 to 06/06/2019				
No.	Activity performed on-site	Site location	Date	Team member
1.	Assessment team checked the implementation of the project, Baseline emission, Emission reduction calculation, technical description of the project and Monitoring.	Telangana State, Karnataka State, Punjab State, India	03/06/2019 to 06/06/2019	Dr. Atul Takarkhede

2.5 Resolution of Findings

The objective of this phase of the joint validation and verification was to resolve the requests for corrective actions and clarification and any other outstanding issues which need to be clarified for LGAI Technological Center S.A. (Applus+ Certification)'s positive conclusion on the project design and Monitoring report. The Corrective Action Requests and Clarification Requests raised by LGAI Technological Center S.A. (Applus+ Certification) were resolved during communications between the

Client and LGAI Technological Center S.A. (Applus+ Certification) to guarantee the transparency of the validation process, the concerns raised and responses given are summarized below in the appendix 2.

The final Joint VCS PD & MR Version 02 submitted by project owners on 08/06/2019 serves as the basis for the final assessment presented. Additional changes to the project during the validation and verification process are not considered to be significant with respect to the main CDM/VCS objectives. The two CDM/VCS main objectives are the reduction of anthropogenic GHG emissions and the contribution of sustainable development to the host country.

Areas of validation and verification findings	No. of CL	No. of CAR	No. of FAR
Project design document and Monitoring report	00	01	00
Description of project activity	00	01	00
Application of selected baseline and monitoring methodology and selected standardized baseline			
- Applicability of methodology and standardized baseline	00	00	00
- Deviation from methodology	00	00	00
- Clarification on applicability of methodology, tool and/or standardized baseline	00	01	00
- Demonstration of additionality	00	01	00
- Emission reductions	00	01	00
- Monitoring plan	00	01	00
- Stakeholders consultation process	00	01	00
- Public comments	00	01	00
Others (please specify)-Matter related to double counting- for validation	00	00	00
Others (please specify)-Matter related to Emission reduction calculation- for verification ER achieved, Matter related to feeder details, breakdown and Calibration- for verification	00	01	00
Total	00	Validation+ Verification: 09	00

The list of findings and their resolution is presented in appendix 2 of this report.

2.5.1 Forward Action Requests

No FAR was raised during this joint validation and verification process. Please refer Appendix 1 for details.

3 VALIDATION FINDINGS

3.1 Project Details

The main purpose of this project activity is to generate clean form of electricity through renewable energy sources. The project activity involves installation of combined capacity of 372 MW Solar power projects in the three states i.e. Telangana, Karnataka and Punjab, India. The project aims at providing electricity to the state grid by effective utilization of renewable resources. The electricity generated from the project activity would be supplied to the national grid of India.

The Project activity is a new facility (Greenfield) and the electricity generated by the project will be exported to the Indian electricity grid. The project will therefore displace an equivalent amount of electricity which would have otherwise been generated by fossil fuel dominant electricity grid. The Project Proponent plans to avail the VCS benefits for the project.

During the 10 years of first crediting period, the project will replace anthropogenic emissions of greenhouse gases (GHG's) estimated to be approximately 638,520 tCO₂e per year, thereon displacing 681,607 MWh/year amount of electricity from the generation-mix of power plants connected to the Indian grid, which is mainly dominated by thermal/fossil fuel based power plant.

Details of the capacity & installation dates are mentioned in Section 1.4 above.

Project location

Assessment team during the validation site visit confirms via google map that the Solar power plant is located at a single region and the details are as follows⁴:

Sl. No	Name of SPVs	Site	District	State	Latitude (N)	Longitude (E)
1	Mytrah Abhinav Power Pvt Ltd	Thimmajipet	Mahabubnagar	Telangana	16° 41.321' 0"	78° 10' 33.12"
		Arvapally	Nalgonda		17° 18.134' 0"	79° 30.879' 0"
		Domakonda	Nizamabad		18° 16' 12.00"	78° 27' 40.26"
		Alampur	Gadwal		15° 55' 2"	77° 57' 47"
		Gadwal	Gadwal		16° 15' 59"	77° 46' 59"
		Tandur	Rangareddy		17° 19' 16"	77° 36' 42"
		Nagarkurnool	Mahabubnagar		16° 29' 21.89"	78° 26' 1.24"
2	Mytrah Adarsh Power Pvt Ltd	Reddypet	Nizamabad	Telangana	18° 26' 22.6752"	78° 23' 44.1060"
		Chegunta	Medak		17° 56' 20.3604"	78° 32' 07.1700"
		Thunkibollaram	Siddipet		17° 45' 06.0012"	78° 33' 01.0008"
		Tungathurthy	Nalgonda		17° 27' 24.2064"	79° 38' 15.0180"
		Guntipally	Nalgonda		16° 41' 56.6880"	78° 48' 22.2480"
		Shanigaram	Siddipet		18° 10' 39.5004"	79° 02' 04.8804"

⁴Sourced from Detail Project Report of the project activity. The same is checked during the validation site visit via GPS meters.

Sl. No	Name of SPVs	Site	District	State	Latitude (N)	Longitude (E)
3	Mytrah Agriya Power Pvt Ltd	Kamareddy	Kamareddy	Telangana	18° 23' 03.0372"	78° 16' 11.9136"
4	Mytrah Akaash Power Pvt Ltd	KM Palli	Nalgonda	Telangana	16° 46.380' 0"	78° 52.095' 0"
5	Mytrah Aadhya Power Pvt Ltd	Bareta	Mansa	Punjab	29° 52' 30.00"	75° 40' 34.68"
		Balran	Sangrur	Punjab	29° 50' 38.40"	75° 50' 38.40"
6	Mytrah Advaith Power Pvt Ltd	Hunagund,	Bagalkot	Karnataka	16° 0' 0.00"	76° 06' 0.00"
		Sindagi,	Bijapur		17° 0' 0.00"	76° 12' 0.00"
7	Mytrah Akshaya Energy Pvt Ltd	Raibagh,	Belagavi	Karnataka	16° 24' 0.00"	74° 54' 0.00"

During the Current Monitoring Period from 19/06/2017 to 17/03/2019 (First and last date included) the project activity contributed to the GHG reductions 557,667 tCO₂e.

Project Technology Details –

The project activity involves the installation of Solar projects. The project activity involves installation of combined capacity of 372 MW Solar power projects in the states of Telangana, Karnataka and Punjab, India.

The technical specifications are mentioned in section 1.4 of this report and same was checked during site visit.

Assessment team checked onsite and confirms that the details of the project proponent areas below:

Organization name	Mytrah Energy India Private Limited
Contact person	Mr. Rahul Kumar
Title	-
Address	8001, 8th Floor, Q-City, Nanakramguda, Gachibowli, Hyderabad 500032, Telangana, India
Telephone	-
Email	rahul.kumar@mytrah.com

Assessment team checked onsite and confirms that the details of the other entity involved is as below:

Organization name	EKI Energy Services Limited
Role in the project	Project Consultant
Contact person	Manish Dabkara
Title	CEO & MD
Address	EnKing Embassy, Office No 201, Plot 48, Scheme 78, Part 2, Vijay Nagar, Indore- 452010, Madhya Pradesh, India.

Telephone	+91-731-4289086
Email	manish@enkingint.org

Project Start Date

Start date of the project activity is the earliest date of interconnection with the grid i.e. 19/06/2017. This is the date of commissioning of 2 * 25 MW solar PV project activity by Mytrah Aadhya Power Pvt Ltd. Assessment team checked the commission details from the commissioning certificate provided by the Government agencies.

Project crediting period Date

Assessment team confirms that the crediting period dates for the project is as below:

Crediting Period Start date: 19/06/2017

Crediting Period End date: 18/06/2027

The project activity adopts renewable crediting period of 10 years period which can be renewed for maximum 2 times.

Project Scale and Estimated GHG Emission Reductions or Removals

Assessment team confirms that the project is a Project that involves setting up of 372 MW Solar Project activity project.

Project Scale	
Project	
Large project	✓

As the estimated annual average GHG emission reductions or removal per year is 638,520 tCO₂e which is less than 300,000 tonnes of CO₂e per year, thus the project falls in the category of Large Project.

Year	Estimated GHG emission reductions or removals (tCO ₂ e)
Year 1	638,520
Year 2	638,520
Year 3	638,520
Year 4	638,520
Year 5	638,520
Year 6	638,520
Year 7	638,520
Year 8	638,520
Year 9	638,520
Year 10	638,520
Total estimated ERs	6,385,200
Total number of crediting years	10
Average annual ERs	638,520

The above estimated emission reduction is confirmed by assessment team via emission reduction calculation spreadsheet. The calculation is conservative and this acceptable to the assessment team.

Conditions prior to project initiation

Assessment team during the desk review and onsite visit confirms that the project is a Solar power project and does not involve generation of GHG emissions for the purpose of their subsequent reduction, removal or destruction. The baseline as described in section 3.3.4 of this report will continue to be the baseline in the absence of project activity.

Project compliance with applicable laws, statutes and other regulatory frameworks

Assessment team confirms that the Project has received necessary approvals for development and commissioning for the proposed Solar project from the state Nodal agencies and is in compliance to the local laws and regulations. Assessment team checked the Commissioning certificates, wheeling agreement with state board, Installation report for Solar power plant in the name of PP issued by state nodal agency of the respective state to confirm the project capacity and its relevant statutory requirements as per the host country regulations.

Assessment team noted that the project fulfils the norms put down by Central Pollution Control Board norms. As per Central Pollution Control Board (Ministry of Environment & Forests, Govt. of India), final document on revised classification of Industrial Sectors under Red, Orange, Green and White Categories (29/02/2016).

Being a renewable power project, it falls under the category of White and thus these projects do not need clearance for Consent to operate and only needs to inform the relative State Pollution Control Board. The same is done for the project and thus it can be confirmed that it follows the local laws of the host country.

The relevant national laws and regulations pertaining to generation of energy in India are:

- Electricity Act 2003
- National Electricity Policy 2005
- Tariff Policy 2006

The Project activity conforms to all the applicable laws and regulations in India:

- Power generation using renewable energy is not a legal requirement or a mandatory option.
- There are state and sectoral policies, framed primarily to encourage Solar power projects. These policies have also been drafted realizing the extent of risks involved in the projects and to attract private investments.
- The Indian Electricity Act, 2003 (May 2007 Amendment) does not influence the choice of fuel used for power generation.
- There is no legal requirement on the choice of a particular technology for power generation.

Thus, assessment team confirms that the project activity follows the National and local law and regulation of the host country.

Project Ownership

Mytrah Energy India Private Limited is the parent company and also project proponent (PP) of project activity and they have the legal right to control and operate the project activities.

The project ownership has been checked by the Assessment Team and demonstrated through below supporting documents:

1. Commissioning certificates – The letter from respective State Nodal Agency to the respective SPV of PP for registration of commissioning of generation facility indicates that PP have the legal right to control and operate the project activities.

2. Contract with EPC contractor – The purchase order on the name of respective SPV of PP indicates that PP has the legal right to control and operate the project activities.

Assessment team confirms that, the project ownership relies on **Mytrah Energy India Private Limited** as per the internal agreement between Mytrah Energy India Private Limited & each SPV companies.

Emissions trading programs and other binding limits

Assessment team confirms that the Net GHG emission reductions or removals generated by the Project will not be used for compliance with an emissions trading program or to meet binding limits on GHG emissions in any Emission Trading program or other binding limits. Audit team checked the REC Mechanism database of India and found that the project activity is not accredited⁵ / registered⁶ under REC mechanism. Further, Declaration in effect of the same has been submitted by project proponent to audit team and found to be correct. Thus, it is concluded that the project activity not involved on other Emissions trading programs and other binding limits.

Additional Information Relevant to the Project

Eligibility Criteria for grouped projects

This is not a grouped project activity. Thus, this section is not applicable for this project.

Leakage Management for AFOLU projects

Not applicable to the project activity.

Commercially Sensitive Information

No commercially sensitive information has been excluded from the public version of the project description. The details are presented transparently to the assessment team for analysis which lead to positive conclusion for this validation and verification.

Sustainable Development

Contribution to sustainable development:

Ministry of Environment and Forests, has stipulated economic, social, environment and technological well-being as the four indicators of sustainable development. Assessment team found that the project contributes to sustainable development using the following ways.

⁵https://recregistryindia.nic.in/index.php/publics/accredited_regens

⁶https://recregistryindia.nic.in/index.php/publics/registered_regens

Social well-being: The project would help in generating employment opportunities during the construction and operation phases. The project activity will lead to development in infrastructure in the region like development of roads and also may promote business with improved power generation.

Economic well-being: The project is a clean technology investment in the region, which would not have been taken place in the absence of the VCS benefits the project activity will also help to reduce the demand supply gap in the state.

Technological well-being: The successful operation of project activity would lead to promotion of Solar based power generation and would encourage other entrepreneurs to participate in similar projects.

Environmental well-being: Solar being a renewable source of energy, it reduces the dependence on fossil fuels and conserves natural resources which are on the verge of depletion. Due to its zero emission the Project activity also helps in avoiding significant amount of GHG emissions and specific pollutants like SO_x, NO_x, and SPM associated with the conventional thermal power generation facilities.

Project undergone continuous operation and only scheduled maintenance as per the manufacturer specification is considered. No unforeseen incident observed for the present monitoring period.

3.2 Participation under Other GHG Programs

The project has neither been registered nor seeking registration under any other GHG programs. The project is seeking registration only in VCS program. Audit team checked the REC Mechanism database of India and found that the project activity is not accredited / registered under REC mechanism. Further, declaration for the same is checked and found correct by the assessment team. Also assessment team checked the following registries to confirm the same. The details of the registries checked are as follows:

1. <https://www.recregistryindia.nic.in/>
2. <http://cdm.unfccc.int/>
3. <http://www.goldstandard.org/>

Rejection by other GHG programs

The Project is not rejected by other GHG programs. A declaration for the same is checked and found correct by the assessment team. Also assessment team checked the following registries to confirm the same. The details of the registries checked are as follows:

1. <https://www.recregistryindia.nic.in/>
2. <http://cdm.unfccc.int/>
3. <http://www.goldstandard.org/>
4. www.v-c-s.org

The Project has no intend to generate any other form of GHG-related environmental credit for GHG emission reductions or removals claimed under the VCS Program.

Renewable energy certificates are available for trading in the host country However, the same is not availed by the project participant. The undertaking regarding the same is submitted by PP which is

acceptable to the assessment team and assessment team also checked the REC web site (<https://recregistryindia.nic.in/>) and found the declaration to be correct.

3.3 Application of Methodology

3.3.1 Title and Reference

Assessment team checked that following methodology and tools are applicable for the project activity. The details are as below:

Title: Grid-connected electricity generation from renewable sources - ACM0002- Version 19.0

Reference: The project activity meets the eligibility criteria of Large scale project as it is more than 15 MW

Methodology : Grid-connected electricity generation from renewable sources

Type I : Energy industries (renewable / non-renewable sources)

Category: Approved Consolidated Methodology

Tools referred with above methodology and applicable for project activity are:

- Tool to calculate the emission factor for an electricity system⁷ - Version 07.0 (EB 100, Annex 04)
- Methodological Tool- Tool for the demonstration and assessment of additionality⁸ - Version 07.0.0 (EB 70, Annex 08)

3.3.2 Applicability

The applied baseline methodology is justified as it has been demonstrated that the proposed project activity is:

Applicability 1: The project activity is installation of a new grid connected solar power plant (Option 1 (A)) at a site where no renewable power plant was operated prior to the implementation of the project activity (Greenfield plant) and hence this criterion is applicable.

Applicability 2: The proposed project activity is an installation of a new grid connected solar power plant and hence this condition is met. The option (a) of applicability criteria 2 is applicable as project is renewable energy power plant/unit.

Applicability 3: The project is installation of new solar energy-based electricity generation plants (not a hydro power plant). Hence this criteria is not applicable.

Applicability 4: The project is solar power project and thus the criterion is not applicable to this project activity.

Applicability 5: The project is solar power project and thus the criterion is not applicable to this project activity.

Applicability 6: The project is solar power project and thus the criterion is not applicable to this project activity.

⁷<http://cdm.unfccc.int/methodologies/PAmethodologies/tools/am-tool-07-v7.0.pdf>

⁸<http://cdm.unfccc.int/methodologies/PAmethodologies/tools/am-tool-01-v7.0.0.pdf>

Applicability 7: The project activity is installation of a new grid connected solar power project and does not involve switching from fossil fuel to renewable energy and hence this criterion is not relevant to the project activity.

&

This is a solar power plant and not a biomass fired plant and hence this applicability criterion is not applicable to the project activity.

Applicability 8: The project activity is a new grid connected solar power plant and not a retrofits, replacement or capacity additions and therefore this criterion is not applicable to the project activity.

Applicability 9: Please refer below

Applicability conditions of "Tool to calculate the emission factor for an electricity system"

- OM, BM and CM are estimated using the tool for calculating baseline emissions.
- The project activity is grid connected and thus emission factor is calculated and thus OM, BM and CM are estimated using the tool for calculating baseline emissions.
- The project activity is located in India, a non-Annex I country. Therefore, tool is applicable for the project activity.
- The project is a solar power project and there is no involvement of biofuels. Therefore, this criterion is not applicable for the project activity.

LGAI Technological Center S.A. (Applus+ Certification) confirms that the application of the baseline methodology is transparent and conservative and confirms that the chosen baseline and monitoring methodology i.e. ACM0002- Version 19.0 is applicable to the project activity.

The project activity qualifies as Type I during every year of the crediting period in accordance with applicable provisions for project activity eligibility as discussed above. Also, the total installed capacity of project activity is more than 15 MW which is applicable as per large scale project activities methodology ACM0002- Version 19.0. The project capacity will be always remain the same and hence the project activity will always be large scale project activities throughout the crediting period and thereafter.

3.3.3 Project Boundary

Project boundary has been ascertained and confirmed during the site visit using ACM0002- Version 19.0 – "The spatial extent of the project boundary includes the project power plant and all power plants connected physically to the electricity system that the CDM project power plant is connected to".

Hence the project boundary includes the renewable energy power generation, sub-stations, grid and all power plants connected to grid. The proposed project activity will evacuate power to the grid. The boundary also extends to the project power plant and all power plants connected physically to the electricity system that the VCS project power plant is connected to".

The calculation of net electricity supplied to grid is under purview of state electricity board and project activity Owner or project activity Implementer does not have any control on it. Thus, for project activity, net electricity supplied to grid is the monitoring parameter which is used for ER calculations.

It is to be noted that metering arrangement is under control of state electricity board and PP does not have any control on it.

The sources and GHG gases involved for proposed Project activity are as below

Source		Gas	Included?	Justification/Explanation
Baseline	Grid connected electricity generation.	CO ₂	Yes	Main emission source
		CH ₄	No	Minor emission source
		N ₂ O	No	Minor emission source
		Other	No	No other emissions are emitted from the project
Project	Greenfield SolarPower Project Activity.	CO ₂	No	No CO ₂ emissions are emitted from the project
		CH ₄	No	Project activity does not emit CH ₄
		N ₂ O	No	Project activity does not emit N ₂ O
		Other	No	Project activity does not emit other forms of GHG emissions

3.3.4 Baseline Scenario

Assessment team confirms that being a grid connected Solar energy generation project, PP developed the project based on the Methodology ACM0002- Version 19.0. As per methodology *if the project activity is the installation of a new grid-connected renewable power plant/unit, the baseline scenario is the following:*

Electricity delivered to the grid by the project activity would have otherwise been generated by the operation of grid-connected power plants and by the addition of new generation sources, as reflected in the combined margin (CM) calculations described in the "Tool to calculate the emission factor for an electricity system".

As per CDM Validation and Verification Standard for project activities version 02, "where the baseline scenario is not prescribed in the approved methodology, the DOE shall assess the list of identified credible alternatives to the project activity in the JOINT VCS PD & MR selected to determine the most realistic baseline scenario." Thus, JOINT VCS PD & MR should mention the credible alternatives to the project activity in order to determine the most realistic baseline scenario. As the selected large-scale methodology clearly mention the baseline scenario and the same has been opted in this project, therefore, no further analysis on baseline is required.

Validation Team, therefore, concludes that the JOINT VCS PD & MR conforms to the guidance given by EB via CDM Validation and Verification Standard for project activities version 02 and VCS via VCS standard version 3.7.

The project activity involves setting up solar projects to harness the power of sun and solar to produce electricity and supply to the grid. In the absence of the project activity, the equivalent amount of power would have been supplied by the Indian grid, which is fed mainly by fossil fuel fired plants.

In the absence of the project activity, the equivalent amount of power would have been drawn from the Indian grid. Hence, the baseline for the project activity is the equivalent amount of power from the Indian grid.

The combined margin ($EF_{grid, CM, y}$) is the result of a weighted average of two emission factor pertaining to the electricity system: the operating margin (OM) and build margin (BM). Calculations for this combined margin must be based on data from an official source (where available) and made publicly available. The

Central electricity authority (CEA) database version 13 is the latest available data at the time of JOINT VCS PD & MR submission to DOE for validation, hence same is considered for emission factor calculations.

The combined margin of the Indian grid used for the project activity is as follows:

Parameter	Value	Nomenclature	Source
EF _{grid,CM,y}	0.9368 tCO ₂ /MWh	Combined margin CO ₂ emission factor for the project electricity system in year y	Calculated as the weighted average of the operating margin (0.75) & build margin (0.25) values, sourced from Baseline CO ₂ Emission Database, Version 14.0, December 2018 published by Central Electricity Authority (CEA), Government of India
EF _{grid,OM,y}	0.9610 tCO ₂ /MWh	Operating margin CO ₂ emission factor for the project electricity system in year y	Calculated as the last 3 year (2014-15, 2015-16, 2016-17) generation-weighted average, sourced from Baseline CO ₂ Emission Database, Version 14.0, December 2018 published by Central Electricity Authority (CEA), Government of India
EF _{grid,BM,y}	0.8644 tCO ₂ /MWh	Build margin CO ₂ emission factor for the project electricity system in year y	Baseline CO ₂ Emission Database, Version 14.0, December 2018 published by Central Electricity Authority (CEA), Government of India

Moreover, Annex 3 of the EB 22 states that national and/or sectoral policies and circumstances have to be accounted for when considering the baseline scenario. Paragraph 7(a) states that, only those national and/or sectoral policies or regulations under paragraph 6(a), i.e., type E+ policy that increase GHG emissions, that have been implemented before adoption of the Kyoto Protocol by the COP (decision 1/CP.3, 11/12/1997), shall be taken into account when developing a baseline scenario. The Electricity Act of 2003 promoted cogeneration and generation of electricity from renewable sources of energy by providing suitable measures for connectivity with the grid and sale of electricity (Refer Section 86(1) of Electricity Act 2003). Therefore, it could be seen that the provincial and sectoral policies are E- i.e., policies that decrease GHG emissions and are after November 2001. Hence the baseline scenario of electricity generation by grid connected fossil fuel dominated power plants is in accordance with Annex 3 of EB 22.

Assessment team thus confirmed that baseline is selected as per the applied methodology and combined margin is calculated as per the tool and thus acceptable to the assessment team.

3.3.5 Additionality

During conceptualization of the project activity, board of directors of the project proponents considered the VCS revenue to improve the project financials. During the board meeting for board of Directors decided that they would consider VCS revenue for their project activity. In continuation to the board decision, PP issued the respective purchase order for the supply of solar plant.

Step 0: Demonstration whether the proposed project activity is the first-of-its-kind

The proposed project activity is not the first-of-its-kind. Hence not applicable.

Step 1: Identification of alternatives to the project activity consistent with current laws and regulations

Alternative 1: The proposed project activity without VCS benefit;

Alternative 2: Continuation of the current situation, i.e., electricity will continue to be generated by the existing generation mix operating in the grid.

Having regard to the fact that the project activity under consideration is a solar power project, validation team is convinced that there are no other realistic and credible alternatives. Both the alternatives are in compliance with all applicable legal and regulatory requirements as;

- the implementation of project activity is a voluntary initiative and is not mandatory or a legal requirement;
- the applicable environmental regulations do not restrict the use of solar energy; and
- There is no legal requirement on the choice of a particular technology.

Assessment team noted that the project fulfils the norms put down by Central Pollution Control Board. As per Central Pollution Control Board (Ministry of Environment & Forests, Govt. of India), final document on revised classification of Industrial Sectors under Red, Orange, Green and White Categories (29/02/2016),

The newly introduced White category of industries pertains to those industrial sectors which are practically non-polluting such as Biscuit trays etc. from rolled PVC sheet (using automatic vacuum forming machines), Cotton and woollen hosiers making (Dry process only without any dyeing/washing operation), Electric lamp (bulb) and CFL manufacturing by assembling only, Scientific and mathematical instrument manufacturing, Solar power generation through photovoltaic cell, wind power and mini hydel power (less than 25 MW).

There shall be no necessity of obtaining the "Consent to Establish/Operate" for White category of industries. Intimation to concerned SPCB / PCC is sufficient.

Being a renewable power project it falls under the category of White and thus these projects do not need clearance for Consent to operate and only needs to inform the relative State pollution control board. The same is done for the project and thus it can be confirmed that it follows the local laws of the host country.

Due to above categorization of white category and being the renewable in nature, the project activity does not emit any emissions. Thus, there are no any other surplus regulatory requirement for the project activity. This is found to be accepted by assessment team.

However, of the two alternatives identified, alternative (i) cannot be considered realistic as further analysis in the following paragraph reveals that it is not economically feasible option. Hence, alternative (ii) alone could be justified as realistic, credible and plausible alternative to the PP.

Validation team is, therefore, convinced that the project developer has taken into consideration all realistic and credible alternatives (having regard to the governing methodologies) including the project being undertaken as a non-VCS activity and continuation of current scenario. The identification of alternatives is in conformity with the guidance given by the tool.

Outcome of Sub-step 1a: All the realistic alternatives for the project activity have been enlisted above.

Sub-step 1b: Consistency with mandatory laws and regulations:

The alternative(s) shall be in compliance with all applicable legal and regulatory requirements, even if these laws and regulations have objectives other than GHG reductions, e.g. to mitigate local air pollution. (This sub-step does not consider national and local policies that do not have legally-binding status.)

Both the alternatives are in compliance with all applicable legal and regulatory requirements as;

- The implementation of project activity is a voluntary initiative and is not mandatory or a legal requirement;
- The applicable environmental regulations do not restrict the use of solar energy; and
- There is no legal requirement on the choice of a particular technology.

Moreover, Outcome of Sub-step 1b: Hence, both the alternatives enlisted above are found to comply with the mandatory laws and regulations taking into account the enforcement of the legislations in the region or country and EB decisions on national and/or sectoral policies and regulations. However, Alternative 2 has been selected as the appropriate baseline alternative for this project activity.

Step 2: Investment analysis

Determine whether the proposed project activity is economically or financially less attractive than at least one other alternative, identified in step 1, without the revenue from the sale of emission reductions credits. To conduct the investment analysis, use the following sub-steps:

Sub-step 2a: Determine appropriate analysis method and Sub-step 2b (Option III): Apply benchmark analysis

a) Suitability of investment analysis, financial indicator and benchmark:

Project developer had demonstrated that the financial returns of the proposed VCS project activity would be insufficient to justify the required capital investment as per CDM Validation and Verification Standard for project activities version 02.0. In the Initial Joint VCS PD & MR version 01, PP has adopted a conservative approach to identify the benchmark for the project activity. The project is earning revenue from the installation of the project activity. Thus, simple cost analysis (Option I) is not appropriate. Also in the absence of the project activity grid electricity would have been the obvious choice for the Project which requires no investment. Hence investment comparison analysis (Option II) is also not appropriate for the project activity. Therefore, benchmark analysis (Option III) is used for the project activity as per project type and decision-making context. Therefore, the Expected return on equity is considered appropriate benchmark. Accordingly, the post-tax Equity IRR has been considered as the relevant financial indicator for the project activity which is acceptable to the assessment team. Moreover, the financial indicator selected by the PP is correct based on the fact that tool do not restrict the PP to either use project IRR or Equity IRR. This is under the prerogative of the PP to select appropriate indicator based on his preferences to know the IRR based on his equity investment or debt investment. The same is thus acceptable to the assessment team. Assessment team however checked the Equity IRR calculation and found that input assumptions used for the calculation of Equity IRR are applicable at the time of investment decision of the project and thus is in accordance with the relevant guideline of the tool.

As per Methodological tool "Investment Analysis" Version 06, "In situations where an investment analysis is carried out in nominal terms and the available IRR benchmarks are in real terms, project participants shall convert the real term values of benchmarks to nominal values by adding the inflation rate. The inflation rate shall be obtained from the inflation forecast of the central bank of the host country for the duration of the crediting period. If this information is not available, the target inflation rate of the central

bank shall be used. If this information is also not available, then the average forecasted inflation rate for the host country published by the IMF (International Monetary Fund World Economic Outlook) or the World Bank for the next five years after the start of the project activity shall be used".

The investment analysis has been carried out in Nominal terms. Accordingly, default value has been adjusted by adding suitable forecasted inflation rate taken from RBI (Central Bank, India). PROJECT OWNERS have calculated Benchmark based on WPI mean inflation rate. As per appendix A of Methodological tool "Investment Analysis" Version 06, the inflation forecast should be for the duration of the crediting period. However, since RBI provides forecast inflation only for 5 & 10 years, the project investor has calculated benchmark using 10 years durations and the same is considered as Benchmark for the project activity.

As Methodological tool "Investment Analysis" Version 06 the cost of equity is determined by selecting the values provided in the Appendix, i.e. Default values for cost of equity (expected return on equity) is presented below:

Appendix A in Methodological tool "Investment Analysis" Version 06 specifies default value of expected return on equity in real terms for Energy Industries (Group 1) in India = 11.10%

Whereas, appendix in EB 92, Annex 5 specifies default value of expected return on equity in real terms for Energy Industries (Group 1) in India = 11.06%

The Required return on equity (benchmark) was computed in the following manner:

$$\text{Nominal Benchmark}^9 = \{(1 + \text{Real Benchmark}) * (1 + \text{Inflation rate})\} - 1$$

Where:

- Default value for Real Benchmark = 11.10% (as per Appendix of Methodological tool "Investment Analysis" Version 06
= 11.06% (as per Appendix of Methodological tool "Investment Analysis" Version 07)
- Inflation Rate forecast by Reserve Bank of India (RBI) (i.e. Central Bank of India) for India & in case where RBI Inflation forecast was not available, average Inflation rate forecast for India has been sourced from IMF web site.

Benchmark estimation:

Appendix in Methodological tool "Investment Analysis" Version 07 specifies default value of expected return on equity in real terms for Energy Industries (Group 1) in India = 11.06% and version 06 of tool states value 11.10%.

Inflation Forecast for India as per RBI website¹⁰;

Since RBI publishes the inflation forecast for 5 years and 10 years, PP has considered the maximum 10 year inflation considering the renewable crediting period of total 30 years.

⁹As per Fisher Equation, https://en.wikipedia.org/wiki/Fisher_equation

¹⁰ <https://rbi.org.in/Scripts/PublicationsView.aspx?id=16202>

8 MW Solar project by Mytrah Abhinav Power Private Limited at Thimajipet Site, Telangana

Benchmark Calculations	Value	Sources Link	Document Date	Decision making Date
Default Value for India as per UNFCCC guidelines	11.10%	Methodological tool "Investment Analysis" Version 06	24/07/2015	20/10/2015
Inflation forecast (WPI Mean) as per RBI for 10yrs	3.60%	https://rbi.org.in/Scripts/PublicationsView.aspx?id=16696	29/09/2015	
Benchmark (with 10yrs Forecast)	15.10%	Calculated		

8 MW Solar project by Mytrah Abhinav Power Private Limited at Arvapally Site, Telangana

Benchmark Calculations	Value	Sources Link	Document Date	Decision making Date
Default Value for India as per UNFCCC guidelines	11.10%	Methodological tool "Investment Analysis" Version 06	24/07/2015	20/10/2015
Inflation forecast (WPI Mean) as per RBI for 10yrs	3.60%	https://rbi.org.in/Scripts/PublicationsView.aspx?id=16696	29/09/2015	
Benchmark (with 10yrs Forecast)	15.10%	Calculated		

15 MW Solar project by Mytrah Abhinav Power Private Limited at Domakonda Site, Telangana

Benchmark Calculations	Value	Sources Link	Document Date	Decision making Date
Default Value for India as per UNFCCC guidelines	11.10%	Methodological tool "Investment Analysis" Version 06	24/07/2015	15/09/2015
Inflation forecast (WPI Mean) as per RBI for 10yrs	3.50%	https://rbi.org.in/Scripts/PublicationsView.aspx?id=16422	04/08/2015	
Benchmark (with 10yrs Forecast)	14.99%	Calculated		

11 MW Solar project by Mytrah Abhinav Power Private Limited at Alampur Site, Telangana

Benchmark Calculations	Value	Sources Link	Document Date	Decision making Date
Default Value for India as per UNFCCC guidelines	11.10%	Methodological tool "Investment Analysis" Version 06	24/07/2015	20/10/2015
Inflation forecast (WPI Mean) as per RBI for 10yrs	3.60%	https://rbi.org.in/Scripts/PublicationsView.aspx?id=16696	29/09/2015	
Benchmark (with 10yrs Forecast)	15.10%	Calculated		

15 MW Solar project by Mytrah Abhinav Power Private Limited at Gadwal Site, Telangana

Benchmark Calculations	Value	Sources Link	Document Date	Decision making Date
Default Value for India as per UNFCCC guidelines	11.10%	Methodological tool "Investment Analysis" Version 06	24/07/2015	20/10/2015
Inflation forecast (WPI Mean) as per RBI for 10yrs	3.60%	https://rbi.org.in/Scripts/PublicationsView.aspx?id=16696	29/09/2015	
Benchmark (with 10yrs Forecast)	15.10%	Calculated		

15 MW Solar project by Mytrah Abhinav Power Private Limited at Tandur Site, Telangana

Benchmark Calculations	Value	Sources Link	Document Date	Decision making Date
Default Value for India as per UNFCCC guidelines	11.10%	Methodological tool "Investment Analysis" Version 06	24/07/2015	20/10/2015
Inflation forecast (WPI Mean) as per RBI for 10yrs	3.60%	https://rbi.org.in/Scripts/PublicationsView.aspx?id=16696	29/09/2015	
Benchmark (with 10yrs Forecast)	15.10%	Calculated		

15 MW Solar project by Mytrah Abhinav Power Private Limited at Nagarkurnool Site, Telangana

Benchmark Calculations	Value	Sources Link	Document Date	Decision making Date
Default Value for India as per UNFCCC guidelines	11.10%	Methodological tool "Investment Analysis" Version 06	24/07/2015	20/10/2015
Inflation forecast (WPI Mean) as per RBI for 10yrs	3.60%	https://rbi.org.in/Scripts/PublicationsView.aspx?id=16696	29/09/2015	
Benchmark (with 10yrs Forecast)	15.10%	Calculated		

15 MW Solar project by Mytrah Adarsh Power Private Limited at Reddypet Site, Telangana

Benchmark Calculations	Value	Sources Link	Document Date	Decision making Date
Default Value for India as per UNFCCC guidelines	11.10%	Methodological tool "Investment Analysis" Version 06	24/07/2015	10/01/2016
Inflation forecast (WPI Mean) as per RBI for 10yrs	3.80%	https://rbi.org.in/Scripts/PublicationsView.aspx?id=16710	01/12/2015	
Benchmark (with 10yrs Forecast)	15.32%	Calculated		

15 MW Solar project by Mytrah Adarsh Power Private Limited at Chegunta Site, Telangana

Benchmark Calculations	Value	Sources Link	Document Date	Decision making Date
Default Value for India as per UNFCCC guidelines	11.10%	Methodological tool "Investment Analysis" Version 06	24/07/2015	10/01/2016
Inflation forecast (WPI Mean) as per RBI for 10yrs	3.80%	https://rbi.org.in/Scripts/PublicationsView.aspx?id=16710	01/12/2015	
Benchmark (with 10yrs Forecast)	15.32%	Calculated		

15 MW Solar project by Mytrah Adarsh Power Private Limited at Thunkibollaram Site, Telangana

Benchmark Calculations	Value	Sources Link	Document Date	Decision making Date
Default Value for India as per UNFCCC guidelines	11.10%	Methodological tool "Investment Analysis" Version 06	24/07/2015	10/01/2016
Inflation forecast (WPI Mean) as per RBI for 10yrs	3.80%	https://rbi.org.in/Scripts/PublicationsView.aspx?id=16710	01/12/2015	
Benchmark (with 10yrs Forecast)	15.32%	Calculated		

15 MW Solar project by Mytrah Adarsh Power Private Limited at Tungathurthy Site, Telangana

Benchmark Calculations	Value	Sources Link	Document Date	Decision making Date
Default Value for India as per UNFCCC guidelines	11.10%	Methodological tool "Investment Analysis" Version 06	24/07/2015	10/01/2016
Inflation forecast (WPI Mean) as per RBI for 10yrs	3.80%	https://rbi.org.in/Scripts/PublicationsView.aspx?id=16710	01/12/2015	
Benchmark (with 10yrs Forecast)	15.32%	Calculated		

15 MW Solar project by Mytrah Adarsh Power Private Limited at Guntipally Site, Telangana

Benchmark Calculations	Value	Sources Link	Document Date	Decision making Date
Default Value for India as per UNFCCC guidelines	11.10%	Methodological tool "Investment Analysis" Version 06	24/07/2015	10/01/2016
Inflation forecast (WPI Mean) as per RBI for 10yrs	3.80%	https://rbi.org.in/Scripts/PublicationsView.aspx?id=16710	01/12/2015	
Benchmark (with 10yrs Forecast)	15.32%	Calculated		

15 MW Solar project by Mytrah Adarsh Power Private Limited at Shanigaram Site, Telangana

Benchmark Calculations	Value	Sources Link	Document Date	Decision making Date
Default Value for India as per UNFCCC guidelines	11.10%	Methodological tool "Investment Analysis" Version 06	24/07/2015	10/01/2016
Inflation forecast (WPI Mean) as per RBI for 10yrs	3.80%	https://rbi.org.in/Scripts/PublicationsView.aspx?id=16710	01/12/2015	
Benchmark (with 10yrs Forecast)	15.32%	Calculated		

50 MW Solar project by Mytrah Agriya Power Private Limited at Kamareddy Site, Telangana

Benchmark Calculations	Value	Sources Link	Document Date	Decision making Date
Default Value for India as per UNFCCC guidelines	11.10%	Methodological tool "Investment Analysis" Version 06	24/07/2015	10/01/2016
Inflation forecast (WPI Mean) as per RBI for 10yrs	3.80%	https://rbi.org.in/Scripts/PublicationsView.aspx?id=16710	01/12/2015	
Benchmark (with 10yrs Forecast)	15.32%	Calculated		

50 MW Solar project by Mytrah Akaash Power Private Limited at K.M.Pally Site, Telangana

Benchmark Calculations	Value	Sources Link	Document Date	Decision making Date
Default Value for India as per UNFCCC guidelines	11.10%	Methodological tool "Investment Analysis" Version 06	24/07/2015	20/10/2015
Inflation forecast (WPI Mean) as per RBI for 10yrs	3.60%	https://rbi.org.in/Scripts/PublicationsView.aspx?id=16696	29/09/2015	
Benchmark (with 10yrs Forecast)	15.10%	Calculated		

50 MW Solar project by Mytrah Aadhya Power Private Limited at Punjab

Benchmark Calculations	Value	Sources Link	Document Date	Decision making Date
Default Value for India	11.10%	Methodological tool	24/07/2015	20/08/2015

as per UNFCCC guidelines		"Investment Analysis" Version 06		
Inflation forecast (WPI Mean) as per RBI for 10yrs	3.50%	https://rbi.org.in/Scripts/PublicationsView.aspx?id=16422	04/08/2015	
Benchmark (with 10yrs Forecast)	14.99%	Calculated		

15 MW Solar project by Mytrah Advaith Power Private Limited at Hunagund site, Karnataka

Benchmark Calculations	Value	Sources Link	Document Date	Decision making Date
Default Value for India as per UNFCCC guidelines	11.10%	Methodological tool "Investment Analysis" Version 06	24/07/2015	10/03/2016
Inflation forecast (WPI Mean) as per RBI for 10yrs	3.60%	https://rbi.org.in/Scripts/PublicationsView.aspx?id=16731	05/02/2016	
Benchmark (with 10yrs Forecast)	15.10%	Calculated		

15 MW Solar project by Mytrah Advaith Power Private Limited at Sindagi site, Karnataka

Benchmark Calculations	Value	Sources Link	Document Date	Decision making Date
Default Value for India as per UNFCCC guidelines	11.10%	Methodological tool "Investment Analysis" Version 06	24/07/2015	10/03-2016
Inflation forecast (WPI Mean) as per RBI for 10yrs	3.60%	https://rbi.org.in/Scripts/PublicationsView.aspx?id=16731	05/02/2016	
Benchmark (with 10yrs Forecast)	15.10%	Calculated		

15 MW Solar project by Mytrah Akshaya Energy Private Limited at Raibagh site, Karnataka

Benchmark Calculations	Value	Sources Link	Document Date	Decision making Date
Default Value for India as per UNFCCC guidelines	11.06%	Methodological tool "Investment Analysis" Version 07	04/11/2016	10/04/2017
Inflation forecast (WPI Mean) as per RBI for 10yrs	3.90%	https://rbi.org.in/Scripts/PublicationsView.aspx?id=17433	08/02/2017	

Benchmark (with 10yrs Forecast)	15.39%	Calculated		
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Thus summary of benchmark has been selected for this project activity as follows

Sl. No	Name of SPVs	Capacity (MW)	Commissioning Date	Site	State	Benchmark	DPR Date	Decision Making Date
1	Mytrah Abhinav Power Pvt Ltd	8 MW	30/06/2017	Thimajipet	Telangana	15.10%	24/07/2015	20/10/2015
		8 MW	19/07/2017	Arvapally		15.10%	24/07/2015	20/10/2015
		15 MW	05/12/2017	Domakonda		14.99%	24/07/2015	15/09/2015
		11 MW	19/08/2017	Alampur		15.10%	24/07/2015	20/10/2015
		15 MW	21/08/2017	Gadwal		15.10%	24/07/2015	20/10/2015
		15 MW	02/03/2018	Tandur		15.10%	24/07/2015	20/10/2015
		15 MW	27/02/2018	Nagarkurnool		15.10%	24/07/2015	20/10/2015
2	Mytrah Adarsh Power Pvt Ltd	15 MW	05/12/2017	Reddypet	Telangana	15.32%	24/07/2015	10/01/2016
		15 MW	22/11/2017	Chegunta		15.32%	24/07/2015	10/01/2016
		15 MW	23/10/2017	Thunkibollaram		15.32%	24/07/2015	10/01/2016
		15 MW	08/11/2017	Tungathurthy		15.32%	24/07/2015	10/01/2016
		15 MW	25/09/2017	Guntipally		15.32%	24/07/2015	10/01/2016
		15 MW	23/05/2018	Shanigaram		15.32%	24/07/2015	10/01/2016
3	Mytrah Agriya Power Pvt Ltd	50 MW	25 MW (22/11/2018) 25 MW (26/11/2018)	Kamareddy	Telangana	15.32%	24/07/2015	10/01/2016
4	Mytrah Akaash Power Pvt Ltd	50 MW	12.5 MW (16/03/2018) 17.5 MW (12/04/2018) 20 MW (22/11/2018)	K.M.Pally	Telangana	15.10%	24/07/2015	20/10/2015
5	Mytrah Aadhya Power Pvt Ltd	25 MW	19/06/2017	Bareta	Punjab	14.99%	24/07/2015	20/08/2015
		25 MW	19/06/2017	Balran	Punjab			
6	Mytrah Advait Power Pvt Ltd	15 MW	09/02/2018	Hunagund	Karnataka	15.10%	24/07/2015	10/03/2016
		15 MW	08/02/2018	Sindagi		15.10%	24/07/2015	10/03/2016
7	Mytrah Akshaya Energy Pvt Ltd	15 MW	23/01/2018	Raibagh	Karnataka	15.39%	04/11/2016	10/04/2017

b) Parameters and assumptions used:

The project activity is a renewable source of electricity generation and supplies the electricity to the INDIAN Electricity grid. The key parameters which determine the Equity IRR of the project activity are project cost, PLF and profitability estimates.

In the revised Joint VCS PD& MR Version 02, the project cost is based on the DPR (Detailed project report)/offer letter. The details of the DPR/offer letter are as below:

Project cost as per the DPR & Purchase Order

Sl. No	Name of SPVs	Capacity (MW)	Site	State	DPR Date	Decision Making Date	Project Cost (In Million) DPR	Actual Project Cost (In Million)	EPC Contract Date
1	Mytrah Abhinav Power Pvt Ltd	8 MW	Thimajipet	Telangana	24/07/2015	20/10/2015	564.10	525.89	07/03/2016
		8 MW	Arvapally		24/07/2015	20/10/2015	564.10	519.80	04/06/2016
		15 MW	Domakonda		24/07/2015	15/09/2015	1,084.10	957.84	04/06/2016
		11 MW	Alampur		24/07/2015	20/10/2015	784.10	712.56	04/06/2016
		15 MW	Gadwal		24/07/2015	20/10/2015	1,084.10	957.66	04/06/2016
		15 MW	Tandur		24/07/2015	20/10/2015	1,084.10	969.21	04/06/2016
		15 MW	Nagarkurnool		24/07/2015	20/10/2015	1,084.10	960.83	04/06/2016
2	Mytrah Adarsh Power Pvt Ltd	15 MW	Reddypet	Telangana	24/07/2015	10/01/2016	1,084.10	997.49	04/06/2016
		15 MW	Chegunta		24/07/2015	10/01/2016	1,084.10	988.90	04/06/2016
		15 MW	Thunkibollaram		24/07/2015	10/01/2016	1,084.10	988.90	04/06/2016
		15 MW	Tungathurthy		24/07/2015	10/01/2016	1,084.10	987.18	04/06/2016
		15 MW	Guntipally		24/07/2015	10/01/2016	1,084.10	996.80	04/06/2016
		15 MW	Shanigaram		24/07/2015	10/01/2016	1,084.10	991.47	04/06/2016
3	Mytrah Agriya Power Pvt Ltd	50 MW	Kamareddy	Telangana	24/07/2015	10/01/2016	3,893.20	3236.14	04/06/2016
4	Mytrah Akaash Power Pvt Ltd	50 MW	K.M.Pally	Telangana	24/07/2015	20/10/2015	3,847.10	3315.65	04/06/2016
5	Mytrah	25 MW	Bareta	Punjab	24/07/2015	20/08/2015	3,100.00	2914.09	04/03/2016

Sl. No	Name of SPVs	Capacity (MW)	Site	State	DPR Date	Decision Making Date	Project Cost (In Million) DPR	Actual Project Cost (In Million)	EPC Contract Date
	Aadhya Power Pvt Ltd	25 MW	Balran	Punjab					
6	Mytrah Advaita Power Pvt Ltd	15 MW	Hunagund	Karnataka	24/07/2015	10/03/2016	795.00	700.01	30/05/2017
		15 MW	Sindagi		24/07/2015	10/03/2016	795.00	717.47	30/05/2017
7	Mytrah Akshaya Energy Pvt Ltd	15 MW	Raibagh	Karnataka	04/11/2016	10/04/2017	850.50	796.64	30/05/2017

DPR has been submitted to validation team. The DPR were available during decision making and financial profitability of the project was decided based on this DPR. Validation team checked the DPR of the project activity and found that consideration of the project cost in revised Joint VCS PD& MR Version 02 is correct and it is in line with Appendix of Methodological tool "Investment Analysis" Version 06 as well as in compliance to CDM Validation and Verification Standard for project activities version 02. Hence, the project cost consideration is justified. Assessment team checked the actual project cost and still the project do not breach the benchmark. The sensitivity analysis below confirms the same. Since the actual cost is considered there is no way the cost can go up and thus the same is assessed to be correct.

In India, infrastructure projects are generally entitled to a debt equity ratio of 70:30. However, depending on the relationship of the client with the bank, its credit rating and collaterals offered, banks consider higher debt equity ratio also. The debt equity ratio for the project is 70:30. Assessment team checked the order for the respective state regarding ratio of debt and equity which was available at the time of investment decision and found that the ratio of Debt to equity was considered correctly for the present validation condition.

The profitability of the project, which forms the basis for IRR calculation is based on installed capacity, PLF, electricity tariff, O&M cost, depreciation and taxation.

c) Assessment of Plant Load Factor (PLF):

PP considered the Plant load factor from a third party engineering company/offer letter, for expected electricity generation estimation. They are contracted by the PPs for this project. PP has submitted the copies of the PLFs estimation report to the assessment team.

PLF as per 3rd party PLF report/Offer Letter

Sl. No	Name of SPVs	Capacity (MW)	Site	State	DPR Date	PLF (%) = 3 rd party engineering company/DPR
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Sl. No	Name of SPVs	Capacity (MW)	Site	State	DPR Date	PLF (%)= 3 rd party engineering company/DPR
1	Mytrah Abhinav Power Pvt Ltd	8 MW	Thimajipet	Telangana	24/07/2015	21.79%
		8 MW	Arvapally		24/07/2015	20.71%
		15 MW	Domakonda		24/07/2015	21.70%
		11 MW	Alampur		24/07/2015	22.00%
		15 MW	Gadwal		24/07/2015	21.70%
		15 MW	Tandur		24/07/2015	21.40%
		15 MW	Nagarkurnool		24/07/2015	21.40%
2	Mytrah Adarsh Power Pvt Ltd	15 MW	Reddypet	Telangana	24/07/2015	21.60%
		15 MW	Chegunta		24/07/2015	21.48%
		15 MW	Thunkibollaram		24/07/2015	21.48%
		15 MW	Tungathurthy		24/07/2015	21.48%
		15 MW	Guntipally		24/07/2015	21.48%
		15 MW	Shanigaram		24/07/2015	21.48%
3	Mytrah Agriya Power Pvt Ltd	50 MW	Kamareddy	Telangana	24/07/2015	21.32%
4	Mytrah Akaash Power Pvt Ltd	50 MW	K.M.Pally	Telangana	24/07/2015	21.05%
5	Mytrah Aadhya Power Pvt Ltd	25 MW	Bareta	Punjab	24/07/2015	19.50%
		25 MW	Balran	Punjab		
6	Mytrah Advait Power Pvt Ltd	15 MW	Hunagund	Karnataka	24/07/2015	19.50%
		15 MW	Sindagi		24/07/2015	19.50%
7	Mytrah Akshaya Energy Pvt Ltd	15 MW	Raibagh	Karnataka	04/11/2016	19.50%

PLF estimation in offer letter is in line with Para 3 (b) Annex 11, EB 48 and acceptable to the assessment team. The deration factor for IRR calculation is sourced from offer letter which was available to the PP at the time of investment decision. Hence the value is considered correct.

Further, actual comparison is not possible since the data available for shorter period.

D) Assessment of Electricity Tariff:

Tariff rate as per PPA and SERC (= State Electricity regulatory commission)

Sl. No	Name of SPVs	Capacity (MW)	Site	State	Tariff Rate (as per SERC)	Tariff Rate (as per PPA)	PPA Date
1	Mytrah Abhinav Power Pvt Ltd	8 MW	Thimajipet	Telangana	5.68	5.68	23/02/2016
		8 MW	Arvapally		5.72	5.72	23/02/2016
		15 MW	Domakonda		5.72	5.72	08/03/2016
		11 MW	Alampur		5.72	5.59	23/02/2016
		15 MW	Gadwal		5.64	5.64	23/02/2016
		15 MW	Tandur		5.64	5.64	23/02/2016
		15 MW	Nagarkurnool		5.66	5.66	23/02/2016
2	Mytrah Adarsh Power Pvt Ltd	15 MW	Reddypet	Telangana	5.72	5.72	08/03/2016
		15 MW	Chegunta		5.72	5.72	23/02/2016
		15 MW	Thunkibollaram		5.71	5.71	23/02/2016
		15 MW	Tungathurthy		5.72	5.72	23/02/2016
		15 MW	Guntipally		5.72	5.72	23/02/2016
		15 MW	Shanigaram		5.72	5.72	08/03/2016
3	Mytrah Agriya Power Pvt Ltd	50 MW	Kamareddy	Telangana	5.59	5.59	08/03/2016
4	Mytrah Akaash Power Pvt Ltd	50 MW	K.M.Pally	Telangana	5.59	5.59	08/03/2016
5	Mytrah Aadhya Power Pvt Ltd	25 MW	Bareta	Punjab	5.97	5.97	25/01/2016
		25 MW	Balran	Punjab			
6	Mytrah Advait Power Pvt Ltd	15 MW	Hunagund	Karnataka	5.50	5.50	15/07/2016
		15 MW	Sindagi		5.50	5.44	31/05/2016
7	Mytrah Akshaya Energy Pvt Ltd	15 MW	Raibagh	Karnataka	5.50	5.44	31/05/2016

Validation team assessed the tariff and found that same value was available during decision making and in conformity with guidance Appendix of Methodological tool "Investment Analysis" Version 06. Furthermore, assessment team has also checked the actual tariff in the PPA signed for further substantiation as these values are available during the validation stage. IRR is still below benchmark with the consideration of PPA signed which is valid for total operational lifetime of the project.

e) Assessment of O& M cost:

O&M as per DPR

Sl. No	Name of SPVs	Capacity (MW)	Site	State	DPR Date	O&M (In Million) (Without tax)
1	Mytrah Abhinav Power Pvt Ltd	8 MW	Thimajipet	Telangana	24/07/2015	5.20
		8 MW	Arvapally		24/07/2015	5.20
		15 MW	Domakonda		24/07/2015	9.75
		11 MW	Alampur		24/07/2015	7.15
		15 MW	Gadwal		24/07/2015	9.75
		15 MW	Tandur		24/07/2015	9.75
		15 MW	Nagarkurnool		24/07/2015	9.75
2	Mytrah Adarsh Power Pvt Ltd	15 MW	Reddypet	Telangana	24/07/2015	9.75
		15 MW	Chegunta		24/07/2015	9.75
		15 MW	Thunkibollaram		24/07/2015	9.75
		15 MW	Tungathurthy		24/07/2015	9.75
		15 MW	Guntipally		24/07/2015	9.75
		15 MW	Shanigaram		24/07/2015	9.75
3	Mytrah Agriya Power Pvt Ltd	50 MW	Kamareddy	Telangana	24/07/2015	32.50
4	Mytrah Akaash Power Pvt Ltd	50 MW	K.M.Pally	Telangana	24/07/2015	32.50
5	Mytrah Aadhya Power Pvt Ltd	25 MW	Bareta	Punjab	24/07/2015	32.50
		25 MW	Balran	Punjab		
6	Mytrah Advait Power Pvt Ltd	15 MW	Hunagund	Karnataka	24/07/2015	9.75
		15 MW	Sindagi		24/07/2015	9.75
7	Mytrah Akshaya Energy Pvt Ltd	15 MW	Raibagh	Karnataka	04/11/2016	9.75

Actual O&M cost as per O&M contract.

Site Name	Name of the Investor/Owner/SPVs	Project Capacity (MW)	Actual O&M (In Million) (Without tax)	O&M Contract Date
Telangana	Mytrah Abhinav Power Private Limited	8	4.85	13/10/2017
		8	4.85	13/10/2017
		15	10.56	13/10/2017
		11	6.71	13/10/2017
		15	9.95	13/10/2017

Site Name	Name of the Investor/Owner/SPVs	Project Capacity (MW)	Actual O&M (In Million) (Without tax)	O&M Contract Date
		15	9.16	13/10/2017
		15	9.16	13/10/2017
	Mytrah Adarsh Power Private Limited	15	10.01	13/10/2017
		15	10.47	13/10/2017
		15	9.90	13/10/2017
		15	9.16	13/10/2017
		15	9.16	13/10/2017
		15	10.01	13/10/2017
	Mytrah Agriya Power Private Limited	50	34.51	20/12/2017
	Mytrah Akaash Power Private Limited	50	34.51	20/12/2017
Punjab	Mytrah Aadhya Power Private Limited	50 MW	23.625	30/11/2016
Karnataka	Mytrah Advait Power Private Limited	15 MW	0.75	27/07/2017
		15 MW	0.76	27/07/2017
	Mytrah Akshaya Energy Private Limited	15 MW	0.76	27/07/2017

The DPR has been used in the financial calculation as same was available during decision making and hence applicable. According to Appendix of Methodological tool "Investment Analysis" Version 06, the cost should be based on the input parameters available at the time of decision making and the PP has submitted offer letter supporting this consideration. Therefore, considering the above assessment, validation team concluded that the O&M cost considered from respective DPR in the computation of financial indicator is in conformity with guidance Appendix of Methodological tool "Investment Analysis" Version 06.

F) Assessment of Tax computation:

The project developer has adopted book depreciation rates as per Schedule XIV of the Companies Act, 1956 for computing book profit and Income Tax Act 1961 stipulated for income tax calculation, which are in conformity with the accepted accounting principles adopted by the company and income tax laws in the host country. The block of assets has been computed for depreciation purpose as per the accepted accounting principles. Tax liability has been calculated as per the income tax rules and the rulings given. In computing the income tax liability, the project developers have considered Tax holiday (u/s 80IA of the Income Tax Act, 1961). Accelerated depreciation on plant and machinery is also sourced from IT act. The tax rates assumed corresponds to the tax rate prevailing at the time of taking decision (conformity to Appendix of EB 85, Annex 12). Hence, these assumptions are appropriate during decision making context.

g)Cross checking parameters:

Name of the parameter	DOE assessment
Project Cost	The details of the proposed project activity are given below.

Sl. No	Name of SPVs	Capacity	Site	State	Project Cost (In Million) DPR	Project cost in Million per MW
1	Mytrah Abhinav Power Pvt Ltd	8 MW	Thimajipet	Telangana	564.10	70.51
		8 MW	Arvapally		564.10	70.51
		15 MW	Domakonda		1,084.10	72.27
		11 MW	Alampur		784.10	71.28
		15 MW	Gadwal		1,084.10	72.27
		15 MW	Tandur		1,084.10	72.27
		15 MW	Nagarkurnool		1,084.10	72.27
2	Mytrah Adarsh Power Pvt Ltd	15 MW	Reddypet	Telangana	1,084.10	72.27
		15 MW	Chegunta		1,084.10	72.27
		15 MW	Thunkibollaram		1,084.10	72.27
		15 MW	Tungathurthy		1,084.10	72.27
		15 MW	Guntipally		1,084.10	72.27
		15 MW	Shanigaram		1,084.10	72.27
3	Mytrah Agriya Power Pvt Ltd	50 MW	Kamareddy	Telangana	3,893.20	77.86
4	Mytrah Akaash Power Pvt Ltd	50 MW	K.M.Pally	Telangana	3,847.10	76.94
5	Mytrah Aadhya Power Pvt Ltd	25 MW	Bareta	Punjab	3,100.00	62.00
		25 MW	Balran	Punjab		
6	Mytrah Advaith Power Pvt Ltd	15 MW	Hunagund	Karnataka	795.00	53.00
		15 MW	Sindagi		795.00	53.00
7	Mytrah Akshaya Energy Pvt Ltd	15 MW	Raibagh	Karnataka	850.50	56.70

The project cost has been considered from DPR and was available at the time decision making for the project activity.

The DOE has also checked the cost of the each project site from the EPC contracts and found that, the reduction in project cost is within the range of sensitivity analysis. The project activity is additional with the project cost as per EPC contracts.

The difference in actual project cost for different project site is due to time difference, manufacturer, different EPC contractor, negotiation skills of individual PP etc.

The assessment team has also checked the CERC tariff orders and found that project cost considered for project is found to be appropriate.

Based on sectoral scope expert and local knowledge, the project cost considered as per DPR for the proposed project activity is found to be appropriate for solar projects. Also, since the actual cost is available to DOE from the EPC contracts and IRR is still within benchmark, thus the same is acceptable.

The IRR as per the assumption from the DPR is as follows:

Sl. No	Name of SPVs	Capacity	Site	State	Project Cost (In Million) DPR	IRR	Benchmark
1	Mytrah Abhinav Power Pvt Ltd	8 MW	Thimajipet	Telangana	564.10	9.10%	15.10%
		8 MW	Arvapally		564.10	8.26%	15.10%
		15 MW	Domakonda		1,084.10	8.73%	14.99%
		11 MW	Alampur		784.10	9.25%	15.10%
		15 MW	Gadwal		1,084.10	8.46%	15.10%
		15 MW	Tandur		1,084.10	8.20%	15.10%
		15 MW	Nagarkurnool		1,084.10	8.27%	15.10%
2	Mytrah Adarsh Power Pvt Ltd	15 MW	Reddypet	Telangana	1,084.10	8.64%	15.32%
		15 MW	Chegunta		1,084.10	8.54%	15.32%
		15 MW	Thunkibollaram		1,084.10	8.51%	15.32%
		15 MW	Tungathurthy		1,084.10	8.54%	15.32%
		15 MW	Guntipally		1,084.10	8.54%	15.32%
		15 MW	Shanigaram		1,084.10	8.54%	15.32%
3	Mytrah Agriya Power Pvt Ltd	50 MW	Kamareddy	Telangana	3,893.20	6.80%	15.32%
4	Mytrah Akaash Power Pvt Ltd	50 MW	K.M.Pally	Telangana	3,847.10	6.76%	15.10%
5	Mytrah Aadhya Power Pvt	25 MW	Bareta	Punjab	3,100.00	10.21%	14.99%
		25 MW	Balran	Punjab			

		Ltd						
	6	Mytrah Advaith Power Pvt Ltd	15 MW	Hunagund	Karnataka	795.00	7.91%	15.10%
			15 MW	Sindagi		795.00	7.91%	15.10%
	7	Mytrah Akshaya Energy Pvt Ltd	15 MW	Raibagh	Karnataka	850.50	6.85%	15.39%
The project cost as per EPC contracts is well below the benchmark, and the project is still additional. Since the comparison is done, the increase of the same in future is not possible. Thus assessment team is of the opinion that project is still additional with the consideration of actual project cost for the project activity.								
O&M cost and Escalation in the operational expense =5(%)- Standard practice in India	The details of the proposed project activity are given below.							
	Sl. No	Name of SPVs	Capacity (MW)	Site	State	O&M (In Million) (Without tax)	O&M Cost (In Million) per MW	
	1	Mytrah Abhinav Power Pvt Ltd	8 MW	Thimajipet	Telangana	5.20	0.65	
			8 MW	Arvapally		5.20	0.65	
			15 MW	Domakonda		9.75	0.65	
			11 MW	Alampur		7.15	0.65	
			15 MW	Gadwal		9.75	0.65	
			15 MW	Tandur		9.75	0.65	
			15 MW	Nagarkurnool		9.75	0.65	
	2	Mytrah Adarsh Power Pvt Ltd	15 MW	Reddypet	Telangana	9.75	0.65	
			15 MW	Chegunta		9.75	0.65	
			15 MW	Thunkibollaram		9.75	0.65	
			15 MW	Tungathurthy		9.75	0.65	
			15 MW	Guntipally		9.75	0.65	
			15 MW	Shanigaram		9.75	0.65	
	3	Mytrah Agriya Power Pvt Ltd	50 MW	Kamareddy	Telangana	32.50	0.65	
	4	Mytrah Akaash Power Pvt Ltd	50 MW	K.M.Pally	Telangana	32.50	0.65	
	5	Mytrah	25 MW	Bareta	Punjab	32.50	0.65	

		Aadhya Power Pvt Ltd	25 MW	Balran	Punjab		
	6	Mytrah Advaith Power Pvt Ltd	15 MW	Hunagund	Karnataka	9.75	0.65
			15 MW	Sindagi		9.75	0.65
	7	Mytrah Akshaya Energy Pvt Ltd	15 MW	Ralbagh	Karnataka	9.75	0.65
The O&M cost has been considered from DPR and was available at the time of decision making for the project activity. The assessment team also checked the O&M cost as per the O&M agreements for each site. Thus, the project activity is additional with as per the O&M cost from the respective O&M Agreements. IRR value as per the assumptions from the DPR is as below:							
Sl. No	Name of SPVs	Capacity (MW)	Site	State	O&M (In Million) (Without tax)	IRR	Bench mark
1	Mytrah Abhinav Power Pvt Ltd	8 MW	Thimajipet	Telangana	5.20	9.10%	15.10%
		8 MW	Arvapally		5.20	8.26%	15.10%
		15 MW	Domakonda		9.75	8.73%	14.99%
		11 MW	Alampur		7.15	9.25%	15.10%
		15 MW	Gadwal		9.75	8.46%	15.10%
		15 MW	Tandur		9.75	8.20%	15.10%
		15 MW	Nagarkurnool		9.75	8.27%	15.10%
2	Mytrah Adarsh Power Pvt Ltd	15 MW	Reddypet	Telangana	9.75	8.64%	15.32%
		15 MW	Chegunta		9.75	8.54%	15.32%
		15 MW	Thunkibollaram		9.75	8.51%	15.32%
		15 MW	Tungathurthy		9.75	8.54%	15.32%
		15 MW	Guntipally		9.75	8.54%	15.32%
		15 MW	Shanigaram		9.75	8.54%	15.32%
3	Mytrah Agriya Power Pvt Ltd	50 MW	Kamareddy	Telangana	32.50	6.80%	15.32%

	4	Mytrah Akaash Power Pvt Ltd	50 MW	K.M.Pally	Telangana	32.50	6.76%	15.10%																																																																												
	5	Mytrah Aadhya Power Pvt Ltd	25 MW	Bareta	Punjab	32.50	10.21 %	14.99%																																																																												
			25 MW	Balran	Punjab																																																																															
	6	Mytrah Advait Power Pvt Ltd	15 MW	Hunagund	Karnataka	9.75	7.91%	15.10%																																																																												
			15 MW	Sindagi		9.75	7.91%	15.10%																																																																												
	7	Mytrah Akshaya Energy Pvt Ltd	15 MW	Raibagh	Karnataka	9.75	6.85%	15.39%																																																																												
	Based on sectoral scope expert and local knowledge, the project O&M cost and its escalation considered as per DPR for the proposed project activity is found to be appropriate for solar projects. Also since the actual O&M cost from the O&M agreements is available to the DOE and IRR is still within benchmark, thus the same is acceptable.																																																																																			
Tariff	The Tariff rate has been considered from State tariff Order and the same was available at the time decision made for the project activity. The DOE has also checked the PPA for each project site and found there are no changes in tariff rate and is within threshold limit. Thus the project activity is additional with actual Tariff rate. <table><tr><th>Sl. No</th><th>Name of SPVs</th><th>Capacity (MW)</th><th>Site</th><th>State</th><th>Tariff Rate (as per SERC)</th><th>Tariff Rate (as per PPA)</th><th>IRR</th><th>Benchmark</th></tr><tr><td rowspan="7">1</td><td rowspan="7">Mytrah Abhinav Power Pvt Ltd</td><td>8 MW</td><td>Thimajipet</td><td rowspan="7">Telangana</td><td>5.68</td><td>5.68</td><td>9.10%</td><td>15.10%</td></tr><tr><td>8 MW</td><td>Arvapally</td><td>5.72</td><td>5.72</td><td>8.26%</td><td>15.10%</td></tr><tr><td>15 MW</td><td>Domakonda</td><td>5.72</td><td>5.72</td><td>8.73%</td><td>14.99%</td></tr><tr><td>11 MW</td><td>Alampur</td><td>5.72</td><td>5.59</td><td>9.25%</td><td>15.10%</td></tr><tr><td>15 MW</td><td>Gadwal</td><td>5.64</td><td>5.64</td><td>8.46%</td><td>15.10%</td></tr><tr><td>15 MW</td><td>Tandur</td><td>5.64</td><td>5.64</td><td>8.20%</td><td>15.10%</td></tr><tr><td>15 MW</td><td>Nagarkurnool</td><td>5.66</td><td>5.66</td><td>8.27%</td><td>15.10%</td></tr><tr><td rowspan="3">2</td><td rowspan="3">Mytrah Adarsh Power Pvt Ltd</td><td>15 MW</td><td>Reddypet</td><td rowspan="3">Telangana</td><td>5.72</td><td>5.72</td><td>8.64%</td><td>15.32%</td></tr><tr><td>15 MW</td><td>Chegunta</td><td>5.72</td><td>5.72</td><td>8.54%</td><td>15.32%</td></tr><tr><td>15 MW</td><td>Thunkibolaram</td><td>5.71</td><td>5.71</td><td>8.51%</td><td>15.32%</td></tr></table>									Sl. No	Name of SPVs	Capacity (MW)	Site	State	Tariff Rate (as per SERC)	Tariff Rate (as per PPA)	IRR	Benchmark	1	Mytrah Abhinav Power Pvt Ltd	8 MW	Thimajipet	Telangana	5.68	5.68	9.10%	15.10%	8 MW	Arvapally	5.72	5.72	8.26%	15.10%	15 MW	Domakonda	5.72	5.72	8.73%	14.99%	11 MW	Alampur	5.72	5.59	9.25%	15.10%	15 MW	Gadwal	5.64	5.64	8.46%	15.10%	15 MW	Tandur	5.64	5.64	8.20%	15.10%	15 MW	Nagarkurnool	5.66	5.66	8.27%	15.10%	2	Mytrah Adarsh Power Pvt Ltd	15 MW	Reddypet	Telangana	5.72	5.72	8.64%	15.32%	15 MW	Chegunta	5.72	5.72	8.54%	15.32%	15 MW	Thunkibolaram	5.71	5.71	8.51%	15.32%
Sl. No	Name of SPVs	Capacity (MW)	Site	State	Tariff Rate (as per SERC)	Tariff Rate (as per PPA)	IRR	Benchmark																																																																												
1	Mytrah Abhinav Power Pvt Ltd	8 MW	Thimajipet	Telangana	5.68	5.68	9.10%	15.10%																																																																												
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2	Mytrah Adarsh Power Pvt Ltd	15 MW	Reddypet	Telangana	5.72	5.72	8.64%	15.32%																																																																												
		15 MW	Chegunta		5.72	5.72	8.54%	15.32%																																																																												
		15 MW	Thunkibolaram		5.71	5.71	8.51%	15.32%																																																																												

			15 MW	Tungathurthy		5.72	5.72	8.54%	15.32%
			15 MW	Guntipally		5.72	5.72	8.54%	15.32%
			15 MW	Shanigarham		5.72	5.72	8.54%	15.32%
	3	Mytrah Agriya Power Pvt Ltd	50 MW	Kamareddy	Telangana	5.59	5.59	6.80%	15.32%
	4	Mytrah Akaash Power Pvt Ltd	50 MW	K.M.Pally	Telangana	5.59	5.59	6.76%	15.10%
	5	Mytrah Aadhya Power Pvt Ltd	25 MW	Bareta	Punjab	5.97	5.97	10.21 %	14.99%
			25 MW	Bairan	Punjab				
	6	Mytrah Advait Power Pvt Ltd	15 MW	Hunagund	Karnataka	5.50	5.50	7.91%	15.10%
			15 MW	Sindagi		5.50	5.44	7.91%	15.10%
	7	Mytrah Akshaya Energy Pvt Ltd	15 MW	Raibagh	Karnataka	5.50	5.44	6.85%	15.39%
Since the IRR is still below benchmark with the consideration of PPA signed which is valid for total operational lifetime of the project, assessment team confirms that the project is still additional with actual Tariff rate. Moreover, in the above table the order from State electricity tariff order is checked and it is confirmed that Wheeling Agreement signed with the rate as mentioned above and hence increase of the same is not possible. Based on sectoral scope expert and local knowledge, the project tariff rate considered as per state tariff order for the proposed project activity is found to be appropriate.									
PLF	The details of the proposed project activity are given below.								
	Sl. No	Name of SPVs	Capacity (MW)	Site	State	PLF (%)= 3 rd party engineering company/DPR	IRR	Benchmark	
	1	Mytrah Abhinav Power Pvt	8 MW	Thimajipet	Telangana	21.79%	9.10%	15.10%	
			8 MW	Arvapally		20.71%	8.26%	15.10%	

		Ltd	15 MW	Domakonda		21.70%	8.73%	14.99%
			11 MW	Alampur		22.00%	9.25%	15.10%
			15 MW	Gadwal		21.70%	8.46%	15.10%
			15 MW	Tandur		21.40%	8.20%	15.10%
			15 MW	Nagarkurnool		21.40%	8.27%	15.10%
	2	Mytrah Adarsh Power Pvt Ltd	15 MW	Reddypet	Telangana	21.60%	8.64%	15.32%
			15 MW	Chegunta		21.48%	8.54%	15.32%
			15 MW	Thunkibollaram		21.48%	8.51%	15.32%
			15 MW	Tungathurthy		21.48%	8.54%	15.32%
			15 MW	Guntipally		21.48%	8.54%	15.32%
			15 MW	Shanigaram		21.48%	8.54%	15.32%
	3	Mytrah Agriya Power Pvt Ltd	50 MW	Kamareddy	Telangana	21.32%	6.80%	15.32%
	4	Mytrah Akaash Power Pvt Ltd	50 MW	K.M.Pally	Telangana	21.05%	6.76%	15.10%
	5	Mytrah Aadhya Power Pvt Ltd	25 MW	Bareta	Punjab	19.50%	10.21%	14.99%
			25 MW	Balran	Punjab			
	6	Mytrah Advaith Power Pvt Ltd	15 MW	Hunagund	Karnataka	19.50%	7.91%	15.10%
			15 MW	Sindagi		19.50%	7.91%	15.10%
	7	Mytrah Akshaya Energy Pvt Ltd	15 MW	Raibagh	Karnataka	19.50%	6.85%	15.39%
	Validation team assessed the DPR. Same report has been used in the financials and the emission reduction calculation. PLF estimation by 3rd party engineering company is in line with Para 3 (b) Annex 11, EB 48 and acceptable to the assessment team. The PLF has been taken from the DPR, and the same has been checked and found that PLF							

considered for the project activity in within the range of sensitivity analysis and found to be appropriate. IRR as per the PLF value of the Tariff orders= SERC (=State electricity regulatory commission) order. The details link are given above:

Name of the Investor/Owner/SPVs	Project Capacity (MW)	PLF (%) - As per the tariff order of State electricity regulatory commission	IRR	Benchmark
Mytrah Advaith Power Private Limited	15 MW	19.50%	9.71%	15.10%
	15 MW	19.50%	7.91%	15.10%
Mytrah Akshaya Energy Private Limited	15 MW	19.50%	6.85%	15.39%
Mytrah Abhinav Power Private Limited	8	20.71%	8.26%	15.10%
	8	21.79%	9.10%	15.10%
	15	21.70%	8.73%	14.99%
	11	22.00%	9.25%	15.10%
	15	21.70%	8.46%	15.10%
	15	21.40%	8.27%	15.10%
Mytrah Adarsh Power Private Limited	15	21.40%	8.20%	15.10%
	15	21.48%	8.54%	15.32%
	15	21.48%	8.54%	15.32%
	15	21.60%	8.64%	15.32%
	15	21.48%	8.54%	15.32%
	15	21.48%	8.54%	15.32%
Mytrah Agriya Power Private Limited	50	21.32%	6.80%	15.32%
Mytrah Akaash Power Private Limited	50	21.05%	6.76%	15.10%
Mytrah Aadhya Power Private Limited	50 MW	19.50%	10.21%	14.99%
Mytrah Advaith Power Private Limited	15 MW	19.50%	9.71%	15.10%
	15 MW	19.50%	7.91%	15.10%
Mytrah Akshaya Energy Private Limited	15 MW	19.50%	6.85%	15.39%

Assessment team confirms that since with the value as mentioned in the tariff order for State Electricity regulatory commission report are considered and still the IRR is still below the benchmark, hence the project is additional.

Tax Rates

Income tax rate (%)	30.00%
MAT (Minimum Alternate tax) (%)	33.00%
Service Tax (%)	15.00%

The above table shows the tax rate considered for individual project Owner and the same is found suitable.

Assessment team noted that the project developer has adopted book depreciation rates as per Schedule XIV of the Companies Act, 1956 for computing book profit and Income Tax Act 1961 stipulated for income tax calculation, which are in conformity with the accepted accounting principles adopted by the company and income tax laws in the host country i.e. INDIA. Tax liability

	has been calculated as per the income tax rules and the rulings given. In computing the income tax liability, the project developers have considered Tax holiday (u/s 80IA of the Income Tax Act, 1961). Accelerated depreciation on plant and machinery is also sourced from IT act. The tax rates assumed corresponds to the tax rate prevailing at the time of taking decision. Hence, these assumptions are appropriate during decision making context and thus acceptable to the assessment team. No further assessment is required as the Values are directly procured from Income Tax Act, 1961 which is standard guideline for Tax value in India.
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Sensitivity analysis:

The Guidance on Appendix of Methodological tool "Investment Analysis" Version 06 requires the robustness of the conclusion arrived at to be proved through a sensitivity analysis by varying the critical assumptions to a reasonable variation. The project developer has identified Plant Load Factor (PLF), Project cost, Electricity tariff and O&M cost as critical assumptions. These critical parameters constitute more than 20% of either total project costs or total project revenues. The sensitivity analysis reveals that even under more favourable conditions, the IRR without CDM revenue would not cross the benchmark return as given in the following table:

1). Mytrah Abhinav Power Private Limited:

8 MW solar project by Mytrah Abhinav Power Private Limited at Thimajipet site, Telangana

Sensitivity Analysis	Equity IRR			
Variation %	-10%	Normal	10%	Breaching Value
PLF	7.14%	9.10%	11.20%	26.59%
O&M	9.30%	9.10%	8.90%	-316.60%
Project Cost	11.17%	9.10%	7.53%	-22.89%
Tariff Rate	7.14%	9.10%	11.20%	26.59%

8 MW solar project by Mytrah Abhinav Power Private Limited at Arvapally site, Telangana

Sensitivity Analysis	Equity IRR			
Variation %	-10%	Normal	10%	Breaching Value
PLF	6.35%	8.26%	10.19%	32.25%
O&M	8.45%	8.26%	8.06%	-367.38%
Project Cost	10.14%	8.26%	6.76%	-26.59%
Tariff Rate	6.35%	8.26%	10.19%	32.25%

15 MW solar project by Mytrah Abhinav Power Private Limited at Domakonda site, Telangana

Sensitivity Analysis	Equity IRR			
Variation %	-10%	Normal	10%	Breaching Value
PLF	6.80%	8.73%	10.74%	28.66%
O&M	8.92%	8.73%	8.54%	-341.65%

Project Cost	10.71%	8.73%	7.20%	-24.25%
Tariff Rate	6.80%	8.73%	10.74%	28.66%

11 MW solar project by Mytrah Abhinav Power Private Limited at Alampur site, Telangana

Sensitivity Analysis	Equity IRR			
Variation %	-10%	Normal	10%	Breaching Value
PLF	7.27%	9.25%	11.36%	25.75%
O&M	9.44%	9.25%	9.05%	-311.82%
Project Cost	11.34%	9.25%	7.65%	-22.32%
Tariff Rate	7.27%	9.25%	11.36%	25.75%

15 MW solar project by Mytrah Abhinav Power Private Limited at Gadwal site, Telanagana

Sensitivity Analysis	Equity IRR			
Variation %	-10%	Normal	10%	Breaching Value
PLF	6.55%	8.46%	10.42%	30.95%
O&M	8.66%	8.46%	8.27%	-364.40%
Project Cost	10.38%	8.46%	6.95%	-25.71%
Tariff Rate	6.55%	8.46%	10.42%	30.95%

15 MW solar project by Mytrah Abhinav Power Private Limited at Tandur site, Telanaga

Sensitivity Analysis	Equity IRR			
Variation %	-10%	Normal	10%	Breaching Value
PLF	6.31%	8.20%	10.12%	32.79%
O&M	8.39%	8.20%	8.01%	-380.80%
Project Cost	10.08%	8.20%	6.71%	-26.87%
Tariff Rate	6.31%	8.20%	10.12%	32.79%

15 MW solar project by Mytrah Abhinav Power Private Limited at Nagarkurnool site, Telanaga

Sensitivity Analysis	Equity IRR			
Variation %	-10%	Normal	10%	Breaching Value
PLF	6.37%	8.27%	10.20%	32.30%
O&M	8.46%	8.27%	8.07%	-376.53%
Project Cost	10.16%	8.27%	6.77%	-26.57%
Tariff Rate	6.37%	8.27%	10.20%	32.30%

2). Mytrah Adarsh Power Private Limited

15 MW solar project by Mytrah Adarsh Power Private Limited at Reddypet site, Telanaga

Sensitivity Analysis	Equity IRR			
Variation %	-10%	Normal	10%	Breaching Value

PLF	6.72%	8.64%	10.63%	30.59%
O&M	8.84%	8.64%	8.45%	-365.41%
Project Cost	10.60%	8.64%	7.12%	-25.50%
Tariff Rate	6.72%	8.64%	10.63%	30.59%

15 MW solar project by Mytrah Adarsh Power Private Limited at Chegunta site, Telanaga

Sensitivity Analysis	Equity IRR			
Variation %	-10%	Normal	10%	Breaching Value
PLF	6.62%	8.54%	10.51%	31.35%
O&M	8.73%	8.54%	8.35%	-371.78%
Project Cost	10.74%	8.54%	7.02%	-25.94%
Tariff Rate	6.62%	8.54%	10.51%	31.35%

15 MW solar project by Mytrah Adarsh Power Private Limited at Thunkibollaram site, Telanaga

Sensitivity Analysis	Equity IRR			
Variation %	-10%	Normal	10%	Breaching Value
PLF	6.59%	8.51%	10.47%	31.57%
O&M	8.70%	8.51%	8.31%	-374.08%
Project Cost	10.43%	8.51%	6.99%	-26.10%
Tariff Rate	6.59%	8.51%	10.47%	31.57%

15 MW solar project by Mytrah Adarsh Power Private Limited at Tungathurthy site, Telanaga

Sensitivity Analysis	Equity IRR			
Variation %	-10%	Normal	10%	Breaching Value
PLF	6.62%	8.54%	10.51%	31.35%
O&M	8.73%	8.54%	8.35%	-372.05%
Project Cost	10.47%	8.54%	7.02%	-22.95%
Tariff Rate	6.62%	8.54%	10.51%	31.35%

15 MW solar project by Mytrah Adarsh Power Private Limited at Guntipally site, Telanaga

Sensitivity Analysis	Equity IRR			
Variation %	-10%	Normal	10%	Breaching Value
PLF	6.62%	8.54%	10.51%	31.35%
O&M	8.73%	8.54%	8.35%	-372.05%
Project Cost	10.47%	8.54%	7.02%	-22.95%
Tariff Rate	6.62%	8.54%	10.51%	31.35%

15 MW solar project by Mytrah Adarsh Power Private Limited at Shanigaram site, Telanaga

Sensitivity Analysis	Equity IRR			
Variation %	-10%	Normal	10%	Breaching Value
PLF	6.62%	8.54%	10.51%	31.35%
O&M	8.73%	8.54%	8.35%	-372.05%
Project Cost	10.47%	8.54%	7.02%	-22.95%
Tariff Rate	6.62%	8.54%	10.51%	31.35%

3). Mytrah Agriya Power Private Limited

50 MW solar project by Mytrah Agriya Power Private Limited at Kamareddy site, Telanaga

Sensitivity Analysis	Equity IRR			
Variation %	-10%	Normal	10%	Breaching Value
PLF	4.99%	6.80%	8.52%	45.01%
O&M	6.99%	6.80%	6.62%	-518.30%
Project Cost	8.47%	6.80%	5.38%	-33.58%
Tariff Rate	4.99%	6.80%	8.52%	45.01%

4. Mytrah Akaash Power Private Limited

50 MW solar project by Mytrah Akaash Power Private Limited at K.M.Pally site, Telanaga

Sensitivity Analysis	Equity IRR			
Variation %	-10%	Normal	10%	Breaching Value
PLF	4.95%	6.76%	8.48%	44.25%
O&M	6.95%	6.76%	6.57%	-501.24%
Project Cost	8.43%	6.76%	5.34%	-33.23%
Tariff Rate	4.95%	6.76%	8.48%	44.25%

5. Mytrah Aadhya Power Private Limited

50 MW Solar Project at Punjab by Mytrah Aadhya Power Private Limited.

Sensitivity Analysis	Equity IRR			
Variation %	-10%	Normal	10%	Breaching Value
PLF	8.04%	10.21%	12.57%	19.25%
O&M	10.43%	10.21%	9.99%	-215.45%
Project Cost	12.53%	10.21%	8.48%	-17.82%
Tariff Rate	8.04%	10.21%	12.57%	19.25%

6. Mytrah Advait Power Private Limited

15 MW solar project by Mytrah Advait Power Private Limited at Hunagund site, Karnataka

Sensitivity Analysis	Equity IRR			
Variation %	-10%	Normal	10%	Breaching Value

PLF	5.93%	7.91%	9.92%	32.73%
O&M	8.18%	7.91%	7.64%	-287.11%
Project Cost	9.78%	7.91%	6.43%	-27.63%
Tariff Rate	5.93%	7.91%	9.92%	32.73%

15 MW solar project by Mytrah Advalth Power Private Limited at Sindagi site, Karnataka

Sensitivity Analysis	Equity IRR			
Variation %	-10%	Normal	10%	Breaching Value
PLF	5.93%	7.91%	9.92%	32.73%
O&M	8.18%	7.91%	7.64%	-287.11%
Project Cost	9.78%	7.91%	6.43%	-27.63%
Tariff Rate	5.93%	7.91%	9.92%	32.73%

7). Mytrah Akshaya Energy Private Limited

15 MW solar project by Mytrah Akshaya Energy Private Limited at Raibagh site, Karnataka

Sensitivity Analysis	Equity IRR			
Variation %	-10%	Normal	10%	Breaching Value
PLF	4.93%	6.85%	8.76%	42.23%
O&M	7.11%	6.85%	6.59%	-372.43%
Project Cost	8.55%	6.85%	5.42%	-33.01%
Tariff Rate	4.93%	6.85%	8.67%	42.23%

The results of sensitivity analysis show that even with a variation of +10% & -10% in project cost, O&M cost, PLF and Tariff Rate Equity IRR is significantly lower than the benchmark. And it is evident from the results given above; the project remains additional even under the most favourable conditions.

Assessment team also confirmed the breaching values for individual parameters (=Individual project owners) and thus confirms that the project is still additional

Site Name	Name of the Investor/Owner/SPVs	Project Capacity (MW)	PLF in DPR	Tariff order PLF	Variation in PLF	Breaching Value for PLF
Telangana	Mytrah Abhinav Power Private Limited	8	20.71%	20.71%	0%	32.25%
		8	21.79%	21.79%	0%	26.59%
		15	21.70%	21.70%	0%	28.66%
		11	22.00%	22.00%	0%	22.75%
		15	21.70%	21.70%	0%	30.95%
		15	21.40%	21.40%	0%	32.30%
		15	21.40%	21.40%	0%	32.79%
	Mytrah Adarsh Power Private Limited	15	21.48%	21.48%	0%	31.35%
		15	21.48%	21.48%	0%	31.35%
		15	21.60%	21.60%	0%	30.59%
		15	21.48%	21.48%	0%	31.35%

Site Name	Name of the Investor/Owner/SPVs	Project Capacity (MW)	PLF in DPR	Tariff order PLF	Variation in PLF	Breaching Value for PLF
		15	21.48%	21.48%	0%	31.35%
		15	21.48%	21.48%	0%	31.57%
	Mytrah Agriya Power Private Limited	50	21.32%	21.32%	0%	45.01%
	Mytrah Akaash Power Private Limited	50	21.05%	21.05%	0%	44.25%
Punjab	Mytrah Aadhya Power Private Limited	50 MW	19.50%	19.50%	0%	19.25%
Karnataka	Mytrah Advaith Power Private Limited	15 MW	19.50%	19.50%	0%	32.73%
		15 MW	19.50%	19.50%	0%	32.73%
	Mytrah Akshaya Energy Private Limited	15 MW	19.50%	19.50%	0%	42.23%

Site Name	Name of the Investor/Owner/SPVs	Project Capacity (MW)	DPR Cost	Actual Cost	Variation in Project Cost	Breaching value for Project Cost
Telangana	Mytrah Abhinav Power Private Limited	8	564.10	525.89	-7%	-26.59%
		8	564.10	519.80	-8%	-22.89%
		15	1084.10	957.84	-12%	-24.25%
		11	784.10	712.56	-9%	-22.32%
		15	1084.10	957.66	-12%	-25.71%
		15	1084.10	969.21	-11%	-26.57%
		15	1084.10	960.83	-11%	-26.87%
	Mytrah Adarsh Power Private Limited	15	1084.10	997.49	-8%	-25.94%
		15	1084.10	988.90	-9%	-22.95%
		15	1084.10	988.90	-9%	-25.50%
		15	1084.10	987.18	-9%	-22.95%
		15	1084.10	996.80	-8%	-22.95%
		15	1084.10	991.47	-9%	-26.10%
	Mytrah Agriya Power Private Limited	50	3893.20	3236.14	-17%	-33.58%
	Mytrah Akaash Power Private Limited	50	3874	3315.65	-14%	-33.23%
Punjab	Mytrah Aadhya Power Private Limited	50 MW	3100	2914.09	-6%	-17.82%
Karnataka	Mytrah Advaith Power Private Limited	15 MW	795.00	700.01	-12%	-27.63%
		15 MW	795	717.47	-10%	-27.63%
	Mytrah Akshaya Energy Private Limited	15 MW	890.50	796.64	-11%	-33.01%

Site Name	Name of the Investor/Owner/SPVs	Project Capacity (MW)	DPR Tariff	Actual Tariff	Variation in Tariff	Breaching value in Tariff Rate
Karnataka	Mytrah Advaith Power Private Limited	15 MW	5.50	5.50	0%	32.73%
		15 MW	5.44	5.44	0%	32.73%
	Mytrah Akshaya Energy Private Limited	15 MW	5.50	5.50	0%	42.23%
Punjab	Mytrah Aadhya Power Private Limited	50 MW	5.97	5.97	0%	19.25%
Telangana	Mytrah Abhinav Power Private Limited	8	5.72	5.72	0%	32.25%
		8	5.68	5.68	0%	26.59%
		15	5.72	5.72	0%	28.66%
		11	5.72	5.72	0%	25.75%
		15	5.64	5.64	0%	30.95%
		15	5.66	5.66	0%	32.30%
		15	5.64	5.64	0%	32.79%
	Mytrah Adarsh Power Private Limited	15	5.72	5.72	0%	31.35%
		15	5.72	5.72	0%	31.35%
		15	5.72	5.72	0%	30.59%
		15	5.72	5.72	0%	31.35%
		15	5.72	5.72	0%	31.35%
		15	5.71	5.71	0%	31.57%
	Mytrah Agriya Power Private Limited	50	5.59	5.59	0%	45.01%
	Mytrah Akaash Power Private Limited	50	5.59	5.59	0%	44.25%

Site Name	Name of the Investor/Owner/SPVs	Project Capacity (MW)	DPR O&M cost / MW	Actual O&M cost / MW	Breaching value in O&M
Telangana	Mytrah Abhinav Power Private Limited	8	0.65	0.61	-367.38%
		8	0.65	0.61	-316.60%
		15	0.65	0.70	-341.65%
		11	0.65	0.61	-311.82%
		15	0.65	0.66	-364.40%
		15	0.65	0.61	-376.53%
		15	0.65	0.61	-380.80%
	Mytrah Adarsh Power Private Limited	15	0.65	0.66	-371.78%
		15	0.65	0.69	-372.05%
		15	0.65	0.66	-365.41%
		15	0.65	0.61	-372.05%
		15	0.65	0.61	-372.05%
		15	0.65	0.66	-374.08%

Site Name	Name of the Investor/Owner/SPVs	Project Capacity (MW)	DPR O&M cost / MW	Actual O&M cost / MW	Breaching value in O&M
	Mytrah Agriya Power Private Limited	50	0.65	0.69	-518.30%
	Mytrah Akaash Power Private Limited	50	0.65	0.69	-501.24%
Punjab	Mytrah Aadhya Power Private Limited	50 MW	0.65	0.47	-215.45%
Karnataka	Mytrah Advait Power Private Limited	15 MW	0.65	0.05	-287.11%
		15 MW	0.65	0.05	-287.11%
	Mytrah Akshaya Energy Private Limited	15 MW	0.65	0.05	-372.43%

Common Practice analysis:

The common practice analysis is proved by following points as per the requirement of Methodological tool "Common Practice", version 03.1 EB 84, Annex 7¹¹:

1. **Applicable Geographical Area (Para 9):** The Karnataka, Punjab and Telangana state has been considered as the applicable geographical area for this project. PP had considered these states as geo-graphical area due to regulatory regime since applicable power tariff structure for renewable energy projects is unique for all the states across national boundary of India; which is based on Electricity Act 2003 (EA 2003), section 82 which clearly mentions "Every State Government shall, within six months from the appointed date, by notification, constitute for the purposes of this Act, a Commission for the State to be known as the (name of the State) Electricity Regulatory Commission" Appropriateness of the same has been checked and confirmed from EA 2003 (<http://www.cercind.gov.in/08022007/Act-with-amendment.pdf/40/>).

Furthermore, following significant points on the State specific policy & regulatory framework on the renewable energy projects with special emphasis to solar power projects have been validated:

- Electricity Act 2003 (EA 2003) has changed the legal and regulatory framework for the renewable energy sector in India. The EA 2003 mandates policy formulation to promote renewable sources of energy by the federal government, the State governments and the State Electricity Regulatory Commissions (=SERCs) within their jurisdictions.
- The Electricity Act 2003 introduced some enabling provisions conducive to accelerated development of grid connected renewable energy sources. Under Section 61(h), promotion of cogeneration and generation of electricity from renewable sources of energy has been made the explicit responsibility of SERCs, which are bound by law to take these considerations into account while drafting their terms and conditions for tariff regulations. Nearly all SERCs have issued their tariff regulations incorporating suitable clauses, which will enable them to provide a preferential treatment to renewable energy (RE) during the tariff determination process. The SERCs determine the tariff for all renewable energy

¹¹<https://cdm.unfccc.int/methodologies/PAmethodologies/tools/am-tool-24-v1.pdf>

projects across the States, and the state-owned power Distribution Companies (DISCOMs) ensure grid connectivity to the renewable energy project sites.

- EA 2003 has initiated the adoption of the National Tariff Policy, 2006 as one of the key policies, National Tariff Policy (2006) framed under the Section 3 of the EA 2003. As per the excerpt from National Tariff Policy, 2006; pursuant to provisions of section 86(1)(e) of the EA 2003, the Appropriate Commission shall fix a minimum percentage for purchase of energy from such sources taking into account availability of such resources in the region and its impact on retail tariffs. Such percentage for purchase of energy should be made applicable for the tariffs to be determined by the SERCs latest by 01/04/2006.
- As mandated under section 86(1)(e) of the Electricity Act (2003), by 26/06/2012 SERCs had fixed quotas (in terms of % of electricity being handled by the power utility) to procure power from renewable energy sources. The mandate, which is called a Renewable Purchase Specification (RPS), varies from 0.5% to 14% in various states over varying time-scales. Few states have come out with technology specific RPSs. Besides, the state regulators determine the tariff for all RE projects in the states and ensure connectivity to the grid through extension of power evacuation from the RE project sites.
- At present thirteen SERCs have declared preferential feed-in tariffs (FITs) for purchase of electricity generated from solar power projects established in respective states, which varies from state to state in India. All the SERCs have adopted a 'cost plus' methodology to fix the feed-in tariff, which varies across the states depending upon the state resources, project cost and more importantly the tariff regulations of SERCs. Solar power related tariff policies in different states also has difference in regulatory and policy incentives. Several states have implemented fiscal and financial incentives for renewable energy generation, including; energy buy back (i.e. a guarantee from an electricity company that they will buy the renewable power produced); preferential grid connection and transportation charges and electricity tax exemptions.

Therefore the investment climate for the renewable energy projects varies from State to State within India due to state specific local policy & regulatory framework as outlined by the State Electricity Regulatory Commissions of the respective state. This difference in investment condition leads to essential distinction among solar energy projects between different States of the host country India.

Thus, the specific geographical area i.e. states of the project activities for the common practice analysis of the proposed project activity is considered and thus the same is acceptable to the assessment team.

2. Measure (Para 10): The project activity reduces greenhouse gas emissions by generating electricity using renewable energy source- solar. Therefore, the project activity falls under the following measure:

(b) Switch of technology with or without change of energy source including energy efficiency improvement as well as use of renewable energies.

3. Output (Para 11): The project activity produces electricity. Therefore, electricity is considered as output of the project activity.

4. Different Technologies (Para 12): The project activity uses solar energy for producing electricity and hence as per Para 12(a), the technologies which use energy source/ fuel other than solar will be considered as the different technologies for the project activity.

For the concerned project activity, Common Practice Analysis has been carried out for 372 MW capacity solar Power Projects in these states which is developed by **Mytrah Energy India Private Limited**.

Stepwise approach for common practice analysis has been carried out as per Methodological tool "Common Practice", version 03.1 EB 84, Annex 7:

Step (1): Calculate applicable capacity or output range as +/-50% of the total design capacity or output of the proposed project activity.

Range	Capacity	Unit
+50%	558	MW
Capacity of the proposed project activity	372	MW
-50%	186	MW

Step (2): Identify similar projects (both CDM and non-CDM) which fulfil all of the following conditions:

- (a) The projects are located in the applicable geographical area;
- (b) The projects apply the same measure as the proposed project activity;
- (c) The projects use the same energy source/fuel and feedstock as the proposed project activity, if a technology switch measure is implemented by the proposed project activity;
- (d) The plants in which the projects are implemented produce goods or services with comparable quality, properties and applications areas (e.g. clinker) as the proposed project plant;
- (e) The capacity or output of the projects is within the applicable capacity or output range calculated in Step 1;
- (f) The projects started commercial operation before the project design document (CDM-PDD) is published for global stakeholder consultation or before the start date of proposed project activity, whichever is earlier for the proposed project activity.

Identification of the similar projects (CDM and non-CDM) is carried out as per sub-steps of Step (2) as follows:

- a) As the projects are located in these states of India, therefore, projects in the geographical area of these states has been chosen for analysis. The project activity involves generation of electricity from solar energy. The project activity is located in these states in India and the policy applicable for the solar projects is regulated by respective state policy. The policies/tariff for each state is regulated by State Electricity Regulatory Commissions of respective states and they differ for respective states. The project implemented in these states is claimed as different since the policies and regulations differ in each state. Each state has different policies regarding renewable energy, hence these states are considered as geographical region for common practise analysis.

b) The project activity is a green-field solar power project and uses measure (b) "Switch of technology with or without change of energy source including energy efficiency improvement as well as use of renewable energies". Therefore, projects applying same measure (b) are candidates for similar projects.

c) The energy source used by the project activity is solar energy. Hence, only solar energy projects have been considered for analysis.

d) The project activity produces electricity; therefore, all power plants that produce electricity are candidates for similar projects.

e) The capacity range of the projects is within the applicable capacity range from 186 MW to 558 MW.

f) The start date of the concerned project activity is 19/06/2017. Therefore projects, which have started commercial operation before 19/06/2017, have been considered for analysis.

Numbers of Similar projects identified, which fulfil above-mentioned conditioned are

$N_{\text{solar}} = 0$

Step (3): Within the projects identified in Step 2, identify those that are neither registered CDM project activities, project activities submitted for registration, nor project activities undergoing validation. Note their number N_{all} .

CDM project activities, which have got registered or are under validation have been excluded in this step. The list of the power plants identified is provided to the DOE. After excluding the registered and under validation projects the total number of projects.

$N_{\text{all}} = 0$

Step (4): Within similar projects identified in Step 3, identify those that apply technologies that are different to the technology applied in the proposed project activity. Note their number N_{diff} .

As per the tool on Common Practice, the project activities have been separated from the different technologies on the basis two criteria:

1. Size of Installation – Since project activity is large scale project, small and micro scale projects are considered as different technology project. Based on this criteria, there are no any different technology project out of similar identified projects.

2. Investment climate on the date of the investment decision – For proposed project activity, there are no any different technology project considered out of similar identified projects.

Hence, projects where either of the conditions is satisfied those projects are counted for calculating N_{diff} projects.

$N_{\text{diff}} = 0$

Step (5): Calculate factor $F=1-N_{\text{diff}}/N_{\text{all}}$ representing the share of similar projects (penetration rate of the measure/technology) using a measure/technology similar to the measure/technology used in the proposed project activity that deliver the same output or capacity as the proposed project activity.

Calculate $F=1-N_{\text{diff}}/N_{\text{all}}$

$$F = 1-(0/0) = 1$$

As per methodological tool “common practise” version 03.1, the proposed project activity is a “common practice” within a sector in the applicable geographical area if the factor F is greater than 0.2 and $N_{all} - N_{diff}$ is greater than 3.

Thus, if both conditions are fulfilled, then project activity will be a common practise otherwise, the project activity is treated as not a common practise.

Outcome of Common Practise analysis:

As,

i. $F = 1$; is greater than 0.2

ii. $N_{all} - N_{diff} = 0$; is not greater than 3

Thus, the proposed project activity is not a “common practice” within a sector in the applicable geographical area.

The above discussions show that solar power development is not a common practice and the project activity is not financially attractive; hence the project activity is additional and the assessment team considers the approach and calculations acceptable as per the requirements in the methodological tool

3.3.6 Quantification of GHG Emission Reductions and Removals

Assessment team checked the baseline, project and leakage calculation and confirm that the evaluation of baseline, project and leakage is as per the approved methodology and formula used to calculate the same is correct. The detail analysis is as below:

Baseline Emission:

As per the approved consolidated Methodology ACM0002 version 19.0:

Baseline emissions include only CO₂ emissions from electricity generation in fossil fuel fired power plants that are displaced due to the project activity. The methodology assumes that all project electricity generation above baseline levels would have been generated by existing grid-connected power plants and the addition of new grid- connected power plants. The baseline emissions are to be calculated as follows:

$$BE_y = EG_{PJ,y} \times EF_{grid,CM,y}$$

Where:

BE_y = Baseline emissions in year y (t CO₂/yr)

$EG_{PJ,y}$ = Quantity of net electricity generation that is produced and fed into the grid as a result of the implementation of the CDM project activity in year y (MWh/yr)

$EF_{grid,CM,y}$ = Combined margin CO₂ emission factor for grid connected power generation in year y calculated using the latest version of the "Tool to calculate the emission factor for an electricity system" (t CO₂/MWh)

The grid emission factor is calculated as the weighted average of the operating margin (0.75) & build margin (0.25) values. The value of combined margin is sourced from Baseline CO₂ Emission Database, Version 14, December 2018 published by Central Electricity Authority (CEA), Government of India. CEA calculates the data based on Tool to Calculate the Emission Factor for an Electricity System", Ver. 7.0. No further assessment is required for grid emission calculation as the ex-ante value is sourced directly from the Govt. of India database.

Emission factor (EF_y):

$EF_y = EF_{grid,CM,y} = 0.9368$ t CO₂/MWh. This value is fixed ex-ante for the crediting period.

$EG_{PJ,y}$ is calculated based on capacity (Checked from the manufacturer specification), PLF= sourced from offer letter thus fulfilling the requirement of Para 3 (b), Annex 11 EB 48 and 8,760 (365*24) annual hours.

Moreover, $EG_{PJ,y}$ is a monitoring parameter and the actual value will be obtained during the verification of the project activity.

$$BE_y = 681,607 \times 0.9368 = 638,520 \text{ tCO}_2$$

Project Emission:

As per the approved consolidated ACM0002 version 19.0: "For most renewable energy power generation project activities, $PE_y = 0$. However, some project activities may involve project emissions that can be significant. These emissions shall be accounted for as project emissions by using the following equation:

$$PE_y = PE_{FF,y} + PE_{GP,y} + PE_{HP,y}$$

Where:

PE_y = Project emissions in year y (t CO₂e/yr)

$PE_{FF,y}$ = Project emissions from fossil fuel consumption in year y (t CO₂/yr)

$PE_{GP,y}$ = Project emissions from the operation of dry, flash steam or binary geothermal power plants in year y (t CO₂e/yr)

$PE_{HP,y}$ = Project emissions from water reservoirs of hydro power plants in year y (t CO₂e/yr)

As the project activity is the installation of a new grid-connected Solar Power plant and does not involve any project emissions from fossil fuel, operation of dry, flash steam or binary geothermal power plants, and from water reservoirs of hydro power plants. Therefore $PE_{FF,y}$, $PE_{GP,y}$, $PE_{HP,y}$ are equal to zero and thus, $PE_y = 0$.

Leakage Emission:

Leakage emission is not considered as per the requirement of ACM0002 version 19.0.

Net Emission reduction:

Reductions are calculated as follows:

$$ER_y = BE_y - PE_y$$

Where:

ER_y	=	Emission reductions in year y (t CO ₂ e/yr)
BE_y	=	Baseline emissions in year y (t CO ₂ /yr)
PE_y	=	Project emissions in year y (t CO ₂ e/yr)

Therefore, Net GHG Emission Reductions and Removals are calculated as follows:

$$ER_y = BE_y - PE_y$$

Year	Estimated baseline emissions or removals (tCO ₂ e)	Estimated project emissions or removals (tCO ₂ e)	Estimated leakage emissions (tCO ₂ e)	Estimated net GHG emission reductions or removals (tCO ₂ e)
Year 1	638,520	0	0	638,520
Year 2	638,520	0	0	638,520
Year 3	638,520	0	0	638,520
Year 4	638,520	0	0	638,520
Year 5	638,520	0	0	638,520
Year 6	638,520	0	0	638,520
Year 7	638,520	0	0	638,520
Year 8	638,520	0	0	638,520
Year 9	638,520	0	0	638,520
Year 10	638,520	0	0	638,520
Total	6,385,200	0	0	6,385,200

3.3.7 Methodology Deviations

Assessment team confirms that No methodology deviation is applicable for the present project activity.

3.3.8 Monitoring Plan

Assessment team checked the monitoring practice onsite and also checked the guideline of respective State electricity regulatory commission. The detail analysis is as below:

Parameters determined ex-ante:

Baseline emission factor of INDIAN Grid is established ex-ante based on Tool to calculate the grid emission factor, using a combined approach consisting 75 % operating margin and 25 % build margin. The emission coefficient from official data published in Central Electricity Authority (CEA) CO₂ Baseline database available to the project participant at the time of submission of joint VCS PD & MR for joint validation & Verification and global stakeholder's consultation process. CEA is an official source of Ministry of Power, Government of India have worked out baseline as CO₂ baseline database. The assumption were verified by the validation team and found to be correct.

Parameters determined ex-post:

The parameters monitored ex-post involves net electricity supplied to the grid (calculated from electricity exported and imported) to the INDIAN grid by the project activity.

As per the Joint VCS PD & MR Version 02, Joint Energy Meter Reading Report will be the source of data during verification. The DOE will use the same source for verification of emission reductions.

In accordance with the methodology requirement, net electricity supplied by the project activity is obtained from Joint Energy Meter Reading Report issued by State electricity authority which provide input values used for calculation of $EG_{PJ,y}$ by the project activity and forms the basis for emission reduction calculation. Electricity export to the grid and import from the grid is metered by main and check tri-vector energy meters. The main meter reading is taken jointly on a fixed day of every month for the preceding month at the delivery point and signed by the representatives of state utility and O&M personnel.

In the event of failure of main meter, the check meter will be used in monitoring the electricity data. The agency is experienced in the monitoring system and is managing O&M of numerous other Solar farm projects. The validation team therefore is of the opinion that the project participant through the O&M agency is capable of implementing the monitoring plan in the context of the project activity.

Calibration of all the meters is done by state electricity board officials as per the industry standards. However, the calibration will be done once in a 5 year¹² for all the project activity. The energy meter recording the export and import from the grid at substation is under the control and supervision of state electricity board officials. Similarly, O&M contractor is responsible for monitoring of the generation data at CMS.

It is reported that the data will be kept for 2 years following the end of the crediting period or till the last issuance of VERs for the project activity whichever occurs later.

¹²http://powermin.nic.in/whats_new/pdf/Metering_Regulations.pdf, page 12

The responsibilities and authorities of project management, data handling and recording, measurement methods and QA/QC procedure have been systematically established and formalized and the same was verified during the site visit.

3.4 Non-Permanence Risk Analysis

Not applicable for the present project activity.

4 SAFEGUARDS

4.1 No Net Harm

The project activity promotes environmental and socio-economic well-being as it results in zero GHG emissions due to installation and operation of clean, renewable energy technology for electricity generation.

As project is a renewable energy project hence there is no negative environmental and socio impact effect and the same can be summarized in the below table:

S.No.	Indicator	Assessment team opinion
1	Air quality	The project generates clean energy which replaces the fossil fuel intensive electricity generation. Also report on "Developmental Impacts and Sustainable Governance Aspects of Renewable Energy Projects" prepared by MNRE dated September 2013. This report clearly mentioned that Solar farms operations do not result in direct air pollution. Adequate measures were taken to mitigate the envisaged impacts like spraying water on the road side to reduce dust level, etc. This was confirmed by the local stakeholders. Therefore, it is validated that mitigation measures were robustly implemented on ground for air quality issues project will have a positive impact on air quality.
2	Water quality and quantity	The project has no effect on water quality and quantity because it neither generates any waste nor consume any water. It was validated during on-site assessment that there was no requirement of water for operations of Solar plant and the only usage of water was for drinking and sanitation purpose. The consumption of freshwater during construction was also pretty much limited as confirmed by the local stakeholders. Hence the parameter is indicated as neutral and the same is acceptable to the DOE
3	Soil condition	There are negligible impacts envisaged during operation of the project activity. For mitigating the impacts during construction, various mitigation measures were taken which is validated from the plant records of PP and the interview with local villagers. The top soil excavated during construction, was stockpiled and used for compaction. The roads were not paved and soling was done with excavated earth & rock material, so land disturbance could be minimized. It was also confirmed that, the vegetation done at site helps for soil erosion. The same is confirmed during the stakeholder meetings during onsite visit. Therefore, it can be concluded that the project has no effect on soil conditions

S.No.	Indicator	Assessment team opinion
		during its operation because it has no waste coming out.
4	Biodiversity	During the validation site visit it was observed that the condition of ground vegetation will be gradually improved; No rare species has been found in the around area. The project site is not on the migration route of migratory bird. As Such Solar power plant does not have any obstruction in the path of migratory birds. With the implementation of Project, the greening water will be increased significantly; the biodiversity in the vicinity will be improved with the vegetation improvement. NO negative impact envisaged.
5	Employment Generation	The project activity employed local population as skilled workers as well as security guards which were envisaged during the validation site visit. The personnel employed by the project activity are also provided trainings and exposed to various awareness programs therefore a positive indicator has been accepted.
6	Livelihood of the poor	The project is associated with infrastructure development like roads in the nearby areas and promoting economic activities like grants to local school and communities temples etc. Positive impact envisaged.

4.2 Environmental Impact

The project activity is expected to have positive impacts and no significant adverse environmental impacts are foreseen. Since, the project activity is an electricity generation from renewable source (i.e. Solar energy) therefore no negative impact are envisaged. There is no mandatory legal requirement for carrying out an environmental impact assessment in the host country. The Ministry of Environment, Forests & Climate change (MoEFCC), Government of India (GoI) notification¹³ dated 14/09/2006 regarding the requirement of Environment Impact Assessment (EIA) studies states that any project developer in India needs to file an application to the Ministry of Environment and Forests (including a public hearing and an EIA) in case the proposed industry or project is listed in a predefined list. The list includes thirty nine project activities that require EIA studies. The Solar power projects are not included in this list and thus an EIA study is not required.

4.3 Local Stakeholder Consultation

As per the VCS requirements, it is necessary to invite the relevant stakeholders, prior of the validation process. Moreover, the stakeholder meeting took place prior to the start date of the project activity which fulfill the requirement of project standard for project activities version 02. The DOE checked the relevance of the dates during the validation site visit. The detail of the invitation date and stakeholder meeting date is as below:

¹³<http://envfor.nic.in/legis/eia/so1533.pdf>

The stake holder meeting was conducted at the project site itself as below:

State	Name of Investor	Capacity	Project Location		Date of Invitation	Date of Meeting
			Site	District		
Telangana	Mytrah Abhinav Power Private Limited	8	Thimmajipet	Mahabubnagar	12/01/2016	19/01/2016
		8	Arvapally	Nalgonda	13/01/2016	20/01/2016
		15	Domakonda	Nizamabad	15/03/2016	22/03/2016
		11	Alampur	Gadwal	11/01/2016	18/01/2016
		15	Gadwal	Gadwal	14/01/2016	21/01/2016
		15	Tandur	Rangareddy	15/01/2016	22/01/2016
		15	Nagarkurnool	Mahabubnagar	16/01/2016	23/01/2016
Telangana	Mytrah Adarsh Power Private Limited	15	Reddypet	Nizamabad	13/02/2016	20/02/2016
		15	Chegunta	Medak	15/02/2016	22/02/2016
		15	Thunkibollaram	Siddipet	16/02/2016	23/02/2016
		15	Tungathurthy	Nalgonda	17/02/2016	24/02/2016
		15	Guntipally	Nalgonda	18/02/2016	25/02/2016
		15	Shanigaram	Siddipet	19/02/2016	25/02/2016
Telangana	Mytrah Agriya Power Private Limited	50	Kamareddy	Kamareddy	12/02/2016	19/02/2016
Telangana	Mytrah Akaash Power Private Limited	50	KM Palli	Nalgonda	09/01/2016	16/01/2016
Punjab	Mytrah Aadhya Power Private Limited	50	Bareta & Balran	Mansa & Sangrur	19/09/2015	26/09/2015
Karnataka	Mytrah Advait Power Private Limited	15	Hunagund	Bagalkot	08/04/2016	15/04/2016
		15	Sindagi	Bijapur	09/04/2016	16/04/2016
Karnataka	Mytrah Akshaya Energy Private Limited	15	Raibagh	Belagavi	15/04/2017	22/04/2017

The local stakeholders' consultation meeting was attended by local persons including local villagers, local vendors and technology suppliers.

The stakeholders identified by the project participant were local villagers who are the major population of the particular area, local communities and gram panchayat (Village head), panel supplier, project proponent representatives, O&M Team and other people involved in the project. Validation team verified the list of participants who attended the stakeholder meeting and feedback questionnaire and confirms the stakeholders identified are relevant. Validation team verified the list of participants who attended the stakeholder meeting and feedback questionnaire and confirms the stakeholders identified are relevant. The validation team also verified the minutes of meeting to note that no negative comments were received and the same was cross checked with the information obtained during follow up interviews with the stakeholder's. Moreover, assessment team during the validation site visit also noted that a grievance register is also put onsite for the stakeholder to comment on any grievances during the operation lifetime

of the project activity, the grievances from the stakeholder if found suitable will be addressed immediately by the top management and thus the approach is found appropriate for the project activity.

The interactions with some of the stakeholders during the site visit are presented below:

Name of the stakeholder	Mr. Jasmeet Kaur (Farmer)
DOE questions: Did the power project generated employment opportunities for locals youths, skilled or unskilled persons?	
Answer: Yes. Employment given to locals in O&M activities for technically educated youths and unskilled men & womens as labours in construction activity as well as vegetation removal etc. work.	

Name of the stakeholder	Mr. Y. Reddy (Villager)
DOE questions: Did the Solar power project have any adverse impact on the nearby areas?	
Answer: No. Solar power plants do have no adverse impact on surrounding area.	

Thus, Validation team is of the opinion that the stakeholder meeting was adequate and appropriate.

4.4 Public Comments

Assessment team noted that this project was open for public comment from 02/08/2018 to 02/09/2018. No comments were received.

The detail were checked by the assessment team in the following web platform

https://www.vcsprojectdatabase.org/#/pipeline_details/PL1784

5 VERIFICATION FINDINGS

5.1 Accuracy of GHG Emission Reduction and Removal Calculations

Means verification	of	The verification team assessed whether the data and calculations of GHG emission reductions achieved resulting from the Joint VCS PD & MR. The verification team has checked whether calculations of baseline GHG emissions, project GHG emissions and leakage GHG emissions have been carried out in accordance with the formulae and methods described in the monitoring plan of the Joint VCS PD & MR.
Findings		CAR05 & CAR 09 raised on this section and closed successfully. Please refer Appendix 1 for further details
Conclusion		The baseline Emissions for a given year is calculated by multiplying the energy baseline (EB) with the regional grid emission factor. The grid in this case would be the 'INDIAN Grid' Formula Used:- $BE_y = EG_{PJ,y} \times EF_{grid,CM,y}$ Where: BE_y = Baseline emissions in year y (t CO₂/yr) $EG_{PJ,y}$ = Quantity of net electricity generation that is produced and fed into the grid as a result of the implementation of the CDM project activity in year y (MWh/yr) $EF_{grid,CM,y}$ = Combined margin CO₂ emission factor for grid connected power generation in year y calculated using the latest version of the "Tool to calculate the emission factor for an electricity system" (t CO₂/MWh) The verification team has checked the entire monthly JMR report and invoices applicable for the monitoring period as per the project activity applied for verifications and found all the parameters are monitored and recorded as per the monitoring plan in the Joint VCS PD & MR. The verification team has crosschecked the emission reduction sheet and monitoring report data with the JMR sheet and invoice bills and found all the values are matching.

5.2 Quality of Evidence to Determine GHG Emission Reductions and Removals

Means verification	of	The verification team checked the break down log for the monitoring period. During the verification site visit the feeder wise location of the project is also checked. The Calibration details of the monitoring meters are also checked with calibration certificates.
Findings		CAR 06 raised on this section and closed successfully. Please refer Appendix 1 for further details.
Conclusion		The metering arrangement is tri-vector bi-directional energy meters (main and check) at the plant sites/State Electricity Board's (SEB) pooling substations. These meters record several parameters including electricity exported & imported. Moreover, the meters are located at the HT side of the transformer and are of accuracy class of 0.2s for each project activity applied for verification. These electricity meters are being used by state electricity board for JMR (Joint Meter Reading)/Share Certificate. The Net electricity supplied to the grid is then

	calculated from export and import values. The net electricity exported to the grid is also cross checked from the invoices raised to respective state electricity board which is in line with Methodology requirement. Hence assessment team confirmed that the value of net electricity exported to the grid as used in emission reduction calculation is correct. Electricity export to the grid and import from the grid is metered by main and check/Standby tri-vector energy meters. The main meter reading is taken jointly on a fixed day of every month for the preceding month at the delivery point and signed by the representatives of state utility and O&M personnel. In the event of failure of main meter, the check meter will be used in monitoring the electricity data. The agency is experienced in the monitoring system and is managing O&M of numerous other Solar farm projects. The validation team therefore is of the opinion that the project participant through the O&M agency is capable of implementing the monitoring plan in the context of the project activity. Calibration of all the meters is done by state electricity board officials as per the industry standards. However, the calibration is done once in a 5 year¹⁴. The details of Calibration of the meters are mentioned in Appendix 5 of this report. The energy meter recording the export and import from the grid at substation is under the control and supervision of state electricity board officials. Similarly O&M contractor is responsible for monitoring of the generation data at CMS. It is reported that the data will be kept for 2 years following the end of the crediting period till the last issuance of VERs for the project activity whichever occurs later. The responsibilities and authorities of project management, data handling and recording, measurement methods and QA/QC procedure have been systematically established and formalized and the same was verified during the site visit. On-site visit and interview with O&M personnel also confirms that the operational and organizational chart as mentioned in Joint VCS PD & MR is as per the site practice and thus assessment team confirms that the details are correct. The break down log is checked and found that the plant undergone scheduled maintenance and break down. No unforced error observed.
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¹⁴http://powermin.nic.in/whats_new/pdf/Metering_Regulations.pdf, page 12

6 VALIDATION AND VERIFICATION CONCLUSION

Applus+ Certification has been engaged by **Mytrah Energy India Private Limited** to perform the Joint validation and verification of the "Bundled Solar Power Project by Mytrah Energy India Private Limited"

The management of the project participant/owner is responsible for the preparation of the GHG emissions data and the reported/estimated GHG emissions reductions on the basis set out within the project's Monitoring Plan in the Joint VCS PD & MR and the approved methodology ACM0002- Version 19.0.

Our Validation approach was based on the requirements as defined under the Kyoto Protocol, Marrakesh accord, as well as those defined by the CDM Executive Board and VCS board. Our approach is risk-based, drawing on an understanding of the risks associated with estimated GHG emissions data and the controls in place to mitigate these. The validation can confirm that:

- The projects description compliance with, the requirements of Article 12 of the Kyoto Protocol, the CDM Modalities and Procedures as agreed in the Marrakech Accords under decision 3/CMP.1, the annexes to this decision, subsequent decisions and guidance made by COP/MOP & CDM Executive Board and other relevant rules, including the Host Country legislation and sustainability criteria along with VCS guideline and standard version 3.7
- The project's baseline and additionality is assessed against "ACM0002- Version 19.0" for large scale project
- The project's monitoring plan is assessed against "ACM0002- Version 19.0" for small scale project
- A risk based approach has been followed to perform this validation activity. The review of the project description and additional documents related to baseline and monitoring methodology; the subsequent background investigation, follow-up interviews with Project Owner have provided LGAI Technological Center S.A. (Applus+ Certification) with sufficient evidence for positive validation opinion as per the requirement of VCS.

Our Verification approach was based on the requirements as defined under the Kyoto Protocol, Marrakesh accord, as well as those defined by the CDM Executive Board. Our approach is risk-based, drawing on an understanding of the risks associated with reporting GHG emissions data and the controls in place to mitigate these. The verification can confirm that:

- the project is operated as planned and described in the project document;
- the monitoring plan is as per the applied methodology;
- the monitoring process in Monitoring Report is as per the PD
- the development and maintenance of records and reporting procedures are in accordance with the monitoring plan;
- the installed equipment being essential for generating emission reduction runs reliably and is calibrated appropriately
- the monitoring system is in place and generates GHG emission reductions data;
- the GHG emission reductions are calculated without material misstatements.

- No limitation observed for the present verification

Verification period: 19/06/2017 to 17/03/2019 (first and last date included)

Verified GHG emission reductions and removals in the above verification period:

Year	Baseline emissions or removals (tCO ₂ e)	Project emissions or removals (tCO ₂ e)	Leakage emissions (tCO ₂ e)	Net GHG emission reductions or removals (tCO ₂ e)
2017	33,067	0	0	33,067
2018	390,627	0	0	390,627
2019	133,973	0	0	133,973
Total	557,667	0	0	557,667

The estimated emission reduction to be achieved from the project activity for the current monitoring period is 1,112,599 tCO₂e¹⁵, whereas actual emission reductions achieved are 557,667 tCO₂e, which is approximately 50%¹⁶ lower than the estimated emission reductions. The generation of electricity depends upon climatic conditions and monitoring period considered and not within the control of the project participant.

Detailed calculations are as below for each project:

Assessment team checked the same found to be appropriate and accepted.

Project Investor	Capacity (MW)	Estimated VCUs per year	COD Date	No. Days the plant operational	Estimated VCUs during current monitoring period	Actual VCUs during current monitoring period	% change
Mytrah Advaita Power Pvt Ltd	15	24,003	09/02/2018	402	26436	25971	-1.76%
	15	24,003	08/02/2018	403	26501	25479	-3.86%
Mytrah Akshaya Energy Pvt Ltd	15	24,003	23/01/2018	419	27554	23851	-13.44%
Mytrah Aadhya Power Pvt Ltd	25	40,006	19/06/2017	637	69818	39270	-43.75%
	25	40,006	19/06/2017	637	69818	62695	-10.20%
Mytrah Abhinav Power Pvt Ltd	8	13,595	30/06/2017	626	23316	21214	-9.02%
	8	14,304	19/07/2017	607	23787	16914	-28.89%
	15	26,710	05/12/2017	468	34247	25368	-25.93%
	11	19,859	19/08/2017	576	31339	24621	-21.44%
	15	26,710	21/08/2017	574	42004	33134	-21.12%

¹⁵ Calculated based on the actual operational days of each project.

¹⁶ These estimation is based on annual (365 days) estimation of ER as 638,520 tCO₂e and current monitoring period is for 636 days.

Project Investor	Capacity (MW)	Estimated VCUs per year	COD Date	No. Days the plant operational	Estimated VCUs during current monitoring period	Actual VCUs during current monitoring period	% change
	15	26,341	02/03/2018	381	27495	18066	-34.29%
	15	26,341	27/02/2018	384	27712	28566	3.08%
Mytrah Adarsh Power Pvt Ltd	15	26,440	05/12/2017	468	33901	30744	-9.31%
	15	26,440	22/11/2017	481	34842	21059	-39.56%
	15	26,588	23/10/2017	511	37223	21926	-41.10%
	15	26,440	08/11/2017	495	35856	22783	-36.46%
	15	26,440	25/09/2017	539	39044	25503	-34.68%
	15	26,440	23/05/2018	299	21659	21637	-0.10%
Mytrah Agriya Power Pvt Ltd	50	87,479	22/11/2018	116	27801	19645	-29.34%
Mytrah Akaash Power Pvt Ltd	50	86,372	16/03/2018	367	86845	49221	-43.32%
	372	638,520			747,198	557,667	

For Mytrah Abhinav Power Pvt Ltd of 15 MW at Nagarkurnool site, the actual emission reductions are 3.08% higher than estimated emission reductions. Assessment team confirms that there is no impact on the additionality of the projects due to slight increase in the PLF value.

APPENDIX 1: DOCUMENTS REVIEWED DURING VALIDATION AND VERIFICATION

No.	Author	Title	References to the document	Provider
1.	NA	Commissioning certificates	Commissioning certificates of the each Solar Power project	Project participant
2.	NA	Contract of the PP with the DOE	Contract of the PP with the DOE	Project participant
3.	NA	Technical specifications	Technical specifications of SPVs from manufacturers	Project participant
4.	NA	Draft Joint VCS PD&MR Version 01 Revised Joint VCS PD&MR Version 02	29/06/2018 08/06/2019	Project participant
5.	NA	Emission Calculation sheet- version 01- Estimated ER Emission Calculation sheet- Version 02- Estimated ER	29/06/2018 08/06/2019	Project participant
6.	NA	Emission Calculation sheet- version 01- Actual ER Emission Calculation sheet- Version 02- Actual ER	29/06/2018 08/06/2019	Project participant
7.	NA	IRR calculation sheet Ver-01	08/06/2019	
8.	NA	The operational lifetime of the project activity from the manufacturer=(Technical specifications)	Manufacturer technical specifications	Project participant
9.	NA	Reference link is provided.	SERC order of the respective states RBI: Reserve Bank of India www.rbi.org.in Ministry of Environment and forest: www.envfor.nic.in UNFCCC www.cdm.unfccc.int CEA: Central electricity authority www.cea.nic.in Income tax act 1961 http://law.incometaxindia.gov.in/DIT/ VCS: Verified Carbon Standard www.v-c-s.org	Independent Search
10.	NA	Tools/ guidelines used in the project activity	UNFCCC CDM web site • Tool to determine the remaining lifetime of the project activity in line with Annex 15 EB 50 • Tool to calculate the emission factor for an electricity system version 07 • UNFCCC Methodology: ACM0002	UNFCCC

No.	Author	Title	References to the document	Provider
			version 19.0 • Glossary of CDM terms version 07 • VCS joint validation and verification report template Version 3.1 • Tool for the demonstration and assessment of additionality version 06 & 07	
11.	NA	Calibration details of the project activity undergoing verifications	Please refer to Appendix 5	Project participant
12.	NA	DPR/Offer letters/PLF	DPR / Offer letters /PLF reports for Individual project owners	Project participant
13.	NA	JMR records+ Invoices for the complete monitoring period	JMR records+ Invoices for the respective states	Project participant
14.	NA	PPA Agreement	Power purchase Agreement between Project Proponent & State Utility	Project participant
15.	NA	Actual O&M agreement	O&M agreements for all sites	Project participant
16.	NA	VCS Declaration	Declaration from PP for Participation under Other GHG Programs	Project participant

**APPENDIX 2: CLARIFICATION REQUESTS, CORRECTIVE ACTION REQUESTS,
FORWARD ACTION REQUESTS (CAR/CL/FAR)**

CAR ID	01	Section no.	1	Date: 07/06/2019
Description of CAR				
During the document review it was observed that				
- Monitoring period mentioned in the MR is not clear about inclusion of first and last dates. Correction requested. - In section 1.1.of the Joint VCS PD & MR, PP requested to update implementation status of the SPVs commissioned till date as observed during site visit. - Declaration from PP regarding participation in other trading / GHG programs, rejection under other GHG program etc. is missing. PP requested to submit the same. - PP Requested to update Geo-coordinates of the SPV locations. - PP requested to update economic well-being due to project activity.				
Project participant response				Date: 08/06/2019
- Both first and last date of the monitoring period are included in the monitoring period. The same is corrected in the revised Joint VCS PD MR, version 2. - The commissioning details of all SPVs are now updated in the section 1.1 of the revised Joint VCS PD MR, version 2. - Declaration from PP is now provided. - The Geo-Coordinates of the SPV are now provided in the revised Joint VCS PD MR, version 2. - The section of Economic Well-being is now updated in the revised Joint VCS PD MR, version 2.				
Documentation provided by project participant				
- Revised Joint VCS PD MR, version 2 - PP Declaration - Commissioning Certificates of all SPVs				
DOE assessment				Date: 11/06/2019
- Monitoring period mentioned in the revised MR is now clear about inclusion of first and last dates. - In section 1.1.of the Joint VCS PD & MR, is now updated for implementation status of the each SPV with commissioning date. - Declaration from PP regarding participation in other trading / GHG programs, rejection under other GHG program etc. is now submitted by PP. - Geo-coordinates of the each SPV is now corrected in revised Joint VCS PD & MR. - Economic well-being section now revised appropriately.				
Thus CAR is closed.				

CAR ID	02	Section no.	1.8	Date: 07/06/2019
Description of CAR				
PP requested to provide technical specifications of all SPVs involved in the project activity.				
Project participant response				Date: 08/06/2019
The technical specifications of all SPVs are now provided in section 1.8 of the revised Joint VCS PD MR, version 2.				
Documentation provided by project participant				
Revised Joint VCS PD MR, version 2				
DOE assessment				Date: 11/06/2019
Technical specifications of all SPVs are now provided in revised Joint VCS PD & MR. Same has been checked and found correct. CAR closed.				

CAR ID	03	Section no.	2	Date: 07/06/2019
Description of CAR				
PP requested to apply latest version of applicable methodology. Revision requested in applicable sections of Joint VCS PD & MR.				
Project participant response				Date: 08/06/2019
The latest version of the applicable methodology have been applied in the revised Joint VCS PD MR, version 2.				
Documentation provided by project participant				
Revised Joint VCS PD MR, version 2				
DOE assessment				Date: 11/06/2019
Joint VCS PD & MR has been now revised for the applicability of the latest version 19 of applicable methodology ACM0002. Assessment team checked revised sections and found correct. CAR closed.				

CAR ID	04	Section no.	2.5	Date: 07/06/2019
Description of CAR				
PP requested to submit all supporting documents for IRR calculations, IRR sheets and justification of additionality with latest versions of applicable tools.				
Project participant response				Date: 08/06/2019
All supporting documents for IRR calculation along with the IRR sheets and along with justifications are now provided to the assessment team.				
Documentation provided by project participant				
1. IRR sheet 2. Supporting documents for IRR calculation				
DOE assessment				Date: 11/06/2019
IRR sheets for all projects have been submitted by PP and same checked with the revised Joint VCS PD & MR. Same found inline and IRR justified appropriately with supporting documents. CAR closed.				

CAR ID	05	Section no.	3	Date: 07/06/2019
Description of CAR				
Corrections requested in the ER calculations and formulas used in line with latest version of applied methodology and CEA database.				
Project participant response				Date: 08/06/2019
The latest version of CEA database is used for the ER calculations.				
Documentation provided by project participant				

Revised Joint VCS PD MR, version 2	
DOE assessment	Date: 11/06/2019
ER calculation approach and formulae are now revised in line with the latest version of applied methodology ACM0002. Same has been checked and found inline. CAR closed.	

CAR ID	06	Section no.	4.3	Date: 07/06/2019
Description of CAR				
Line diagram of metering arrangement is inadequate with respect to actual site meeting arrangements for each site separately. Also calibration details of the meters are missing in the Joint VCS PD & MR.				
Project participant response				Date: 08/06/2019
The line diagram of metering arrangement for each site is now provided in the revised Joint VCS PD MR, version 2. Also, the meter calibration details are now provided in the Appendix-2 of the revised Joint VCS PD MR, version 2.				
Documentation provided by project participant				
Revised Joint VCS PD MR, version 2				
DOE assessment				Date: 11/06/2019
Line diagram for metering arrangements have been revised inline with site scenario. Calibration details provided appropriately. CAR closed.				

CAR ID	07	Section no.	5.3	Date: 07/06/2019
Description of CAR				
PP is requested to provide details of stakeholder consultation for the project activity along with supporting documentation.				
Project participant response				Date: 08/06/2019
The stakeholder consultation details are now provided in the revised Joint VCS PD MR, version 2. Also, the supporting documents for the stakeholder consultation are now provided to the assessment team.				
Documentation provided by project participant				
1. Revised Joint VCS PD MR, version 2 2. Supporting documents of stakeholder consultation (like Public Notice, MOM, Attendance Sheet)				
DOE assessment				Date: 11/06/2019
Section has been revised appropriately with all requisite information and supporting documents has been submitted. CAR closed.				

CAR ID	08	Section no.	5.4	Date: 07/06/2019
Description of CAR				
PP is requested to update section for public comments during GSP of VCS.				
Project participant response				Date: 08/06/2019
The section for public comments during the GSP of VCS is now updated.				
Documentation provided by project participant				
Revised Joint VCS PD MR, version 2				
DOE assessment				Date: 11/06/2019
Section revised appropriately and same checked with VCS website. CAR closed.				

CAR ID	09	Section no.	6.0	Date: 07/06/2019
Description of CAR				

PP is requested to complete the relevant sections as latest version of applied methodology, relevant tools and supporting documents for actual ER achieved.	
Project participant response	Date: 08/06/2019
The relevant sections of the revised Joint VCS PD MR has been updated accordingly with the latest versions of the methodology, tools. Also, the supporting documents for actual ER calculations are now provided.	
Documentation provided by project participant	
Revised Joint VCS PD MR, version 2	
DOE assessment	Date: 11/06/2019
Section 6 of the Joint VCS PD & MR has been revised and found correct. CAR closed.	

APPENDIX 3: COMPETENCE OF TEAM MEMBERS AND TECHNICAL REVIEWERS

Verification team member

No.	Role	Type of resource	Last name	First name	Affiliation (e.g. name of central or other office of DOE or outsourced entity)	Involvement in			
						Desk review	On-site inspection	Interview(s)	Verification findings
1.	Lead Auditor/ Technical Expert	OR	Takarkhede	Atul	TQC- Outsourced entity	Yes	Yes	Yes	Yes

Technical reviewer and approver of the verification and certification report

No.	Role	Type of resource	Last name	First name	Affiliation (e.g. name of central or other office of DOE or outsourced entity)
1.	Technical reviewer (TR)	EI	Xue	Denny	LGAI Technological Center S.A. (Applus+ Certification)
2.	Approver	IR	Sendin	Juan	LGAI Technological Center S.A. (Applus+ Certification)

Short CVs of the Team:

1. Dr. Atul Takarkhede counts with 9 years of experience in field of Environmental Auditing, consulting and accreditation. He is an Expert in ISO 9001-14001, CO2/GHG Reporting, Carbon Foot Print, Energy, Water and Waste Management Reporting for organizations environmental performance. His professional portfolio is mainly related with carrying out EIA, conducting QA/QC of EIA Reports; Conducting Environmental/water Audits; NABET requirements appliance. Furthermore, he counts with solid experience on CDM-VCS-GS consultancy and auditing. He has Ph.D. (Environmental Science) from Institute of Science, RTM Nagpur University, Nagpur, and he has already published different technical reports related to environmental science. Currently he is associated with True Quality Certifications Private Limited and is empanelled with APPLUS certification to carry out GHG audit.
2. Hanshen (Denny) Xue has a Bachelor's Degree on Thermal Energy Engineering and Master's Degree on Environmental Engineering. He has more than 10 years of experience on CDM project development. Before he joined Applus+ LGAI, he has been worked for Shanghai Chuanji Investment and Management which is a CDM consultancy company as a project manager for CDM project development. He is working with Applus+ since 2011 carrying out Validation and verification for CDM/GS/VCS project under scope 1 and 13 as auditor, lead auditor, technical expert and technical reviewer.

APPENDIX 4: ABBREVIATIONS

Abbreviations	Full texts
BM	Build Margin
CAR	Corrective Action Request
CDM	Clean Development Mechanism
CER	Certified Emission Reduction(s)
CEA	Central Electricity Authority
CL	Clarification request
CM	Combined Margin
CMS	Central Monitoring system
CO ₂	Carbon dioxide
CO ₂ e	Carbon dioxide equivalent
DNA	Designated National Authority
DOE	Designated Operational Entity
DR	Document Review
EF	Emission Factor
EIA	Environmental Impact Assessment
ER	Emission Reductions
FAR	Forward Action Request
GHG	Greenhouse gas(es)
OM	Operating Margin
GWP	Global Warming potential
JMR	Joint Metering reading
RBI	Reserve Bank Of India
SEB	State Electricity Board

APPENDIX 5: CALIBRATION DETAILS

Name of SPVs	Site	State	Capacity In MW	Meter Details			Date of Calibration
				Main Meter Sl. No	Check Meter Sl. No	Standby Meter Sl. No	
Mytrah Advait Power Private Limited	Hunagund	Karnataka	15	17151028	17151010	-	25/01/2018
	Sindagi		15	17151045	17151050	-	25/01/2018
Mytrah Akshaya Energy Private Limited	Raibagh	Karnataka	15	17115537	17115532	-	15/01/2018
Mytrah Aadhyar Power Private Limited	Bareta	Punjab	25	PBB48780	PBB48781	-	20/05/2017
	Balran		25	PBB48803	PBB48802	-	20/05/2017
Mytrah Abhinav Power Private Limited	Thimajipet	Telangana	8	APX01099	APX01100	APX01101	15/08/2017
	Arvapally		8	HT01160859	HT01160860	HT01160861	10/07/2017
	Domakonda		15	TS04282	TS04283	TS04284	20/11/2017
	Alampur		11	HT01161107	HT01161108	HT01161109	08/08/2017
	Gadwal		15	HT01161111	HT01161112	HT01161113	10/08/2017
	Tandur		15	2838075	2838076	2838077	25/02/2018
	Nagakurnool		15	2831529	2831530	2831531	16/02/2018
Mytrah Adarsh Power Private Limited	Reddypet	Telangana	15	TSS04286	TSS04288	TSS04274	25/11/2017
	Chegunta		15	2838079	2838080	2838081	12/11/2017
	Thunki Bollaram		15	2838071	2838072	2838073	11/10/2017
	Tungathurthy		15	HT01161100	HT01161101	HT01161102	22/10/2017
	Guntipally		15	2832434	2832435	2832436	19/08/2017
	Shanigaram		15	APX01630	APX01635	APX01640	18/05/2018
Mytrah Agriya Power Private Limited	Kamareddy	Telangana	50	APZ00439	APZ00440	APZ00441	15/11/2018
Mytrah Akaash Power Private Limited	K.M. Pally	Telangana	50	17250998	17250999	17251000	10/03/2018

Meters installed at all sites are of 0.2s accuracy class. Considering five years calibration frequency as per CEA notification and pre-calibrated meters installed at time of commissioning, there is no any delay in calibration applicable for the project activity during this monitoring period.