

The Graneros Plant Fuel Switching Project by J-POWER and NESTLE,Chile has been registered by United Nations CDM Executive Board.

This is the fourth registered project among Japanese Projects approved by Japanese Government.

The Graneros Plant Fuel Switching Project now operating in Chile conducted by Electric Power Development Co., Ltd. (J-POWER) (President: Yoshihiko Nakagaki) and NESTLE,Chile (Prsident: Fernando Del Solar ) was registered as a “Clean Development Mechanism” (CDM) project by the United Nations CDM Executive Board on July 18. This is the fourth registered CDM project among the Japanese projects that have been approved by the Japanese government.

The Request for registration was submitted in November 2004, a few months after the project gained Japanese government approval (July 22, 2004) and underwent a validation process by a Designated Operational Entity (DOE).\* The project was decided to be reviewed by the Board in February and was reviewed in May of this year.

The Graneros project is one of nine CDM projects, including one project with approved methodology, which are now being conducted by J-POWER. J-POWER will continue to take an active involvement in the use of the CDM and other Kyoto Mechanisms in close consideration of cost effectiveness.

\*DOE (Designated Operational Entity): An entity designated by the CDM Executive Board to evaluate and judge the Eligibility and Validity of CDM projects.

#### Outline of Graneros Plant Fuel Switching Project

Host Country	Chile
Project Outline	Switching of combustion fuel from coal and oil to natural gas in boilers, furnaces, coffee roasters, and other plant equipment used to generate heat for a food manufacturer (Nestle Chile S.A., located in Graneros, Chile)
Object Greenhouse Gas	Carbon dioxide
Expected Emissions Reduction Amount	408,200 tons (over a 21-year period from 2004 to 2024)
History	Jul. 2003 Approved by the host country, Chile. Jun. 2004 Methodology approved. Jul. 2004 Approved by the Japanese Government. Feb. 2005 Decided to be reviewed the 18 <sup>th</sup> CDM Executive Board. May 2005 Reviewed at the 19 <sup>th</sup> CDM Executive Board. Jul. 2005 Approved to be Registered by the CDM Executive Board.