

## PROJECT CONCEPT NOTE CARBON OFFSET UNIT (CoU) PROJECT

Title: 2.415 MW Bundled Solar Power Project by SolFreedom Power Limited

Version 1.0 Date 01/01/2022

First CoU Issuance Period: 8 years, 0 month Date: 01/01/2014<sup>1</sup> to 31/12/2021



<sup>&</sup>lt;sup>1</sup> This is a bundle of 14 SPV plants at different locations and with different dates of commissioning. Hence, actual duration of the CoU claim shall be considered from the respective date of commissioning or from 01/01/2014 whichever is later. However, for the purpose of ex-ante presentation the start date of CoU has been nominated as the eligible start date of UCR, i.e. 01/01/2014. More details are referred under Appendix 1.

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## Project Concept Note (PCN) CARBON OFFSET UNIT (CoU) PROJECT

| BASIC INFORMATION                                 |   |  |  |  |
|---|---|--|--|--|
| Title of the project activity                     | 2.415 MW Bundled Solar Power Project by SolFreedom<br>Power Limited   |  |  |  |
| Scale of the project activity                     | Small Scale   |  |  |  |
| Completion date of the PCN                        | 01/01/2022  |  |  |  |
| Project participants                              | Solfreedom Power Limited<br>(Project Proponent and also the Sole Representor)<br>The bundle details have been mentioned in section A.5. |  |  |  |
| Host Party  | India   |  |  |  |
| Applied methodologies and standardized baselines  | Applied Baseline Methodology:<br>AMS-I.D.: "Grid connected renewable electricity<br>generation", version 18                             |  |  |  |
| Sectoral scopes                                   | Standardized Methodology: Not Applicable<br>01 Energy industries<br>(Renewable Sources)   |  |  |  |
| Estimated amount of total GHG emission reductions | To be estimated during verification<br>[An ex-ante estimate is 3,800 CoUs per year]   |  |  |  |

#### SECTION A. Description of project activity

#### A.1. Purpose and general description of Carbon offset Unit (CoU) project activity >>

The project activity is a bundled Solar PV installation of total capacity 2.415 MW (2415.2 kWp), located in various locations of the two states namely Tamil Nādu and Maharashtra, of India. The promoter of the project activity is "SolFreedom Power Limited" (hereinafter also referred to as SFPL), who has developed and been operating the SPV plants. There are fourteen different SPV plants included under this bundle which are installed in the industrial/commercial premises of the respective power users (i.e. referred to as the consumers or bundle members). SFPL is a solar EPC and service provider, has executed individual power purchase agreement with all the bundle members<sup>2</sup> and further to execute the process of submission of the total capacity as bundled project under "Universal Carbon Registry" (UCR). The SPV plants are operational with continuity and reduction of Greenhouse Gas emissions (GHGs), currently being applied under "Universal Carbon Registry" (UCR) for receiving carbon finance for a long term sustainability of the project.

#### **Purpose of the project activity:**

The purpose of the proposed project activity is to generate electricity using a solar energy which is a clean and renewable source of energy for power generation. As per an ex-ante estimate, the project (i.e. the total aggregated capacity) will generate approximately 4,222 MWh of electricity per annum considering an average projected PLF of 20%. The power generated by each plant (i.e. the respective power consumers of the bundle) is utilized for captive consumption. For this purpose, the net energy metering system and RPR systems are installed at load side in the plants. More details of the project included under the section A.5 and Appnedix-1 of this document.

Thus, power generated by the project directly replaces an equal amount of power which would have been generated at the regional Grid which is mainly dominated by fossil fuel-intensive thermal power plants. Also, the project activity uses thin film solar photovoltaic technology to generate clean energy. The generation of power from rooftop solar photovoltaic is a clean technology as there is no fossil fuel fired or no GHG gases are emitted during the process. Photovoltaic module consists of several photovoltaic cells connected by circuits and sealed in an environmentally protective laminate, which forms the fundamental building blocks of the complete PV generating unit. Several PV panels mounted on a frame are termed as PV Array. Thus, project activity leads to reduction in GHG emissions as it displaces grid power. The technological details have been provided in Section A.4.3.

The estimated annual average and the total emission reduction by the project activity is expected to be  $3,800 \text{ tCO}_2\text{e}$ , whereas actual emission reduction achieved during the first CoU period shall be submitted as a part of first monitoring and verification. Since the project activity generates electricity through solar energy, a clean renewable energy source it will not cause any negative impact on the environment and thereby contributes to climate change mitigation efforts.

#### **Project's Contribution to Sustainable Development:**

This project is a greenfield activity where grid power is the baseline. Indian grid system has been predominantly dependent on power from fossil fuel powered plants. The renewable power generation is gradually contributing to the share of clean & green power in the grid, however, grid emission factor is still on higher side which defines grid as distinct baseline.

<sup>&</sup>lt;sup>2</sup> The details have been provided in section A.5 and also under Appendix 1.

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The Government of India has stipulated following indicators for sustainable development in the interim approval guidelines for such projects which are contributing to GHG mitigations. The Ministry of Environment, Forests & Climate Change, has stipulated economic, social, environment and technological well-being as the four indicators of sustainable development. It has been envisaged that the project shall contribute to sustainable development using the following ways:

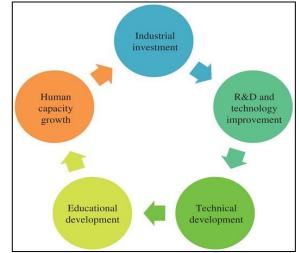
**Economic well-being:** The project is a clean technology investment decided based on carbon revenue support, which signifies boosting up of clean energy investments into the host country and more awareness alongside. The project activity requires temporary and permanent, skilled and semi-skilled manpower at the project location; this will create additional employment opportunities in the region. Whereas, for the power consumer, they will be largely benefitted as it's a sustainable of using energy and can be a secured source of power for captive use. In many cases, the local people also get better prices for their land, thereby resulting in overall economic development.

**Social well-being:** There has been good employment opportunities created for the local workforce during the project construction phase. The project after implementation has also continued to provide employment opportunities for the local populace in a sustained manner and the same would be continued over the project life time. The local employment opportunities created will directly contribute towards alleviation of financial conditions in the surrounding area throughout the lifetime of the project activity.

**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. This is also a green initiative both for the project developer and power user, thus the project will result in increased interest in solar energy projects to further push R&D efforts by technology providers to develop more efficient and better machinery in future.

**Environmental well-being:** The project activity will generate power using zero emissions solar based power generation facility which helps to reduce GHG emissions and specific pollutants like SOx, NOx, and SPM associated with the conventional thermal power generation facilities. The project utilizes solar energy for generating electricity which is a clean source of energy. Also, being a renewable resource, use of solar energy to generate electricity contributes to resource conservation. It reduces the dependence on fossil fuels and conserves natural resources which are on the verge of depletion. Thus the project causes no negative impact on the surrounding environment contributing to environmental well-being.

Also to summarize, as can be seen in the depiction below, industrial investment is crucial to the development of a particular technology. It is necessary for industries to invest in such clean, efficient and cost-effective technologies. In addition, such projects boost up R&D activities and allows technical development to be refined and becoming more acceptable. Technical development leads to improvements in the awareness and generic education about the sector. Human awareness and training experts will then improve human capacity, which in turn affects industrial investment due to higher demand for the technology. Thus the cycle shows parameters which are effective and associated with such solar projects.



#### With regards to ESG credentials:

At present specific ESG credentials have not been evaluated for the project developer and/or for the respective power consumers; however, the project essentially contributes to various indicators which can be considered under ESG credentials. Some of the examples are as follows:

#### **Under Environment:**

Environmental criteria may include a company's energy use, waste, pollution, natural resource conservation, and treatment of animals etc. For the project proponent, energy use pattern is now based on renewable energy due to the project and it also contributes to GHG emission reduction and conservation of depleting energy sources associated with the project baseline. Also, the criteria can be further evaluated on the basis of any environmental risks which the company might face and how those risks are being managed by the company. Here, as the power generation will be based on solar power, the risk of environmental concerns associated with non-renewable power generation and risk related to increasing cost of power etc. are now mitigated. Hence, project contributes to ESG credentials.

#### **Under Social:**

Social criteria reflect on the company's business relationships, qualitative employment, working conditions with regard to its employees' health and safety, interests of other stakeholders' etc. With respect to this project, the Project Proponent has already practicing social attributes such as health & safety measures, equitable employment, local jobs creation etc. Also, the proponent and the other members (i.e. the power off-takers) also contribute to various social sectors under philanthropic or via CSR which directly and indirectly support local stakeholders to ensure social sustainability.

#### **Under Governance:**

Governance criteria relates to overall operational practices and accounting procedure of the organization. With respect to this project, the Project Proponent practices a good governance practice with transparency, accountability and adherence to local and national rules & regulations etc. The technical and financial transparency has been attained by the well structure monitoring practice at the project sites. The electricity generated from the project can be accurately monitored, recorded and further verified under the existing management practice of the company. Also, the project activity is a solar power project owned and managed by the proponent for which all required NOCs and approvals are received.

Thus, the project and the proponent ensure good credentials under ESG.



#### A.2 Do no harm or Impact test of the project activity>>

There was no harm identified form the project and hence no mitigations measures are applicable.

**Rational:** 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 (07/03/2016), it has been declared that solar project activity falls under the "White category". White Category projects/industries do not require any Environmental Clearance such as 'Consent to Operate' from PCB as such project does not lead to any negative environmental impacts. Additionally, as per Indian Regulation, Environmental and Social Impact Assessment is not required for Solar Projects.

Additionally, there are social, environmental, economic and technological benefits which contribute to sustainable development. The key details have been discussed in the previous section.

#### A.3. Location of project activity >>

| Country | : India                    |
|---------|----------------------------|
| States  | : Tamil Nadu & Maharashtra |



Pic: The reference states of the project within the host country

The project is a bundled project activity for which the SPVs are located at various locations of the states of Tamil Nadu & Maharashtra in India. The project site is well connected from airport and railway station. The details of the respective project locations have been given below.

| Sr. No. | Name of bundle<br>member                    | Location  | GPS Coordinates                  |
|---------|---|---|----------------------------------|
| 1       | Hiranandai Hospital Day<br>care             | HIRANANDANI HOSPITAL DAY<br>CARE<br>Hiranandani Estate<br>Ghodbandar Road Thane<br>Pincode :- 400607,<br>State –Maharashtra.            | 19°15'09.91" N<br>72°58'48.54" E |
| 2       | Chemtrols Samil India<br>Pvt. Ltd           | Plot No. F-43 and F-44, Anand Nagar,<br>MIDC, Additional Ambarnath Industrial<br>Area, Ambarnath (E.) - 421 506,<br>Thane. Maharashtra. | 19°10'30.50" N<br>73°11'23.18" E |
| 3       | Vrihis Property Pvt. Ltd                    | Citi Park, Hiranandani,Powai,<br>Mumbai – 400 076, Maharashtra.   | 19°06'56.29" N<br>72°54'33.29" E |
| 4       | Vrihis Property Pvt. Ltd                    | Ventura, Hiranandani, Powai,<br>Mumbai – 400 076, Maharashtra.  | 19°06'59.66" N<br>72°54'32.35" E |
| 5       | Festus Properties Pvt. Ltd                  | Kensington- A, Hiranandani, Powai,<br>Mumbai – 400 076, Maharashtra.  | 19°06'43.79" N<br>72°54'41.91" E |
| 6       | Festus Properties Pvt. Ltd                  | Kensington- B, Hiranandani, Powai,<br>Mumbai – 400 076, Maharashtra.  | 19°06'43.47" N<br>72°54'38.35" E |
| 7       | Speciality Restaurants Ltd                  | Plot no. 4, Local Shopping Centre Masjid<br>Moth, Greater Kailash II,<br>New Delhi-110048.  | 28°32'14.00" N<br>77°14'19.55" E |
| 8       | Flyjac Logistics Pvt Ltd                    | FLYJAC LOGISTICS PVT LTD, survey<br>no. 109A & 109B village-Wavanje,<br>Taloja-Panvel, Maharashtra.                                     | 19°04'52.28" N<br>73°08'58.12" E |
| 9       | KG Fabriks Ltd.                             | Plot no FFI (Phase –ii) SIPCOT Industrial<br>Growth Centre,<br>Perunurai, Erode, Chennai, Tamil Nadu.                                   | 11°15'04.81" N<br>77°33'17.05" E |
| 10      | Supreme Ind. Ltd.                           | Village Honad, Taluka Khalapur,Dist.<br>Raigad, Maharashtra.  | 18°46'03.36" N<br>73°18'29.11" E |
| 11      | Supreme Ind. Ltd                            | D-101/102, MIDC,<br>Jalgaon, Maharashtra.   | 20°58'57.79" N<br>75°34'46.26" E |
| 12      | Supreme Ind. Ltd.                           | Unit no. 3, Gadegaon, Taluka Jamner,<br>Dist. Jalgaon, Maharashtra.   | 20°52'12.83" N<br>75°39'11.84" E |
| 13      | Polybond India Pvt. Ltd.                    | Gat No 1087 / 1088 Pimple Jagtap Link<br>Road Sanasawadi Tal. Shirur Pune 411<br>006  | 18°41'40.20" N<br>74°05'19.33" E |
| 14      | Veermata Jijabai<br>Technological Institute | H. R. MAHAJANI MARG<br>Matunga<br>Mumbi – 400 019.  | 19°01'20.04" N<br>72°51'23.39" E |

#### A.4. Technologies/measures >>

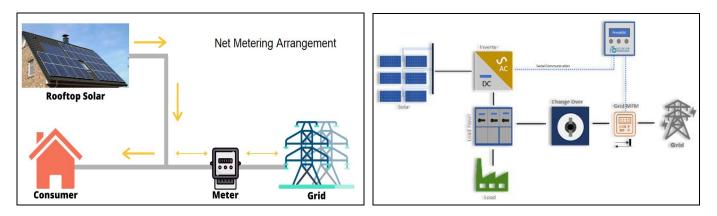
The applied technology is considered to be one of the most environment friendly technologies available as the operation of the Solar photovoltaic does not emit any GHGs or any other harmful gases unlike the operation of conventional power plants.

Photovoltaic module consists of several photovoltaic cells connected by circuits and sealed in an environmentally protective laminate, which forms the fundamental building blocks of the complete PV generating unit. Several PV panels mounted on a frame are termed as PV Array. The project activity has used the reliable and proven technology to ensure that an environmentally safe and sound technology has been implemented. A few sites are based on net metering arrangement with DISCOMs and a few are based on RPR arrangement without net metering.

The technical details of the individual SPV plants included under this project activity provided below:

|    |   | PV PANEL/MODULE PLATE |      |                 | II      | INVERTER DETAILS.      |                 |     |                       | TAILS |
|----|---|-----------------------|------|-----------------|---------|------------------------|-----------------|-----|-----------------------|-------|
| SN | Name of Party                               | Make                  | Nos  | Rating in<br>WP | Туре    | Make                   | Rating<br>in KW | Nos | Make                  | Nos   |
| 1  | Hiranandai Hospital<br>Day care             | EMVEE                 | 126  | 240             | STRING  | REFUSOL                | 17              | 2   | SCHNEIDER             | 1     |
| 2  | Chemtrols Samil India<br>Pvt. Ltd           | PV<br>POWERTECH       | 150  | 240             | STRING  | SMA                    | 17              | 2   | ELMEASURE             | 1     |
| 3  | Vrihis Property Pvt.<br>Ltd                 | EMVEE                 | 180  | 250             | STRING  | DANFOSS                | 15              | 3   | ELMEASURE             | 3     |
| 4  | Vrihis Property Pvt.<br>Ltd                 | EMVEE                 | 220  | 250             | STRING  | DANFOSS 2 -<br>ABB 1   | 12.5            | 3   | ELMEASURE             | 2     |
| 5  | Festus Properties Pvt.<br>Ltd               | EMVEE                 | 200  | 250             | STRING  | DANFOSS 1 -<br>THEA 1  | 15              | 3   | ELMEASURE             | 2     |
| 6  | Festus Properties Pvt.<br>Ltd               | EMVEE                 | 200  | 250             | STRING  | DANFOSS 2 -<br>ZEVER 1 | 15              | 3   | ELMEASURE             | 1     |
| 7  | Speciality Restaurants<br>Ltd               | ALPEX                 | 30   | 300             | STRING  | SOCOMOC                | 10              | 1   | SOCOMEC               | 1     |
| 8  | Flyjac Logistics Pvt<br>Ltd                 | JINCO                 | 190  | 250             | STRING  | ZEVERSOLAR             | 20              | 2   | ELMEASURE             | 2     |
| 9  | KG Fabriks Ltd.                             | CANADIAN              | 3442 | 305             | CENTRAL | HITACHI                | 1000            | 1   | TRIVACTOR             | 1     |
| 10 | Supreme Ind. Ltd.                           | RENESOLA              | 840  | 295             | STRING  | REFUSOL                | 20              | 11  | SOCOMEC               | 2     |
| 11 | Supreme Ind. Ltd                            | RENESOLA              | 1020 | 295             | STRING  | REFUSOL                | 20              | 15  | ELMEASURE             | 4     |
| 12 | Supreme Ind. Ltd.                           | RENESOLA              | 984  | 305             | STRING  | SMA                    | 25              | 10  | ELMEASURE,<br>SOCOMEC | 2     |
| 13 | Polybond India Pvt.<br>Ltd.                 | RENESOLA              | 558  | 305             | STRING  | ZEVER                  | 33/20           | 4/1 | SCHNEIDER             | 2     |
| 14 | Veermata Jijabai<br>Technological Institute | CANADIAN              | 76   | 330             | STRING  | REFUSOL                | 20              | 1   | ELMEASURE             | 2     |

The Schematic diagram of the SPV plants (both types – net metering and with RPR zero export to grid arrangement) are shown below for representation purposes:



#### A.5. Parties and project participants >>

| Party (Host) | Participants   |
|--------------|--|
| India        | Solfreedom Power Limited (Project Proponent)   |
|              | Address:<br>602/A-Wing, Prathmesh Tower,<br>Raghuvanshi Mills Compound,<br>Senapati Bapat Marg,<br>Lower Parel (W),<br>Mumbai-400013<br>Contact:<br>Mr. Janmejai Bagrodia<br>President<br>janmejai@solfreedom.com ,<br>Contract: +91 98200 93282 |

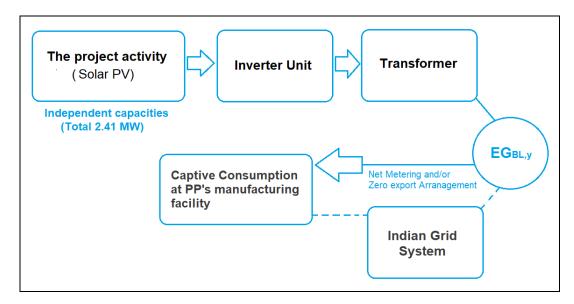
#### A.6. Baseline Emissions>>

The baseline scenario identified at the PCN stage of the project activity is:

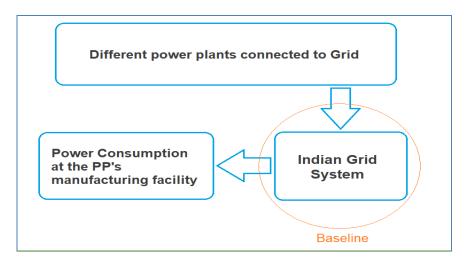
• Grid

In the absence of the project activity the equivalent amount of electricity would have been imported from the regional grid (which is connected to the unified Indian Grid system), which is carbon intensive due to predominantly sourced from fossil fuel based power plants. Hence baseline scenario of the project activity is the grid based electricity system, which is also the pre-project scenario. The schematic diagram showing the baseline scenario:

#### **Project Scenario:**



#### **Baseline Scenario:**



#### A.7. Debundling>>

This project activity is not a debundled component of a larger project activity. Similarly, each of the bundle members is also not a debundled component of any larger project activity.

#### SECTION B. Application of methodologies and standardized baselines

#### B.1. References to methodologies and standardized baselines >>

#### **SECTORAL SCOPE:**

01, Energy industries (Renewable/Non-renewable sources)

#### **TYPE:**

I - Renewable Energy Projects

#### CATEGORY:

AMS. I.D. (Title: "Grid connected renewable electricity generation", version 18)

#### **B.2.** Applicability of methodologies and standardized baselines >>

The project activity involves generation of grid connected electricity from new solar PV installations at different facilities with an objective to consume to power for captive consumptions via net energy metering and/or based on zero export arrangement with the grid interface. Thus, project activity (and its individual plant) is a grid connected renewable energy project. The project activity has installed total capacity of 2.415 MW (a bundle of 14 different plants) which will qualify for a small scale project activity under Type-I of the Small Scale methodology. The project status is corresponding to the methodology AMS-I.D., version 18 and applicability of methodology is discussed below:

|    | Applicability Criterion   | Project Case   |
|----|---|--|
| 1. | <ul> <li>This methodology comprises renewable energy generation units, such as photovoltaic, hydro, tidal/wave, wind, geothermal and renewable biomass:</li> <li>(a) Supplying electricity to a national or a regional grid; or</li> <li>(b) Supplying electricity to an identified consumer facility via national/regional grid through a contractual arrangement such as wheeling.</li> </ul> | The project activity is a Renewable<br>Energy Project i.e. Solar PV project<br>(SPV) for captive consumption which<br>falls under applicability criteria option 1<br>(b) i.e., "Supplying electricity to an<br>identified consumer facility via<br>national/regional grid through a<br>contractual arrangement such as<br>wheeling".<br>Hence the project activity meets the |
|    |   | given applicability criterion as well as<br>satisfies the applicability illustration<br>mentioned in Appendix of AMS-ID Table<br>1 – Scope of AMS-I.D version 18.  |
| 2. | <ul> <li>This methodology is applicable to project activities that:</li> <li>(a) Install a Greenfield plant;</li> <li>(b) Involve a capacity addition in (an) existing plant(s);</li> <li>(c) Involve a retrofit of (an) existing plant(s);</li> <li>(d) Involve a rehabilitation of (an) existing plant(s)/unit(s); or</li> <li>(e) Involve a replacement of (an) existing</li> </ul>          | The option (a) of applicability criteria 2 is<br>applicable as project is a Greenfield plant<br>/unit. Hence the project activity meets the<br>given applicability criterion.  |

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| plant(s).   |   |
|---|---|
| <ul> <li>3. Hydro power plants with reservoirs that satisfy at least one of the following conditions are eligible to apply this methodology: <ul> <li>(a) The project activity is implemented in existing reservoir, with no change in the volume of the reservoir; or</li> <li>(b) The project activity is implemented in existing reservoir, where the volume of the reservoir(s) is increased and the power density as per definitions given in the project emissions section, is greater than 4 W/m<sup>2</sup>.</li> <li>(c) (c) The project activity results in new reservoirs and the power density of the power plant, as per definitions given in the project emissions section, is greater than 4 W/m2</li> </ul> </li> <li>4. If the new unit has both renewable and non-renewable components (e.g. a wind/diesel unit), the eligibility limit of 15 MW for a small-scale CDM project activity applies only to the renewable component. If the new unit co-fires fossil fuel, the capacity of the entire unit shall not</li> </ul> | The project is a Solar PV (SPV)<br>installation, hence this criteria is not<br>applicable.<br>The proposed project is 2.415 MW SPV<br>i.e. only component is renewable power<br>project below 15MW, thus the criterion is<br>not applicable to this project activity. |
| <ul> <li>exceed the limit of 15 MW.</li> <li>5. Combined heat and power (co-generation) systems are not eligible under this category</li> </ul>   | The project is SPV project and thus the criterion is not applicable to this project activity.   |
| 6. In the case of project activities that involve the capacity addition of renewable energy generation units at an existing renewable power generation facility, the added capacity of the units added by the project should be lower than 15 MW and should be physically distinct1 from the existing units.  | The proposed project is a greenfield 2.415 MW SPV i.e. only component is renewable power project below 15MW, thus the criterion is not applicable to this project activity  |
| 7. In the case of retrofit, rehabilitation or replacement, to qualify as a small-scale project, the total output of the retrofitted, rehabilitated or replacement power plant/unit shall not exceed the limit of 15 MW.   | The proposed project is a greenfield 2.415 MW SPV i.e. only component is renewable power project below 15MW, thus the criterion is not applicable to this project activity  |
| 8. In the case of landfill gas, waste gas, wastewater<br>treatment and agro-industries projects, recovered<br>methane emissions are eligible under a relevant<br>Type III category. If the recovered methane is used<br>for electricity generation for supply to a grid, then<br>the baseline for the electricity component shall be<br>in accordance with procedure prescribed under<br>this methodology. If the recovered methane is used<br>for heat generation or cogeneration other<br>applicable Type-I methodologies such as "AMS-<br>I.C.: Thermal energy production with or without<br>electricity" shall be explored.   | The proposed project is a greenfield 2.415 MW SPV, hence this criterion is not applicable to this project activity.   |

| 9.  | In case 1    | biomass is   | sourced from      | n dedicated | No biomass involved, the project is only    |
|---|--------------|--------------|-------------------|-------------|---|
|   | plantations, | , the applic | cability criteria | in the tool | a SPV project and thus the criterion is not |
| "Project emissions from cultivation of biomass" |              |              |                   |             | applicable to this project activity.        |
|   | shall apply. |              |                   |             |   |

#### **B.3.** Applicability of double counting emission reductions >>

There is no double accounting of emission reductions in the project activity due to the following reasons:

- Project is uniquely identifiable based on the location coordinates of all the individual plant,
- The plants have dedicated commissioning certificates and connection points,
- Each plant is associated with energy meters which are dedicated to the consumption point.
- Each plant has dedicated Power Purchase Agreement (PPA) signed in between SFPL and the power consumer.

#### B.4. Project boundary, sources and greenhouse gases (GHGs)>>

As per applicable methodology AMS-I.D. Version 18, "The spatial extent of the project boundary includes the project power plant and all power plants connected physically to the electricity system that the project power plant is connected to."

| Sourc    | Source              |                  | Included? | Justification/Explanation                                 |
|----------|---------------------|------------------|-----------|---|
|          | Grid                | CO <sub>2</sub>  | Yes       | Main emission source                                      |
| ine      | connected           | CH <sub>4</sub>  | No        | Minor emission source                                     |
| Baseline | electricity         | N <sub>2</sub> O | No        | Minor emission source                                     |
| B        | generation          | Other            | No        | No other GHG emissions were emitted from the project      |
|          | Greenfield          | CO <sub>2</sub>  | No        | No CO <sub>2</sub> emissions are emitted from the project |
| ct       | Bundled             | CH <sub>4</sub>  | No        | Project activity does not emit CH <sub>4</sub>            |
| Project  | Solar power         | N <sub>2</sub> O | No        | Project activity does not emit N <sub>2</sub> O           |
| P1       | project<br>Activity | Other            | No        | No other emissions are emitted from the project           |

Thus, the project boundary includes the Solar PV systems and the Indian grid system.

#### **B.5.** Establishment and description of baseline scenario >>

This section provides details of emission displacement rates/coefficients/factors established by the applicable methodology selected for the project.

As per the approved consolidated methodology AMS-I.D. Version 18, if the project activity is the installation of a new grid-connected renewable power plant/unit, the baseline scenario is the following:

#### "The baseline scenario is that the 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 into the grid".

The project activity involves setting up of a new Bundled solar power plant to harness the green power from solar energy and supply the generated electricity 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. The power produced at grid from the other conventional sources which are predominantly fossil fuel based. Hence, the baseline for the project activity is the equivalent amount of power produced at the Indian grid.

A "grid emission factor" refers to a CO2 emission factor (tCO2/MWh) which will be associated with each unit of electricity provided by an electricity system. The UCR recommends an emission factor of 0.9 tCO2/MWh for the 2014-2020 years as a fairly conservative estimate for Indian projects not previously verified under any GHG program. Also, for the vintage 2021, the combined margin emission factor calculated from CEA database in India results into higher emission than the default value. Hence, the same emission factor has been considered to calculate the emission reduction under conservative approach.

#### Net GHG Emission Reductions and Removals

Thus,  $ER_y = BE_y - PE_y - LE_y$ 

Where:

 $ER_y = Emission reductions in year y (tCO_2/y)$ 

 $BE_y$  = Baseline Emissions in year y (tCO<sub>2</sub>/y)

 $PE_y = Project \text{ emissions in year y } (tCO_2/y)$ 

 $LE_y$  = Leakage emissions in year y (tCO<sub>2</sub>/y)

#### **Baseline Emissions**

Baseline emissions include only  $CO_2$  emissions from electricity generation in 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:

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

<sup>©</sup> Universal CO2 Emission And Offset Registry Private Ltd

Where:

| $BE_y$               | = | Baseline emissions in year y (t CO <sub>2</sub> )                                  |
|----------------------|---|--|
| $EG_{PJ,y}$          | = | 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)           |
| EF <sub>grid,y</sub> | = | UCR recommended emission factor of 0.9 tCO <sub>2</sub> /MWh has been considered.  |
|                      |   | (Reference: General Project Eligibility Criteria and Guidance, UCR Standard,       |
|                      |   | page 4)  |

#### **Project Emissions**

As per AMS-I.D. version-18, only emission associated with the fossil fuel combustion, emission from operation of geo-thermal power plants due to release of non-condensable gases, emission from water reservoir of Hydro should be accounted for the project emission. Since the project activity is a solar power project, project emission for renewable energy plant is nil.

#### Thus, PEy =0.

#### Leakage

As per paragraph 22 of AMS-I.D. version-18, 'If the energy generating equipment is transferred from another activity, leakage is to be considered.' In the project activity, there is no transfer of energy generating equipment and therefore the leakage from the project activity is considered as zero.

#### Hence, LEy= 0

The actual emission reduction achieved during the first CoU period shall be submitted as a part of first monitoring and verification. However, for the purpose of an ex-ante estimation, following calculation has been submitted:

Estimated annual baseline emission reductions (BEy) = 4,222 MWh/year × 0.9 tCO2/MWh = 3,800 tCO2e/year (i.e. 3,800 CoUs/year)

#### **B.6.** Prior History>>

There is no prior history of the project activity under any GHG mechanism.

The project activity is a bundle of fourteen small-scale solar installations and these projects have never been applied under any other GHG mechanism prior to the participation in this bundle project activity for the registration with UCR. Also, the capacities or the total project as a whole has not been applied for any other environmental crediting or certification mechanism. It also ensures that project will not cause double accounting of carbon credits (i.e., COUs).

#### **B.7.** Changes to start date of crediting period >>

There is no change in the start date of crediting period. The project activity is being submitted at UCR for the first time registration.

# **B.8.** Permanent changes from PCN monitoring plan, applied methodology or applied standardized baseline >>

Not applicable.

#### **B.9.** Monitoring period number and duration>>

First CoU Issuance Period: 8 years, 0 months Date: 01/01/2014 to 31/12/2021 (inclusive of both dates).

Project Proponent (SolFreedom) would like to clarify that this is a bundle of 14 SPV plants at different locations and with different dates of commissioning. Except for two plants (serial no. 1 & 2 in the bundle list), all other SPV plants were commissioned after 01/01/2014. Hence, for accounting purposes the actual duration of the CoU claim shall be considered from the respective date of commissioning of the SPV plants or from 01/01/2014 whichever is later. Therefore, for the purpose of ex-ante presentation the start date of CoU for the entire project capacity has been nominated as the eligible start date of UCR, i.e. 01/01/2014. More details are referred under Appendix 1.

## **B.8.** Monitoring plan>>

| Data / Parameter                      | UCR recommended emission factor  |
|---------------------------------------|--|
| Data unit                             | tCO <sub>2</sub> /MWh  |
| Description                           | A "grid emission factor" refers to a $CO_2$ emission factor (t $CO_2/MWh$ ) which will be associated with each unit of electricity provided by an electricity system. The UCR recommends an emission factor of 0.9 t $CO_2/MWh$ for the 2014- 2020 years as a fairly conservative estimate for Indian projects not previously verified under any GHG program. Hence, the same emission factor has been considered to calculate the emission reduction under conservative approach. |
| Source of data                        | https://a23e347601d72166dcd6-<br>16da518ed3035d35cf0439f1cdf449c9.ssl.cf2.rackcdn.com//Documents<br>/UCRStandardNov2021updatedVer2_301121081557551620.pdf  |
| Value applied                         | 0.9  |
| Measurement methods<br>and procedures | -  |
| Monitoring frequency                  | Ex-ante fixed parameter  |
| Purpose of Data                       | For the calculation of Emission Factor of the grid   |
|                                       | The combined margin emission factor as per CEA database (current version 16, Year 2021) results into higher emission factor. Hence for 2021 vintage UCR default emission factor remains conservative.  |

#### Data and Parameters available at validation (ex-ante values):

## Data and Parameters to be monitored (ex-post monitoring values):

| Data / Parameter     | EG <sub>PJ, y</sub>  |  |
|----------------------|--|--|
| Data unit            | MWh  |  |
| Description          | Net electricity supplied to PP's facility by the project activity  |  |
| Source of data       | Energy Meter records and/or monthly generation statement   |  |
| Measurement          | Data Type: Measured  |  |
| procedures (if any): | Monitoring equipment: Energy Meters are used for monitoring  |  |
|                      | Archiving Policy: Paper & Electronic   |  |
|                      | Calibration frequency: Once in 5 years (as per CEA India provision).   |  |
|                      |  |  |
|                      | The Net electricity supplied to PP's facility by the bundled project   |  |
|                      | activity will be calculated as a difference of electricity supplied to PP's  |  |
|                      | facility and electricity imported from the grid (if any);  |  |
|                      | $EG_{PJ}, y = EG_{Export} - EG_{Import}$   |  |
|                      |  |  |
|                      | When the source of data directly provides the net units, then export and   |  |
|                      | import values are not required as input parameters. The directly available value of net export quantity shall be used for calculation. |  |
|                      | available value of het export quality shall be used for ealeuration.   |  |
|                      |  |  |

|                        | Cross Checking:  |  |  |  |  |  |  |
|------------------------|--|--|--|--|--|--|--|
|                        | Quantity of net electricity supplied to the grid will be cross checked   |  |  |  |  |  |  |
|                        | from the monthly bills or invoices.                                      |  |  |  |  |  |  |
| Measurement Frequency: | Monthly  |  |  |  |  |  |  |
| Value applied:         | 4,222  |  |  |  |  |  |  |
|                        | (an annualized average value has been considered here for an ex-ante     |  |  |  |  |  |  |
|                        | estimation only, whereas this is an-ex post parameter hence actual       |  |  |  |  |  |  |
|                        | value shall be applied during monitoring and verification)               |  |  |  |  |  |  |
| QA/QC procedures       | Not required.  |  |  |  |  |  |  |
| applied:               | The PP has already been following proper documentation and               |  |  |  |  |  |  |
|                        | management practices and also the monthly statements will be             |  |  |  |  |  |  |
|                        | available during any verification ensuring the best accuracy in data and |  |  |  |  |  |  |
|                        | results.   |  |  |  |  |  |  |
| Purpose of data:       | The Data/Parameter is required to calculate the baseline emission.       |  |  |  |  |  |  |
|                        |  |  |  |  |  |  |  |
| Any comment:           | Data will be archived electronically for a period of 36 months beyond    |  |  |  |  |  |  |
|                        | the end of crediting period.   |  |  |  |  |  |  |

Other monitoring parameters are not applicable as PEy and LEy are nil for the project activity.

## **APPENDIX 1:**

List of individual SPV units and their respective details:

| S.<br>No. | Name of Party                                  | GPS<br>Coordinates               | Grid<br>connected/<br>off grid | Net<br>Metering | Capacity<br>(KWp) | COD       | Date of PPA<br>signed | PPA<br>Tenure<br>(Years) | Start date of<br>CoU claim |
|-----------|--|----------------------------------|--------------------------------|-----------------|-------------------|-----------|-----------------------|--------------------------|----------------------------|
| 1         | Hiranandai<br>Hospital Day care                | 19°15'09.91" N<br>72°58'48.54" E | Grid<br>Connected              | YES             | 30                | 14-May-13 | 29-Aug-12             | 20                       | 01-Jan-2014                |
| 2         | Chemtrols Samil<br>India Pvt. ltd              | 19°10'30.50" N<br>73°11'23.18" E | Grid<br>Connected              | YES             | 35                | 11-Sep-13 | 12-Dec-12             | 25                       | 01-Jan-2014                |
| 3         | Vrihis Property<br>Pvt. Ltd                    | 19°06'56.29" N<br>72°54'33.29" E | Grid<br>Connected              | NO              | 45                | 14-Mar-14 | 29-Nov-13             | 20                       | 14-Mar-14                  |
| 4         | Vrihis Property<br>Pvt. Ltd                    | 19°06'59.66" N<br>72°54'32.35" E | Grid<br>Connected              | NO              | 55                | 14-Mar-14 | 29-Nov-13             | 20                       | 14-Mar-14                  |
| 5         | Festus Properties<br>Pvt. Ltd                  | 19°06'43.79" N<br>72°54'41.91" E | Grid<br>Connected              | NO              | 50                | 14-Mar-14 | 29-Nov-13             | 20                       | 14-Mar-14                  |
| 6         | Festus Properties<br>Pvt. Ltd                  | 19°06'43.47" N<br>72°54'38.35" E | Grid<br>Connected              | NO              | 50                | 14-Mar-14 | 29-Nov-13             | 20                       | 14-Mar-14                  |
| 7         | Speciality<br>Restaurants Ltd                  | 28°32'14.00" N<br>77°14'19.55" E | Grid<br>Connected              | NO              | 9                 | 13-Feb-14 | 9-Aug-13              | 20                       | 13-Feb-14                  |
| 8         | Flyjac Logistics<br>Pvt Ltd                    | 19°04'52.28" N<br>73°08'58.12" E | Grid<br>Connected              | YES             | 47.5              | 29-Sep-14 | 8-Jul-14              | 20                       | 29-Sep-14                  |
| 9         | KG Fabriks Ltd.                                | 11°15'04.81" N<br>77°33'17.05" E | Grid<br>Connected              | NO              | 1050              | 24-Feb-15 | 16-Jun-14             | 20                       | 24-Feb-15                  |
| 10        | Supreme Ind. Ltd.                              | 18°46'03.36" N<br>73°18'29.11" E | Grid<br>Connected              | NO              | 247.8             | 9-Aug-15  | 30-Mar-15             | 20                       | 9-Aug-15                   |
| 11        | Supreme Ind. Ltd                               | 20°58'57.79" N<br>75°34'46.26" E | Grid<br>Connected              | NO              | 300.9             | 25-Aug-15 | 30-Mar-15             | 20                       | 25-Aug-15                  |
| 12        | Supreme Ind. Ltd.                              | 20°52'12.83" N<br>75°39'11.84" E | Grid<br>Connected              | NO              | 300               | 01-Jan-16 | 30-Mar-15             | 20                       | 01-Jan-16                  |
| 13        | Polybond India<br>Pvt. Ltd.                    | 18°41'40.20" N<br>74°05'19.33" E | Grid<br>Connected              | NO              | 170               | 13-Jul-16 | 3-Feb-16              | 20                       | 13-Jul-16                  |
| 14        | Veermata Jijabai<br>Technological<br>Institute | 19°01'20.04" N<br>72°51'23.39" E | Grid<br>Connected              | YES             | 25                | 14-Sep-17 | 26-May-17             | 25                       | 14-Sep-17                  |
|           |  |                                  |                                | Total =         | 2415.2            |           |                       |                          |                            |

## **APPENDIX 2:**

Some representative photos of SPV plants included under the project activity:

