

PROJECT REVIEW REPORT

This project review report includes findings raised during Verra's review of the project specified below. The VVB must address the findings before the project request can be considered for approval by Verra. The project review report will be made publicly available on the Verra Registry. Confidential information may be provided in separate attachments.

Project ID	1884
Project Name	Bikes for the Planet - Brazil
Review Type	Verification
Program(s)	VCS Program
Verification Period	27 January 2021 to 31 October 2022
Project Proponent	ZSCORE S.A.
Methodology	AMS-III.BM, <i>"Lightweight Two and Three-wheeled Personal Transportation"</i> , version 01.0.
VVB	Carbon Check (India) Private Ltd.
Assessment Criteria	VCS Standard Version 4.5
Date of First Issue	09 January 2024
Review Conclusion	Approved
Date of Final Issue	04 April 2024

FINDINGS

#	Finding Description	VVB Response	Status
1	Missing table in Section 1.1 of the MR		
	<u>Issue</u> The Table of the audit history is missing under Section 1.1 of the monitoring report (MR).	Round 1 <u>VVB Response</u> A table with audit history was included under Section 1.1 of the MR. In fact, it was not included in the previous version as it is not required by the instructions to fill up the MR at its version 4.2, which is being used.	Closed
	<u>Action item</u> 1. The VVB must ensure that the project proponent includes the required table under Section 1.1 of the MR.	<u>Verra Response</u> The audit table has been provided. This finding is closed.	
	<u>Program Rule(s)</u> VCS Monitoring Report Template v.4.2, Section 1.1	Round 2 <u>VVB Response</u>	
		<u>Verra Response</u>	
2	Missing information on on-going communication with local stakeholders		
	<u>Issue</u>	Round 1	Closed

Section 2.2 of the MR does not include how due account of all and any input received during ongoing communication has been taken, instead a few examples have been included. <u>Action item</u> 1. The VVB must ensure that the project proponent includes in Section 2.2 of the MR the details of all and any input received during the on going communication with the stakeholders during the monitoring period. 2. The VVB must verify this information and update Section 4.2.2 of the VR as needed. <u>Program Rule(s)</u> VCS Monitoring Report Template v.4.2, Section 2.2 VCS Verification Report Template v.4.2, Section 4.2.2	<u>VVB Response</u> 1. Section 2.2 of the MR was revised with the inclusion of a table with the list of stakeholders' interactions; 2. The Verification Report was revised to include the list of interactions and actions taken. <u>Verra Response</u> The ongoing communication with stakeholders has been provided. This finding is closed.	
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3 Missing information under project description deviations		
<u>Issue</u> The MR has added a new project entity under Section 1.4 of the MR (i.e., Tembici). However, this change has not been included under Section 3.2.2 of the MR (Project Description Deviations). <u>Action item</u> 1. The VVB must ensure that the project proponent includes all the changes to the original project description (such as inclusion of a new entity) under Section 3.2.2 of the MR.	Round 1 <u>VVB Response</u> As Tembici (M2 Soluções em Engenharia Ltda.) is the owner of the project activity and implementer of the two operational instances, a project deviation is being requested to clearly indicate its participation in the project activity. Both MR and Verification Report have been changed to indicate such deviation, which is not a change in project activity, but rather merely a correction from information of the registered PD.	Closed

<u>Program Rule(s)</u> VCS Standard v.4.5, Section 3.21	<u>Verra Response</u> The change has been described. This finding is closed.	
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4 Further clarification of project ownership and project proponent		
<u>Issue</u> As per the information under CL04 of verification report, it is not clear who is the project owner and project proponent considering that: ‘Tembici is the owner of the project activity and project implementer, and it is the only holder of the VCUs generated from the activities carried out by it and/or its subsidiaries and the VCUs will be transferred to the account held by Tembici, or by third party(ies) indicated by it, immediately after their issuance’. <u>Action item</u> 1. The VVB must ensure that the project proponent is correctly identified and assessed as per the requirements under Section 3.7.1 of the VCS Standard v.4.5. <u>Program Rule(s)</u> VCS Standard v.4.5, Section 3.7.1	Round 1	Closed
	<u>VVB Response</u> ZSCORE is the project proponent of the grouped project and consultant of the project for the verification process. Since the beginning, Tembici is the owner of the project activity and implementer of the two instances that are in operation and receives the VCUs generated from the project activities that are transferred from the account held by ZSCORE after their issuance. There is a contract between M2 Soluções em Engenharia Ltda (Tembici) and ZSCORE S.A. to regulate the transaction and assign carbon rights to Tembici, which was reviewed by verification team. Section 1.4 of the Verification Report was revised to make clearer this situation.	
	<u>Verra Response</u> VVB has confirmed the project ownership. This finding is closed.	

5 Missing information of records verified		
<u>Issue</u>	Round 1	Closed
	<u>VVB Response</u>	

Section 4.5 of the VR does not describe which were the records checked in order to verify the monitored parameters during this monitoring period (such as P_y, etc). <u>Action item</u> The VVB must further indicate which were the records checked in order to verify the monitored parameters (such as P_y) under section 2.3 of the VR. <u>Program Rule(s)</u> VCS Verification Report Template v.4.2, Section 4.5	Surveys were assessed by the verification team to assess some parameters, such as $ADT_{u,y}$, S_i and SD_i. The values of parameter $EC_{P_j,y}$ were assessed against the applied methodology. The values of most of the monitored parameters, such as $N_{bicycles,y}$, $DT_{u,y}$, P_y and PD_y, were crosschecked against raw data extracted directly from Tembici's operation system (COMET), which provides all monitoring records of the necessary parameters, per instance and per specified period, which is in accordance with monitoring plan. <u>Verra Response</u> VVB has provided information on evidences checked. This finding is closed.	
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6 Missing roles of interviewed people																	
<u>Issue</u> Section 2.3 of the VR does not identify the roles of the interviewed people. <u>Action item</u> The VVB must further indicate the roles of the interviewed people under section 2.3 of the VR. <u>Program Rule(s)</u> VCS Verification Report Template v.4.2, Section 2.3	Round 1 <u>VVB Response</u> The roles of the interviewed people were included in the Verification Report: <table border="1" data-bbox="1016 976 1768 1341"> <thead> <tr> <th>Name</th><th>Affiliation</th><th>Roles</th></tr> </thead> <tbody> <tr> <td>Talitta Marão</td><td>Tembici</td><td>ESG Coordinator</td></tr> <tr> <td>Mayra Rocha</td><td>Eqao</td><td>Project Analyst</td></tr> <tr> <td>André Leal</td><td>Eqao</td><td>Business & Customer Manager</td></tr> <tr> <td>Rodolfo Vieira</td><td>Tembici</td><td>Data engineering Manager</td></tr> </tbody> </table>	Name	Affiliation	Roles	Talitta Marão	Tembici	ESG Coordinator	Mayra Rocha	Eqao	Project Analyst	André Leal	Eqao	Business & Customer Manager	Rodolfo Vieira	Tembici	Data engineering Manager	Closed
Name	Affiliation	Roles															
Talitta Marão	Tembici	ESG Coordinator															
Mayra Rocha	Eqao	Project Analyst															
André Leal	Eqao	Business & Customer Manager															
Rodolfo Vieira	Tembici	Data engineering Manager															

		Hary Herstig	Tembici	Strategy, Funding, M&A Manager	
		Vinícius Lacerda	Tembici	Logistics Coordinator	
		<u>Verra Response</u> Roles of interviewed people has been provided. This finding is closed.			