

HYUNDAI GREEN POWER

HYUNDAI STEEL

REGISTRATION DEED OF REPRESENTATION

THIS DEED OF REPRESENTATION is made on December, 19, 2014

BY:

- (1) Hyundai Green Power, Songsanmyun, Bukbusanupro 1526, Chungcheongnamdo, Dangjin, S. Korea; and
- (2) Hyundai Steel, Donggu Songhyundong, 1. Incheon, S. Korea.

THIS DEED WITNESSES as follows:

1. INTERPRETATION

1.1 In this Deed:

"Accession Representation" means a deed issued by the Project Proponent and an acceding entity, made in respect of an acceding entity joining a project as Project Proponent and which is prepared using the *VCS Deed of Accession Template*;

"Accountholder" means any person holding a VCU account with a VCS Registry;

"AFOLU" means agriculture, forestry and other land use;

"Approved GHG Program" means a GHG Program that has been approved by the VCS Board, through a gap analysis, as a VCS approved GHG Program;

"GHG Program" means a formal or organized program, scheme or arrangement for the recognition of activities leading to Reductions, or the crediting or issuance of instruments representing, or acknowledging, Reductions;

"Partial Release Representation" means a deed issued by the Project Proponents and the relevant VCS Registry, made in respect of a Project Proponent leaving a project and which is prepared using the *VCS Deed of Release Template*;

"Project" means The Hyundai Steel Waste Energy Recovery Co-Generation Project Phase II;

"Project Crediting Period" means the time period for which Reductions generated by the Project are eligible for issuance as VCUs, the rules with respect to the length of such time period and the renewal of the project crediting period being set out in the *VCS Standard*;

"Project Description" means the document that describes the Project's Reduction activities and that uses either the *VCS Project Description Template* or the project description template specified by the relevant Approved GHG Program;

"Project Documents" means the documents required to register the Project and/or issue VCUs, as set out in VCS document *Registration and Issuance Process*;

"Project Proponent" means the individual or organization that has overall control and responsibility for the Project, or an individual or organization that together with others, each of which is also a Project Proponent, has overall control or responsibility for the Project;

"Reduction" means a reduction or removal of one (1) metric tonne of CO₂ equivalent caused by the activities of a Project during the Project Crediting Period;

"Registration Representer" is each party to this Deed, as set out at the start of this Deed, each Registration Representer being one or more of: (i) a Project Proponent; or (ii) any entity to whom the Project Proponent has assigned all of its rights to the Project's Reductions for the entire Project Crediting Period;

Validation/Verification Body or **"VVB"** means an organization approved by the VCSA to act as a validation/verification body in respect of providing validation and/or verification services in accordance with the VCS Rules;

"VCS Program" means the GHG Program operated by the VCSA which establishes rules and requirements that operationalize the VCS to enable the validation of GHG projects and programs, and the verification of GHG emission reductions and removals;

"VCS Project Database" means the central project database that records all projects registered and VCUs issued under the VCS Program, and provides public access to all project and VCU information, including retirement and tracking of the AFOLU pooled buffer account;

"VCS Registry" means a registry operating within the VCS Registry System and holding a current registry approval from the VCSA, which interacts with the VCS Project Database to issue VCUs, and which holds, transfers (to and from other VCS Registries), retires, suspends, cancels and provides custodial services for VCUs on behalf of its Accountholders;

"VCS Registry System" means the system established by the VCS Program, comprised of the VCS Project Database and the VCS Registries, to provide project proponents with the ability to register projects, and issue, transfer, hold and retire VCUs;

"VCS Rules" means the rules and requirements set out in the *VCS Program Guide*, *VCS Standard* and the other VCS Program documents, as such rules and requirements may be updated from time to time;

"VCSA" means the Verified Carbon Standard Association; and

"Verified Carbon Unit" (VCU) means a unit issued by, and held in a VCS Registry representing the right of an Accountholder in whose account the unit is recorded, to claim the achievement of a Reduction in an amount of one (1) metric tonne of CO₂ equivalent that has been verified by a validation/verification body in accordance with the VCS Rules. Recordation of a VCU in the account of the holder at a VCS Registry is *prima facie* evidence of that holder's entitlement to that VCU.

- 1.2 Documents referred to in this Deed but not defined shall be the VCS documents, as updated from time to time, to which the relevant term relates, as published and updated by the VCSA from time to time.

2. REPRESENTATIONS

- 2.1 Each Registration Representer complies with the definition of a "Registration Representer", as set out in Clause 1 of this Deed, in relation to the Project.
- 2.2 Each and every Registration Representer hereby represents and warrants that:

- 2.2.1 All factual information the Registration Representatives provide in relation to this Deed is to the best of the Registration Representatives' knowledge following due inquiry true, accurate and complete in all material respects and the Registration Representatives have not made or provided, and will not make or provide, false, fraudulent or misleading statements or information in relation to this Deed;
- 2.2.2 The Project Description and any other Project Documents for which the Registration Representatives are collectively responsible, and are supplying to a VCS Registry and any other person in relation to the operation of the Project under the VCS Rules, are true and accurate in all material respects and do not contain any false, fraudulent or misleading statements or information;
- 2.2.3 The Registration Representatives collectively hold full and exclusive legal and equitable title and rights to all and any Reductions generated by the Project for which the Registration Representatives are eligible to request VCU issuance during the Project Crediting Period free and clear of all encumbrances; and
- 2.2.4 No person will submit, seek, request or receive any recognition of, or legal rights in respect of, the Reductions generated by the Project during the Verification Period and for which VCU issuance will be requested, as another form of GHG-related environmental credit (including without limitation as renewable energy certificates), or the Registration Representatives will provide evidence to the VCS Registry in accordance with the VCS Rules that any such credits have not been used and have been cancelled under the relevant environmental credit program.
- 2.3 The Registration Representatives hereby acknowledge and agree that:
- 2.3.1 The following persons may rely on and enforce the terms of this Deed:
- (a) the VCSA;
 - (b) each person who is an Accountholder holding VCUs relating to the Project at any given time;
 - (c) each person on whose behalf VCUs relating to the Project were retired by an Accountholder; and
 - (d) each of the successors and assigns of those persons listed in clauses 2.3.1(a), 2.3.1(b) or 2.3.1(c);
- 2.3.2 Neither the VCSA, the VCS Registries, nor any of their respective affiliates, directors, employees, agents, licensors and/or contractors, shall be liable with respect to any claims whatsoever arising out of this Deed or erroneous information within the Project Documents submitted to the VCS Registry System for indirect, consequential, special, punitive or exemplary damages, including, without limitation, claims brought against the VCSA or the VCS Registries by Accountholders, other VCS Registries, Project Proponents, Validation/Verification Bodies or any other third party. This paragraph shall apply regardless of any actual knowledge or foreseeability of such damages;
- 2.3.3 The Registration Representatives have read, understood and will abide by the VCS Rules; and

2.3.4 The VCSA has an absolute right to amend any of the VCS Rules at any time and shall not bear any liability for loss or damage or liability of any kind sustained by any Registration Representor or any other party involved in the Project in any way under the VCS Program as a consequence of such amendment.

3. **ACCESSION AND RELEASE**

3.1 Each Registration Representor hereby acknowledges and agrees that any person who satisfies the criteria set out in the definition of a "Registration Representor" in Clause 1 of this Deed may accede to this Deed as a Registration Representor and be bound by the terms hereof (including, for the avoidance of doubt, the representations made under Clause 2 (*Representations*) above) by executing an Accession Representation.

3.2 Each Registration Representor hereby acknowledges and agrees that any Registration Representor may terminate its participation in the Project and be released from its obligations hereunder by executing a Partial Release Representation, provided that (i) no release of a Registration Representor shall be effective if as a result of such release the Project Proponent will comprise of less than one Registration Representor; and (ii) each respective release shall be on the terms of and subject to conditions of the Partial Release Representation.

4. **LIABILITY**

Each Registration Representor acknowledges and agrees that the Registration Representors are jointly and severally liable for the representations, warranties and obligations expressed to be assumed by the Registration Representors in this Deed.

5. **GOVERNING LAW AND JURISDICTION**

This Deed and any non-contractual obligations arising out of or in connection with it are governed by English law, and the English courts shall have exclusive jurisdiction to settle any dispute arising from or connected with this Deed including a dispute regarding the existence, validity or termination of this Deed or the consequences of its nullity.

6. **SOVEREIGN IMMUNITY**

To the extent that any of the Registration Representors enjoy any right of immunity from set-off, suit, execution, attachment or other legal process with respect to its assets or its obligations under this Deed, each and every Registration Representor waives all such rights to the fullest extent permitted by law.

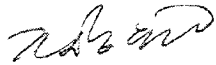
7. **COUNTERPARTS**

This Deed may be executed in any number of counterparts, each of which when executed and delivered is an original and all of which together evidence the same deed.

8. **DELIVERY**

This Deed is delivered on the date written at the start of the Deed.

EXECUTED by Hyundai Green Power as a deed



Signature of director

김성권

Name of director

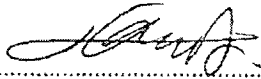


Signature of director/secretary

이성애

Name of director/secretary

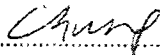
EXECUTED by Hyundai Steel as a deed



Signature of director

Kim, Sang-gyu.

Name of director



Signature of director/secretary

Guang-Ha Chung

Name of director/secretary