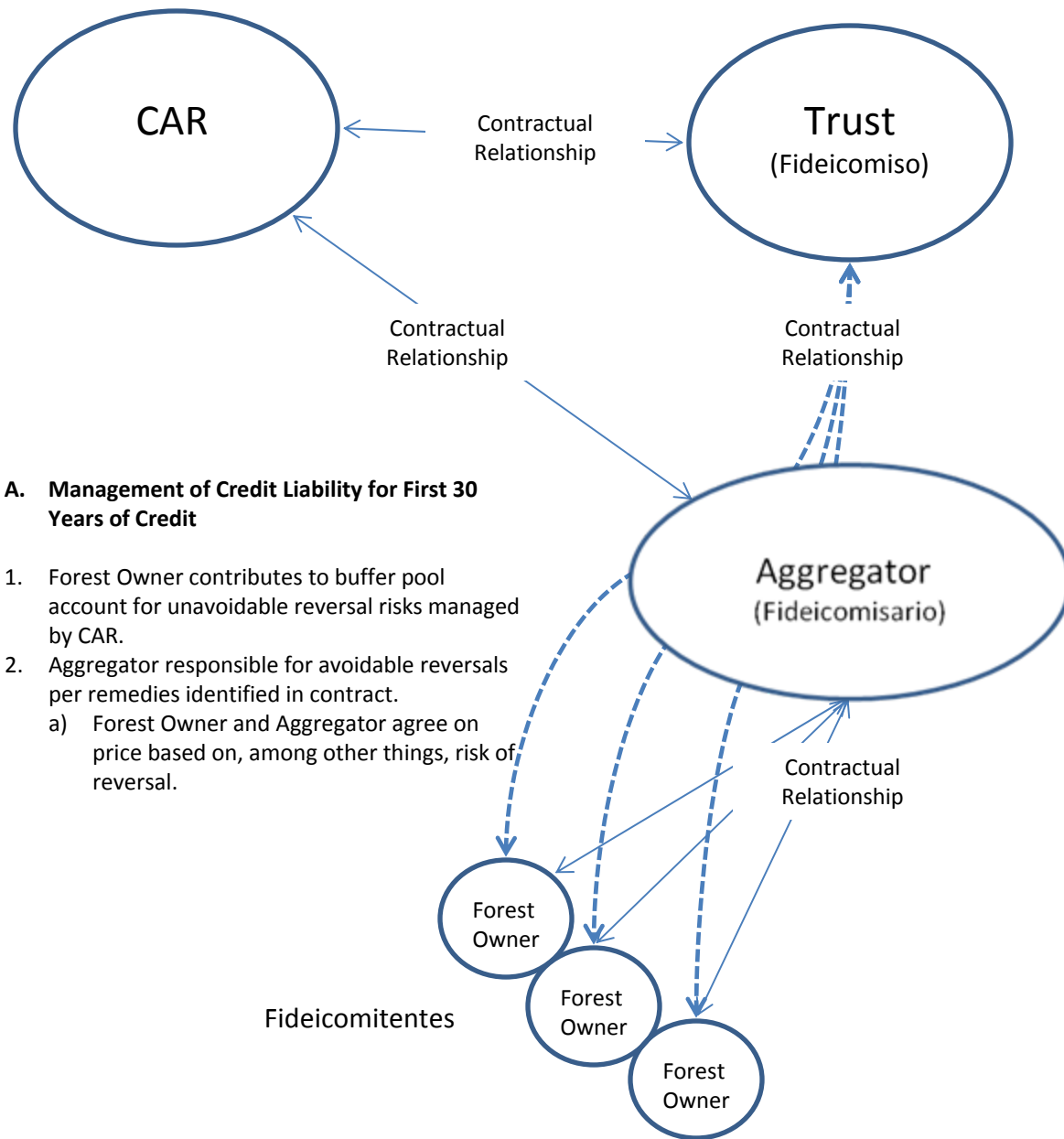


Managing Long-Term Security of Carbon Credits – Conceptual Use of Fideicomiso



A. Management of Credit Liability for First 30 Years of Credit

1. Forest Owner contributes to buffer pool account for unavoidable reversal risks managed by CAR.
2. Aggregator responsible for avoidable reversals per remedies identified in contract.
 - a) Forest Owner and Aggregator agree on price based on, among other things, risk of reversal.

B. Management of Credit Liability after 30 years for Remaining Period of Permanence

1. Trust receives and invests a portion of credit revenues on behalf of Forest Owners when credits are created and sold .
2. Trust distributes annual funds to Forest Owners on a defined schedule linked to the proportional portion of permanence achieved upon ongoing and successful monitoring.
3. In the event of a reversal after year 30 years (monitoring discontinued or confirmed actual reversal of credits) Trust retires credits purchased through CAR on behalf of Forest Owner’s reversal commensurate with the amount of the reversal.

C. Aggregator:

1. Coordinates monitoring activities between Trust , Forest Owner, and CAR.

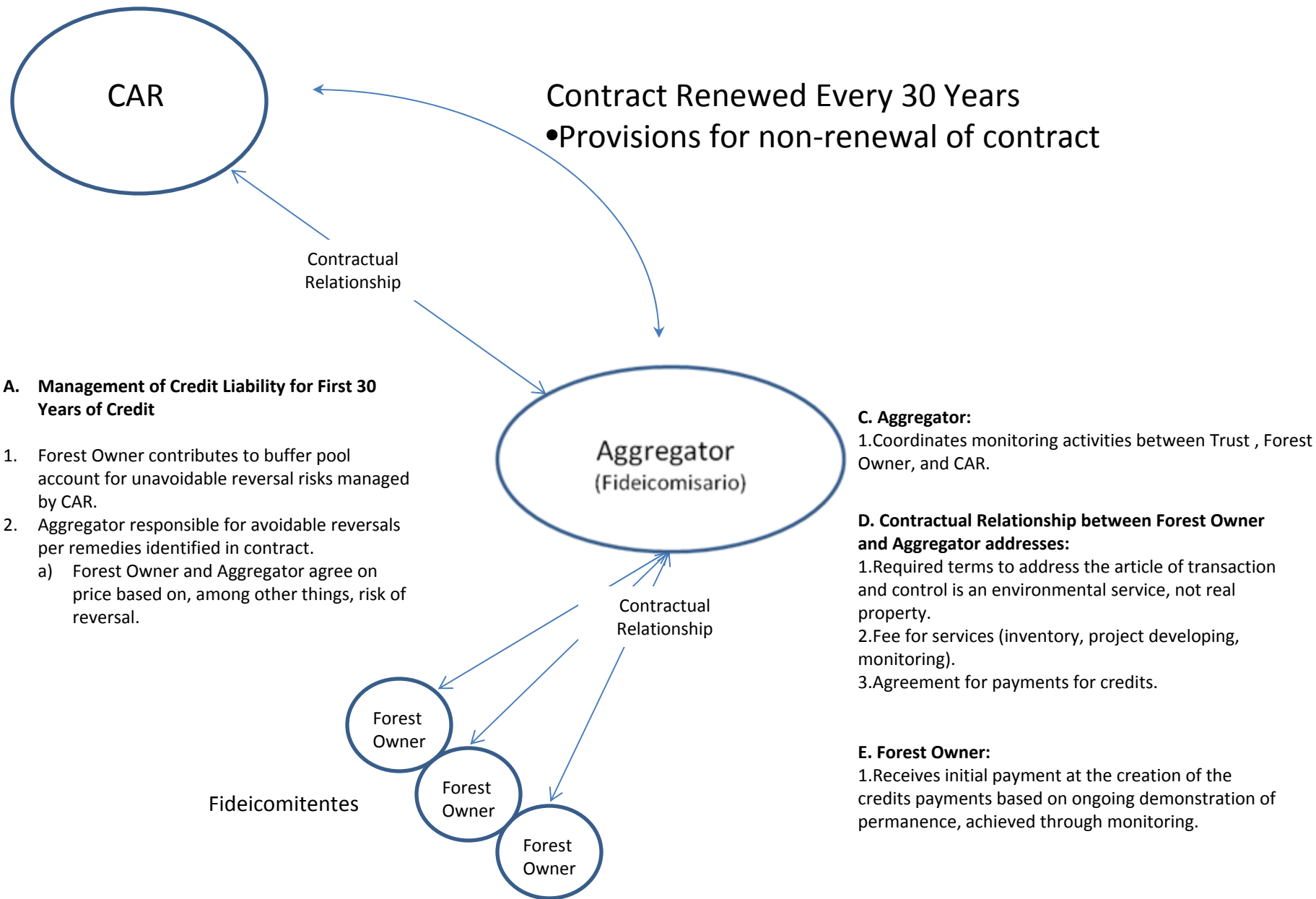
D. Contractual Relationship between Forest Owner and Aggregator addresses:

1. Required terms to address the article of transaction and control is an environmental service, not real property.
2. Fee for services (inventory, project developing, monitoring).
3. Agreement for payments for credits.

E. Forest Owner:

1. Receives initial payment at the creation of the credits payments based on ongoing demonstration of permanence, achieved through monitoring.

Managing Long-Term Security of Carbon Credits – Conceptual Use of Fideicomiso



Years	Verified Reductions	Time Value of Credit	Credits To Landowner	With Aggregator 30 year Contract
1	1,000	1,000	-	290
2	1,000	990	10	
3	1,000	980	10	
4	1,000	970	10	
5	1,000	960	10	
6	1,000	950	10	
7	1,000	940	10	
8	1,000	930	10	
9	1,000	920	10	
10	1,000	910	10	
11	1,000	900	10	
12	1,000	890	10	
13	1,000	880	10	
14	1,000	870	10	
15	1,000	860	10	
16	1,000	850	10	
17	1,000	840	10	
18	1,000	830	10	
19	1,000	820	10	
20	1,000	810	10	
21	1,000	800	10	
22	1,000	790	10	
23	1,000	780	10	
24	1,000	770	10	
25	1,000	760	10	
26	1,000	750	10	
27	1,000	740	10	
28	1,000	730	10	
29	1,000	720	10	
30	1,000	710	10	
Option 1: Terminate				

Years	Verified Reductions	Time Value of Credit	Credits To Landowner	With Aggregator 30 year Contract	Years	Verified Reductions	Time Value of Credit	Credits To Landowner	With Aggregator 30 year Contract
1	1,000	1,000	-	290	31	1,000	700	10	300
2	1,000	990	10		32	1,000	690	10	
3	1,000	980	10		33	1,000	680	10	
4	1,000	970	10		34	1,000	670	10	
5	1,000	960	10		35	1,000	660	10	
6	1,000	950	10		36	1,000	650	10	
7	1,000	940	10		37	1,000	640	10	
8	1,000	930	10		38	1,000	630	10	
9	1,000	920	10		39	1,000	620	10	
10	1,000	910	10		40	1,000	610	10	
11	1,000	900	10		41	1,000	600	10	
12	1,000	890	10		42	1,000	590	10	
13	1,000	880	10		43	1,000	580	10	
14	1,000	870	10		44	1,000	570	10	
15	1,000	860	10		45	1,000	560	10	
16	1,000	850	10		46	1,000	550	10	
17	1,000	840	10		47	1,000	540	10	
18	1,000	830	10		48	1,000	530	10	
19	1,000	820	10		49	1,000	520	10	
20	1,000	810	10		50	1,000	510	10	
21	1,000	800	10		51	1,000	500	10	
22	1,000	790	10		52	1,000	490	10	
23	1,000	780	10		53	1,000	480	10	
24	1,000	770	10		54	1,000	470	10	
25	1,000	760	10		55	1,000	460	10	
26	1,000	750	10		56	1,000	450	10	
27	1,000	740	10		57	1,000	440	10	
28	1,000	730	10		58	1,000	430	10	
29	1,000	720	10		59	1,000	420	10	
30	1,000	710	10	60	1,000	410	10		
Option 2: Renew Contract					Option to Renew or Terminate				