

AES - COPC Offsets Hill Briefing

March 26, 2008

Karl R. Rábago

AES Wind Generation & Greenhouse Gas Services



↓ *Agenda*

- Introductions
- Session 1: What is an Offset?
- Session 2: Offsets Markets and Economic Benefits
- Session 3: Offsets and Environmental Integrity

Greenhouse Gas Services

- a GE AES venture

Providing real, independently verified greenhouse gas (GHG) credits and carbon program support

- a GE AES venture
- Goal: bring high volume to the high-quality voluntary market for GHG credits
- Vertical integration model
- ISO-based Standard of Practice and technology-specific methodologies
- Business to business and institution sales

GE Energy Financial Services

- \$16 billion of energy investments
- \$3 billion+ in renewable energy projects

AES Corporation

- 20% of global portfolio in renewables
- Significant carbon market experience

A GE ecomagination product

- GE's commitment to provide products and services that generate significant environmental and economic performance advantages to GE and its customers.



AES Buffalo Gap wind farm in Texas



↓ *An Offset is . . .*

- a unit of recorded, reported and verified activity
- atmospherically equivalent (CO₂e) to the reduction of one metric ton of CO₂ at a regulated or recognized source
- verified as having occurred from one of a broad and growing range of project and technology types
- a “VER,” “CER,” “GHG credit,” or “carbon credit,” depending on usage and context
- an economical bridge to longer term capital investment and transition to a new energy economy

QuickTime™ and a
decompressor
are needed to see this picture.



»» *Thanks!*

karl.rabago@aes.com

