

09/22/2006 ----- EBTP IMS- PROJECT RECORD -----

PROJECT#: 401123 STATUS: P
RECEIVED: 08/03/2006 PROJTYPE: BTSF

DISP CODE: C
ISSUED DT: 1/25/07
SUP-DISP DATE: 1/24/07

AIR DERC_100209428-401123_
TR_20070124_Trade_D2140

STAFF ASSIGNED TO PROJECT:
GRAY, IVAN

PROJECT TRANSACTIONS**COMPANY DATA**

COMPANY NAME: ABITIBI CONSOLIDATED CORPORATION
CUSTOMER REGISTRY ID: CN600615744

PORTFOLIO DATA

NUMBER: P1039 NAME: SHELDON MILLS

SITE DATA

ACCOUNT:
HG0674D
REG ENTITY ID: RN100209428
SITE NAME: SHELDON MILLS
COUNTY: HARRIS
LOCATION: 18511 BEAUMONT HWY, HOUSTON, TX

TRANSACTION DATA

TRANSACTION TYPE: DERC_SELL
DATE ENTERED: 2006-09-12 00:00:00.0 DELETED DATE: EFFECTIVE YEAR:
CONTAMINATE: NOX TONS: 3.00 DOLLARS: 1000.00
ALLOWANCE CERTIFICATE NO.: D2103 COUNTY : HARRIS

COMPANY DATA

COMPANY NAME: DEFAULT COMPANY
CUSTOMER REGISTRY ID:

TRANSACTION DATA

TRANSACTION TYPE: CAP_BUY ALLOWANCE TYPE: ACTUAL

COMPANY DATA

COMPANY NAME: PHYTO SOURCE LP
CUSTOMER REGISTRY ID: CN601708290

PORTFOLIO DATA

NUMBER: P1887 NAME: PHYTO SOURCE LP - RN103031126

SITE DATA

ACCOUNT:
REG ENTITY ID: RN103031126
SITE NAME: PHYTO SOURCE LP
COUNTY: HARRIS
LOCATION: DEFAULT DESC TXT

TRANSACTION DATA

TRANSACTION TYPE: DERC_BUY
DATE ENTERED: 2006-09-22 00:00:00.0 DELETED DATE: EFFECTIVE YEAR:
CONTAMINATE: NOX TONS: 3.00 DOLLARS: 0

ALLOWANCE

CERTIFICATE NO.: D2139 COUNTY : HARRIS

COMPANY DATA

COMPANY NAME: ABITIBI CONSOLIDATED CORPORATION

CUSTOMER REGISTRY ID: CN600615744

PORTFOLIO DATA

NUMBER: P1039 NAME: SHELDON MILLS

SITE DATA

ACCOUNT:

HG0674D

REG ENTITY ID: RN100209428

SITE NAME: SHELDON MILLS

COUNTY: HARRIS

LOCATION: 18511 BEAUMONT HWY, HOUSTON, TX

TRANSACTION DATA

TRANSACTION TYPE: DERC_RET

DATE ENTERED: 2006-09-22 00:00:00.0

CONTAMINATE: NOX

ALLOWANCE

DELETED DATE:

TONS: 27.00

CERTIFICATE NO.: D2140 COUNTY : HARRIS

EFFECTIVE YEAR:

DOLLARS: 0

TRACKING ACTIVITES

TR - ENGINEER RECEIVE PROJECT : 09/21/2006 FA - PROJECT ISSUED :

TR - SUP/MANGR
APP/RVW RQSTD :TR - PROJ TECH
COMPLETE :TR - DATE SUP/MNGR
REQ ADDL TR :

SS 11/30/06

Kathleen Hartnett White, *Chairman*
Larry R. Soward, *Commissioner*
Martin A. Hubert, *Commissioner*
Glenn Shankle, *Executive Director*



TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Protecting Texas by Reducing and Preventing Pollution

December 18, 2006

Mr. Jim Novak
Environmental, Health & Safety Manager
Phyto Source L.P.
12502 Bay Area Blvd
Pasadena, Texas 77507-1308

Re: Transfer of Discrete Emission Reduction Credits
Phyto Source L.P.
Pasadena, Harris County
Regulated Entity Number: RN103031126
Customer Reference Number: CN601708290
DERC Certificate Number: D-2139

Dear Mr. Novak:

This letter is in response to a notice received from Abitibi Consolidated Corporation dated August 7, 2006, regarding the transfer of Discrete Emission Reduction Credits (DERCs). We understand that Abitibi Consolidated Corporation, Regulated Entity Number (RN) RN100209428, has transferred a total amount of 3.0 tons of nitrogen oxides (NOx) DERCs to Phyto Source L.P., RN103031126.

Enclosed is a copy of DERC Certificate Number D-2139 issued to Phyto Source L.P., RN103031126, reflecting the transferred amount of 3.0 tons of NOx DERCs from DERC Certificate Number D-2103. Abitibi Consolidated Corporation's DERC Certificate Number D-2103 is now canceled.

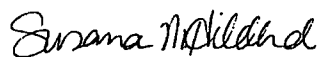
The above-mentioned certificate has been deposited in the Texas Commission on Environmental Quality (TCEQ) Discrete Emissions Credit Registry. The certificate may be transferred or sold to another owner for use per the requirements of Title 30 Texas Administrative Code §§ 101.370 - 101.379.

Thank you for your cooperation in this matter. If you have questions concerning this review, please contact Mr. Ivan Gray at (512) 239-4451, or write to the Texas Commission on Environmental Quality, Chief Engineer's Office, Air Quality Division (MC-206), P.O. Box 13087, Austin, Texas 78711-3087.

Mr. Jim Novak
Page 2
December 18, 2006

This action is taken under authority delegated by the Executive Director of the TCEQ.

Sincerely,



Susana M. Hildebrand, P.E., Director
Air Quality Division
Texas Commission on Environmental Quality

SMH/IG/sa

cc: Air Section Managers, Region 12 - Houston
Ms. Kathy Perez-Ashton, Chief Health Inspector, Health Department, The City of Pasadena,
Pasadena
Mr. Badruddin (Bud) Karachiwala, Director, Harris County Public Health and
Environmental Services, Pollution Control Department, Pasadena

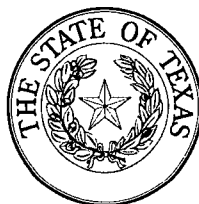
Project Number: 401123

The State of Texas

TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Certificate Number:

D-2139



Number of Credits:

3.0 tons NOx

Discrete Emission Reduction Credit Certificate

This certifies that

Phyto Source L.P.
12502 Bay Area Blvd
Pasadena, TX 77507

is the owner of 3.0 tons of nitrogen oxides (NOx) discrete emission reduction credits established under the laws of the State of Texas, transferable only on the books of the Texas Commission on Environmental Quality, by the holder hereof in person or by duly authorized Attorney, upon surrender of this certificate.

The owner of this certificate is entitled to utilize the discrete emission credits evidenced herein for all purpose authorized by the laws and regulations of the State of Texas and is subject to all limitations prescribed by the laws and regulations of the State of Texas.

Discrete Emission Reduction Generation Period: November 1, 1997 - October 31, 1998

Generator Regulated Entity No.: RN100209428

Generator Certificate: D-1013

County of Generation: Harris

January 5, 2007

Date

A handwritten signature in dark ink, appearing to be "D. White", written over a horizontal line.

For the Commission

Kathleen Hartnett White, *Chairman*
Larry R. Soward, *Commissioner*
Martin A. Hubert, *Commissioner*
Glenn Shankle, *Executive Director*



TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Protecting Texas by Reducing and Preventing Pollution

January 5, 2007

Mr. Bob Wood
Environmental Specialist
Abitibi Consolidated Corporation
18511 Beaumont Hwy
Houston, Texas 77049-1220

Re: Transfer of Discrete Emission Reduction Credits
Sheldon Mills
Houston, Harris County
Regulated Entity Number: RN100209428
Customer Reference Number: CN600615744
Account Number: HG-0674-D
DERC Certificate Number: D-2140

Dear Mr. Wood:

This letter is in response to a notice received from Abitibi Consolidated Corporation dated August 7, 2006, regarding the transfer of Discrete Emission Reduction Credits (DERCs). We understand that Abitibi Consolidated Corporation, Regulated Entity Number (RN) RN100209428, has transferred a total amount of 3.0 tons of nitrogen oxides (NOx) DERCs to Phyto Source L.P., RN103031126.

Enclosed is a copy of DERC Certificate Number D-2140 issued to Abitibi Consolidated Corporation, RN100209428, reflecting the retained amount of 27.0 tons of NOx DERCs from DERC Certificate Number D-2103. Abitibi Consolidated Corporation's DERC Certificate Number D-2103 is now canceled.

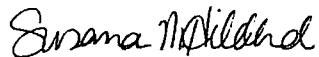
The above-mentioned certificate has been deposited in the Texas Commission on Environmental Quality (TCEQ) Discrete Emissions Credit Registry. The certificate may be transferred or sold to another owner for use per the requirements of Title 30 Texas Administrative Code §§ 101.370 - 101.379.

Thank you for your cooperation in this matter. If you have questions concerning this review, please contact Mr. Ivan Gray at (512) 239-4451, or write to the Texas Commission on Environmental Quality, Chief Engineer's Office, Air Quality Division (MC-206), P.O. Box 13087, Austin, Texas 78711-3087.

Mr. Bob Wood
Page 2
January 5, 2007

This action is taken under authority delegated by the Executive Director of the TCEQ.

Sincerely,



Susana M. Hildebrand, P.E., Director
Air Quality Division
Texas Commission on Environmental Quality

SMH/IG/sa

cc: Air Section Managers, Region 12 - Houston
Mr. Arturo Blanco, Bureau Chief, Bureau of Air Quality Control, Health and Human
Services Department, City of Houston, Houston
Mr. Budruddin (Bud) Karachiwala, Director, Harris County Public Health And
Environmental Services Pollution Control Department

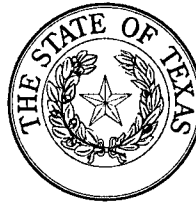
Project Number: 401123

The State of Texas

TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Certificate Number:

D-2140



Number of Credits:

27.0 tons NO_x

Discrete Emission Reduction Credit Certificate

This certifies that

*Abitibi Consolidated Corporation
18511 Beaumont Hwy
Houston, TX 77049*

is the owner of 27.0 tons of nitrogen oxides (NO_x) discrete emission reduction credits established under the laws of the State of Texas, transferable only on the books of the Texas Commission on Environmental Quality, by the holder hereof in person or by duly authorized Attorney, upon surrender of this certificate.

The owner of this certificate is entitled to utilize the discrete emission credits evidenced herein for all purpose authorized by the laws and regulations of the State of Texas and is subject to all limitations prescribed by the laws and regulations of the State of Texas.

Discrete Emission Reduction Generation Period: November 1, 1997 - October 31, 1998

Generator Regulated Entity No.: RN100209428

Generator Certificate: D-1013

County of Generation: Harris

January 5, 2007

Date

A handwritten signature in dark ink, appearing to be "D. W. White", written over a horizontal line.

For the Commission

The State of Texas
TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Certificate Number

D-2103



Number of Credits

30.0 tons NOx

Discrete Emission Reduction Credit Certificate

This certifies that
Abitibi Consolidated Corporation
18511 Beaumont Highway
Houston, Texas 77049

is the owner of 30.0 tons of nitrogen oxides (NOx) discrete emission reduction credits established under the laws of the State of Texas, transferable only on the books of the Texas Commission on Environmental Quality, by the holder hereof in person or by duly authorized Attorney, upon surrender of this certificate.

The owner of this certificate is entitled to utilize the discrete emission credits evidenced herein for all purpose authorized by the laws and regulation of the State of Texas and is subject to all limitations prescribed by the laws and regulations of the State of Texas.

Discrete Emission Reduction Generation Period: November 1, 1997 - October 31, 1998

Generator Regulated Entity No.: RN100209428

Generator Certificate: D-1013

County of Generation: Harris

TRANSFERRED
TO CERTIFICATE NO(S): 02139, 02140
DATE: 1/5/07

July 31, 2006

Date

A handwritten signature in dark ink, appearing to be "D. M. White", written over a horizontal line.

Executive Director

Texas Commission on Environmental Quality



Form DEC-4 (Page 1)
Application for Transfer of Discrete Emission Credits
(Title 30 Texas Administrative Code § 101.370 - § 101.374)

I. SELLER'S COMPANY IDENTIFYING INFORMATION		
A. Company Name: Abitibi-Consolidated Corporation		
B. Owner or Operator of Generator Source: Same		
C. Plant/Site Name: Sheldon Division		
D. Street Address: 18511 Beaumont Highway		
E. Nearest City: Houston	F. Zip Code: 77049-1220	
G. County: Harris		
H. Regulated Entity Number: RN100209428		
I. Telephone: 281 456 6335		
J. Mailing Address: Same as above		
K. City:	State:	Zip Code:
II. SELLER'S TECHNICAL CONTACT IDENTIFYING INFORMATION		
A. Technical Contact Name: (<input checked="" type="checkbox"/> Mr. <input type="checkbox"/> Mrs. <input type="checkbox"/> Ms. <input type="checkbox"/> Dr.) Bob Wood		
B. Technical Contact Title: Environmental Specialist		
C. Telephone: 281 456 6335	D. Fax: 281 456 6359	E. E-Mail: bob_wood@abicon.com
F. Mailing Address: Same as above		
G. City:	State:	Zip Code:
III. SELLER'S CONTACT FOR SALE OF CERTIFICATE		
A. Contact Name: (<input type="checkbox"/> Mr. <input type="checkbox"/> Mrs. <input type="checkbox"/> Ms. <input type="checkbox"/> Dr.) Same		
B. Sale Contact Title:		
C. Telephone:	D. Fax:	E. E-Mail:
F. Mailing Address:		
G. City:	State:	Zip Code:
IV. BUYER'S COMPANY IDENTIFYING INFORMATION		
A. Company Name: Phyto-Source LP		
B. Owner or Operator of Generator Source: Same		
C. Plant/Site Name: Phyto-Source LP		
D. Street Address: 12502 Bay Area Blvd.		
E. Nearest City: Pasadena	F. Zip Code: 77507-1308	
G. County: Harris		
H. Regulated Entity Number: RN103031126		
I. Telephone: 281 474 7500 ext. 120		
J. Mailing Address: Same		
K. City:	State:	Zip Code:

Form DEC-4 (Page 2)

Application for Transfer of Discrete Emission Credits
(Title 30 Texas Administrative Code § 101.370 - § 101.374)

V. BUYER'S TECHNICAL CONTACT IDENTIFYING INFORMATION			
A. Technical Contact Name: (<input checked="" type="checkbox"/> Mr. <input type="checkbox"/> Mrs. <input type="checkbox"/> Ms. <input type="checkbox"/> Dr.) Jim Novak			
B. Technical Contact Title: <u>EHS Manager</u>			
C. Telephone: 281 474 7500 X120		D. Fax: 281 474 2611	E. E-Mail: <u>jimx@chuseiusa.com</u>
F. Mailing Address: 12502 Bay Area Blvd.			
G. City: Pasadena		State: TX	Zip Code: 77507
VI. BUYER'S CONTACT FOR SALE OF CERTIFICATE			
A. Contact Name: (<input type="checkbox"/> Mr. <input type="checkbox"/> Mrs. <input type="checkbox"/> Ms. <input type="checkbox"/> Dr.) Same			
B. Sale Contact Title:			
C. Telephone:		D. Fax:	E. E-Mail:
F. Mailing Address:			
G. City:		State:	Zip Code:
VII. DERCs TO BE TRANSFERRED			
DERC Serial Numbers	Pollutant (NO _x , VOC-N, VOC-O, HAP-N, HAP-O, CO, SO ₂ , PM ₁₀)	Transferred Amount (tons)	Retained Amount (tons)
<u>BW</u> <u>D-2099</u> <u>2103</u>	<u>NOx</u>	<u>3.0</u>	<u>27.0</u>
VIII. PURCHASE PRICE			
*Price of the DERCs acquired or the expected price of the DERCs to be acquired: <u>\$ 1000.00</u> per ton (Required)			
Chapter 101 requires the price of DERCs to be publicly disclosed immediately after the transaction is finalized			
IX. CERTIFICATION BY RESPONSIBLE OFFICIAL			
I, <u>Bob Wood</u> , hereby certify as owner of the above listed emission reduction credits, these credits may be transferred to the listed buyer and that the information entered in this application is correct to the best of my knowledge and belief.			
Signature <u>Bob Wood</u>		Signature Date <u>08/07/2006</u>	
Title <u>Environmental Specialist</u>			

Mail application to:

Emission Banking and Trading Program
TCEQ MC 163
PO BOX 13087
AUSTIN, TX 78711-3087

The State of Texas
TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Certificate Number

D-2093



Number of Credits

7.3 tons NOx

Discrete Emission Reduction Credit Certificate

This certifies that
E.I. Du Pont De Nemours and Company
P.O. Box 1089
Orange, Texas 77631

is the owner of 7.3 tons of nitrogen oxides (NOx) discrete emission reduction credits established under the laws of the State of Texas, transferable only on the books of the Texas Commission on Environmental Quality, by the holder hereof in person or by duly authorized Attorney, upon surrender of this certificate.

The owner of this certificate is entitled to utilize the discrete emission credits evidenced herein for all purpose authorized by the laws and regulations of the State of Texas and is subject to all limitations prescribed by the laws and regulations of the State of Texas.

Discrete Emission Reduction Generation Period: May 1, 2003

Generator Regulated Entity No.: RN100542711

Generator Certificate: D-1126

County of Generation: Orange

USED

PURPOSE: 30 TAC 117.205c
DATE: 6/6/06

May 5, 2006

Date

A handwritten signature in dark ink, appearing to be "D. B. White", written over a horizontal line.

Executive Director
Texas Commission on Environmental Quality