



MEMORANDUM OF UNDERSTANDING

This Memorandum of Understanding (MOU) is made on November 12, 2010 between SCI-Pak (Sustainable and Cleaner Production in the Manufacturing Industries of Pakistan) representative, having its office at Perfect SITE, Plot No: 18, 22 Km Ferozpur Road, Lahore, hereinafter referred to as SCI-Pak and The Crescent Textile Mills Limited, having its facility at Sargodha Road, Faisalabad, hereinafter referred to as Crestex, to take part in the SCI-Pak project as Pilot Industry during the period of March 2009 to February 2012. The title of the Pilot Project being undertaken by Crestex is "Installation of Rice Husk Boiler (RHB)".

Both SCI-Pak and Crestex have consented to undertake the project and have seen and agreed upon the following terms and conditions:

1.0 Description of Responsibilities and Authorities

1.1 SCI-Pak

- i) SCI-Pak project will have the authority to declare Crestex industry as Pilot Industry and its project RHB as Pilot Project under SCI-Pak project nationally and internationally at different forums and in its publicity material.
- ii) SCI-Pak is responsible to provide assistance to Crestex on his request regarding designing/review of design of the Pilot Project from European experts
- iii) SCI-Pak will finance monthly gross salary of one operator/supervisor of the RHB for 6-8 months. The amount of salary will be decided after mutual understanding of both the parties.
- iv) SCI-Pak will bear the laboratory tests expenses of the RHB for 6-8 months. These tests will be those which will be essential for the performance evaluation of the pilot project.
- v) SCI-Pak will provide appropriate equipment to Crestex for regular monitoring of the process parameters of the RHB for 6-8 months. These process parameters will be those which will be essential for the performance evaluation of the pilot project. These monitoring equipment will be the property of SCI-Pak and their use will be decided after mutual understanding both the parties.
- vi) SCI-Pak representatives are authorized to visit Pilot Project and evaluate its performance with due permission of Crestex.



- vii) SCI-Pak is authorized to prepare case study of the Pilot Project and disseminate to other industries and stakeholders through any mode of dissemination.
- viii) In case the subject Pilot Project has the potential for the registration as CDM project, then SCI-Pak will be responsible assist Crestex to complete its registration process.

1.2 The Crescent Textile Mills Limited (Crestex)

- i) Crestex is responsible to install, provide all the financial and human resources and infrastructure for the proper operation of the RHB and operate the committed Pilot Project within the SCI-Pak project life (March 2009-February 2012) without any deliberate delays.
- ii) Crestex is responsible to provide all the support to the SCI-Pak representatives during their visit, performance evaluation of the boiler, preparation of case study, data collection, monitoring of the process parameters etc.
- iii) Crestex will allow SCI-Pak to disseminate information of the Pilot Project on different forums and print material.
- iv) Crestex is responsible to provide all the copies of the vouchers of those expenses which SCI-Pak will bear in this project such as laboratory test charges and operator's salary slips.
- v) Crestex is responsible to properly maintain the log sheet of the boiler, timely laboratory testing and monitoring of critical process parameters.

WITNESSES

Usman Malik

Director (IHT)

On Behalf of The Crescent Textile Mills Limited

Shahzad Haider

Vice President, Engineering

Shafqat Ullah

Director Projects (CPI)

On Behalf of SCI-Pak

Azher Uddin Khan

CEO, CPI