

February 23, 2011

NEXI

Results of Environmental Review

- (1) Reference Number
10-048
- (2) Project Name
Upgrade of mining facilities
- (3) Project Site
Minas Gerais and vicinities, Brazil
- (4) Project Outline
Upgrade of mining facilities
- (5) Category
A
- (6) Reason of Categorization
The project falls into the large-scale Power transmission and distribution lines sector, is located in a sensitive area, and has sensitive characteristics under the Environmental Guidelines.
- (7) Environmental Permission / Approval by the Environmental Authority
The environmental impact assessment report has been approved by the environmental authority of the State of Minas Gerais and LI was issued in April 2010.
- (8) Anti-Pollution Measures
The planned values for air, water and noise meet the local standards and international standards. Appropriate anti-pollution measures will be taken.
- (9) Natural Environmental considerations
Protected areas designated by the State, primeval and tropical natural forest, and areas where is likely to be habitats of endangered species are located near project

site, but environmental impact is not significant and the appropriate measures are taken. Impact of deforestation is not significant and mitigated by appropriate offset measures.

(10) Social Consideration

No resettlement will be implemented. Right of way for the transmission line is appropriately selected in consideration to avoid areas with special values from archaeological, historical and cultural viewpoint.

(11) Monitoring

Monitoring including air, water, waste, ecology will be conducted based on the approval by the state environmental authority to be submitted to it.