

# Bugnavilla Forest Carbon Project Financial Plan

Project name: Bugnavilla Afforestation Through High-Quality Timber Over Degraded Grasslands ID: 3623

The project is designed to repeat 25-year cycles for at least 100 years. It is intended to carry out the same practices as those detailed in the VCS Project Description and in the forestry project submitted to the competent authorities. It is planned to reforest each time the cycle ends, continuing with the same management, financial and monitoring plan. The same applies to each of the new instances that join this grouped project. Any change in any of these will be duly communicated.

The following types of income and costs are identified:

- **Spot incomes:** commercial thinning, final harvests\*, and sale of carbon credits.
- **Permanent income:** livestock income (except in years when livestock are excluded after each replanting).
- **Spot costs:** pruning, carbon project verification costs.
- **Permanent costs:** administration & maintenance, fire control and prevention.

\* Income from thinned and harvested timber considers the operational cost of thinning and harvesting.

Part of the income obtained at the end of each cycle will be directly used as investment in the repetition of the project (replanting).

It is estimated that the first verification of the carbon project will take place in 2025 and potential subsequent verifications will be evaluated at the project proponent's discretion.

Below is the financial plan for the project crediting period (100 years):

