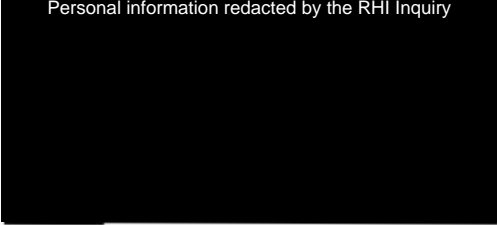


Mr John Anderson

Personal information redacted by the RHI Inquiry



27 April 2018

Dear Sir

Re: The Independent Public Inquiry into the Non Domestic Renewable Heat Incentive (RHI) Scheme

Provision of a Section 21 Notice requiring the provision of evidence in the form of a written statement

I am writing to you in my capacity as Solicitor to the Independent Public Inquiry into the Non Domestic Renewable Heat Incentive (RHI) Scheme (known as 'the RHI Inquiry') which has been set up under the Inquiries Act 2005 ('the Act').

I enclose a copy of the RHI Inquiry's Terms of Reference for your information.

You may be aware from media reports that the RHI Inquiry is conducting its investigations into the matters set out in its Terms of Reference. The Inquiry is continuing with the process of gathering all of the relevant documentation from relevant departments, organisations and individuals. In addition, the Inquiry has also now begun the process of requiring persons who have been, or who may have been, involved in the range of matters which come within the Inquiry's Terms of Reference to provide written evidence to the Inquiry Panel.

In this context, it would be of assistance to the Inquiry to have a statement from you setting out your involvement with the Non Domestic Renewable Heat Incentive Scheme in Northern Ireland ('the Scheme').

In keeping with the approach we are taking with others, the RHI Inquiry is now issuing to you a Statutory Notice (known as a 'Section 21 Notice') pursuant to its powers to compel the provision of evidence in the form of a written statement in relation to the matters falling within its Terms of Reference.

The Section 21 Notice enclosed with this letter requires you to provide evidence to the RHI Inquiry Panel in the form of a written statement addressing the matters identified in the Schedule to the Section 21 Notice. As the text of the Section 21 Notice explains, you are required by law to comply with it.

The aim of the enclosed Notice is to require you to provide all relevant evidence within your knowledge which is pertinent to the Inquiry's Terms of Reference. The Schedule to the enclosed Section 21 Notice provides further detail as to the matters which should be covered in the written evidence which is required from you. In the event that there is a category of information in respect of which you have no evidence, please state this in your response. Where you can provide evidence, then the more comprehensive your statement is, the less likely it is that the Inquiry will have to revert to you at a later stage for clarification, although in many cases this is likely to be necessary to some degree.

If it would assist you, I am happy to meet with you (or your legal representative) to discuss what evidence you may be able to provide and whether it is covered by the Inquiry's request.

Receipt of this correspondence and its enclosures places you under a duty of confidentiality to the RHI Inquiry in respect of them. You may share the correspondence and the enclosed Notice with a legal representative or representatives, but neither you nor they may show, communicate the contents of, or

provide this correspondence or the Notice to any other person or organisation without the express permission of the RHI Inquiry. Any breach of this duty of confidentiality is actionable at the suit of the Inquiry Chairman.

You will also find attached to the Section 21 Notice a Guidance Note explaining the nature of a Section 21 Notice and the procedures that the RHI Inquiry has adopted in relation to such a notice. In particular, you are asked to provide your evidence in the form of the template witness statement which is also enclosed with this correspondence.

Given the tight time-frame within which the RHI Inquiry must operate, the Chairman of the Inquiry would be grateful if you would comply with the requirements of the Section 21 Notice as soon as possible and, in any event, by the date set out for compliance in the Notice itself.

Finally, I would be grateful if you could acknowledge receipt of this correspondence and the enclosed notice by email to Patrick.Butler@rhiinquiry.org.

Please do not hesitate to contact me to discuss any matter arising.

Yours faithfully



Patrick Butler

Solicitor to the RHI Inquiry

02890408928

SCHEDULE**[No 33 of 2018]**

1. Provide details of your occupation(s) and/or employment during the period November 2012 to the date of answering this Notice.
2. Explain, in respect of any sector in which you did business in the said period, whether your decision to enter this sector and/or the timing of such entry was related in any way to the availability of subsidies under Non Domestic Renewable Heat Incentive Scheme in Northern Ireland ('the RHI Scheme').
3. Explain why you / your business first became interested in the RHI Scheme.
4. Please explain the direct or indirect involvement that you had with, or in relation to, the RHI Scheme or any aspect of it prior to its suspension in February 2016. In particular, please provide full details of the following:
 - a. Why you decided to apply to the Scheme;
 - b. The date each of your biomass boilers was installed;
 - c. The date you made each application to the Scheme;
 - d. The date each of your biomass installations was accredited;
 - e. The installed capacity (in kW) and efficiency of each of your biomass boilers;
 - f. The date upon which you received your first RHI payment;
 - g. The person or company you employed to provide and install each of your biomass boilers; and
 - h. The person or company, if any, you engaged to assist with each of your applications to the Scheme.
5. If you are or have been engaged in work in the poultry sector, provide, for the period from November 2012 to date, a summary of the following:
 - a. The dimensions (length and breadth) of each of your poultry houses;

- b. The size (in bird numbers) of each crop produced per house and the number of such crops per annum per house (if there is any difference in this regard between houses served by renewable heating and those which are not or between the period prior to accreditation under the RHI Scheme and the period following accreditation, please set it out and provide an explanation for it);
 - c. The annual heat demand (in kWh) of each house (if there is any difference in this regard between houses served by renewable heating and those which are not or between the period prior to accreditation under the RHI Scheme and the period following accreditation, please set it out and provide an explanation for it).
6. It appears to the RHI Inquiry from information provided to it that you applied for accreditation of an installation or installations under the RHI Scheme between August 2015 and 18 November 2015 when there was a marked 'spike' in the number of such applications generally. As to that (and in respect of each such application), please address the following matters:
 - a. Why did you make an application to the Scheme at that time?
 - b. Did anyone encourage you to make an application to the Scheme at or around that particular time? If so, please identify who did so, when, and what reason was given for the encouragement.
 - c. Were you warned in any respect about the possible introduction of cost controls, tiered or amended tariffs, or an annual eligible heat cap into the Scheme? If so, in respect of each such warning, beginning with the earliest, please identify who provided this warning, when they did so, how it was communicated and (insofar as you can) in what terms.
 - d. Without prejudice to the generality of sub-paragraph c. above, were you in contact with any Minister, Special Adviser ('SpAd') or Civil Servant in respect of proposed changes to the Scheme? If so, please provide full details including, in respect of each such contact, who it was with, when

it occurred, how it occurred and (insofar as you can) the substance of what was said, discussed or communicated.

- e. Please explain, in respect of your installation(s) for which application for accreditation to the Scheme was made within the above period, how long it took from ordering the relevant plant to it being installed and commissioned.
 - f. Please explain any steps taken by you to expedite your application to the Scheme, including steps taken in order to ensure that your application was submitted in advance of 18 November 2015.
7. The RHI Inquiry has been made aware of your connection to Stephen Brimstone as his father in law. Arising out of this, please provide full details of the following:
- a. All contact you had with Stephen Brimstone in relation to or touching upon the RHI Scheme at any time (including, so far as possible, the date and time of such communication and the means of such communication) and specifying, in each instance, the nature and purpose of the contact; and
 - b. Any information you received from him, touching on or relating to the RHI Scheme (including so far as possible the date and time of the provision of such information).
8. Specify whether you were encouraged by Stephen Brimstone to seek accreditation under the RHI Scheme, were assisted by him in doing so, or were provided by him with information which encouraged you to apply or to consider applying or which influenced the timing of any such application. Please provide full details, including the relevant dates.
9. Please advise whether you have any connection with the Ulster Farmer's Union ('UFU') (such as, for example, being a member of it) and, if you do have such a connection, please provide full details of same.

10. Please advise whether you have any connection with Moy Park (such as, for example, supplying chickens to Moy Park and/or being a member of a Moy Park Growers' Association) and, if you do have such a connection, please provide full details of same.
11. Specify whether you were encouraged by the UFU and/or Moy Park and/or anyone connected with either entity to seek accreditation under the RHI Scheme, were assisted in doing so, or were provided with information which encouraged you to apply or to consider applying or which influenced the timing of such application. Please provide full details of such information, including, but not limited to, the identity of the person(s) providing the information, the relevant dates and any and all documentation relating to this.
12. Specify whether you were encouraged by any other party to seek accreditation under the RHI Scheme, were assisted in doing so, or were provided with information which encouraged you to apply or to consider applying or which influenced the timing of any such application. Please provide full details, including the identity of the person or persons concerned and the relevant dates.
13. Specify whether you used any information which had been shared with you to advise, encourage, assist, or cause other persons to apply, or consider applying, for accreditation under the Scheme. In respect of any such instance, please provide full details, including (but not limited to) the information you shared, the third party concerned and the date of any steps taken by you in that regard.
14. Specify whether you are aware of Stephen Brimstone sharing information in relation to the RHI Scheme (in particular, but not limited to, information about the amendment of the Scheme or the introduction of costs controls into the Scheme) with any other persons, giving details of the identity of such other persons and what information was shared by him in relation to the RHI Scheme, as far as you can.

15. Please provide details of each and every communication, either direct or indirect, between you and any other person in relation to the RHI Scheme (providing the nature, date, and place of each communication as well as details of the persons between whom each such communication occurred).
16. Specify any email addresses used by you and any telephone numbers used by you in relation to any communication about the RHI Scheme.
17. Specify whether Stephen Brimstone has, or has previously had, any financial interest, either directly or otherwise, in your economic activity, business or businesses.
18. Specify when you first became aware that tariffs payable under the RHI Scheme exceeded the cost of biomass fuel used to produce heat and/or the cost of producing a unit of heat (so that there was an incentive in some cases to produce heat merely to make profit from the Scheme) and how you so became aware. Without prejudice to the foregoing, please also provide details of the following:
 - a. The type of biomass fuel burned by each of your / your business' biomass boilers (for example, wood pellets or wood chips) and, in the case of wood chip (if applicable), the moisture content of same;
 - b. Whether you / your business were able to obtain a discount on fuel prices by, for example, bulk buying, group buying, and/or entering into a long-term supply contract and, if you were so able, please provide details of this;
 - c. The prices paid by you / your business for each fuel type (in £/tonne and/or p/kWh) including details of how these prices changed over time (if applicable);
 - d. Any other operating costs you / your business incurred (e.g. electricity) when producing heat with biomass fuel;

- e. the steps (if any) taken by you to alert other persons (including, for example, Jim Wells, DETI or Ofgem officials, the UFU, Moy Park, and/or other poultry farmers) to the fact that the relevant RHI tariff exceeded the cost of biomass fuel and/or the cost of producing a unit of heat with biomass fuel.
19. The Enhanced Capital Allowances Scheme (ECA) was available for certain renewable energy technologies, including some of those falling within the RHI Scheme. This enabled businesses to claim 100% tax relief on the purchase of eligible equipment in the year of purchase. In relation to this, please explain:
- a. Whether you availed of such relief in respect of any of your biomass installations;
 - b. If so, please explain:
 - i. At what stage you became aware of the ECA scheme and how you became so aware;
 - ii. Whether you were encouraged to avail of the said tax relief, providing all relevant details of who encouraged you, and when and how they did so;
 - iii. Whether the prospect of benefitting from this tax relief enhanced your interest in the RHI Scheme;
 - iv. Whether you were aware at any time of any changes that occurred in respect of the ECA system (such as, for example, the removal of any renewable heat technology from the list of technologies eligible for 100% write-off in a single year), including, in particular, how you became so aware;
 - v. The date(s) on which you purchased your biomass boiler(s);
 - vi. The date(s) on which you registered with the ECA scheme;

vii. The amount of tax relief you benefitted from for each biomass installation under the ECA scheme, providing all documentation in relation to this;

c. Whether you applied for, received or in any way benefitted from any further form of financial assistance in order to purchase and/or install any biomass boiler(s) and related heating systems which are accredited under the RHI Scheme, (including but not limited to, grant aid, interest-free loan, tax relief or any other form of financial incentive).

20. Except to the extent that it has already been comprehensively addressed in your answers to the foregoing questions, provide details of your past and current connections (if any) with the following, insofar as they are of potential relevance to the RHI Scheme and the Inquiry's Terms of Reference:

- a. The Democratic Unionist Party ('DUP');
- b. Moy Park;
- c. The Ulster Farmers' Union ('UFU');
- d. Action Renewables;
- e. The Renewable Heat Association of Northern Ireland ('RHANI').

21. Except to the extent that it has already been comprehensively addressed in your answers to the foregoing questions, please set out any potential risks, flaws, problems, anomalies, loopholes, or other issues regarding the RHI Scheme which came to your attention, setting out details of when you first became aware of each such issue and the actions (if any) taken by you as a result.

22. Except to the extent that it has already been comprehensively addressed in your answers to the foregoing questions, please provide any further evidence within your knowledge or belief which is relevant to the matters that the RHI Inquiry is investigating as set out in the RHI Inquiry's Terms of Reference.



RHI Inquiry
17 MAY 2018

INQUIRY INTO THE RENEWABLE HEAT INCENTIVE SCHEME

RHI REF: Notice 33 of 2018

DATE: 15/5/18

Witness Statement of:

1, JOHN ANDERSON, will say as follows: -

1. FARMER

2. POULTRY FARMER SINCE 1972

3. ON MOY PARK ADVICE

4. Please explain the direct or indirect involvement that you had with, or in relation to, the RHI Scheme or any aspect of it prior to its suspension in February 2016. In particular, please provide full details of the following:

a. ON MOY PARK ADVICE

b. CIRCA 8/8/15

c. 18 SEPT 2015

d. 18 OCT 2015

e. 2 x 99 KW

f. 23 DECEMBER 2015

g. DMC ~~COAL~~ COALISLAND

h. DMC COALISLAND

5. If you are or have been engaged in work in the poultry sector, provide, for the period from November 2012 to date, a summary of the following:

a.	HOUSE I	100'	x	45'
	" 2	100'	x	45'
	" 3	200'	x	48'



- b. H^o 1 + H^o 2 9000 TO 8400
H^o 3 19000 TO 18000 } ANIMAL WELFARE
STANDARDS
- c. DONT KNOW

6. It appears to the RHI Inquiry from information provided to it that you applied for accreditation of an installation or installations under the RHI Scheme between August 2015 and 18 November 2015 when there was a marked 'spike' in the number of such applications generally. As to that (and in respect of each such application), please address the following matters:

- a. INITIALLY AWAITING SIGN OFF FROM MOY PARK
(SINCE FEB 2015) GOT SIGN OFF 11/7/15 + HAD TO
WAIT FOR CROP CLEARANCE BEFORE INSTALLATION
- b. DAVID MARKS ADVISED PRODUCERS TO MOVE TO BIOMASS
HEATING AT MEETING IN HILTON HOTEL ON 1/2/15
TO IMPROVE ANIMAL WELFARE
- c. NO
- d. NO
- e. 6 MONTHS
- f. NONE NEEDED

7. The RHI Inquiry has been made aware of your connection to Stephen Brimstone as his father in law. Arising out of this, please provide full details of the following:

- a. NONE
- b. NONE



8. NO
9. MEMBER OF UFU
10. SUPPLY CHICKENS TO MY PARK
11. SEE ANSWER TO QUESTION 6 B
12. NO
13. NO
14. NO
15. ANY COMMUNICATION WITH MICHAEL HAMILTON
2. NO DETAIL ON TIME/DATE/LOCATION (DMC COAL ISLAND)
16. MICHAEL HAMILTON
Personal information redacted by the RHI Inquiry
17. NO
18. Specify when you first became aware that tariffs payable under the RHI Scheme exceeded the cost of biomass fuel used to produce heat and/or the cost of producing a unit of heat (so that there was an incentive in some cases to produce heat merely to make profit from the Scheme) and how you so became aware. Without prejudice to the foregoing, please also provide details of the following:
UNSURE DUE TO PASSAGE OF TIME + INTENSE
a. MEDIA COVERAGE OF THE ISSUE
WOOD PELLETS



- b. NO
- c. AUG. 2015 £190 PER TON TO APRIL 2018
£145 PER TON
- d. ELECTRICITY COSTS HAVE INCREASED BY 25%
- e. NONE
19. The Enhanced Capital Allowances Scheme (ECA) was available for certain renewable energy technologies, including some of those falling within the RHI Scheme. This enabled businesses to claim 100% tax relief on the purchase of eligible equipment in the year of purchase. In relation to this, please explain:
- a. YES
- b. If so, please explain:
- i. MY ACCOUNTANT (MARCH 15)
 - ii. ACCOUNTANT DEBT WITH CAPITAL ALLOWANCE CLAIM DURING PREPERATION OF ANNUAL FINANCIAL ACCOUNTS
 - iii. NO
 - iv. NOT AWARE
 - v. ORDERED IN MARCH 2015
 - vi. ECA CLAIMED ON TAX RETURN FILED ON 1/7/16
 - vii. 100%



c. MAY PART ADDITIONAL HOUSING PAYMENT

20. Except to the extent that it has already been comprehensively addressed in your answers to the foregoing questions, provide details of your past and current connections (if any) with the following, insofar as they are of potential relevance to the RHI Scheme and the Inquiry's Terms of Reference:

- a. NO
- b. NO
- c. NO
- d. NO
- e. YES MEMBER OF RHEANI AND ATTEND MEETING WHEN POSSIBLE

21. I AM AWARE NOW OF ISSUES DUE TO MEDIA COVERAGE

22. NONE

Statement of Truth

I believe that the facts stated in this witness statement are true.

Signed: John Anderson

Dated: 15/5/18