December 23, 2008

Mr. Tom Swenson  Ref. No.: 08-661-461
Cleaire Advanced Emission Controls
14775 Wicks Boulevard
San Leandro, California 94577

Dear Mr. Swenson:

Using the Verification Procedure, Warranty and In-Use Compliance Requirements for In-Use Strategies to Control Emissions from Diesel Engines (Procedure), Air Resources Board (ARB) staff reviewed your application for conditional verification of the Lonestar™ system for use with off-road diesel engines. Based on an evaluation of the data provided, and pursuant to the terms and conditions specified below, ARB hereby finds that Lonestar™ reduces emissions of diesel particulate matter (PM) consistent with a Level 3 plus device (greater than or equal to an 85 percent reduction and meets the 2009 nitrogen dioxide standard) and emissions of oxides of nitrogen (NOx) by 40 percent. ARB also finds that Lonestar™ satisfactorily completed 33 percent of the durability demonstration period. Accordingly, ARB determines that the system merits conditional verification and, subject to the terms and conditions specified below, classifies Cleaire’s Lonestar™ as a Level 3 plus system for rubber-tired off-road vehicles using engines from the engine families listed in Attachment 1.

The aforementioned conditional verification is subject to the following terms and conditions:

- Lonestar™ is conditionally verified for a period not to exceed three years from the date of this letter. For the Lonestar™ to be considered for full verification, Cleaire must complete all remaining requirements as specified in the letter 08-661-460 within three years of the date of this letter.
- Conditional verification is equivalent to verification for the purposes of satisfying the requirements of in-use emission control regulations.
- Only one filter may be installed per engine. For an engine with a dual exhaust system from the original equipment manufacturer, including two exhaust manifolds, two mufflers, etcetera, no more than one filter may be installed per exhaust manifold.
- The engine must be originally manufactured from model year 1996 through 2009 and have an engine family name listed in Attachment 1.

The energy challenge facing California is real. Every Californian needs to take immediate action to reduce energy consumption. For a list of simple ways you can reduce demand and cut your energy costs, see our website: http://www.arb.ca.gov.
• The engine must have a maximum power output rating of at least 150 horsepower and at most 350 horsepower.
• The engine must be in its original certified configuration, except that the pre-existing oxidation catalyst from the original equipment manufacturer may be removed, if the Lonestar™ system is installed. Should the Lonestar™ system be removed the oxidization catalyst from the original equipment manufacturer must be re-installed, returning the engine to its original certified configuration.
• The engine must have a PM certification level of at most 0.12 g/bhp-hr, and greater than 0.01 g/bhp-hr.
• The engine must not employ exhaust gas recirculation.
• The application must have a duty cycle with an exhaust temperature greater than 260 degrees Celsius for at least 70 percent of the time.
• The engine may or may not have a pre-existing oxidation catalyst from the original equipment manufacturer.
• The engine must not have a pre-existing diesel particulate filter from the original equipment manufacturer.
• The engine must be certified for off-road applications.
• The engine must be four-stroke.
• The engine can be turbocharged or naturally aspirated.
• The engine can be mechanically or electronically controlled.
• The engine must be well maintained and not consume lubricating oil at a rate greater than that specified by the engine manufacturer.
• Lube oil, or other oil, must not be mixed with the fuel.
• The engine must be operated on fuel that has a sulfur content of no more than 15 parts per million (ppm) by weight.
• Lonestar™ must not be operated with fuel additives, as defined in Section 2701 of Title 13, of the California Code of Regulations (CCR), unless explicitly verified for use with fuel additive(s).
• Lonestar™ must not be used with any other systems or engine modifications without ARB and manufacturer approval.
• The other terms and conditions specified below.

It is also ordered and resolved that installation of the Lonestar™ system, manufactured by Cleair Advanced Emissions Controls of 14775 Wicks Boulevard, San Leandro, California 94577, has been found not to reduce the effectiveness of the applicable vehicle pollution control system, and therefore Lonestar™ is exempt from the prohibitions in Sections 38390 and 38391 of the Vehicle Code for installation on off-road vehicles using engines listed in Attachment 1.

This exemption is only valid provided the engines meet the aforementioned conditions.
ARB reserves the right in the future to review this conditional verification letter and the exemption provided herein to assure that the exempted and conditionally verified addition or modified part continues to meet the standards and procedures of Title 13, section 2474, et seq and sections 2700 through 2710, of the CCR.

The Lonestar™ consists of a lean NOx catalyst, secondary fuel injection system, electronic controller, control sensors, and a catalyzed passive diesel particulate filter. The fuel injection system includes a fuel pump, injector, injector block, and a pressure regulator. The sensors include a manifold absolute pressure sensor, engine speed sensor, two exhaust temperature sensors, and an engine backpressure sensor. The major components of the Lonestar™ system are identified in Attachment 2. Schematics of the approved product and engine labels are shown in Attachment 3.

This conditional verification letter is valid provided that installation instructions for the Lonestar™ system do not recommend tuning the vehicle to specifications different from those of the vehicle manufacturer.

No changes are permitted to the device. ARB must be notified, in writing, of any changes to any part of Lonestar™. Any changes to the device must be evaluated and approved by ARB. Failure to do so invalidates this conditional verification.

Changes made to the design or operating conditions of Lonestar™, as exempted by ARB, which adversely affect the performance of the vehicle’s pollution control system, invalidates this conditional verification.

Marketing of Lonestar™ using identification other than that shown in this conditional verification letter or for an application other than that listed in this conditional verification letter is prohibited unless prior approval is obtained from ARB.

This conditional verification does not apply to any Lonestar™ advertised, offered for sale, sold with, or installed on a motor vehicle prior to or concurrent with transfer to an ultimate purchaser.

ARB estimates that Lonestar™ might incur a fuel economy penalty between four and nine percent depending on the application.

As specified in the Procedure, ARB assigns each diesel emission control strategy a family name. The designated family name for the conditional verification as outlined above is:

CA/CLE/2008/PM3+/N40/OF/LNF01.
Additionally, as stated in the Procedure, Cleaire is responsible for honoring the required warranty (section 2707) and conducting in-use compliance testing (section 2709).

This conditional verification is valid provided that the diesel fuel used in conjunction with the device complies with Title 13, CCR, sections 2281 and 2282, and if biodiesel is used, the biodiesel blend must be 20 percent or less subject to the following conditions:
- The biodiesel portion of the blend complies with the American Society for Testing and Materials (ASTM) specification D6751 applicable for 15 ppm sulfur content; and
- The diesel fuel portion of the blend complies with Title 13, CCR, sections 2281 and 2282.

Other alternative diesel fuels such as, but not limited to, ethanol diesel blends and water emulsified diesel fuel are excluded from this conditional verification.

Systems conditionally verified in this letter must conform to all applicable California emissions regulations.

This conditional verification does not release Cleaire from complying with all other applicable regulations.

Violation of any of the above conditions is grounds for revocation of this conditional verification.

Thank you for participating in ARB's diesel emission control strategy verification program. If you have any questions or comments, please contact Ms. Shawn Daley, Manager, at (626) 575-6972 or by email at sdaley@arb.ca.gov.

Sincerely,

Robert H. Cross, Chief
Mobile Source Control Division

Attachment 1: ARB-Approved Engine Families for the Cleaire Lonestar
Attachment 2: Parts List for the Cleaire Lonestar
Attachment 3: Label for the Cleaire Lonestar

cc: Ms. Shawn Daley, Manager
Retrofit Assessment Section