MICRO POWER ECONOMY IN THE PHILIPPINES

RISK MANAGEMENT IN MINI-GRID POWER SUPPLY

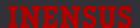
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WIND-SOLAR-DIESEL HYBRID SYSTEM WITH BATTERY

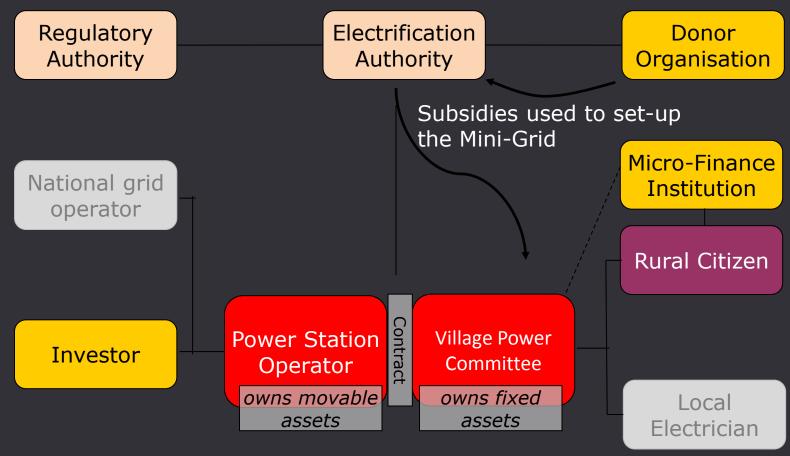


Foto: ENERSA power station; Senegal





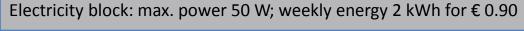
COMPONENT 1: CONSTELLATION OF STAKEHOLDERS

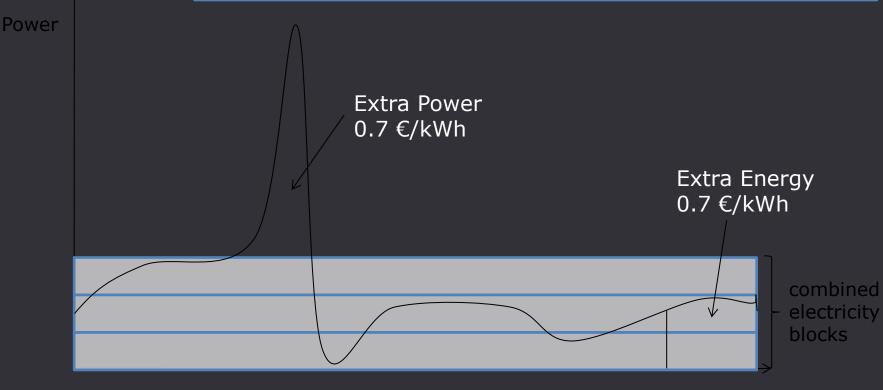




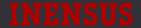


COMPONENT 2: TARIFFS AND BILLING



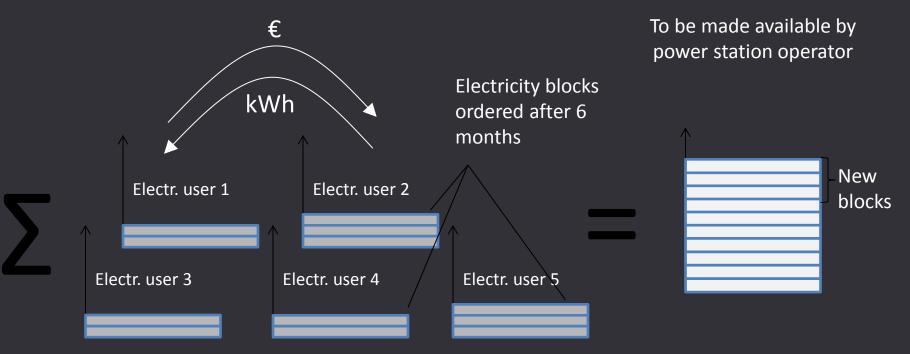


Time





COMPONENT 2: TARIFFS AND BILLING



Number of electricity blocks ordered can be
 increased or decreased every six months
Electricity blocks can be traded between rural
 citizens

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EXPLAINING THE ELECTRICITY BLOCK SCHEME

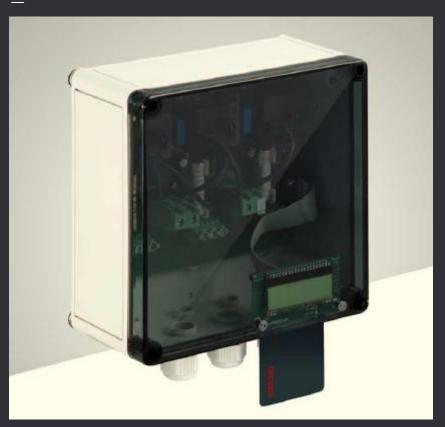






COMPONENT 3: THE MICRO UTILITY SOLUTION

The Micro Power Smart Meter



_ The Micro Grid Control and Accounting Centre







MICRO POWER ECONOMY IN THE PHILIPPINES

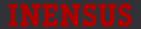




PALAWAN



Map: NordNordWest

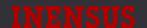


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LEGAL FRAMEWORK

- _ Electric Cooperatives can assign villages to be supplied with electricity by Qualified Third Parties
- _ Qualified Third Parties can apply for electricity supply license with ERC
- _ UC-ME subsidy to buy down the kWh price for end customers available and can be negotiated with ERC tariffs need to be checked by ERC
- _ MPE metering technology and block model are in the process of being accredited by ERC





VILLAGES SOUGHT AND FOUND

- _ High density of population (>1500 inhabitants per m²)
- Village population of 3,000 to 10,000 people
- _ Electric Cooperative willing to open the village for Qualified Third Party electrification
- _ Track record of positive economic development in the village
- _ Working social and political structure within the community (family structure, democratic structure, etc.)





CURRENT ELECTRICITY SUPPLY SITUATION AND SPLIT OF ASSETS







LONG BANCA RIDES TO CITY - DIFFICULT MONEY TRANSPORT







WOMEN LIKE THE IDEA OF ELECTRICITY EXPENDITURE BUDGETING





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CONCLUSIONS

- Supplying electricity in the Philippines is highly burocratic and involves considerable transaction costs
- _ Attractive villages for Micro-Utilities (quick demand growth, high density villages, large villages, working decision making structures) are available
- _ In some villages strong demand growth thanks to tourism
- _ The MicroPowerEconomy block planning model fits nicely into the local family environment and household budget planning
- _ The **split of assets** can be implemented **easily** in systems where there is already a grid available
- _ Meters alrady installed at poles → no grid structure changes required
- BAPA can easily be transformed into mini-grid operator





MicroPowerEconomy means development options for rural citizens and attractive profits for investors!



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