

Results of auction for selection of RES projects (19.09.2019 – small WPP)

Four participants were registered in the trading system of the auction organizer to participate in the auction for selection of small WPP for all zones of the UPS of Kazakhstan, with a total installed capacity of 20 MW.

Three participants permission to the trading session.

According to the schedule of auction for this RES type, the authorized body – the Ministry of energy of the Republic of Kazakhstan provided free land plots and connection points to electric grid, located near the Novocherkassk village, Astrakhan region, Akmola region and the Novoishimsk village, Gabit Musrepov district, North-Kazakhstan region.

Due to changes in the Rules of the auction adopted this year, the auction participants admitted to the trading session have provided land plots and connection points to the electric grid during registration in the organizer's trading system, prepared in accordance with the legislation of the Republic of Kazakhstan. The unit capacity of projects admitted to participate in the auction was 4.99 MW, 7 MW and 10 MW. All companies admitted to participate in the auction – representatives of Kazakhstan and Germany.

The ceiling tariff for WPP projects in 2019 is equal to the maximum tariff of the auction winner 2018 and is 22.66 KZT/kWh.

The trading session was opened at 14-00, Nur Sultan time.

During the trading session, participants submitted 22 applications. According to paragraph 23 of the Rules of the auction, the trading session was extended 5 times and the auction took 85 minutes to determine the winners. The trading session was closed at 15-00, Nur-Sultan time.

According to the Rules of the auction, two conditions were met to calculate the auction prices and determine the auction winners:

1) total installed capacity demand volume for this auction was 20 MW, the total installed capacity applications volume for participation was 31.99 MW or 160% of the installed capacity demand volume;

2) the number of participants registered and admitted to the relevant auction in the trading system - three.

According to the results of the auction 19.09.2019 (small WPP with 20 MW installed capacity) the winners were determined as follows:

1) Arkalyk Wind Power Plant LLP (Kazakhstan) project installed capacity 10 MW, auction price 21.5 KZT/kWh (without VAT); The project is planned to be located near the village of Novoishimskoye of Gabit Musrepov district of North-Kazakhstan region;

2) First Wind Power Station LLP (Kazakhstan) project installed capacity 4.99 MW, auction price 21.61 KZT/kWh (without VAT); The project is planned to be located near Yereymentau city of Akmola region;

3) Arkalyk Wind Power Plant LLP (Kazakhstan) project installed capacity 7 MW, auction price 21.69 KZT/kWh (without VAT); The project is planned to be located near Novocherkassk village of Astrakhan district of Akmola region.

According to paragraph 55 of the Rules of the auction, the total volume of purchased capacity was increased from 20 MW to 21.99 MW.

Average value of auction price was 21,58 KZT/kWh. Average decline in auction rate vs marginal rate was 1.08 KZT/kWh, or 4.77%.

Average auction price for small WPP (installed capacity projects from 0.1 to 10 MW inclusive) in 2018 was 20.91 KZT/kWh. The value of the average auction price for small WPP, determined by the results of the auction in 2019, is 3.1% higher than in 2018.