

1st December 2020

Ref: EMX/ERA/1120/001

Chief Executive Officer
Electricity Regulatory Authority
ERA House
Kampala.

Dear Madam Eng,



APPLICATION FOR MODIFICATION OF LICENSE - ARUA 8MW.

Reference is made to our license ERA/LIC/GEN/017/159 for the Generation and Sale of Electricity from a 42 MW Thermal Power Plant in Tororo District and an 8MW Thermal Power Plant in Arua District.

By 1st July 2019, Electro-maxx commissioned 3.8MW in Arua to mitigate the shortfall in hydro power generated from Nyagak.

On 1st October 2020, the full 8MW were commissioned as per signed certificate with UETCL (see attachment).

Given the understanding that the Capital Costs incurred are to be recovered in the period 1st July 2019 to 30th September 2024, there is a financial gap that has been created by the different commissioning milestones, a period of fifteen (15) months.

Our prayer is that this gap is bridged and given the timelines as stipulated in License Amendment five (5), we would like to propose the following amendments:

- 1. Annex C, Part A: Tariff Methodology from 1st October 2018 to 30th June 2021, Part II: Declared Capacity and Energy Payments, Section 2.3 "Monthly Declared Capacity Payment for Arua":
 - From 1st July 2019 to 30th September 2020, the Capacity be capped at 3.8MW
 - From 1st October 2020 to 30th June 2021, the Capacity be capped at 8MW
- Annex C, Part B: Tariff Methodology from 1st July 2021 to the date of expiry of this license, Part II: Declared Capacity and Energy Payments, Part B2 - Arua under "Monthly Declared Capacity Payment for Arua":
 - From 1st July 2021 to 30th September 2024, the Capacity to be capped at 8MW.

• An extension be granted for the expiry of the Arua Generation facility to cater for the fifteen (15) months shortfall in Capacity payments i.e. from 1st October 2024 to 31st December 2025 at 4.2MW.

We look forward to your continued support and understanding.

Yourş sincerely,

Charles Muhumuza

EXECUTIVE DIRECTOR

c.c. Chief Executive Officer, Uganda Electricity Transmission Company Limited .



ARUA PLANT CAPACITY

INSTALLED GENERATOR SIZE (additional 4.48MW)

NO.	GENERATOR	CAPACITY	ENGINE TYPE	MAKE	FUEL TYPE
9	Generator 9	1400kVA, 1120kW P.F 0.8	Diesel Engine, AC Synchronous Generator, KTA 50G3	Cummins	Diesel
10	Generator 10	1120kW P.F 0.8	Diesel Engine, AC Synchronous Generator, KTA 50G3	Cummins	Diese!
11	Generator 11	1400kVA, 1120kW P.F 0.8	Diesel Engine, AC Synchronous Generator, KTA 50G3	Cummins	Diesel
12	Generator 12	1400kVA, 1120kW P.F 0.8	Diesel Engine, AC Synchronous Generator, KTA 50G3	Cummins	Diesel

INSTALLED TRANSFORMER RATING (additional)

NO	TRANSFORMER	RATING	MAKE	VOLTAGE LEVEL
5	Transformer 5	2500kVA	Orion	33000/415v
6	Transformer 6	2500kVA	Orion	33000/415v

TEAM PRESENT

No	NAME	COMPANY	SIGNATURE	DATE
1	KIMULINNOCONI	UETCL	- 7314	DATE
2	COSMA KIZZA	UETCL	THE THE	01/04/20
3	Mohammed Kiyimba	ELECTRO-MAXX	1400	01/10/2020
4	7	LLLCTNO-IVIAXX	1900	01/10/2

