



**Geothermal Risk Mitigation
Facility for Eastern Africa**

Rödl & Partner



African Union
a United and Strong Africa

General Overview on the GRMF application procedure

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GRMF Pre-Application Workshop (3rd Application Round)

Arusha - Tanzania, October 2014



Purpose

- Invite applicants to submit an Expression of Interest
- Refer to all underlying documents
- Specify submission procedure
- Give instructions to applicants and specify form and content of applications
- Provide a brief overview on Early Contracting Regulations
- Provide a brief overview on the instrument “Continuation Premium”
- State submission deadline and contact details
- **Overall Objective: Enable applicants to deliver successful applications**



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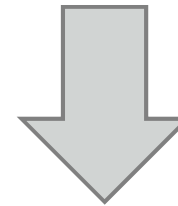
- I. Schedule of activities for Application Round 3 (from today's Pre-Application workshop to Grant Contract)
- II. Formal aspects of submission
- III. Early contracting
- IV. Continuation Premium
- V. Information Distribution



GRMF - Two stage process:
Expression of Interest (EoI) & Application stage

1st Stage:

Expression of
Interest (EoI)



2nd Stage:

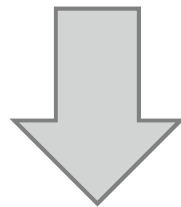
Application
(RfA)

Signing of Grant Contract



GRMF - Two stage process: Expression of Interest (EoI) & Application stage

Expression of
Interest (EoI)



Application
(RfA)

Relevant Documents

- Developer Manual
- Request for EoI
 - Cover Letter (Annex I)
 - EoI Surface Study (Annex II)
 - EoI Drilling Program (Annex III)

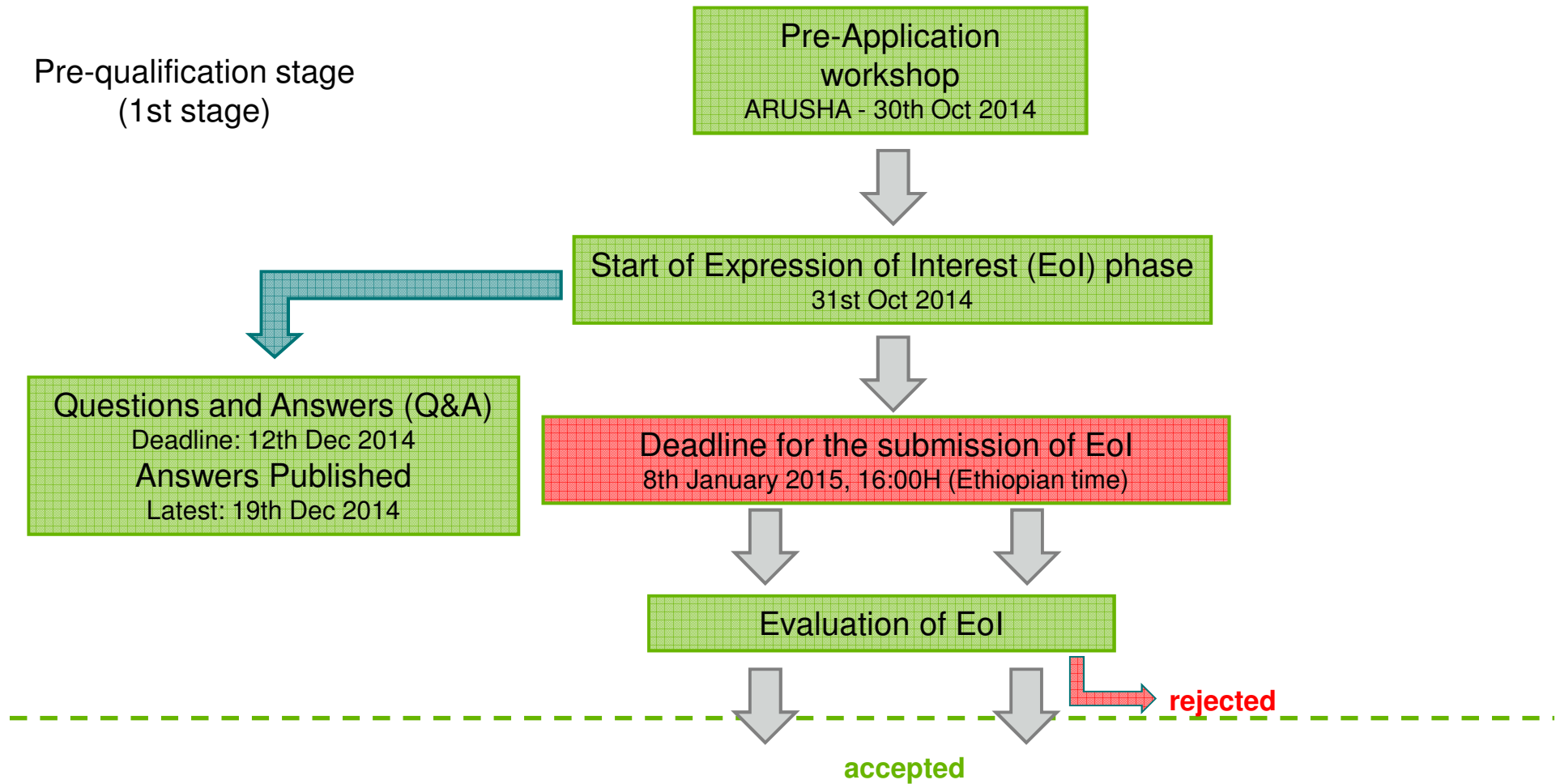
Relevant Documents

- Developer Manual
- Request for Application with application forms and annexes
- AWC – guidelines
- Developer procurement guidelines

Signing of Grant Contract

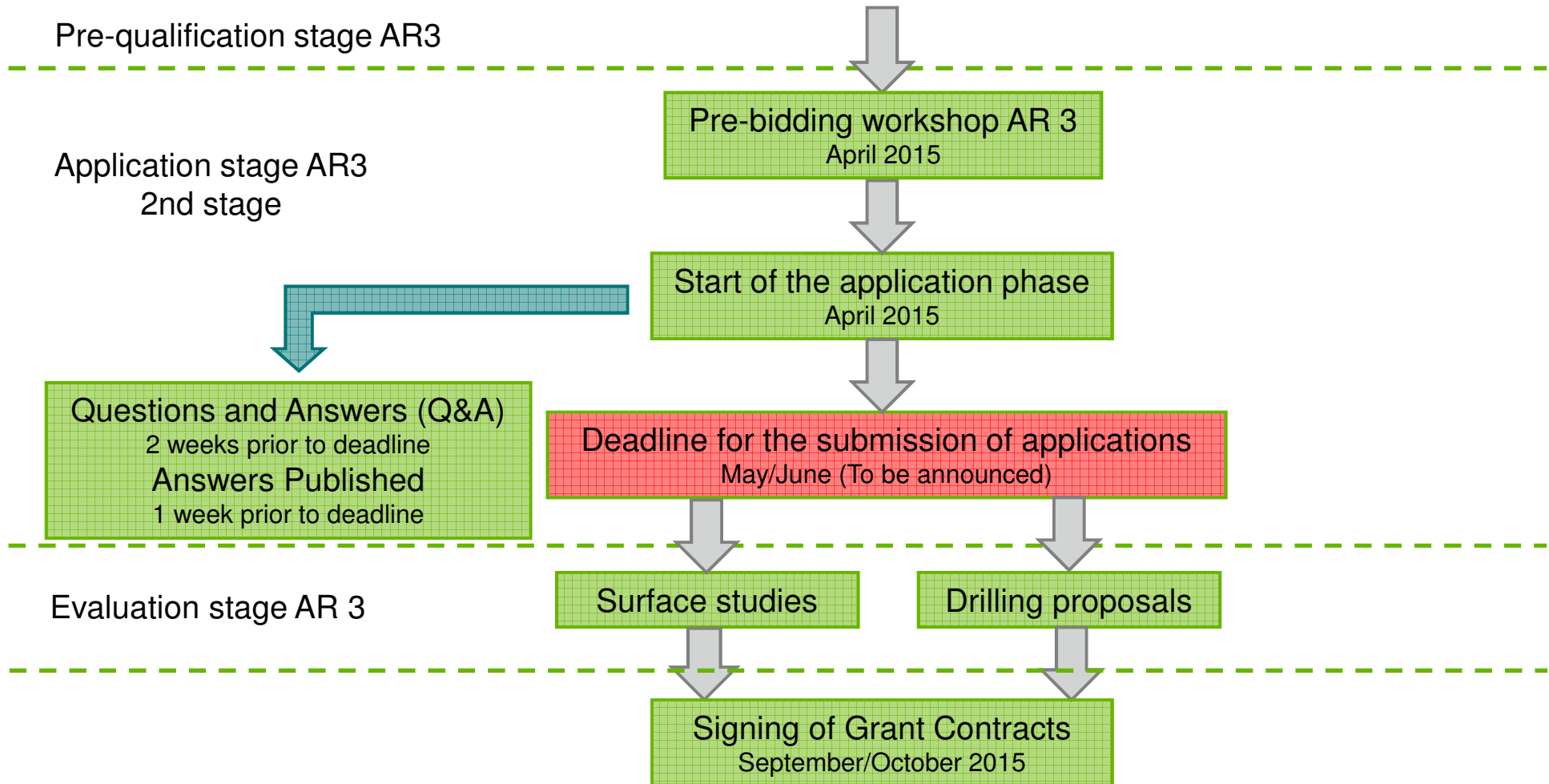


Schedule for Pre-Application & Expression of Interest (EoI)

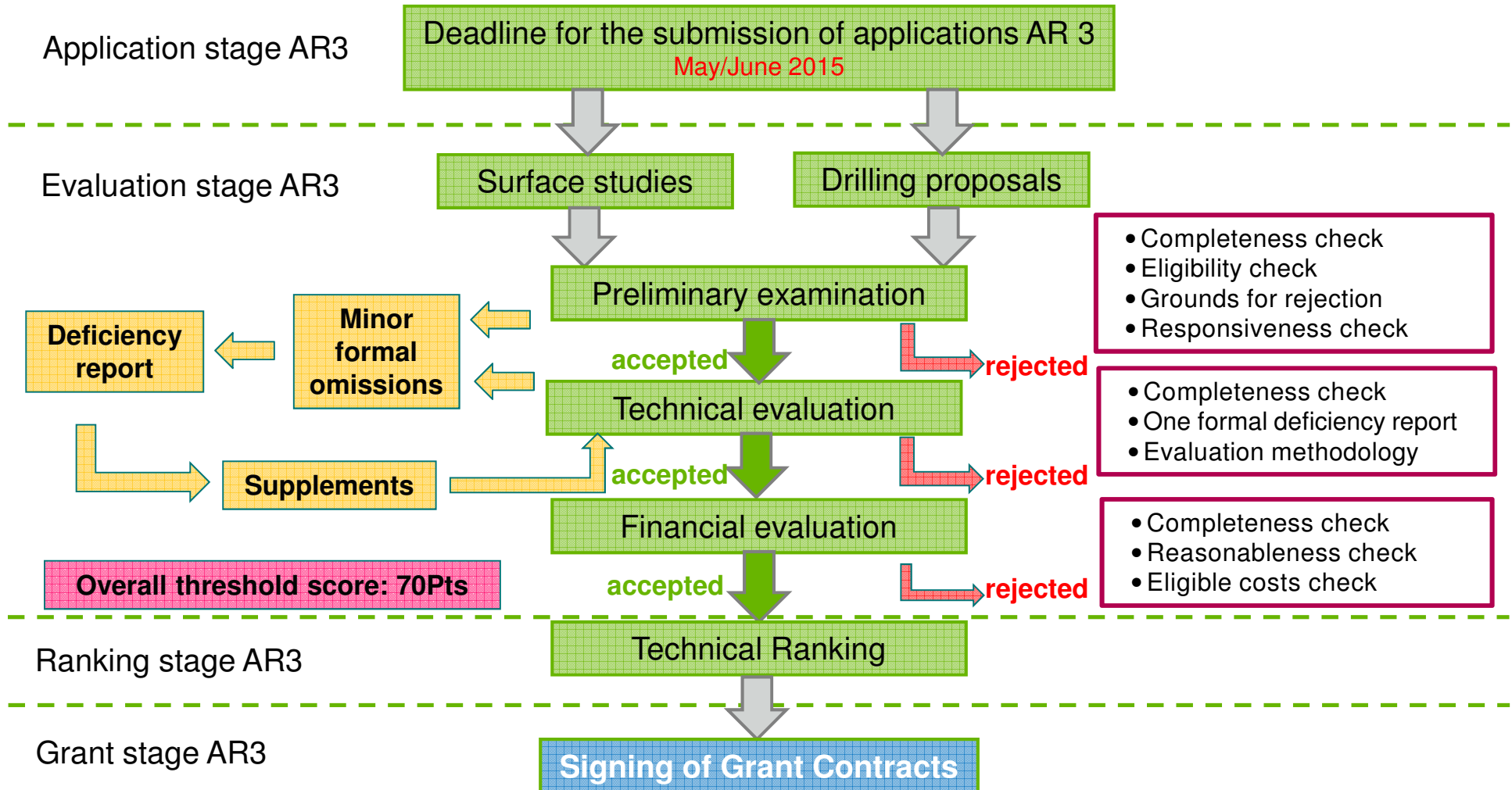




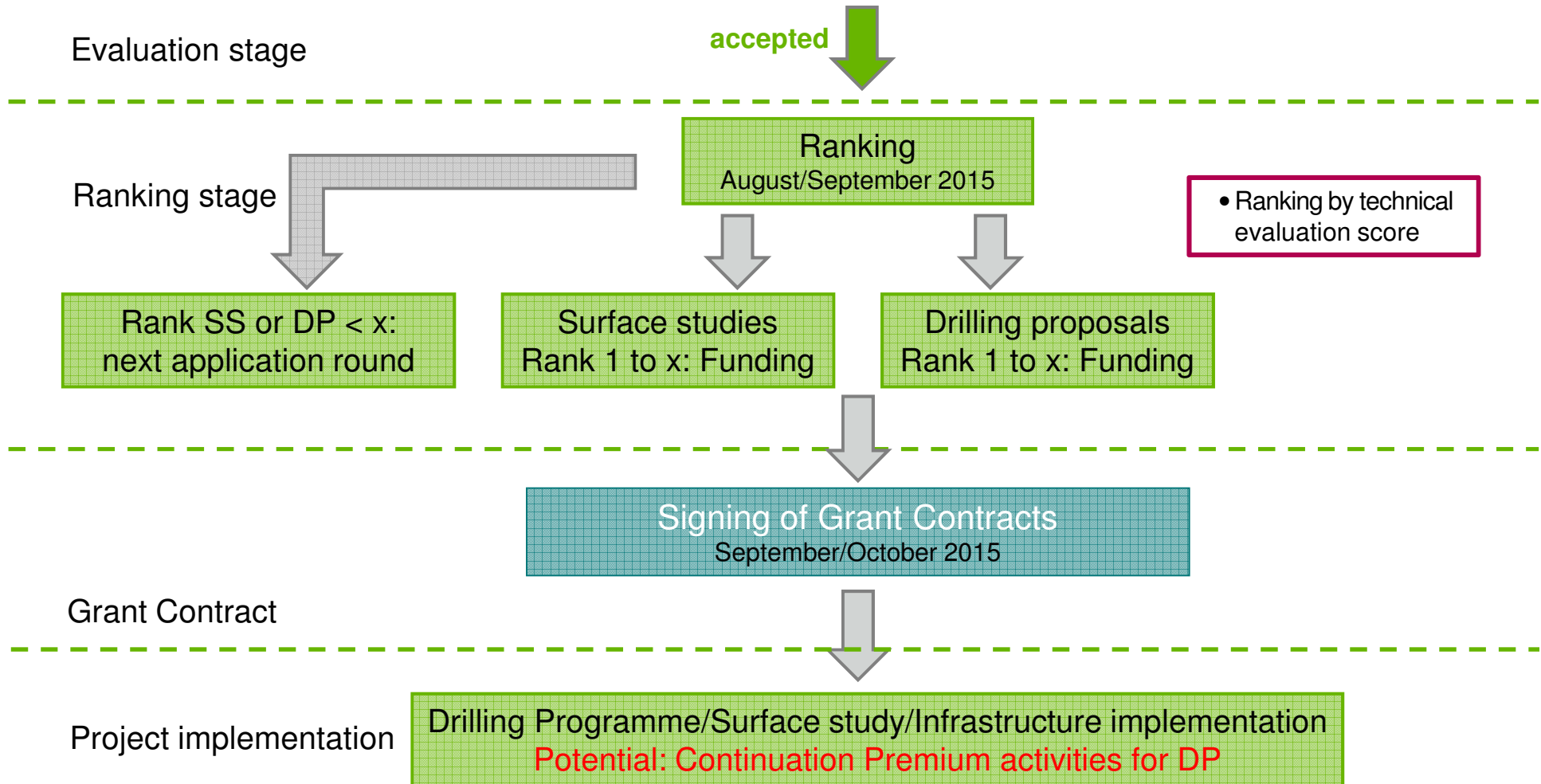
Schedule and timeline of the application stage (2nd stage)



Internal Processing in the evaluation stage of applications



The ranking stage for applications





Formal aspects of submission of EoI & Application (I)

- To be submitted:
 - 1 original
 - Signed & stamped cover letter **AND** each page of the expression of interest form paraphrased (signed) **AND** additionally the two Declarations must be **signed & stamped**
 - 2 copies
 - Identical in content to the original – including all required signatures and paraphrasing



Formal aspects of submission of EoI & Application (II)

- To be submitted:
 - 1 electronic version
 - Must be searchable – only signed pages provided as scans (digital signatures may be used for the CVs). The soft copy does not require paraphrasing.
- Original and printed copies shall be provided in document files separated in sections for each different Form by using separator sheets or dividing stripes



Formal aspects of Submission (III)

- Non-compliance with the structure may result in rejection of the EoI
 - Applicant has the full responsibility that the original and the copies, as well as the electronic version are in total compliance (the only exception relates to the paraphrasing, which is not required for the soft-copy) !
 - EoI submitted after the deadline, or to a wrong location, will be formally refused and sent back unopened to the applicant
 - Opening of Expression of Interest is scheduled for **9th January 2015, 10:00H**
Ethiopian time
- Applicants are allowed to attend



Early contracting (I)

- General rule: Commencement of service and sub-contracting shall be no earlier than the effective date of the Grant Contract
 - Surface study must commence within 6 months of signing the Grant Contract
 - Drilling must commence within 12 months of signing the Grant Contract
- Possibility of „Early Contracting“: Commencement of services after full application submission deadline but before signing of the Grant Contract
 - Applicant has to comply with all duties and liabilities specified by the GRMF - even before signing the Grant Contract (e.g. following all procurement guidelines, monitoring- and reporting requirements)
 - Non-compliance will lead to exclusion from funding



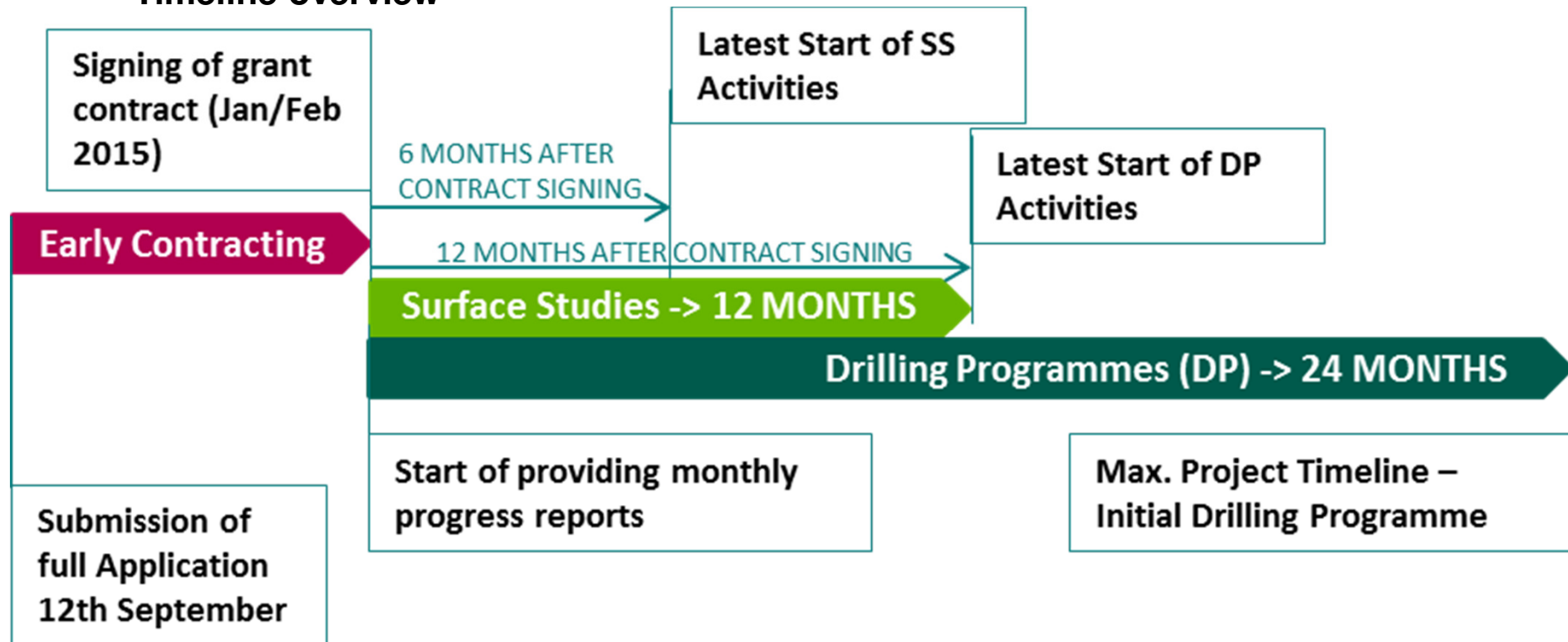
Early contracting (II)

- **Applicant takes the full risk that:**
 - He will not reach the threshold of 70 points in the application procedure and therefore will not be considered for a GRMF Grant
 - He will not be considered for a GRMF Grant due to limited funding even if reaching the threshold of 70 points
 - The GRMF Grant Contract covers only parts of the project that has been applied for (e.g. due to non-eligible costs being included in the project budget), or
 - The GRMF Grant Contract will not be signed for any other reason.



Early contracting (III)

- Timeline overview





Continuation Premium (I)

In case drilling programme grant holders successfully implement the stipulated activities the GRMF provides additional financial support in form of a Continuation Premium (CP).

- **Conditions**

- Comply with all the regulations stipulated within the original Grant Contract and with all duties and liabilities of CP specific regulations

- **Eligible Costs**

- Additional full size well (AWC-Guidelines apply accordingly to Grant Contract)
- Long term discharge testing
- Reservoir evaluation update
- Field development plan



Continuation Premium (II)

Financial Caps

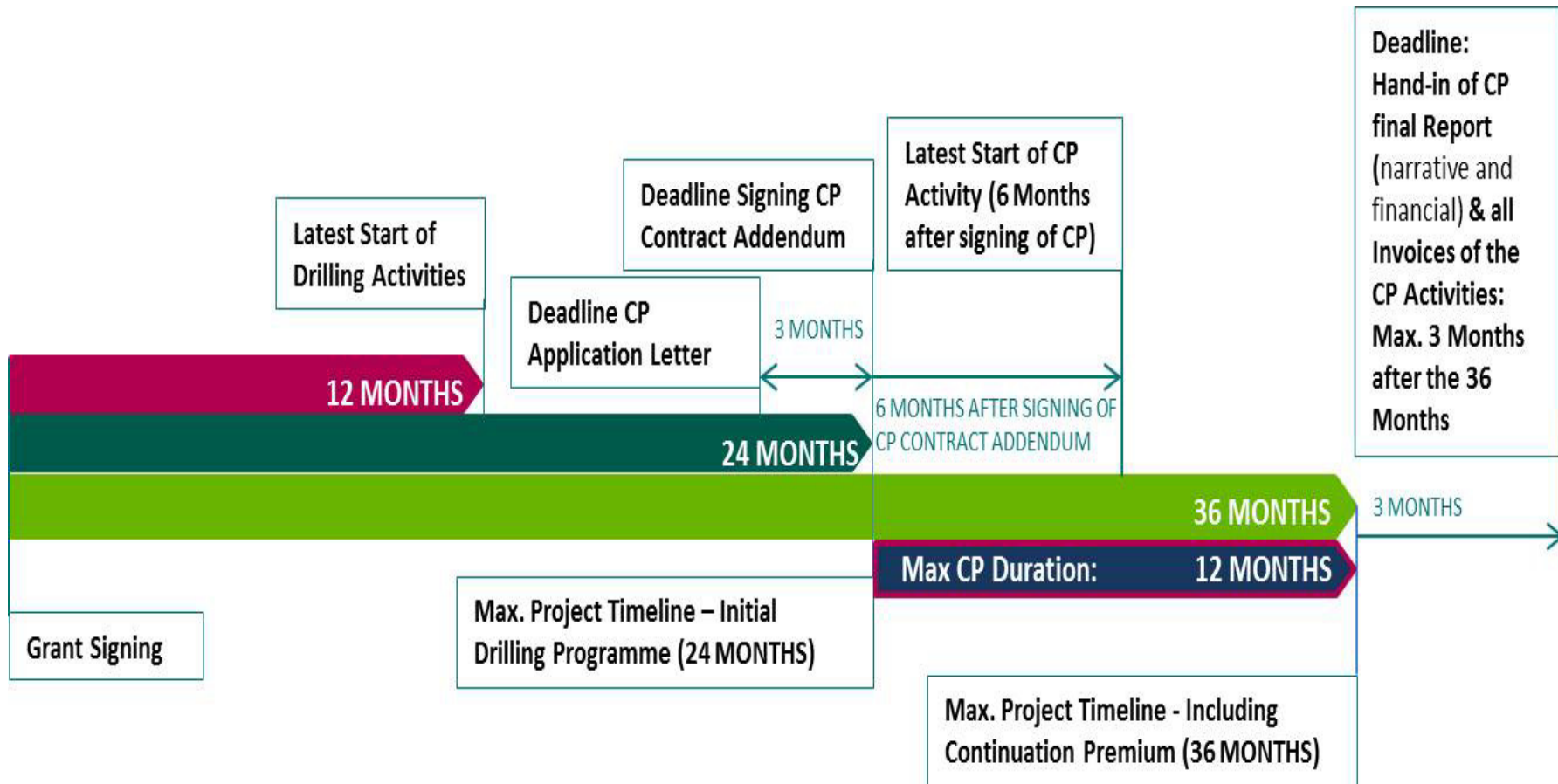
- Up to 30% of the approved eligible and expended costs of continuation activities, or
- Up to 30% of the developer's share of the approved eligible and expended costs incurred during the initial drilling and testing programme (excluding infrastructure upgrades)

(Whichever is lower applies)



Continuation Premium (III)

- **Timeline overview**





Information distribution (I)

Expression of Interests (EoI) and all related forms are available on the GRMF webpage:

<http://www.grmf-eastafrika.org/application/prequalification-stage>

It is the responsibility of the applicant to keep himself updated!
**Therefore please check the relevant sections of the GRMF-
webpage regularly!**



Information distribution (II)

- For EoI related questions/clarifications use the “Ask for Clarification” option at the GRMF webpage. Please do additionally pose any questions by email to:
grmf@africa-union.org and grmf@roedl.com

Deadline for asking Questions for the 3rd AR EoI phase: **12th December 2014.**

- Questions and Answers will be regularly published anonymously for all applicants on the pre-qualification stage section of the GRMF webpage – final Q & A response published on 19th December 2014.
<http://www.grmf-eastafrika.org/application/prequalification-stage/clarifications>



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Thank you for your attention!

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<http://www.grmf-eastafrika.org>

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BMZ



Federal Ministry
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and Development

KFW

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