

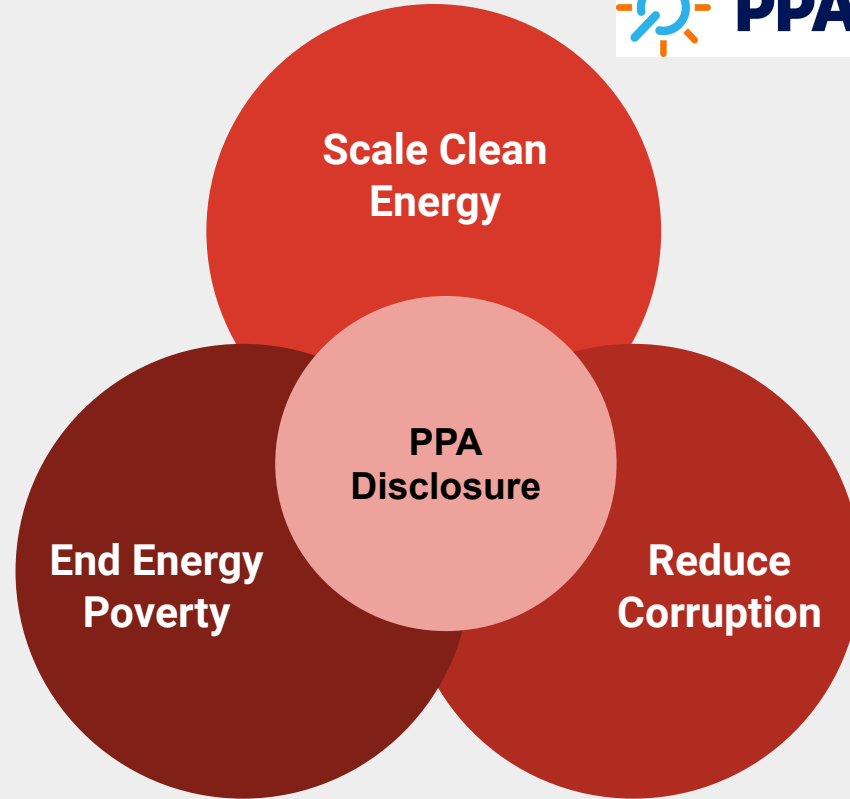


PPA TRANSPARENCY PRESENTATION EITI AND ENERGY TRANSITION

DECEMBER 2022

RUSHAIYA IBRAHIM-TANKO

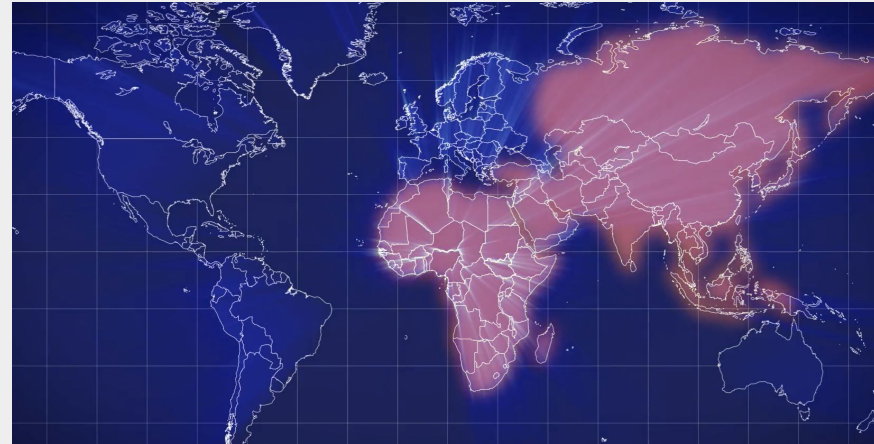
*Project director (PPA transparency)
Energy for Growth Hub*



WHY CONTRACT TRANSPARENCY IN THE ENERGY SECTOR?

Big Risks of Contract Secrecy in the Power Sector:

- Energy transition and JET-P huge financial inflows (South Africa, Senegal)
- Higher investment risks & delayed project further impacting access (renegotiating PPAs- Kenya, Ghana). Lack of data for new investors
- Potential hidden debt & crippling national economies (Ghana, Zambia)
- Competitive procurement without public contracts is not enough (South Africa)



WHY CONTRACT TRANSPARENCY IN THE ENERGY SECTOR?

Our Proposal:

- Greater disclosure of power project contracts will improve sector governance, attract sustainable investment, and help to encourage a culture of transparency and competitive markets.
- In addition to the PPA itself, publicly-available data should disclose core details of the PPA
 - a. Basic information released upon signing
 - b. Contract terms released within one year of commencement of operations, including payments
- Governments should agree to publish PPAs/ contracts with any public obligation
- Funders & private companies also agree to minimum disclosure standards.

WHY IS THIS RELEVANT TO EITI IMPLEMENTING COUNTRIES & MSG

- Low-carbon power generation and electrification are having a profound impact on the demand for transition minerals.
- The energy transition in many developing countries will be impacted by lack of transparency and accountability.
 - rushed public procurement for RE power plants
 - new channels for corruption.
- Opportunity to improve governance frameworks and transparency:
 - Data availability
 - attract investment in mineral extraction & RE energy technologies
- EITI already mandates contract transparency. MSG is an existing platform for engagement and addressing issues.
- Extractives companies implementing EITI already transitioning to RE projects

WHAT HAVE WE DONE SO FAR:

- Website www.ppawatch.org dedicated to this issue
- Research and data gathering: case studies to understand country context
- Piloting country engagements in Zambia, Malawi, Indonesia

WHAT CAN YOU DO?

- Visit www.ppawatch.org & www.energyforgrowth.org for more information
- Contact rushaiya@energyforgrowth.org
- Click [here for our White Paper](#)
- Comments, questions, feedback?

