

NEWSLETTER

June 2015

EUEA attended “Energy and Climate Dialogue” Forum

Forum, organised by Bellona Ukraine was dedicated to the progress of minimising the hazardous emissions produced by industry. [MORE](#)

EUEA attended conference “Billing introduction for heating and used water based on commercial and individual metering”

Experts discussed possible developments of the draft law of Ukraine “On providing commercial metering of heat, water and wastewater in municipal services. [MORE](#)

EUEA attended OECD meeting

EUEA participated in the OECD Meeting of the Working Group on Energy Efficiency [MORE](#)

EUEA participated in Brightest! Greenest! Buildings EUROPE EXPO



Euro talks on biomass in Ukraine

According to the "REMAP 2030. Renewable Prospects for Ukraine" **report by IRENA**, biomass component will reach 76% of RES in Ukraine in 2030 and 16% of final energy consumption.

Obviously market of biomass in Ukraine is one of the most attractive for investors and developers. But where Ukrainian biomass market stands in terms of risks and propositions?

On June 17, 2015, EUEA held the second meeting of professional talks that focused on wind energy - "RES in Ukraine: Biomass. Risks. Opportunities" within **European Sustainable Energy Week**. **Expert says** that ambitious goal of energy generation from RES increase in 5.5 times, including biomass – in 40 times requires, at the most conservative estimate, excluding renovation of district heating sector, 17 billion euros.

Piotr Antczak, CEE Business Development Director at **Weiss**, who have just entered the biomass market of Ukraine was kind to share his vision on the current market state.



Європейсько-українське
енергетичне агентство

European-Ukrainian Energy Agency

EUEA

EUEA is an independent non-profit organisation open to all stakeholders in the **Ukrainian Energy Efficiency (EE)** and **Renewable Energy (RE)** sectors who want to work constructively with like-minded members to contribute to the gainful and transparent development of these markets in Ukraine, through the promotion of fair and sustainable business practice, raising of public awareness of energy issues, and by influencing government energy policy.

WHY JOIN EUEA

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EUEA: Why Weiss considers Ukraine as potential market for its activities? Piotr:

For a number of reasons we see Ukraine as one of those CEE markets with high potential for significant organic growth in coming years. Ukraine “ticks off” all boxes required for biofuel market development. It is one of the richest countries in biomass in Europe, and at the same time so much dependent on domestic coal, imported gas and nuclear energy coming from old plants. Furthermore there is political drive for Ukraine to become independent from imported fossil fuels. Last but not least we already have successful and encouraging track of record in Ukraine.

EUEA: Did you face any difficulties/preferences while trying to enter the market?



Piotr Antczak, Weiss -
producer of large
combustion boiler plants for
district heating, process
steam and other applications

Piotr: Any market entry brings some difficulties that sooner or later we have to overcome. Most of them you experience at any market. In Ukraine, in particular, there is a shortage of capital available. We have a lot of potential projects but financing them is a recurring issue. Also decision making process is slower than in most of our markets. We, for instance, do not face difference,

comparing to other markets, in understanding of legislative and legal requirements.

EUEA: Accounting your experience in Ukraine what you would change/improve/advice when it comes to investment climate within the sphere? Piotr:

What we learned from the very beginning is that we have to be patient and do not try to do business with a usual speed. It takes longer to close the deal in Ukraine and that should be improved.

Plan to invest into biomass in Ukraine?

Let us know what you think on our [LinkedIn Group](#) under the “Newsletter” discussion.

Truly yours, EUEA

Biomass/Biogas

24 June- **Bio-Prom capacity building programme: Algorithm for the planning of bioenergy projects** [Read HERE](#)

One of the goals of BIO-PROM is to analyse the possible financing pathways for the bioenergy projects in Russia and Ukraine. This analysis is based on the consultation of concrete pilot projects accompanying them from the design of the technical solution till the facilitation of the actual project implementation. One of the steps in this process is definitely related to an in-depth analysis of the available financing programmes that can be mobilised for a concrete project proposal.

EU and Energy Community Policy

8 June - **Energy Council concludes on Energy Union and sets agenda for next EU Presidency** [Read HERE](#)

EU Energy Council met in Brussels to discuss the Energy Security Strategy and adopt conclusions on the implementation of the Energy Union. On the latter, the Council encouraged initiatives to provide instruments that can bring new technologies to the market, including carbon capture and storage (CCS) and sustainable low-carbon technologies for industry. The Council calls for newer low carbon technologies like CCS to be brought to the market, both to achieve climate targets and to secure and promote growth and jobs.

19 June - **INOGATE addresses tariffs with a new publication** [Read HERE](#)

This tariff review of all 11 INOGATE Partner Countries is an overview and comparison of electricity and gas tariffs in these countries. It places the tariffs paid in each country within the context of its own energy potential, imports, its technological inputs, subsidies and the climatic requirements.

Energy Strategy of Ukraine

4 June - **Parliament adopted the Law "On amendments to some laws of Ukraine to ensure competitive conditions for the production of electricity from alternative energy sources"** [Read HERE](#) (UA)

The document submitted to the current legislation changes aimed at:

- Cohesion of "green" tariff for electricity generated from alternative energy sources to the world average level;
- Cancellation of benefits on electricity off-take for stations that generate electricity from alternative sources;

- Abolition of local content requirements as such, contrary to the requirements of international treaties ratified by Ukraine;
- Sizing remuneration in the form of a surcharge to the "green" tariff for the use of components of Ukrainian origin in the design and construction of energy facilities operating using alternative energy sources;
- Solving the problem of excessive stimulation of the production of electricity from solar energy and insufficient incentives for bioenergy and geothermal energy;
- Stimulating private households to introduce energy-efficient power generation technologies not only from solar energy, but also wind energy.

12 May - **Monitoring of the implementation of Ukraine's commitments under the Energy Community Treaty PART 19 by DIXI Group** [Read HERE](#) (UA)

Vocational Reading

Brussels, don't leave customer participation in the electricity market to the incumbents! [Read HERE](#)

Consumer participation in the electricity market is essential to make the energy transition possible. However, writes Philip Baker of the Regulatory Assistance Project (RAP), a think-tank specializing in regulatory and market policy, incumbent suppliers cannot be relied upon to make this happen. Therefore, the European Commission needs to ensure that new players can enter the market

Upcoming Events

9 July 2015 - **Conference "Energy Democracy in Ukraine: Personal Responsibility"**
[Read HERE](#)

Following the postponing of the 6th European-Ukrainian Energy Day, European-Ukrainian Energy Agency (EUEA) will hold a satellite event, in collaboration with Children protection center "[Our Kids](#)", which will focus on the residential sector and the potential responsibility each citizen, may have in the path to sustainable development of the energy market in Ukraine.

14-16 October 2015 - **"Ecoindustry-2015" Exhibition, Budapest** [Read HERE](#)

"Ecoindustry-2015" Exhibition is a significant environmental industry event in Centre and Eastern Europe with a wide range of professional events and international networking possibilities and special opportunity to show innovative environmental technologies and services, moreover it provides forum for information exchange, technology transfer and business cooperation. The patron of the event is László Szabó PhD., Deputy Minister, Ministry of Foreign Affairs and Trade of Hungary.

2-4 March 2016 - **"Kyiv Build" Exhibition, Kyiv** [Read HERE](#)

KyivBuild, the unique fully segmented international trade exhibition providing whole spectrum of technologies, materials, equipment and services for the whole building and construction industry starting from architect's idea up to finishing of the interior, it brings together B2B audience 92% of whom are the buyers and specifiers coming from every region of Ukraine. It is the event for achieving sales growth, effective marketing, brand development, education and networking through its comprehensive business program.