

New YEKA Solar Power Plant Project Announced

July 2021



The Ministry of Energy and Natural Resources (the “**Ministry**”) announced the fourth renewable energy resource area (“**YEKA**”) solar power plant project tender (“**YEKA SPP – 4 Project**”), which will be organised under the Renewable Energy Resource Area Regulation, published in the Official Gazette dated 9 October 2016 and numbered 29852 (the “**Regulation**”). Accordingly, a total installed power capacity of 1,000 MW will be tendered in 15 connection regions.

YEKA SPP – 4 Project will be based on the “Allocation for the Domestic Product Usage” (*Yerli Malı Kullanım Karşılığı Tahsis*) method under Article 4 of the Regulation. Accordingly, successful bidders will be obliged to use domestically manufactured equipment in their respective power plants. The details of such obligations are clarified in the tender specifications and the draft project agreement.

The application fee for each connection region is TL 2,000 (approximately EUR 200). Applications will be collected **on 30 March 2022, between 10:00-14:00**, at the Ministry. Interested bidders will be obliged to apply in person (i.e. applications by mail will not be accepted). Following the collection of all applications, the Ministry will announce the respective tender dates for each region.

A bid bond equal to (i) TL 17.5 million (approximately EUR 1.75 million) for connection regions with an installed power capacity of 50 (fifty) MW and (ii) TL 35 million (approximately EUR 3.5 million) for connection regions with an installed power capacity of 100 (one hundred) MW must be submitted to participate in each tender. By way of illustration, if an interested bidder applies for a total of 150 MW in 2 different connection regions (one application for 50 MW and one application for 100 MW), then the necessary bid bond amount will be TL 52.5 million (approximately EUR 5.25 million).

The Dutch auction method will be used for each tender, and the ceiling price will be TL **40 cents/kWh**. The lowest bidder will be allocated with the connection capacity in the relevant connection region. The bid amount

submitted during the tender will be the purchase price for the first 23 GWh of electricity generated in such power plant for each MW of installed capacity (i.e. if the total installed capacity of a power plant will be 100 MW, then the purchase guarantee amount will be 2,300 GWh). Following the generation and delivery of the purchase guarantee amount, the owners of the power plants will be able to sell their output in the merchant market.

The connection regions and the available installed power capacity for each region are as follows:

No	YEKA	CONNECTION REGION (Name of the Tender)	CONNECTION CAPACITY (MWe)
1	BOR	Bor – 1	100
2		Bor – 2	100
3		Bor – 3	100
4	ERZİN	Erzin – 1	100
5		Erzin – 2	100
6	VİRANŞEHİR	Viranşehir – 1	50
7		Viranşehir – 2	50
8		Viranşehir – 3	50
9		Viranşehir – 4	50
10		Viranşehir – 5	50
11		Viranşehir – 6	50
12		Viranşehir – 7	50
13		Viranşehir – 8	50
14		Viranşehir – 9	50
15		Viranşehir – 10	50



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