

REQUEST FOR ELECTRICITY STORAGE/EXCHANGE

**DATE: MAY 29, 2023
TIRANA, ALBANIA**

SUBJECT: Procedure for Storage/Exchange electricity for the period 31 May – 04 June, 2023.

Dear Partner,

The Albanian Power Corporation intends to carry out a procedure of Storage/Exchange electricity for the period 31 May – 04 June, 2023.

You are invited to submit your offer for exchange electricity as per the following requirements:

KESH required to storage electricity as follow:

| Lot 1 | | | | | |
|-----------------------|-----------------------------------|-----------|--------------|-----------------------|---|
| Delivery period | Delivery Profile | Power | Quantity | Coefficient | CBC |
| | (CET, Albania local time), 24 hrs | MW | MWh | Not less than 1 (one) | |
| 31.05.2023-04.06.2023 | 00:00 - 24:00 | up to 280 | up to 33,600 | | Provided by the companies that will offtake the electricity from KESH sh.a. |

The above mentioned quantity of electricity to be returned to KESH sh.a. shall be as follows:

| Lot 2 | | | | | |
|-----------------|---|------------------|----------------------|--|--|
| Delivery period | Delivery Profile | Power | Deposit Quantity | Total return quantity = | CBC |
| | (CET, Albania local time), profile as below | MW | MWh | Deposit Quantity * Coefficient (not less than 1/one) | |
| 11-30.06.2023 | 00:00-24:00 | not less than 70 | not less than 33,600 | | Provided by the companies that will delivery the electricity to KESH sh.a. |

1. The Bid Evaluation Criteria is: The highest coefficient, not less than 1 (one) for the electricity to be returned to KESH sh.a.
2. The return of electricity will be returned as per Lot 2. The companies that will offer a lower than 1 (one) coefficient, shall be automatically disqualified.

3. The companies will offer only one time and one offer.
4. In case more than one participant offers the same coefficient, winners shall be considered all those participants who shall have offered in fair proportion with the quantity offered to be exchanged.
5. If more than one participant will be accepted as winner, the delivery capacity will be divided proportionally. Also, the deposit quantity will be return to KESH proportionally as per Lot 4. The companies are encouraged to offer total required quantities for the whole period. Offers that submit lower quantities than the total required quantity, shall also be accepted.
6. The Operators shall not be entitled to transfer their rights under the Agreement to a third party without a prior written consent by the other party.
7. The companies that shall result as winners, for the realization of the exchange procedure, have the obligation to submit a guarantee instrument in the form of a bank guarantee or other guarantee instrument issued by third parties regarding the value of electricity exchanged at the time of the exchange, immediately before the beginning of the delivery of electricity. The parties, for the purpose of participating in these procedures may issue long-term guarantees in values that they deem reasonable for the purpose of guaranteeing the fulfillment of the obligation to KESH sh.a.
8. KESH sh.a. reserves the right to decline any bids submitted by the companies or to accept in full or partialy the quantities of electricity on its sole discretion.
9. Other criteria of participation to the storage/exchange procedure, shall be according to the Framework Agrment..
10. Parties are individually responsible for tax and other customs obligations deriving by the electricity Exchange.
11. The parties shall reconcile the value of transactions within 5 (five) day after the last day of the deadline for the electricity Exchange/delivery/off-take proces if the Operator fails to return the electricity within the time limit stipulated on the request for offer, as the Framework Agreement stipulates;
12. For tax declaration purpose, KESH sh.a will act as follows:
 - 12.1 KESH as the depositor of electricity, will issue to the company that have been qualified, one invoice for the Delivery Quantity * Hourly HUPX price of the days of electricity delivery;
 - 12.2 The company that have been qualified will issue one invoice to KESH sh.a. with the total returned elektricitiy and with the same total value as in the KESH invoice (as point 12.1). The unit price in this case will be [Total value of KESH invoice/ total returnet quantity as per Lot 2]

- 13.** All offers **must have a validity period until 29.05.2023, hour 16:00**, Albanian local time. Offers without validity period or with validity period shorter than 29.05.2023, hrs 16:00, Albanian local time, will be automatically disqualified.
- 14.** The deadline for receiving your offers is **29.05.2023, up to 15:00 hrs**, Albanian local time, to the e-mail address: trading@kesh.al.

Yours Sincerely,

Erald ELEZI

HEAD OF OPERATION AND TRADING DEPARTMENT