



Dutch Good Growth Fund

Part of DGGF

Export credit insurance of an export transaction from a Dutch exporter.

Title

DGGF108354320200727 Delivery of Solar-Systems in Somalia

Exporter

Independent Energy B.V., Haarlem

Country of investment

Somalia

Sector

Energie

Contract amount

Maximum indemnification: EUR 1.559.641,-

Period

Manufacturing period: 7 months

Credit period: 60 months

Parties involved

Debtor: Mogadishu Power Supply, Mogadiscio

Impact on development

Job creation

This transaction is estimated to create five additional jobs, one of which is for a woman. There will also be five indirect jobs created.

Increasing the strength of production

The investment will generate € 2 million in extra turnover and also lead to a cost reduction of € 550,000 because less diesel needs to be purchased compared to the situation in which the capacity expansion would be generated by means of diesel generators.

Sharing of knowledge, skills and techniques

N.a.

Other positive effects

Compared to a situation in which the capacity expansion would be generated with the help of diesel generators, less CO₂ and particulate matter will be emitted thanks to the present transaction.

DGGF108354320200727 Somalia



Risk category

The CSR classification is M and the risk is assessed as acceptable.

Description

Independent energy exporter will supply a 2 MW solar power installation to Mogadishu Power Supply (hereinafter MPS), the private power company of Mogadishu, Somalia. For Independent Energy, this is a fairly simple order, which is more in the nature of a commercial transaction than a manufacturing order. Components will be purchased and only the assembly of the installation cabinets (approx. 5% of the total contract) will be carried out by Independent Energy itself. The goods will be delivered at the port of Mogadishu and then installed by the debtor himself. The delivery takes place when the goods are unloaded in Mogadishu under CIF conditions, which means that the debtor is responsible for the costs of customs formalities and port fees. Training for MPS personnel will be given at the location of the exporter in Haarlem. For security reasons, the discussions that are conducted with the debtor always take place in Djibouti.

