A new energy perspective for the Energy Community

Vienna Forum on European Energy Law / 20/0/2019 / Petar Mitrović, Advokat* /Partner

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Energy and Natural Resources Industry Group

- One of 11 Karanovic industry groups
- Covering SEE region
- Managed and coordinated from Belgrade
SUSTAINABILITY
Demand for electricity is constantly increasing

To meet demand, the policies to ensure:

- Greener coal
- Aggressive deployment of renewables (focus on wind)
- Efficiency

Steps have been taken into a right direction, but acceleration is needed
Greener Coal
Carbon and TPPs

— Revitalization and phasing out

— Shortfall of some 6,000 GWh annually

— The Strategy envisages replacement with new conventional (Kostolac B3 construction already commenced)
— Revenues not enough to cover investments (only for revitalization some EUR 634 million planned)

— Incompatible state aid?

— Subsidies

— Carbon prices

— Other externalities
Aggressive Renewables
Status of RES

— The total installed capacity of RES is approx. 3,500 MW (primarily large hydro)

— Private RES (small hydropower, wind, solar, etc.) approx. 530 MW of installed capacity

Only in wind more than 500MW in development waiting for new scheme
How to attract

— Stability

— Bankability

— Competitiveness
How to deal with challenges

Intermittency

— Distributed generation
— Gas-fired plants
— Smart grids
Efficency
Efficiency is a new source

Source: Energy Development Strategy of the Republic of Serbia
Key areas to boost efficiency

— Continue improvement of regulatory framework
— ESCO
— Public procurement
— Easy access to financing
Thank you!

*kThe information in this document does not constitute legal advice on any particular matter and is provided for general informational purposes only.*