# Energy Africa





Solar energy can help deliver energy access for all Africans by 2030









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## What is

# Energy Africa?





## **Energy Africa is...**



## A strategic DFID initiative to accelerate the expansion of the household solar market in SSA



# Why Energy Africa?









- 1. Over **600 Million people** in Sub Saharan Africa do not have access to electricity, that's around **2**
- 2. Africa's poorest can pay up to **80 times more** for energy than many people in the UK and other developed countries.
- 3. Grid coverage in Africa unlikely to ever exceed 40% due to population distributions.
- 4. Lack of energy access stifles development and restricts economic development at its grass roots growth
- 5. BAU will mean universal electricity will not be achieved until 2080.



### Co-benefits across the development spectrum



#### **Climate Change**

Energy Africa is providing Solar Household Solutions and renewable energy, supporting climate smart development. Less Kerosene use will have a positive impact on climate change.



Energy Africa will reduce household energy poverty which is a significant constraint to women's economic empowerment.





Bringing forward the delivery of Global Goal 7 in Africa from 2080 to 2030

#### **Education**

Household solar provides more time and light to study at night improving educational performance

#### Health

Solar Household solutions reduce indoor air pollution, danger of fire and eye irritation.

## **Economic Development**

Families that use kerosene spend 10% of household income for 4 hours of light at night, whilst families with a solar light spend only 2% of household income on lighting, saving \$60 a year

### Reaching the Poorest

Energy Africa is ensuring that no-one is left behind through its remote rural focus and reaching the 50%-60% who will stay off the grid.



# Energy Africa: How?





### **Energy Africa: How**





#### **Approach**

- Generate policy, regulatory and market shifts to rapidly accelerate SHS growth by developing and agreeing bespoke Energy Africa Compacts with African governments.
- Co-ordinate support from DFID and partners through central and in-country programming and TA to assist implementation of compacts
- Firms use early stage funding from DFID and partners to develop and seed businesses
- Firms that have proved model eligible for scale up funding to expand into new geographies

# Energy Africa: Compact Case Study





# Sierra Leone: Energy Africa Case Study



#### **Key elements of the Compact:**

- Supply basic power to all of Sierra Leone's population within 9 years (by 2025)
- Introduced clauses in the 2016 Finance Act which eliminates import duties for qualifying solar that meet IEC global quality standards
- A list of qualifying products enable "green lane" importation status will be added to this act in secondary legislation
- Sierra Leone will also develop a long term Rural Electrification and Market Development Framework (currently only have short term plan)
- Private sector partners will form the first ever private sector trade association the Renewable Energy Association of Sierra Leone (**REASL**).

#### Coordinated support:

- Rural Electrification in Sierra Leone New £35m DFID mini-grid programme
- SOBA DFID programme working directly with solar companies expanding in SL
- Partner support from: the World Bank, BBOXX, Adam Smith, Power for ALL

# Energy Africa Next Steps

