



NIGERIAN ELECTRICITY REGULATORY COMMISSION

BEFORE THE NIGERIAN ELECTRICITY REGULATORY COMMISSION

**IN THE MATTER OF THE APPLICATION FOR GENERATION AND
DISTRIBUTION LICENCES BY IKORODU INDUSTRIAL POWER
LIMITED**

**ORDER FOR THE GRANT OF EMBEDDED GENERATION AND
DISTRIBUTION LICENCES**

UPON due consideration of the Legal, Technical and Financial Evaluation Report of the application filed on May 24th 2006 by Ikorodu Industrial Power Limited for off-grid generation and distribution Licences to operate a 39 MW IPP and carry out distribution of power in Odogunyan Industrial Estate, Ikorodu, Lagos State, and acting on the recommendation of the Legal Support and Licensing Division of NERC dated November 3rd 2006.

IT IS HEREBY ORDERED that an embedded generation licence be issued to Ikorodu Industrial Power Limited for a 39 MW IPP at Odogunyan Industrial Estate, Ikorodu, Lagos State subject to the payment of licence fee of US\$ 3,000 (Three Thousand US Dollars).

IT IS HEREBY ORDERED that a distribution licence be issued to Ikorodu Industrial Power Limited to distribute power at Odogunyan Industrial Estate, Ikorodu, Lagos State subject to the payment of licence fee of US\$ 10,000 (Ten Thousand US Dollars).

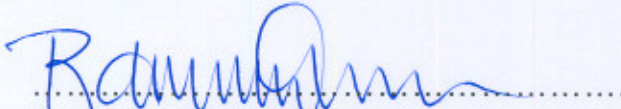
IT IS FURTHER ORDERED that the issuance of generation and distribution licences to Ikorodu Power Limited does not give the Company automatic approval to contract with other customers in the area in view of the fact that the class of end-use customers that shall constitute "eligible customers" is yet to be defined.

IT IS FURTHER ORDERED that tariffs chargeable to captive customers shall be as approved by NERC.

IT IS FURTHER ORDERED that Ikorodu Industrial Power Limited shall be governed by NERC Interim Affiliate Code of Conduct Regulations in its relationship with Ewekoro Power Limited as well as the relationship between Ikorodu Industrial Power Limited's generation and distribution business activities.

BY ORDER OF THE COMMISSION

Signed this 6th day of December 2006.


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Dr. Ransome Owan
Chairman/CEO