ERI-PARI Joint Workshop
The Evolving Energy Relationship
between Thailand and Myanmar

Lessons from Nam Theun2 IPP Project

Masayuki SEINO
Project Researcher
Policy Alternatives Research Institute (PARI)
April 4, 2014
Bangkok Thailand

Contents

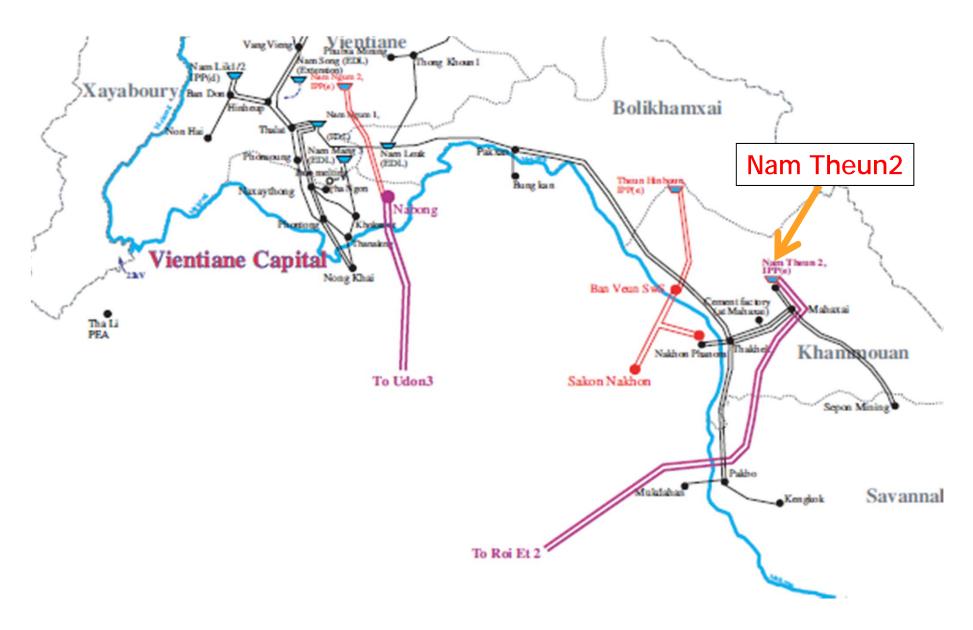
- 1. Outline of Nam Theun2 Project in Laos
- 2. Lessons learnt from Nam Theun2
- 3. Recommended Win-Win IPP Project in Myanmar

Lessons from NamTheun2 IPP Project

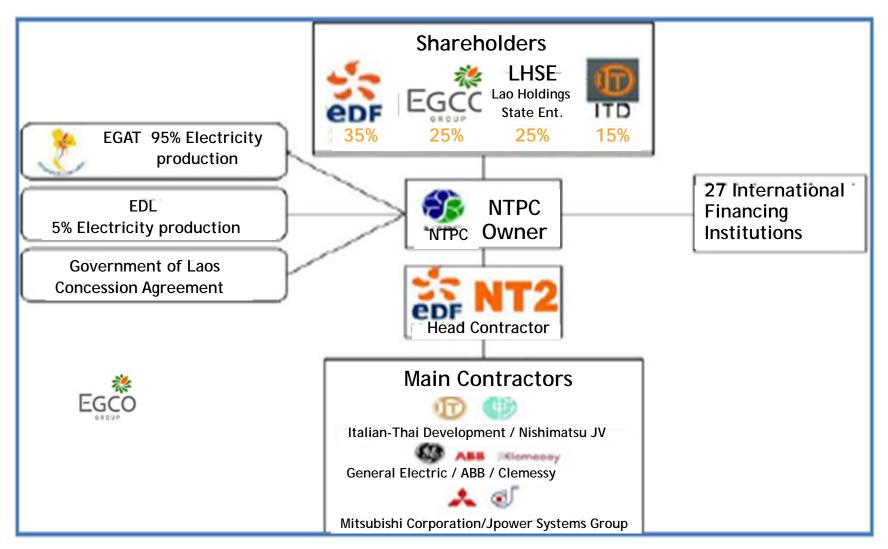
1. Outline of Nam Theun2 Project in Laos

- Nam Theun2 Power Company (NTPC) (EDF 40%, LHSE 25%, EGCO 35%)
- Capacity: 1070MW (995 MW for EGAT, 75MW for EDL)
 Dam height: 39m
 Reservoir area: 450km², Reservoir volume: 3680 Mm³
 Power discharge: 332m³/s, Net head: 356m
- Service period : 25 years (started operation in 2010 under BOT scheme)
- Revenue : annual 280M US\$ (of which 80M US\$ to Lao Government)

Nam Thuen2 **VIETNAM IPP Project** Nam Theun in Laos Hinboun Source: http://www.internationalrivers.org/en/southeast-asia/laos/nam-theun-2/map-Dam Nam Theun 2 nam-theun-2-project-area?size= original (downloaded 21 May 2010) Dam ⁴ Dam Nakai Plateau reservoir Power station **THAILAND** Downstream channel 🤻 Mekong River Thakek Mahaxai 🗬 **LAO PDR**



500 kV Line to EGAT (Nam Theun2 IPP Project)



Source: Nam Theun 2 website (www.namtheun2.com)

Note: Current shareholders (EDF 40%, EGCO 35%, LHSE 25%)



Dam



Alternate site 1 for resettled people



Power house



Alternate site 2 for resettled people

Lessons from NamTheun2 IPP Project

2. Lessons learnt from Nam Theun2

- (1) Much revenue and domestic power-supply
- Lao government can get 80M US\$ annually as revenue
- EDL can get 75MW (300 GWh) of power as off-take portion
- (2) Compensation and Environment Assessment
- Cumulative Impact Assessment (CIA)
- Over 6000 people were resettled to the alternate site
- Recovery of livelihood (houses, farm land, public facilities)
- (3) Considerable care on environmental control
- Safeguard document on society and environment
- Monitoring and oversight system
- Public hearing
- (4) Multipurpose use of riverflow
- Irrigation water supply
- River flood control

Lessons from NamTheun2 IPP Project

3. Recommended Win-Win IPP project in Myanmar

IPP company

Power supply will contribute to power system in Thailand

Win -Win

Government

 Off-take power will be shared to MEPE and government can get much revenue through IPP operation.

Local People

 Livelihood level in project area will be improved (alternate site for resettled people, road construction, rural-electrification, irrigation, others)

Benefit Sharing will make Win-Win Project!

Thank you for your attention