

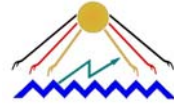
German Egyptian Year of Science & Technology

**Symposium
Solar Thermal Power Plants
and Desalination**

Cairo, 11-12 November 2007

**A Vision on the Future of Egypt in Benefit of
Renewable Energies and Wise Subsidies**

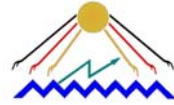
Hani El Nokraschy
www.nokraschy.net



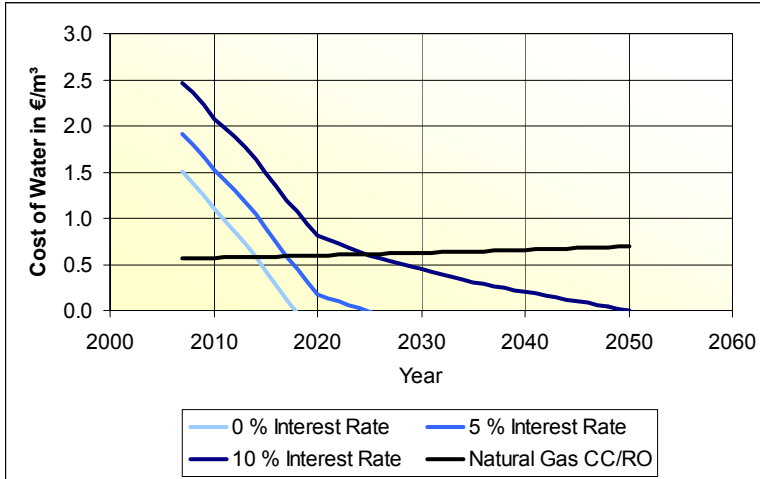
**Unsubsidized
desalinated Seawater for Free?**



GERMAN
EGYPTIAN
YEAR OF SCIENCE
AND TECHNOLOGY
2 0 0 7



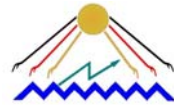
Unsubsidised Cost of Water from CSP versus Natural Gas CC/RO



Discount rate 5%, economic life 25 years, fuel cost 25 €/MWh, escalation 1 %/y, irradiance 2400 kWh/m²/y, real €2007, RO power 4.5 kWh/m³



GERMAN
EGYPTIAN
YEAR OF SCIENCE
AND TECHNOLOGY
2 0 0 7



Why Subsidies?

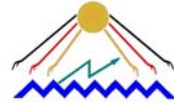
To support People with limited income
for how long?

Till their income raises and
they do not need support

**Subsidy shall decrease with time
till it is Zero**



GERMAN
EGYPTIAN
YEAR OF SCIENCE
AND TECHNOLOGY
2 0 0 7

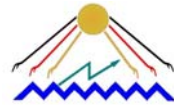


How to subsidize?

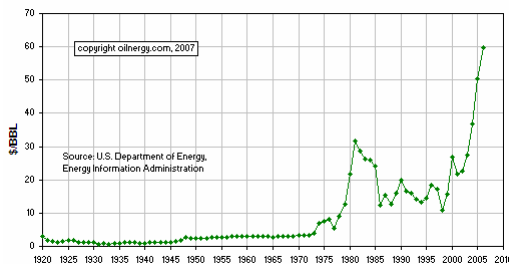
- Support a Product
 - Subsidy increases with price of Product
- Support a Technology
 - Subsidy decreases with develop of Technology



GERMAN
EGYPTIAN
YEAR OF SCIENCE
AND TECHNOLOGY
2 0 0 7



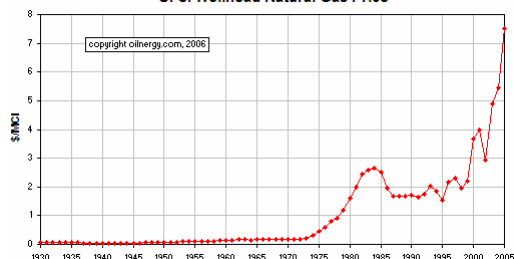
U. S. First Purchaser's Crude Oil Price



An Example
from Egypt ...

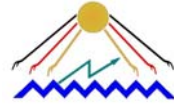
Subsidising
Oil and Gas

U. S. Wellhead Natural Gas Price



President Mobarak said:

„Subsidies increasing
from 1 Billion LE in
1998 to probably over
50 Billion LE in 2007“



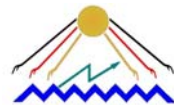
Example from Germany **Subsidising Coal**

Winners:

- Employment of Miners
- Employment at Service Companies
- Industry of Mining Machines

Losers:

- Education (PISA Study)
- Innovation (Scientists leaving the country)



An example for a ground breaking innovation



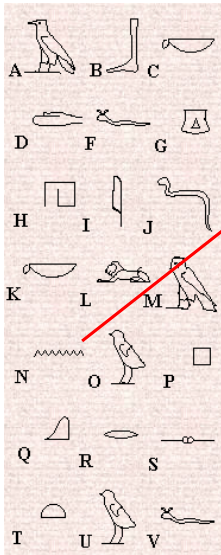
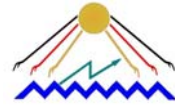
Description of
contents
ca. 3500 BC



Source:
German Archeolog. Inst.

Labels describing
contents
ca. 3200 BC

Writing

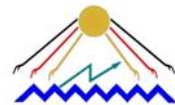


 = N

↓
Water = MEM in
Semitic language



→ M



Another Ground breaking Idea

German Federal Minister of Environment:



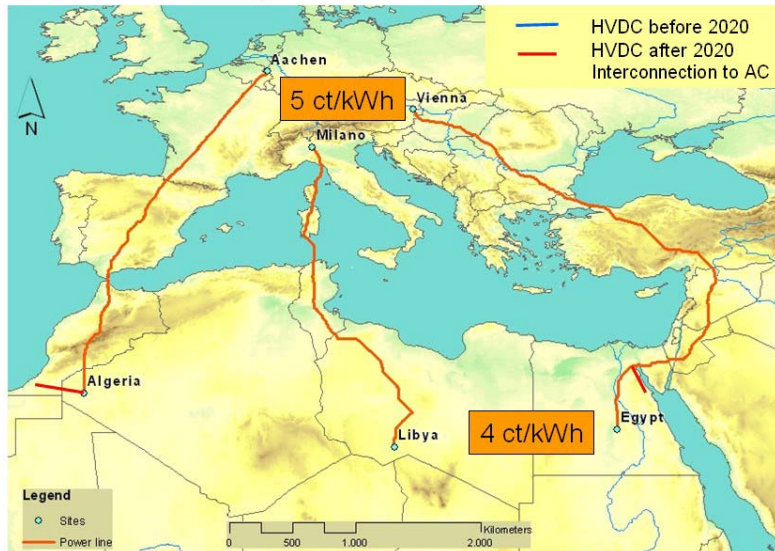
Sigmar Gabriel

Studies on potential by the **German Aerospace Center** find that **solar thermal power plants** in southern Europe and northern Africa could play an important role in securing a sustainable European energy supply.....

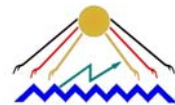
The idea is ground-breaking: it means that in 20 to 30 years we can procure part of our energy from solar power plants in North Africa.one day, the European "**super grid**" will be able to transfer electricity produced in **solar thermal power plants** to central Europe – without any power cuts!



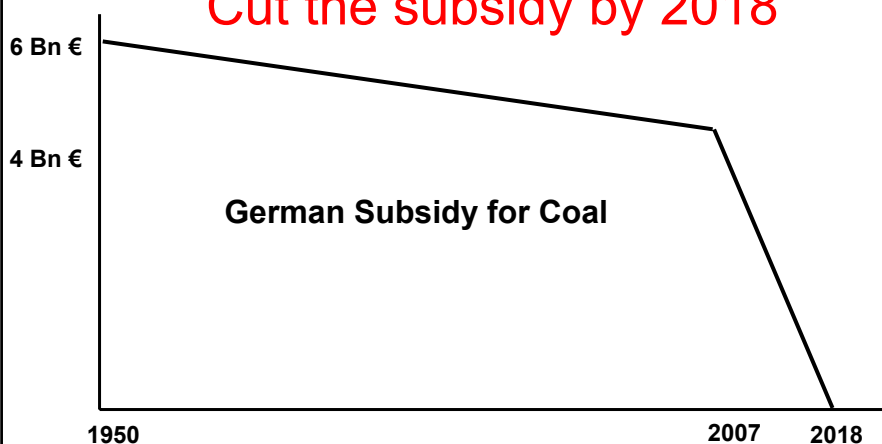
3 Samples for EU-MENA HVDC Interconnection including connections to wind sites in 2050



GERMAN
EGYPTIAN
YEAR OF SCIENCE
AND TECHNOLOGY
2 0 0 7

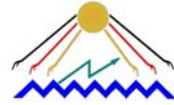


Decision of German Government: Cut the subsidy by 2018





GERMAN
EGYPTIAN
YEAR OF SCIENCE
AND TECHNOLOGY
2 0 0 7



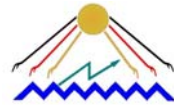
Subsidising a Technology ...

- Technology will spread in the Market
- More Producers and more jobs
- Competition will cause prices to fall.

Result:
Subsidies are reduced automatically



GERMAN
EGYPTIAN
YEAR OF SCIENCE
AND TECHNOLOGY
2 0 0 7

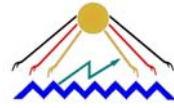


Example from Germany

- More than 22 000 MW Wind Capacity operating in 2007
- 240 000 New Jobs in Renewable Energy Technologies

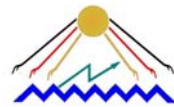


- Price falling from 3600 €/kW to less than 1000 €/kW

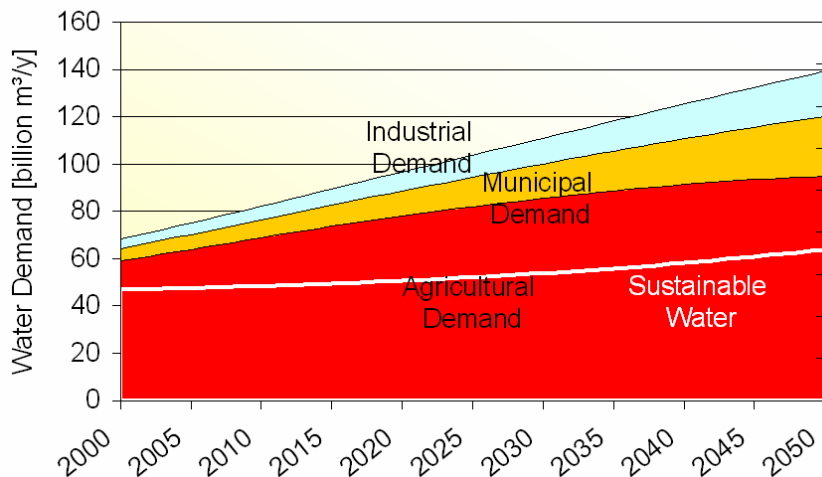


The Requirements in Egypt are different ...

- Not only Electricity is needed
(8% increase yearly)
- Water is also needed
(A second Nile by 2050)

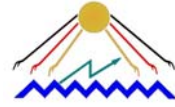


Water Demand in Egypt

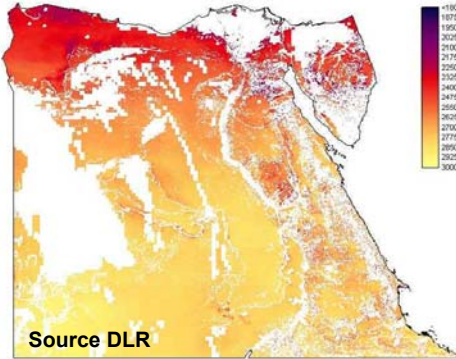




GERMAN
EGYPTIAN
YEAR OF SCIENCE
AND TECHNOLOGY
2 0 0 7

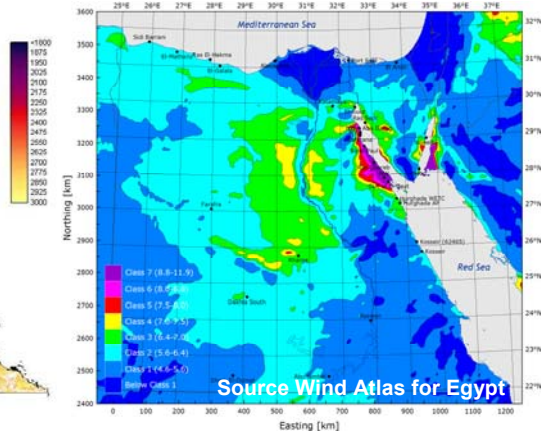


Egypt enjoys excellent Renewable Energy Sources



Source DLR

**Direct Normal Irradiance
up to 3200 kWh/m²/year**



Source Wind Atlas for Egypt

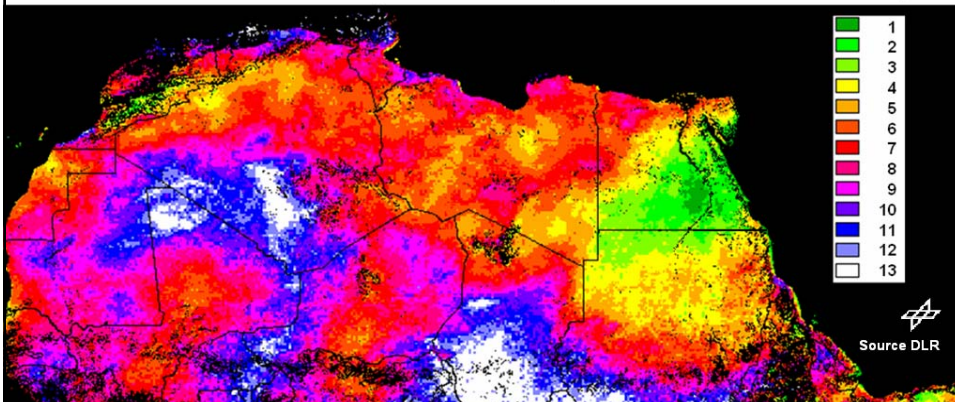
Wind speed up to 12 m/sec



Economic Site Ranking

Calculation of the economic site ranking
from the electricity yield and the project costs

North Africa – Solarthermal Electricity Generation Cost Ranking



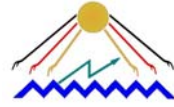
Source DLR

The North African Solar Energy equals 1 000 000 Barrels of Oil per km² yearly

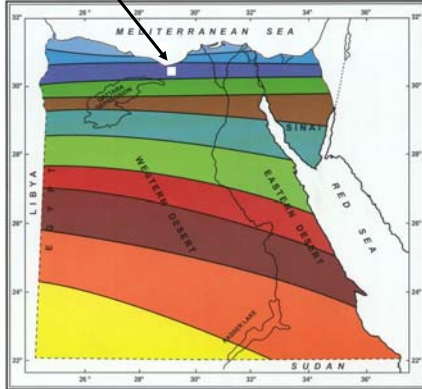


GERMAN
EGYPTIAN
YEAR OF SCIENCE
AND TECHNOLOGY
2 0 0 7

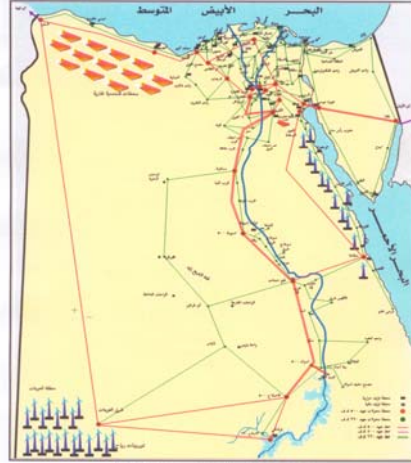
Short term planning and Electricity export possibilities



This Area 32x32 km = 1000 km²
gives 50% of Germany's electricity



Source NREA



الشبكة الكهربائية الموحدة عام ٢٠١٧

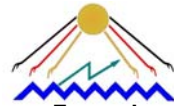
Source MoEE



GERMAN
EGYPTIAN
YEAR OF SCIENCE
AND TECHNOLOGY
2 0 0 7

CSP TECHNOLOGY

Size: 5 MW - several 100 MW



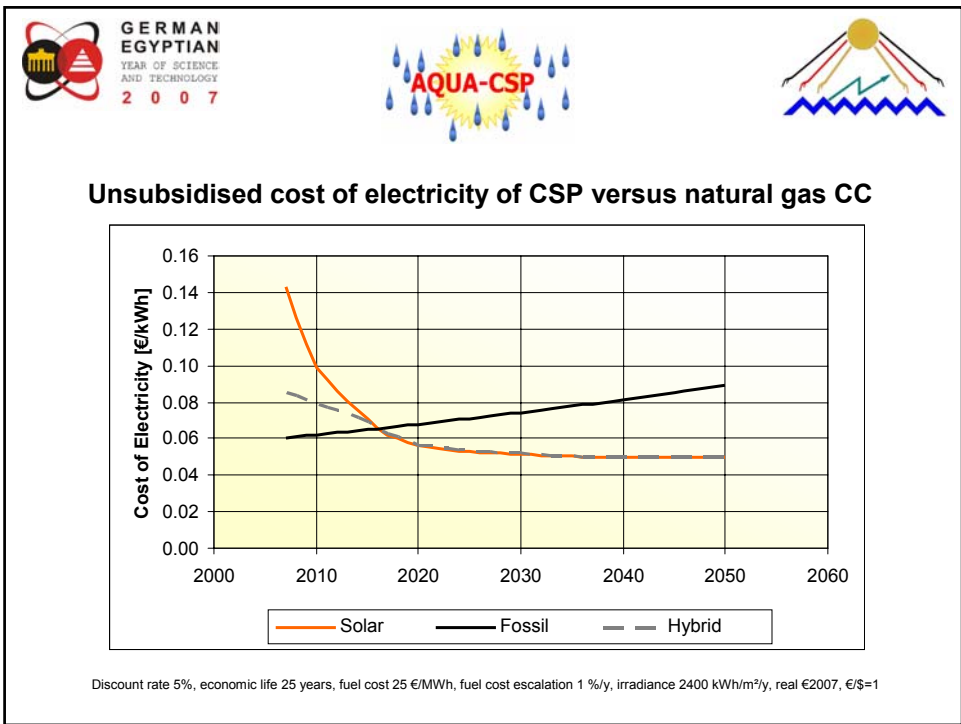
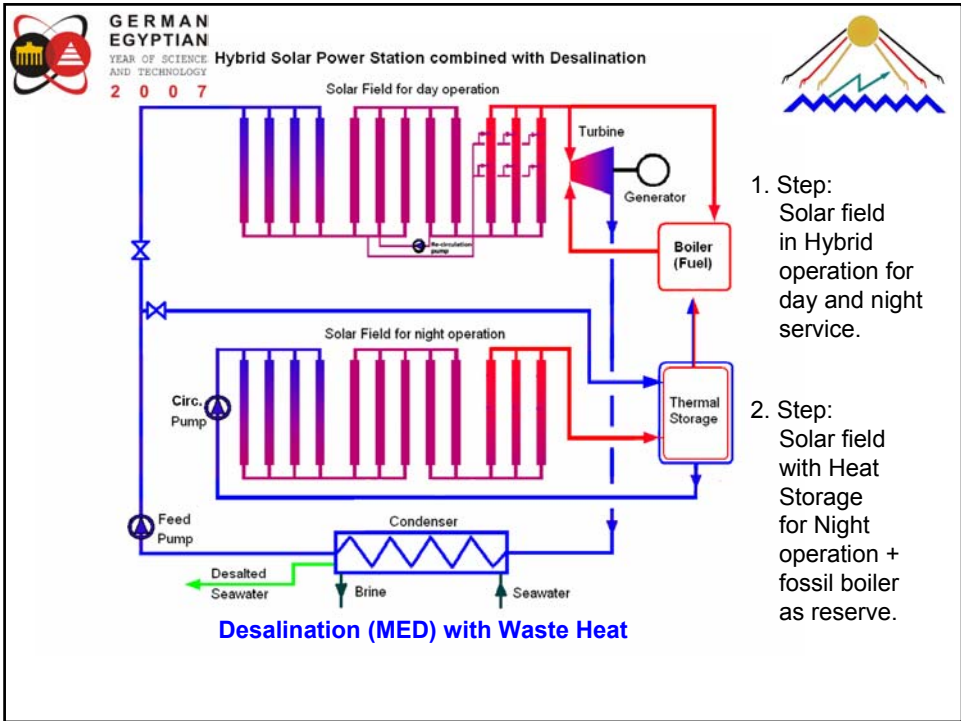
Linear Fresnel

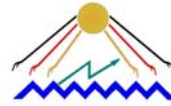
Parabolic Trough



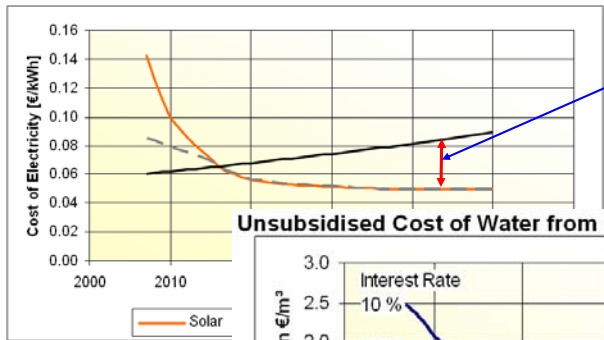
Central Receiver







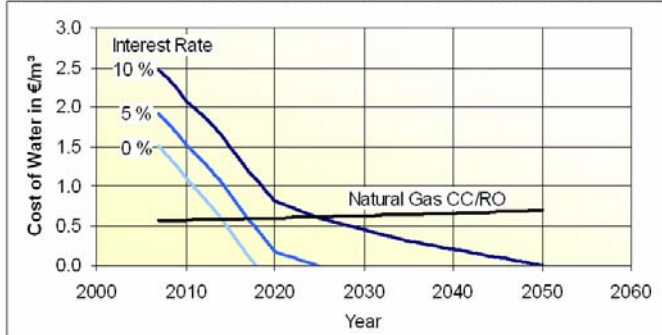
Unsubsidised cost of electricity of CSP versus natural gas CC



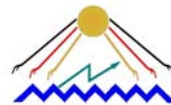
This difference is used to support water desalination

Cost of water from CSP/MED plants. Please note that before 2020 water could be produced as by-product without cost

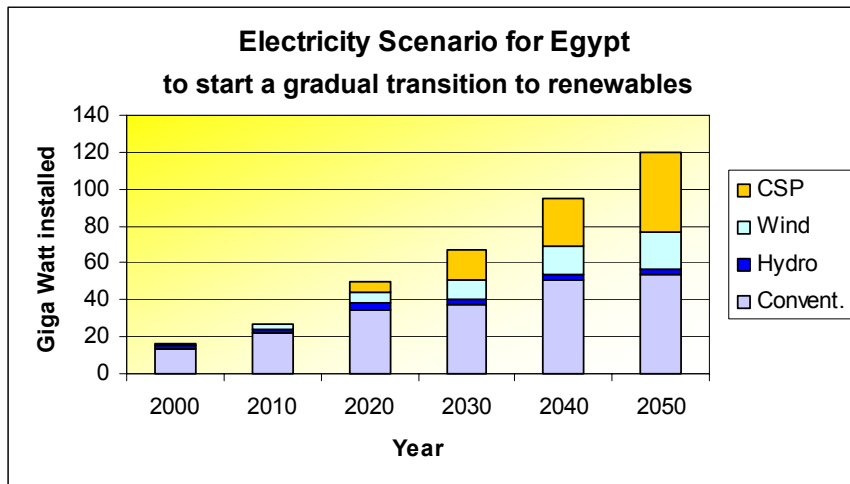
Unsubsidised Cost of Water from CSP versus Natural Gas CC/RO



Thank you for your attention



Electricity Scenario for Egypt
to start a gradual transition to renewables



To down load the DLR-Studies: www.menarec.org