

ELSEWEDY ELECTRIC Discloses Details of 2014 IPP Project with the Ministry of Electricity and Renewable Energy

ELSEWEDY ELECTRIC (SWDY.CA/SWDY.EY), the leading Wires & Cables and Integrated Energy Solutions Provider in the Middle East and Africa, has issued a disclosure regarding recent news on the cancellation of a 600 MW wind energy project tendered to El Sewedy Electric by Egypt's Ministry of Electricity and Renewable Energy in 2014. The project was to be developed for commercial operation on six land plots owned by the Ministry under an Independent Power Producer (IPP) framework, with no effect on the company's backlog.

The cancellation comes in light of recent developments in Egypt's electricity and power market, where the government has enacted new legislation including a new feed-in tariff and frameworks for BOO and EPC+F projects. Thus the company and the Ministry have mutually agreed that the 2014 tendered project is no longer feasible.

The company and the Ministry have reached a mutual agreement whereby El Sewedy Electric will forgo its right to the tendered project and the Ministry will retain its right to repurpose the land plots as it sees fit.

The cancellation falls in-line with the company's strategy to develop new projects that capitalize on the prevailing market conditions and legislative frameworks. In that regard, the company is currently developing a solar power project under the new feed-in tariff framework, is actively tendering for new renewable energy projects, and is co-developing several wind energy projects with Japanese and UAE partners among others.

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About Elsewedy Electric

Established in 1938 by the Elsewedy family, Elsewedy Electric has since grown to become a regional and tactically global integrated cables and electrical products manufacturer and a turn-key services provider with more than 12,000 employees working at 30 production facilities in 15 countries. Structured to face the challenges of the world's fastest growing markets and the complexity of the critical electricity industry, Elsewedy Electric capitalizes on its deep product and sector specialization and unprecedented insight into local markets. www.elsewedyelectric.com

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