

**EDF Business
Solutions**



Flex

Power Purchase


Agreement



Flex

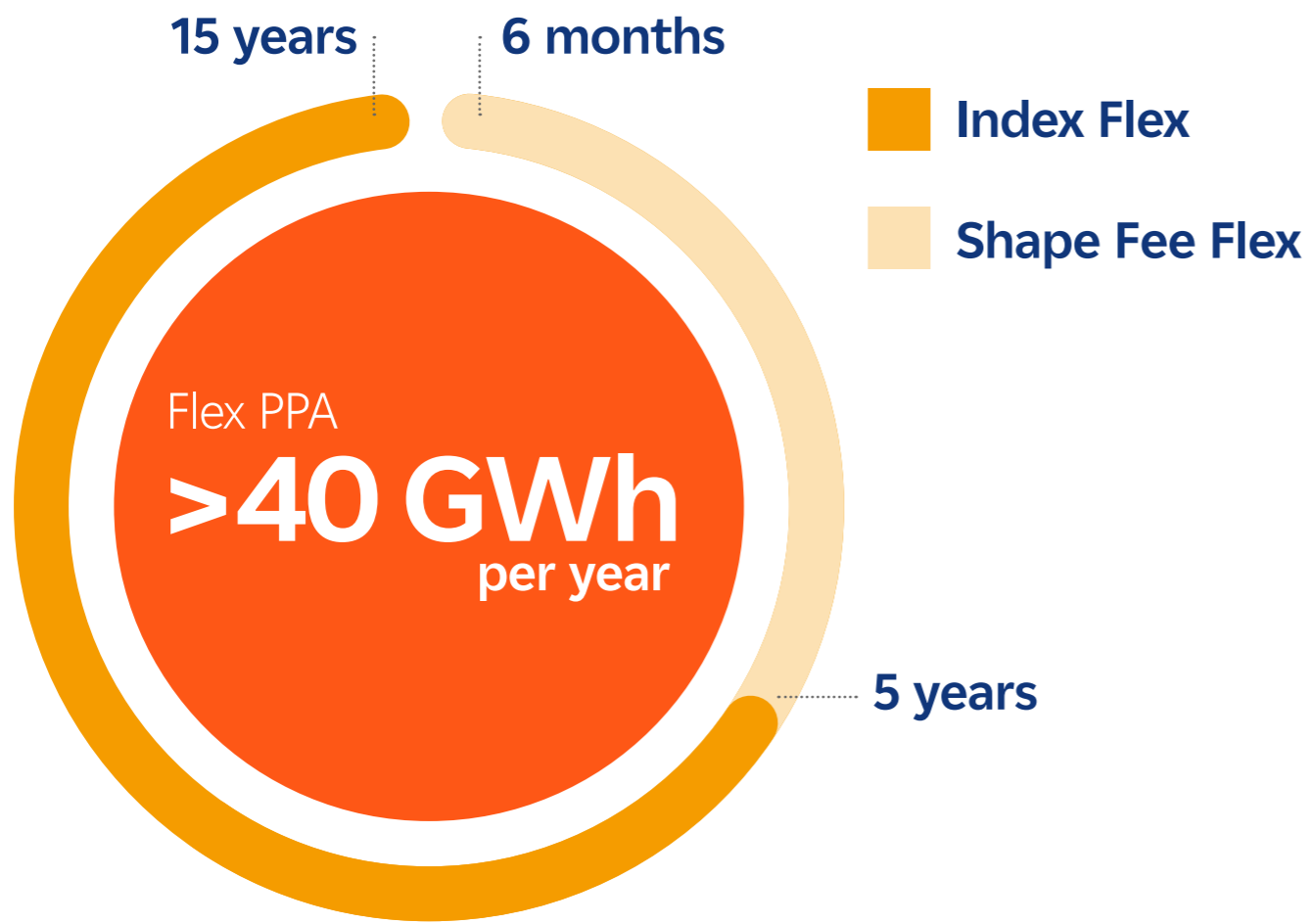
Power Purchase Agreement

Our Flex PPA has two options:
‘Shape Fee Flex’ and **‘Index Flex’**
designed for experienced generators
who want control and flexibility in when
they can trade their energy output.



Flex PPA

At a glance...



The main features of this contract are:

- **Full control** over when you sell your tradable volume
- Ability to **spread the price-risk** over a number of selling decisions
- Allows **multiple fixes** compared to fixed contracts which have one decision for the full contract duration
- **Price transparency** and the ability to sell your electricity blocks at market price.



Energy output
Predictable



Your forecast
Sophisticated



Management
Highly active



Expertise
Expert



CONTROL

FLEXIBILITY

CERTAINTY



How the Flex PPA options compare

	Index Flex	Shape Fee Flex
Useful for	Generators looking for more control and flexibility in their energy prices with non-tradable volume reflecting market prices. To help achieve the lowest risk premium possible at the expense of greater market exposure.	Generators looking for more control and flexibility in when they can trade their energy output with the non-tradable volume set at a fixed price (Shape) for the contract duration.
Duration	Up to 15 years	Up to 5 years (Baseload Technology) Up to 3 years (Intermittent Technology)
Energy	Flexible	Flexible
Able to sell ROCS and REGOs	Yes	Yes
Volume Caps	> 40 GWh Output	> 40 GWh Output

The Flex PPA enables you to optimise your output into tradable contract blocks and non-tradable volume. You are able to place your tradable blocks on the forward market or various day-ahead indices (e.g. EPEX). Your selling decisions can be spread across the duration of your contract.

This comprehensive service offers the full functionality that you will need to manage your risk and optimise the sale of your output. The Flex PPA delivers high levels of flexibility for the timing of your energy transactions. To achieve a Flex PPA you will need a minimum baseload output of 40 GWh.

You have control over the timing, quantity and frequency of the selling decisions you choose to execute via our Customer Desk. All volume is sold with full transparency, including residual volumes which are priced via recognised indices. Tradable energy blocks are priced according to the forward price or a market index price.

To get the most from this contract, you are required to have an energy hedging strategy, as you will need to be prepared to manage the risks involved. Your high level of experience in managing this contract means that you will have a strategy to manage wholesale price market risk.

You can also sell your ROCs and REGOs within the Flex PPA.



Flex PPA explained

How does it work?

The Flex product enables you to split the energy into tradable and non-tradable volume.

The tradable volume is split into contract blocks of electricity that can be flexibly sold by the generator. Depending on the product chosen, the non-tradable volume is either sold at a fixed price (Shape Fee) or the Day Ahead price (Index).

You can also sell your ROCs and REGOs within the Flex PPA.

Why choose this option?

If you are an experienced generator with a fairly predictable output and you want to ensure that your generation asset brings you the best returns. This option provides an opportunity for those who want to spread their energy selling decisions over a longer period. It therefore requires a certain level of commitment and expertise from you. As well as ensuring that you have the breadth of options and the information you need to get the most out of participating in the wholesale market.

Is the Flex PPA right for me?

Before entering into the Flex PPA, you will need to consider how the features and prices it provides meet your risk management strategy. We will discuss your risk management strategy in advance and provide you with the information you need to manage your risk once the contract starts. Our team of experienced specialists can help you identify whether this contract suits your business requirements.

One particular feature is the capacity to lock or unlock your blocks, for which you will need to interpret wholesale market movements and decide the best time to sell your tradable volume. The Flex PPA is linked to the electricity wholesale market price at the times you decide to sell, and your business is not guaranteed a price for your output at contract signature. If greater certainty is important to you, consider Certainty, our fixed price PPA, as an alternative.

For Index Flex, any non-tradable volume is also subject to wholesale market prices. If greater price certainty over the non-tradable volume is important to you, consider Shape Fee Flex, which offers a fixed fee for your non-tradable volume at contract signature, albeit this comes with a larger risk premium.

How do I get started?

We have a number of contract options for your business; if you think that our Flex PPA is right for you, get in touch with the PPA Team to discuss how we can help.

Email us at: export@edfenergy.com

e-brochures

a better way of working

Why an e-brochure? At EDF we are committed to using the most sustainable working practices wherever possible and this includes when delivering communications to our customers.

E-brochures significantly reduce the volume of printed material we need, reducing our carbon footprint.

Our customers appreciate e-brochures because they offer timely delivery of easy to access information in an ideal format for the modern screen based working environment.

edfenergy.com/large-business/sell-energy

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