

Roundtable on Finance



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GEOELEC Work Programme

Financing geothermal power projects

Project financing & estimating of costs

- **A software to evaluate financial viability of geothermal projects**
- LCOE

Risk insurance

- **Promote the creation of risk insurance schemes**

Drilling costs & rigs

- **A European database on drilling costs & performance**
- Best practice drilling handbook

Guide to boost investment in the geothermal sector

- **Practical reference tool for banks, developers and investors**



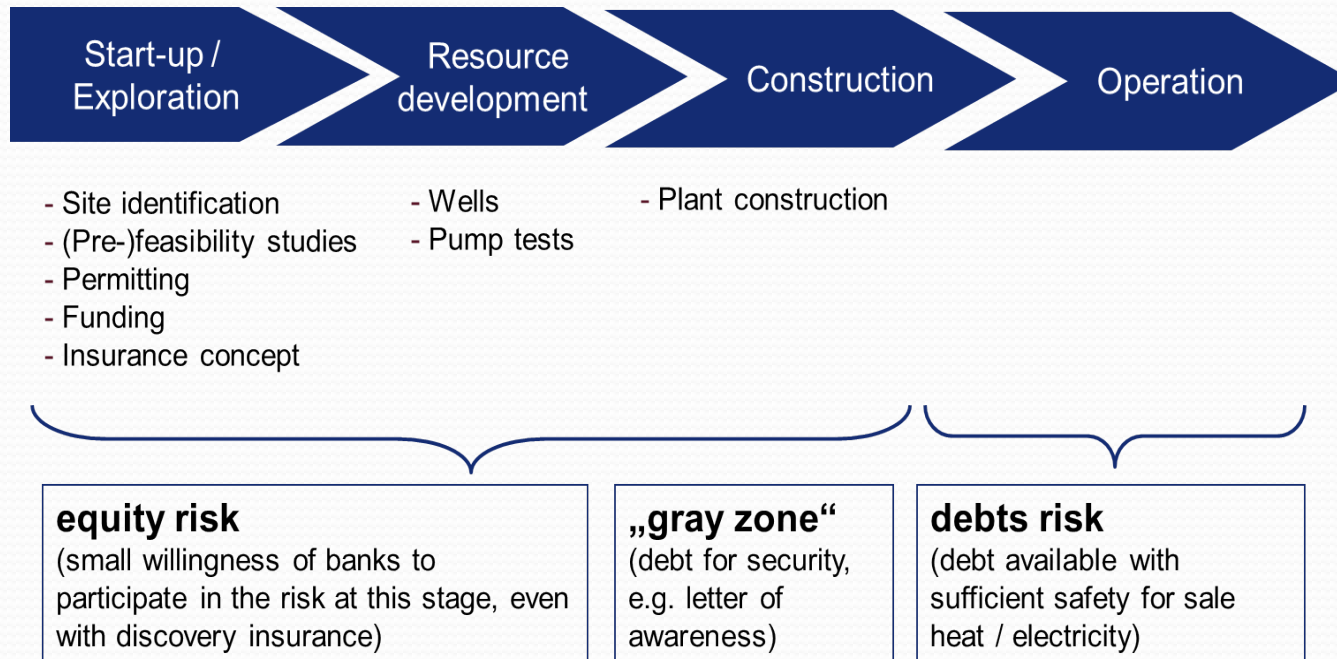
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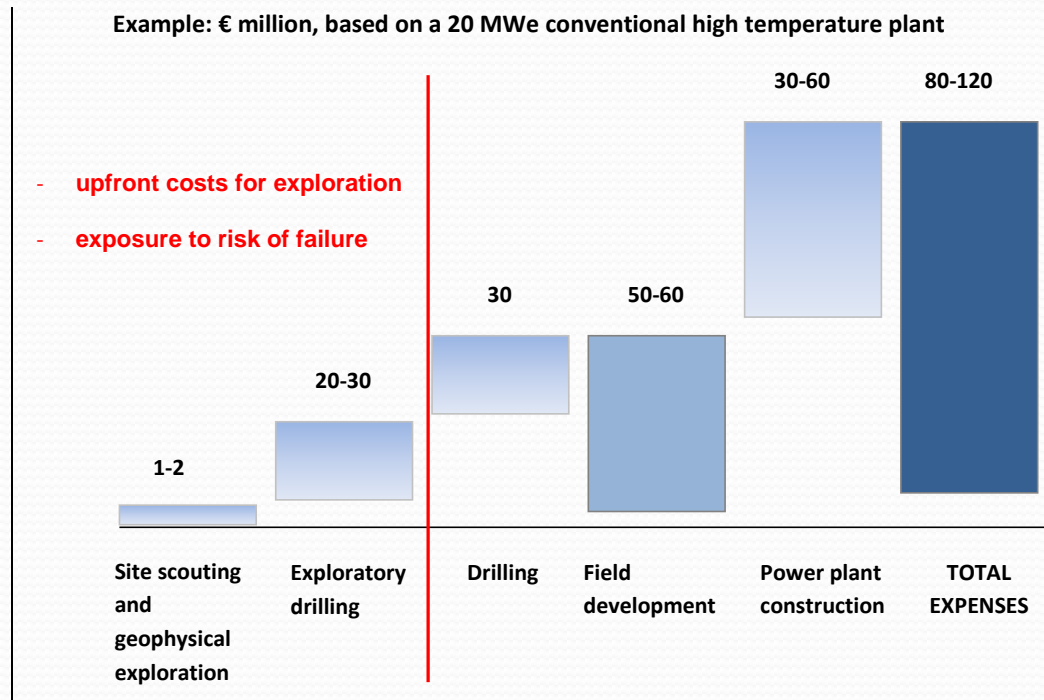
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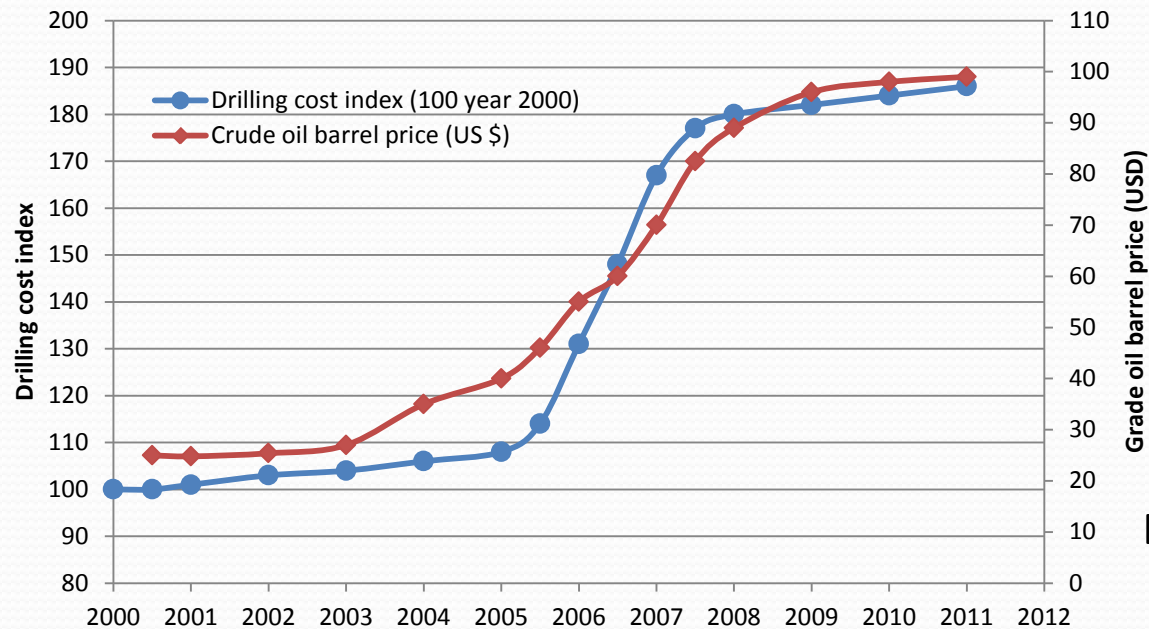


➤ **Cover the geological risk : Towards an European Geothermal Risk Insurance Fund (EGRIF)**

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Drilling cost vs. crude oil prices

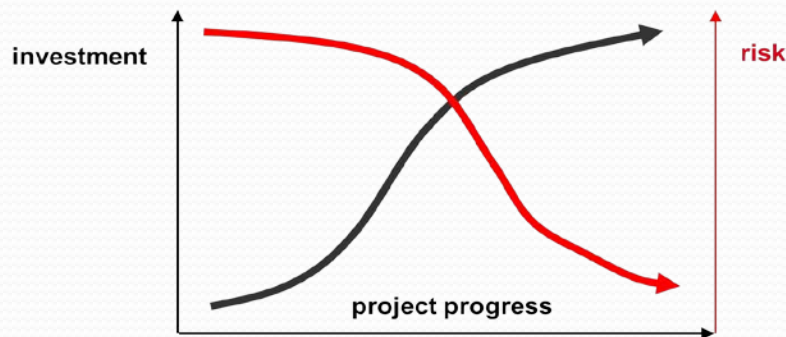
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Guide to boost investment in the geothermal sector

- Practical reference tool for banks, developers and investors

▪ temperature	}	geology
▪ flow rate		
▪ investment	}	politics/ finance
▪ financial costs		
▪ power purchase agreement		
▪ subsidies	}	technique
▪ plant availability		

Crucial parameters for the economic success



Risk and investment during the project progress

➡ Most of the investment falls into the high-risk phase!



Innovative support schemes for Geothermal electricity

Market Maturity	Juvenile	Intermediate	Mature	Competitive: after Horizon 2020
criteria	0-6 deep geothermal wells are existing < than 3 plants are operational	6-60 deep geothermal wells exist < than 10 plants are operational	Both geoelec & geoDH systems are developed all over the country	Costs reach grid parity with around 10 €ct/kWh
Level of risk	Very high	high	medium	Low
Costs: High temperature Low temperature & small high T° plants EGS	na 18 30	7 16 25	6 15 23	5 10 12
Support schemes	(repayable) Grants for seismic exploration, slimholes, and the 1 st well	Feed-in Tariff	Feed-in Premium	Grid premium
Flanking measures	Public Risk insurance	Public or Private Risk insurance	Public & private Risk insurance	Private Risk insurance

Thank You!

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