

ADDENDUM NUMBER 1 TO AGREEMENT BETWEEN THE NORWEGIAN MINISTRY OF FOREIGN AFFAIRS AND NORWEGIAN WATER RESOURCES AND ENERGY DIRECTORATE REGARDING GEO-17/0003 Institutional Cooperation between Georgian Ministry of Energy and Georgian Ministry of Environment and National Resources Protection and Norwegian Water Resources and Energy Directorate (NVE)

BACKGROUND

The Norwegian Ministry of Foreign Affairs (MFA) and the Grant Recipient, NVE (jointly referred to as the Parties) has entered into an agreement signed on 26.10.2017 (the Agreement) concerning **GEO-17/0003 Institutional Cooperation between Georgian Ministry of Energy and Georgian Ministry of Environment and National Resources Protection and Norwegian Water Resources and Energy Directorate**

The Grant Recipient has submitted a request to MFA dated 08.04.2019 (regarding extension of the Support Period, and request for additional grant with the amount of **NOK 6 890 470**).

The Parties have agreed to amend the Agreement through this addendum number 1 (the Addendum), which shall be an integrated part of the Agreement.

EXTENSION OF THE SUPPORT PERIOD

The Support Period set forth in the Agreement shall hereby be extended to 31.12.2023

ADDITIONAL GRANT

NOK 6 890 470 approved as an additional grant shall cover 3 new components in the Agreement.

CA12: A resident advisor to the MOESD; for a period of up to 1 year, with an optional extension for a 2nd year based on request for extension from MOESD.

CA13: Public stakeholder communication:

Outcome supported by Program: Improved utilization of Georgia's energy resources for economic development for the country. Objective supported by CA13: Increase knowledge and public awareness about development of renewable energy and its impact on Georgia's economic development.

Short-term output: Fact-finding and mapping of public sector energy institutions, their role and responsibilities for communication of energy related information to the public. In addition, create awareness in public institutions about tools, practices, procedures, standards and rules used in international practice and legal framework.

Final output: Design and implement a platform to communicate knowledge about national energy development plans, share facts and events about renewable energy in order to improve public awareness. (Platform is a combination of implementing information sharing arenas for public and private sector, implementation of systematic procedures for dialogue with affected communities and implementing a strategy for communication technology and use of social media to reach out to new groups and public opinion influencers.)

CA14: Energy legislation

Assistance from energy and legal experts in NVE or external consultants, carried out in coordination with assigned tasks for a resident advisor as it relates to drafting of new secondary legislation to

become a part of a new legal framework for the power sector in Georgia. The legal framework already comprise draft laws presented to Parliament for a new Georgian energy market, renewable energy and energy efficiency. These laws are expected to be approved by Parliament during spring of 2019 and shortly thereafter will need design of new by-laws (secondary legislation) and guidelines covering their implementation.

REMAINING CONDITIONS OF THE AGREEMENT

All other provisions of the Agreement shall remain unchanged and in force.

ENTRY INTO FORCE AND DURATION

The Addendum shall enter into force on the date of the last signature, and remain in force until all obligations arising from it have been fulfilled.

This Addendum has been signed in two -2- original copies in the English language, whereof the Parties keep one each. In the event of any discrepancies between this English language version and any later translations, the English language version shall prevail.

Place: Oslo

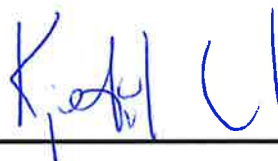
Date: 20.05.2019

for the Norwegian Ministry of Foreign Affairs,

Tor Martin Møller

Deputy Director

Section for Russia, Eurasia and Regional
Cooperation



for NVE

Kjetil Lund

Director General

Norwegian Water Resources and Energy Directorate