



## Project EEC Macedonia - Electricity Supply

# INTRODUCTION

This INTRODUCTION is made by Energy Alliance—an International Investment Partnership set up specifically to prepare all required documents for commencement of the Project development

In Macedonia there is enough electricity but insufficient transformer substations and electricity grids. The Project will contribute to the industrial development of the country during the period of political changes. It's very important because electricity delivery also has a bearing on the national security. This is a brief general description of the Project\* for loan application based on **project finance** with **non-recourse debt** (without guarantee, paid entirely from the Project cash flow), and operational **Risk Management** during the loan life, including:

- ⚡ Power distribution net in northern part of Skopje,
- ⚡ Values of offered capital goods and services,
- ⚡ Final results – quantities and prices,
- ⚡ Cash-flow pessimistic pro-forma budgeting,
- ⚡ Full set of profitability evaluations,
- ⚡ Quantitative financial risk assessment, and
- ⚡ Online Cash-flow Control System (OCFCS).

All above are on two Excel-based programs with Financial Adviser's unique software programs—**Financial Modelling** and **Risk Management**, created on the basic principle of cybernetics - the hierarchical structure with each upper level's feedbacks, and respective text-file descriptions. Project Company, **east eelectric company** DOO (PC), is international—Macedonian, USA and UK— joint-venture company. Chief Executive Manager is Dimitar Ivanov.

The Financial Adviser and pre-design project developer, International Investment Council, Washington, DC, is US Credit Referent Agency. It works with the PC and any prospective investors or lenders on “**arm's length**” principle, therefore it cannot take part in this business as a partner. President is George Angelow, Professor of Theory of Control, PhD of Mats, Cybernetic engineer and Economics-Finance.



- For deep and entire understanding of the Project, visit the respective sub-menu on Projects section in the web site and select option 1:  
<http://www.eec.us.com/INTRO.EA.html>
- For your information how the invested funds are under control of the creditor and insurer, select:  
[http://www.iic-london.co.uk/HOME\\_OCFCS.html](http://www.iic-london.co.uk/HOME_OCFCS.html)
- For full conception about practical application of the Risk Assessment program:  
<http://www.risk8rprogram.com>



Power  
Point  
Presentation

\* First part of the series of three projects including power supply to new residential neighborhoods in Skopje, the Industrial Zone in North-west Macedonia.