



LEGAL NOTICE

BY

MANDENI LOCAL MUNICIPALITY

APPLICATION BY POWERX PROPRIETARY LIMITED (2002/025037/07) TO TRADE RENEWABLE ENERGY ON THE MANDENI ELECTRICITY RETICULATION NETWORK IN CONJUNCTION WITH THE MUNICIPALITY IN A REVENUE SHARING MODEL.

Notice is hereby given in terms of Section 21A of the Municipal Systems Act read in connection with Section 113 of the Municipal Finance Management Act (Act 56 of 2003) and Section 37 of the Municipal Finance Management Act, Supply Chain Management Regulations that the **MANDENI LOCAL MUNICIPALITY** is contemplating allowing **POWERX (Pty) Ltd** to operate as a **PRIVATE ENERGY TRADER** using the Municipal Electrical Reticulation Network.

POWERX was granted an Energy Trading Licence under Section 8 (c) of the Electricity Supply Act (Act 4 of 2006) by the National Energy Regulator NERSA and holds a Trading Licence # TRD/ELC01/09 and is the only licenced Private Sector Trader in terms of Section 8 (c) of the Electricity Supply Act.

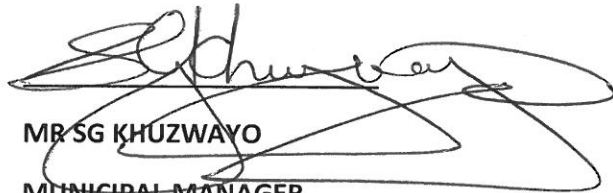
The **MANDENI LOCAL MUNICIPALITY** has reviewed the value proposition and Business case advanced by POWERX as a unique innovative concept for Distributed Generation coupled to the Municipal Reticulation grid and is of the opinion that the revenue sharing model purported by PowerX is of significant financial benefit to the Municipality and will create substantial cost affordance for the Municipality from conventional energy procurement.

This Energy Trading Model will assist the Municipality to normalise annual Electricity Tariffs and assist in minimising tariff hikes to all those customers who will be eligible to participate through the proposed Energy Trading Stream.

The value proposition and Business case for Distributed Generation will be available for inspection at the office of the **MUNICIPAL MANAGER** Attention (MR S.G Khuzwayo TEL 032 456 8201) between the hours of 08h00 and 16h00 daily from the 06 March 2018 to the 06 April 2018

In terms of Section 21A of the Municipal Systems Act , read in connection with Section 113 of the Municipal Finance Management Act (Act 56 of 2003) and Section 37 of the Municipal Finance Management Act, Supply Chain Management Regulations, Interested and affected parties are hereby invited to make written Comment, submissions, objections or counter offers to the Municipality addressed to the **MUNICIPAL MANAGER** Attention **MR S.G Khuzwayo** or representations to this unsolicited bid within **30 days** from date of this publication by post to **P.O. Box 144, Mandeni, 4490** or hand-deliver to **Mandeni Local Municipality, 2 Kingfisher Road; Mandeni** no later than 16h00 on 06 April 2018.

Further thereto, the MANDENI LOCAL MUNICIPALITY issues notice that the Bid Adjudication Committee shall meet within 14 Days after closing date to consider the proposal by POWERX and all Comment, submissions, objections or counter offers made in response to this notice. The report on the Bid Adjudication shall be made available on request for transparency purposes.



MR SG KHUZWAYO
MUNICIPAL MANAGER