

MEMORANDUM OF UNDERSTANDING

This Memorandum of Understanding ("MOU"), dated as of August 25, 1995, is entered into between the U.S. Department of Energy and the U.S. Agency for International Development (together referred to herein as the "Parties").

W I T N E S S E T H:

WHEREAS, the U.S. Department of Energy ("DOE") is the principal instrumentality of the United States Government charged with the development and implementation of policies and programs regarding the use of renewable energy and energy efficient technologies; and

WHEREAS, the Energy Policy Act of 1992 authorizes the Secretary of Energy, through USAID, to establish a renewable energy technology transfer program to, among other things, "assist foreign countries in meeting their energy needs through the use of renewable energy in an environmentally acceptable manner, consistent with sustainable development policies;" and

WHEREAS, the U.S. Agency for International Development ("USAID") is the principal instrumentality of the United States Government charged with the administration of foreign assistance programs and, in particular, is implementing a program of assistance for the Republic of South Africa through the USAID Mission to South Africa; and

WHEREAS, DOE and USAID desire to cooperate in the promotion of renewable energy and energy efficient technologies in the Republic of South Africa as a cost-effective means of increasing the access to energy of the majority disadvantaged population.

NOW THEREFORE, the Parties hereby state as follows:

1. USAID intends to make available \$1,100,000 to USAID's Bureau for Global Programs, Field Support and Research (the "Global Bureau"), and DOE intends to make available in-kind resources in the amount of \$1,700,000, which resources the Parties intend to use for the promotion of renewable energy technologies for rural use in the Republic of South Africa. USAID and DOE agree to cooperate fully in determining the optimal means for utilizing these

resources to increase the access to energy of the majority disadvantaged population and, thus, improve their general standard of living.

2. In connection with undertaking the activities contemplated in this MOU, the Parties shall coordinate with appropriate officials of the Government of National Unity of the Republic of South Africa, which may include officials of the Department of Mineral and Energy Affairs.

3. The use of the resources specified in this MOU shall be subject to compliance by each of the Parties with all of the laws and regulations, applicable to the respective party, governing the obligation and use of appropriated funds. The Parties agree that nothing in this MOU shall be construed to constitute an obligation or commitment of funds.

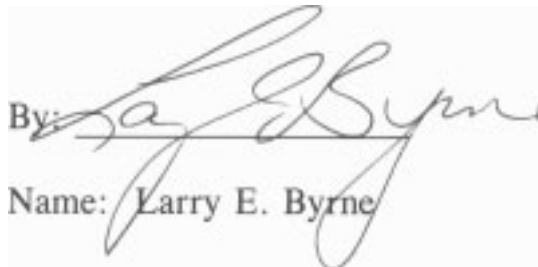
IN WITNESS WHEREOF, the U.S. Department of Energy and the U.S. Agency for International Development, each acting through its duly authorized representative have caused this Memorandum of Understanding to be signed in their names and delivered as of the day and year first above written.

U.S. Department of Energy

U.S. Agency for International Development

By: 
Name: Hazel O'Leary

Title: Secretary of Energy

By: 
Name: Larry E. Byrne

Title: Assistant Administrator for
Management

