

Workshop on Smart Grid Technologies and Implications for Inclusive Development in Sri Lanka

3-4 April 2018 • Galle, Sri Lanka

Energy Transition in Asia: Leapfrogging Development

Priyantha D C Wijayatunga, PhD Director, South Asia Energy Division Asian Development Bank



The views expressed in this presentation are the views of the author/s and do not necessarily reflect the views or policies of the Asian Development Bank, or its Board of Governors, or the governments they represent. ADB does not guarantee the accuracy of the data included in this presentation and accepts no responsibility for any consequence of their use. The countries listed in this presentation do not imply any view on ADB's part as to sovereignty or independent status or necessarily conform to ADB's terminology.

Outline

- Introduction
- ADB Energy Sector Operations
- Innovative projects
- Financing
- Final Remarks



Energy Sector in Asia: Directions

- Overall energy consumption shifting away from OECD countries to Asia dominated by PRC, India and Southeast Asia
 - Increasing emissions
- Yet, a large number in Asia
 - remain without access to electricity and modern fuels



Energy Sector in Asia: Access

- Without access to electricity
 - Estimated over 400 million in Asia
 - 300 million in South Asia
 - Many more with lower quality of supply
- Overall energy poverty remains high
 - Rural areas and marginalized communities
 - Affects mostly women and children



Energy and Climate Change

- Paris Agreement
 - Almost all ADB countries with operations committed
 - Expand renewable energy and energy efficiency programs
- Opportunity to leapfrog
 - into a low-carbon economy
 - new and high-level technologies



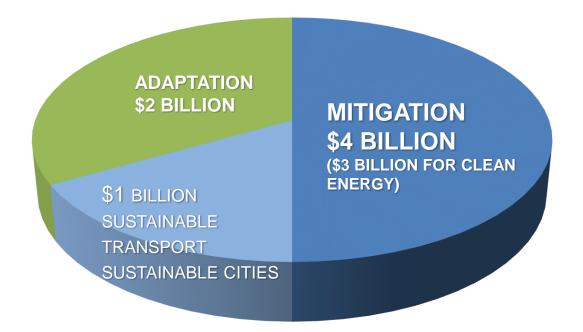
ADB Operations ...

- Deployment of new and advanced technologies
 - help achieve energy access and climate mitigation finance targets
- Energy for All by 2030
- Climate financing \$3 billion by 2020



ADB Operations ...

Climate Financing Phase 1: 2016 to 2020 Investment target of \$6 billion annually by 2020





Workshop on Smart Grid Technologies and Implications for Inclusive Development in Sri Lanka

ADB Energy Sector Projects

 To be aligned with Nationally Determined Contributions

- contribute to achieve SDG 7
 universal energy for all by 2030
- contribute to climate financing



Innovative Projects

- Introduce advanced low emission and emission reduction technologies in major polluting sources
 - industries, transport, urban energy and utilities, agriculture waste
- Use of high temperature low sag conductors in transmission lines
 - High power transfer capacity with low adverse social impact



Innovative Projects ...

- Mobile technology based solar PV systems for small rural households
- Solar-diesel hybrid grids with storage
- Wind farm with controls to respond to bird movements and facilities to dispatch
- Floating solar PV systems



Innovative Projects ...

- Private sector loan to a company using zinc-air battery technology
 - low-cost, long-duration storage and integrated smart-grid features
- Energy access projects
 - utilizing solar rooftops/ micro/ mini-grid solutions coupled energy storage



Expected technological trends

• Power generation

- Distributed renewable energy/floating solar PV
- Energy storage for smoothing energy intermittency

• Transmission and distribution

- Smart grids/mini-micro grid systems with energy storage for frequency regulation
- End use efficiency and demand-side response
 - Smart meters and Internet of Things in the power sector; energy efficiencies in industry, buildings; energy storage for self consumption (behind the meter)
- Trends in transport and other sectors with huge implications in energy sector



Inclusive Development

- Increasing energy access
 - Support for community based systems
 - Electrification along transmission lines/ at generating stations
- Awareness/capacity building
 - Efficient use of energy
 - Scholarship schemes
- Employment opportunities
 - Support for income generation opportunities
 - Encouraging more recruitment



ADB Financing

- ADB accredited to tap Green Climate Fund
 - Central global investment vehicle for climate finance
- Clean Energy Financing Partnership Facility
 - Asian Clean Energy Fund Gov of Japan
 - Clean Energy Fund Gov of Australia, Norway,
 Spain, Sweden and the United Kingdom
 - CEFPF highly effective at leveraging additional financing



- ADB High Level Technology (HLT) Fund
 - To improve project impact and technological capacity of DMCs
- HLT includes
 - smart grids, mass energy storage, energy efficiency, renewable energy,
 - smart cities, waste-to-energy technology, desalination, and remote sensing technology.



• ADB Japan Fund for Joint Credit Mechanism

 Provides financial incentives for the adoption of advanced low carbon technologies in ADB Projects



Challenges

- Resistance for change
 - Cost of technologies
 - Prefers to got through the same path others followed
 - Perceived risks
- Lack of awareness
 - Technologies
 - Applications in similar environments



Overcoming Challenges

- Capacity and awareness building events
- Pilot projects
 - Solar diesel hybrids in Maldives with Kansai Electric
 - Wind/solar diesel hybrids in Bangladesh, Maldives, Nepal, Pakistan, Sri Lanka
 - Carbon Capture and Storage in China, Indonesia
 - Remote mini-grids in Nepal, Maldives, Philippines, Sri Lanka
 - Urban mini-grids in Sri Lanka
 - Solar streetlighting in Nepal
 - Capacity building support for startups based on innovative technologies



Final remarks

- ADB energy sector investments continue to rise
 - About \$6 billion a year
 - Significant level of co-financing with other DPs
- Continues its efforts in introducing new technologies
 - Along with investments in clean energy and energy access improvement
- Provide soft support to create an enabling environment
 - Increase awareness on new and high level technologies
 - Experience sharing
 - Encourage new policies/regulations





Workshop on Smart Grid Technologies and Implications for Inclusive Development in Sri Lanka

3-4 April 2018 • Galle, Sri Lanka

Thank You

email: pwijayatunga@adb.org

