

Craigie Engineering Sales & Services Limited



Torino, September 18, 2014

sent by email

Prof. n. IE001931/PT

Subject: Sale of Siemens Gas Turbine and Generator Package.

Dear Sirs,

IREN Group is one of the major multiutility companies listed on the Italian Stock Exchange and operates in the sectors of electricity, thermal energy for district heating, gas, management of integrated water services, environmental services and services for local authorities.

After an M&A deal, IREN Group has identified some assets for which the group wants to follow a disinvestment strategy.

In particular, IREN Energia is the subsidiary of the group related to power, heat production and technological services.

The subsidiary is the owner of the asset object of the disinvestment.

For the reasons indicated above, IREN Energia would like to sell the stored and never fired Siemens Gas Turbine and Generator package composed by:

- **Gas Turbine SGT5-4000F** (heavy duty, single casing, axial flow design);
- **Air-Cooled Generator SGen5-1000A:**
 - Rating: 328 MVA;
 - Voltage: 20 kV;
 - Frequency: 50 Hz;
 - Speed: 3000 RPM;
 - Power Factor: 0.85;
 - Coolant: Water-to-Air Cooled (TEWAC);
- **Gas Turbine Auxiliary systems:**
 - Gaseous fuel package and Lubrication oil system with lube oil tank;
 - Hydraulic clearance optimization (HCO) package and hydraulic oil package for control system;
 - Air intake system and exhaust gas systems;
 - Noise enclosure for gas turbine and Ventilation system for gas turbine enclosure;
 - Tight fitting noise enclosure for each of the following skids;
 - CO₂ – Firefighting system for turbine unit;
 - Fuel gas system;
 - Gas Turbine Control System;
 - Low Voltage Switchgear.

Iren Energia S.p.A.
Corso Svizzera, 95 - 10143 Torino
Tel. +39 011 5549111 - Fax +39 011 538313
Capitale Sociale i.v. Euro 818.855.779,00
Registro Imprese di Torino,
Partita IVA e Codice Fiscale n. 09357630012

www.irenenergia.it
irenenergia@pec.grupporen.it
Società sottoposta a direzione e
coordinamento dell'unico socio Iren S.p.A.
Partita IVA e Codice Fiscale n. 07129470014



Registered in Scotland: No 373875
Tel: +44 (0)7802 916577
E-mail: mike@cess.co.uk
Homepage: <http://www.cess.co.uk>

Registered Office:
45 Hamnavoe, Stromness,
Orkney Islands, U.K.
KW16 3JQ

Here below you can find the selling procedure:

- acceptance of the Non-Disclaimer Agreement (NDA, attached);
- sending of technical information of the Gas Turbine and Generator package the same day IREN Energia receives the NDA duly filled and signed (by September 30, 2014);
- submission of your non-binding offer (by October 20, 2014);
- granting access to a virtual data room with documents and information related to further technical and commercial information;
- optional visits of the site where the Gas Turbine and Generator package is stored (all cost and expense borne by you). The date(s) available will be notified by IREN Energia;
- signing of a Letter of intent / binding offer (by November 15, 2014);
- signing of the Sale and Purchase Agreement (by December 15, 2014).


If you are interested in further information related to the sale, please return the attached NDA duly filled and signed to the email address gasturbineforsale@gruppoiren.it.

Thanks for your attention



IREN Energia S.p.A.
L'AMMINISTRATORE DELEGATO
(dott. Giuseppe BERGESIO)

Attachments: Non-Disclaimer Agreement



Iren Energia S.p.A.
Corso Svizzera, 95 - 10143 Torino
Tel. +39 011 5549111 - Fax +39 011 538313
Capitale Sociale i.v. Euro 818.855.779,00
Registro Imprese di Torino,
Partita IVA e Codice Fiscale n. 09357630012

www.irenenergia.it
irenenergia@pec.gruppoiren.it
Società sottoposta a direzione e
coordinamento dell'unico socio Iren S.p.A.
Partita IVA e Codice Fiscale n. 07129470014



Registered in Scotland: No 373875
Tel: +44 (0)7802 916577
E-mail: mike@cess.co.uk
Homepage: <http://www.cess.co.uk>

Registered Office:
45 Hamnavoe, Stromness,
Orkney Islands, U.K.
KW16 3JQ