

PROJECT ANNEX 1

TO THE AGREEMENT BETWEEN THE DEPARTMENT OF ENERGY OF THE UNITED STATES OF AMERICA AND THE MINISTRY OF INDUSTRY, COMMERCE, ENERGY AND MINES OF THE KINGDOM OF MOROCCO CONCERNING COOPERATION IN ENERGY EFFICIENCY AND RENEWABLE ENERGY

The Department of Energy of the United States of America ("DOE") and the Ministry of Industry, Commerce, Energy and Mines of the Kingdom of Morocco ("MEM"), hereinafter referred to as the "Parties":

Noting the Agreement between the Department of Energy of the United States of America and the Ministry of Industry, Commerce, Energy and Mines of the Kingdom of Morocco Concerning Cooperation in Energy Efficiency and Renewable Energy, signed October ____, 2000 (the "Umbrella Agreement");

Noting further that Article V of the Umbrella Agreement contemplates the execution of Project Annexes to undertake cooperative activities within the framework of the Umbrella Agreement; and

Believing that effective collaboration by the Parties in the fields of energy efficiency and renewable energy will contribute to sustainable development, promote global environmental protection, and stimulate the market in the Kingdom of Morocco for energy efficiency and renewable energy technologies;

Have agreed as follows:

ARTICLE I Objective

- A. The objective of this Project Annex is to undertake cooperation in, but not limited to, the following areas:
 - 1. Computer software and training on building energy analysis, hybrid power system optimization and simulation, and isolated mini-grid optimization software;

2. Development of a national plan for the Kingdom of Morocco for renewable energy and/or energy efficiency, with an emphasis on clean technology and rural development;
 3. Exchanges of scientists to further develop the Kingdom of Morocco's capacity in the areas of energy efficiency and renewable energy; and
 4. Reorganization of the Ministry of Industry, Commerce, Energy and Mines of the Kingdom of Morocco.
 5. Technical assistance in the development of a training program in the areas of energy efficiency and renewable energy, for implementation at two schools (Rabat, Marrakech) under MEM's direction. This program will benefit from the assistance of state government agencies specializing in energy. The training program shall be offered both to Moroccan nationals and to nationals of other African countries eligible under the laws of both Parties' countries to receive such training.
- B. This Project Annex is subject to the Umbrella Agreement. In the event of any conflict between the terms of the Umbrella Agreement and this Project Annex, the Umbrella Agreement shall govern.

ARTICLE II Participating Organizations

Each Party may invite other government agencies and private organizations in its respective country to participate in cooperative activities under this Project Annex, at their own expense and on such terms and conditions as the Parties may specify. For the MEM, such agencies and organizations may include the National Center for the Development of Renewable Energy (CDER) in Marrakech. For the DOE, such participating organizations may include the United States Agency for International Development, the National Renewable Energy Laboratory (NREL), Lawrence Berkeley National Laboratory, and the Export-Import Bank.

ARTICLE III Management

Each Party shall designate a Coordinator to provide technical management of and oversee activities under this Project Annex. Each task undertaken under this Project Annex shall be described in a work plan that is approved by both Coordinators, each of whom shall designate a Co-Project Officer for that specific task.

ARTICLE IV
General Provisions

- A. This Project Annex shall enter into force upon signature and shall remain in force for five (5) years or until termination of the Umbrella Agreement, whichever occurs first. This Project Annex may be amended or extended by written agreement of the Parties, so long as the Umbrella Agreement remains in force.

- B. At the discretion of either Party, this Project Annex may be terminated upon six (6) months' advance written notice to the other Party.

SIGNED at _____, this 16 day of October, 2000, in duplicate, in the English and Arabic languages, each text being equally authentic.

**FOR THE DEPARTMENT OF ENERGY
OF THE UNITED STATES OF AMERICA:**

**FOR THE MINISTRY OF INDUSTRY,
COMMERCE, ENERGY AND MINES
OF THE KINGDOM OF MOROCCO:**

