

Cloghaneleskirt Wind Farm

EII Scheme & Preliminary tax

EII is a deduction against total income (salary, pension, rent). Earn immediate benefit from the EII relief by reducing your preliminary tax bill at 31st October 2016.

Unique EII investment opportunity

Cloghaneleskirt Wind Farm Limited ('Cloghan') presents an opportunity to invest in the construction of Cloghaneleskirt Wind Farm ('the Wind Farm') and the generation of electricity for sale to the National Grid via power purchase agreement. The Promoters, Mr Peter and Mrs Helen O'Brien, have already committed €0.6m to the project. The Promoters have assembled a first-class team of advisors for the project.

Project Status

Land in County Kerry on which the turbines and on-site substation are to be constructed is held by one of the Promoters, Helen O'Brien. The land will be subject of a lease agreement with the option to acquire a freehold interest if required. Separate conveyancing and wayleave agreements have been secured for access purposes. The project has capacity for five wind turbines which could generate 2.3 MW each. Turbines are to be provided by Enercon, a manufacturer based in Germany and planning permission has been obtained from Kerry County Council. A grid connection offer is secured and power purchase agreement (PPA) has been entered into with a third party licensed electricity supplier.

Output

The Wind Farm will be located in County Kerry beside two existing operations. The predicted long term wind speeds range on average between 8.0m/s to 8.4m/s indicate a strong wind site. The development of four other wind farm projects in the area for connection to the same substation at Cloghaboola confirms the suitability of the site.

Financial Close and Operations

The funds will facilitate the Wind Farm reaching financial close in Q1 2017. The developers will then seek to complete the construction of the proposed Wind Farm and be operational in Q4 2017, generating electricity for sale to the National Grid via PPA.

Fund Return

A Put Option Agreement will be put in place between the nominee company and Cloghan which will require the Company to purchase the shares at any time after four years from the date of first allotment of the shares. Arrangements will also be put in place to allow the build-up of a sinking fund to repay the EII investors. Alternatively, refinancing may be arranged. The target investor return is projected to be 15% (incl. tax relief).

Sample Investment*

EII Investment	€50,000
30% Tax Relief	€15,000
10% Tax Relief	€5,000
Net Cost	€30,000
Target Exit Value	€58,233
Exit Value + tax Relief	€78,233
Target IRR	15%

**The calculation of the return and the investment term is based on the current EII legislation*



Further Information

An EII Prospectus is available.

BVP is managing the EII nominee company investing in Cloghan.

Contact us on 01-6572900.