



# **EQONIC Flex**

**Enabling Clean Energy Through  
Subscription Ownership**

# PPA has been the long-standing contender in breaking the barrier to decarbonisation

“In 2024, **the UK PPA market doubled in size** compared to 2023, adding more than 2 GW in new agreements. This growth positioned the UK as Europe’s third-largest PPA market after Spain and Poland, driven by a significant route-to-market offshore wind deal and multiple hybrid PPAs. The number of PPAs signed increased to 27 in 2024, up from 20 in 2023. Major corporate buyers included the IT sector (Amazon and data centres), water utilities (Yorkshire Water and Anglian Water), and retail companies (Sainsbury’s, Tesco, and Co-op).”

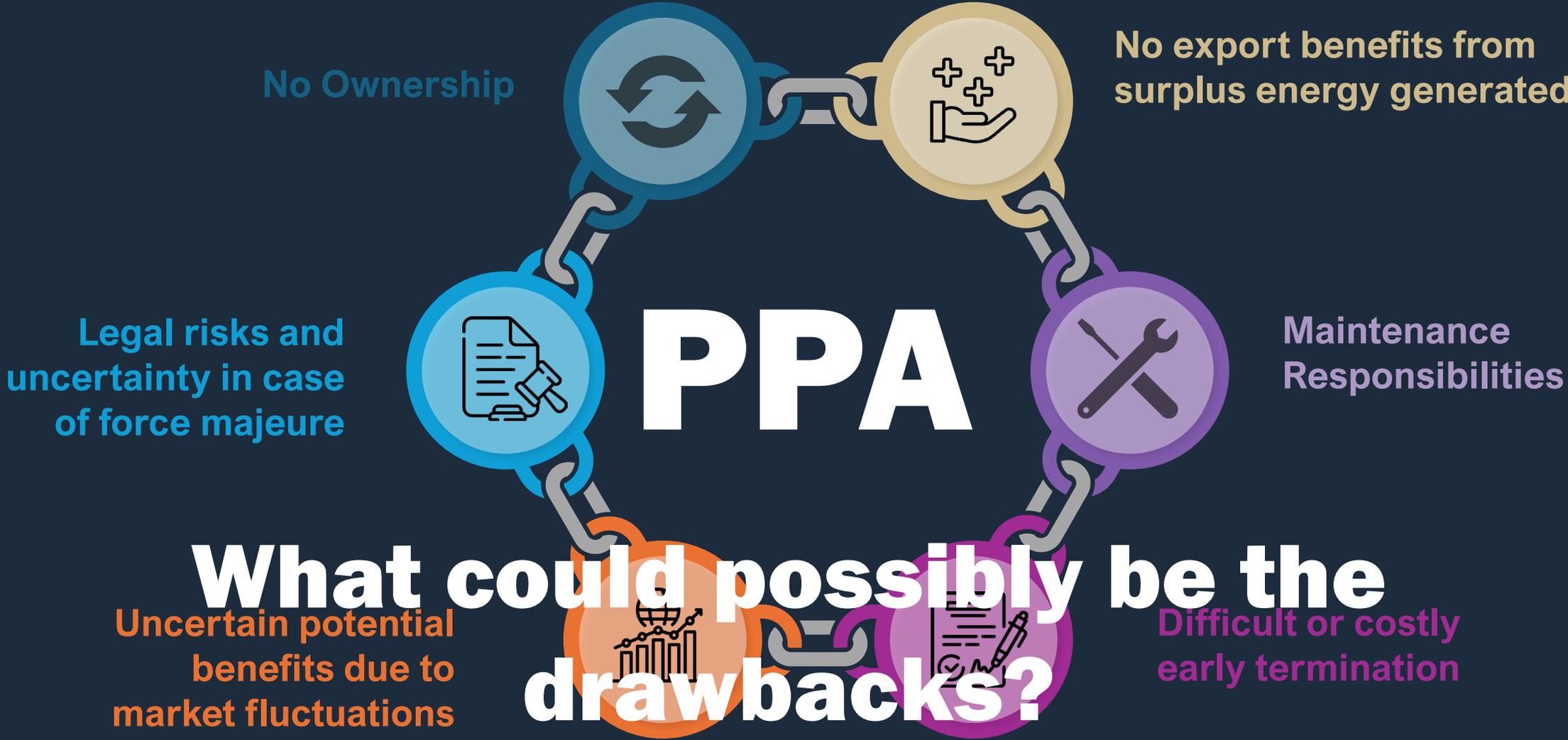
UK PPA market doubles, with new onshore wind projects in England competitive with CfD | Veyt

“The global Power Purchase Agreement (PPA) Market size was valued at approximately **USD 28.90 Billion in 2024** and is projected to reach **USD 33.47 Billion in 2025**, growing to **USD 108.38 Billion by 2033**, with exhibiting **CAGR of 15.82%** during the forecast period.”

Power Purchase Agreement (PPA) Market Share | Insights 2033

“The European renewable energy Power Purchase Agreement (PPA) market demonstrated strong recovery in 2024, **with nearly 19 gigawatts (GW) of new capacity contracted**, according to the latest Europe Renewables PPA Tracker report released by Wood Mackenzie. The report highlights a surge in PPA activity, with Spain and Germany leading the market, accounting for 30% of total capacity. Poland, the UK and Greece entered the top five across all deal types (corporate, route-to-market and utility).”

European renewable PPA market sees 19GW of new capacity contracted in 2024 | Wood Mackenzie



# Risks often associated with PPA

## 1 Project Development Risk

The plant may not be built on time, leaving the buyer committed to electricity that doesn't yet exist.

## 2 Market Price Risk

Growing renewable supply pushes down electricity prices during peak generation hours, making the PPA price increasingly above-market.

## 3 Indexation Mismatch Risk

A mismatch between the price index in the PPA and the buyer's supply contract creates an unintended financial gap.

## 4 Shape risk

Renewable energy is generated at times that does not match when the buyer actually needs it.

## 5 Imbalance/Forecasting Risk

When actual output differs from forecasts, penalty charges are triggered by the grid operator.

## 6 Volume risk

Uncontrollable factors like weather can cause the asset to produce less electricity than expected.

## 7 Credit risk

The supplier may become financially unable to deliver electricity at the agreed price over the contract's lifetime.

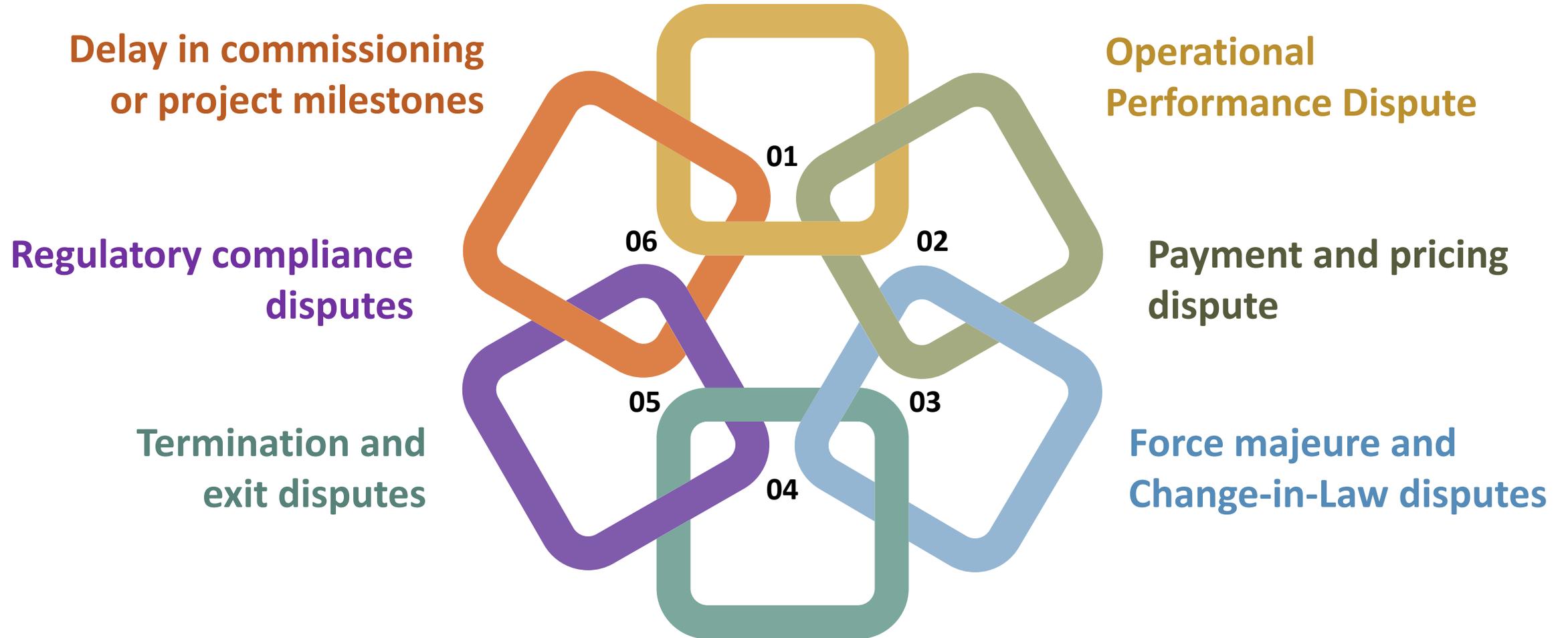
## 8 Accounting Treatment & Contractual Structure Risks

The PPA structure may trigger unintended consequences in the buyer's financial reporting.

## 9 Changes in law and regulatory risks

Policy or regulatory changes during the contract could alter the economics of the deal for either party.

# Common legal disputes surrounding PPA



The financing model needs to evolve. It needs...

transparency

one-stop shop

**EQONIC®**

ownership **FLEX**

benefit from export

certainty

flexibility