## Task-4

**Inference Report**: Use of Renewable Energy for Rural Electrification

<u>Article Reference:</u> "Nigeria strikes \$200 million deal to power rural areas with renewable mini grids" – Reuters, March 10, 2025.

<u>Source:</u> https://www.reuters.com/world/africa/nigeria-strikes-200-million-deal-power-rural-areas-with-renewable-mini-grids-2025-03-10

## **Summary of the Article:**

Nigeria has entered into a \$200 million agreement with WeLight, a pan-African Distributed Renewable Energy (DRE) company, to install hundreds of renewable mini grids across rural and peri-urban regions. This initiative aims to increase Nigeria's renewable energy share in its electricity mix from 22% to 50%, enhancing electricity access for approximately 1.5 to 2 million people and stimulating local economies. The project is supported by the World Bank and the African Development Bank.

## Inferences:

- Economic Growth and Job Creation: The deployment of mini grids is expected to stimulate local economies by providing reliable electricity, enabling businesses to operate beyond daylight hours, and creating job opportunities in the installation and maintenance of these systems.
- 2. **Educational Improvements:** Access to consistent electricity will facilitate evening study sessions for students, potentially leading to improved educational outcomes in rural communities.
- 3. **Health Sector Enhancement:** Reliable power supply can improve healthcare services by ensuring the operation of medical equipment, refrigeration of vaccines, and lighting in healthcare facilities.
- 4. **Environmental Impact:** Increasing the share of renewable energy in the national grid contributes to environmental sustainability by reducing reliance on fossil fuels and lowering greenhouse gas emissions.
- 5. **Scalability and Replicability:** The success of this project could serve as a model for other African nations, demonstrating the feasibility and benefits of renewable mini grids in rural electrification.

## **Conclusion:**

The collaboration between Nigeria and WeLight represents a significant step towards sustainable rural development through renewable energy. By addressing energy access, economic development, education, and healthcare, this initiative showcases the multifaceted benefits of renewable energy solutions in rural electrification.