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Wind power has also received government support through the Renewable Energy Independent Power Producer Procurement program. Under this program, the government is targeting to achieve 8.4 GW of installed wind capacity by 2030.

Honduras

Since 2010, the installed base of energy generation capacity in Honduras increased from 1.5 GW to 1.6 GW in 2013, or a CAGR of 3%. The chart below shows Honduras' generation capacity fuel mix as of year-end 2013.

Fuel type	Percentage
Oil	55.4%
Hydro-electric	32.7
Wind	6.2
Gas	4.4
Coal	1.3
Total	100.0%

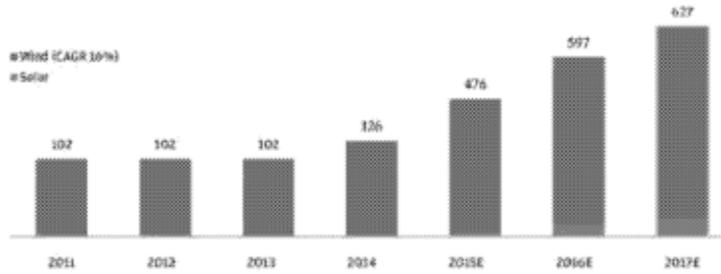
Retail electricity prices have risen in Honduras at a CAGR of 8% over the past seven years. We expect retail electricity prices in Honduras to continue to rise, primarily due to increasing costs of conventional sources of energy and overall demand for energy and the removal of government subsidies available to conventional energy sources.

Honduras' renewable power market has experienced growth over the last three years, with the cumulative installed capacity of renewable energy sources increasing from 527 MW in 2010 to 640 MW in 2013. Renewable energy accounted for 90% of the overall energy capacity growth from 2010 to 2013.

The cumulative installed capacity of hydro-electric energy in Honduras grew from 527 MW in 2010 to 538 MW in 2013. The cumulative installed capacity of wind energy in Honduras grew from 0 MW in 2010 to 126 MW in 2014.

The chart below shows the cumulative solar and wind energy generation capacity from 2010 to 2017:

Honduras cumulative solar and wind energy generation capacity (in MW), 2010-2020



Source: Bloomberg New Energy Finance