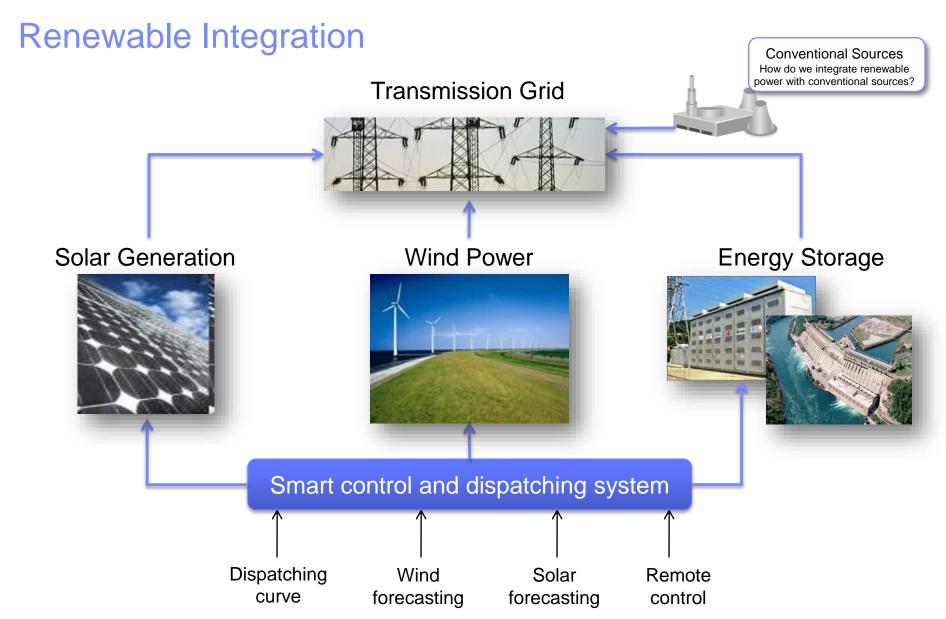


IBM Energy & Utilities Perspectives of Network Flexibility and Renewables



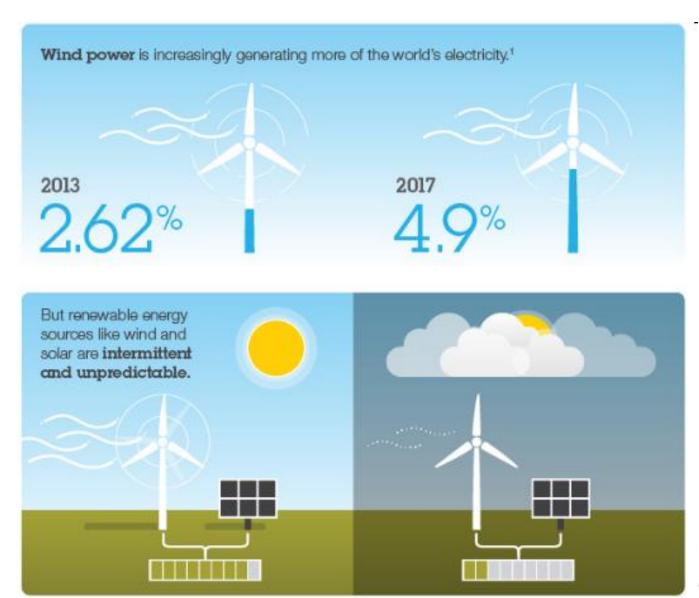




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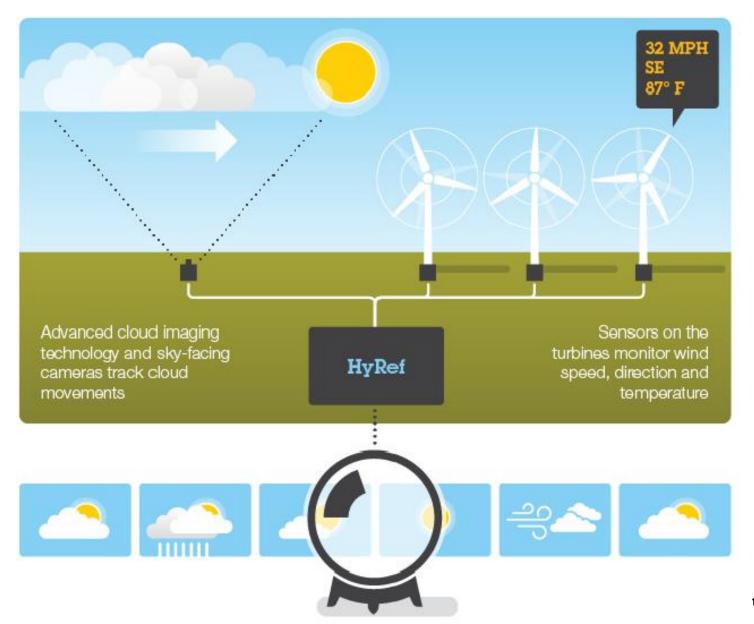
Sophisticated Weather Forecasting and Analytics Matures Renewable Energy Market



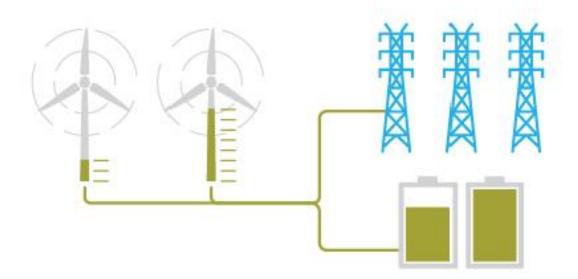
A solution

The Hybrid Renewable Energy Forecasting solution (HyRef) uses data gathered from monitoring devices and analytics technology to produce accurate local weather forecasts within a wind farm as far as one month in advance, or in 15-minute increments.





With this level of insight, utilities can **better manage** the variable nature of wind and solar, and more accurately forecast the amount of energy that can be redirected into the power grid or stored.



Understanding the value

HyRef can increase the amount of renewable

power generation integrated in the grid by

10%

where otherwise this energy would be lost.²





Global Wind Energy Council

^{8.5} Based on the Zhangbei 700MW Demonstration Project



How does Analytics enable the Smarter Energy future

- A coordinated, global Smarter Energy team within IBM Research across nine global Research labs and >45 additional locations, worldwide
- Creating differentiated and re-usable "first-of-a-kind" technologies and solutions
- Working in partnership with government, industry associations, academia, and IBM clients

Key research projects in areas such as:



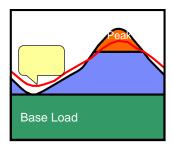
GRID OPERATIONS

- Outage planning and Response Optimization
- Field Force Optimization
- Electric vehicle integration
- Asset Management Optimization
- Condition-based maintenance



PORTFOLIO PLANNING

- Wind/solar farm layout
- Condition-based maintenance
- Power forecasting



DEMAND MANAGEMENT

- Demand planning and load forecasting
- Demand response
- Transactive control



BEHAVIORAL MODELING

- Social computing
- Simulation of agents
- Preference modeling
- Energy use scheduling



Meter Data Analytics Scenarios

OPPORTUNITY AREAS

Taking advantage of the world's largest database of interval electricity consumption data, a strategic asset for the Province of Ontario.



Conservation & Demand Management

- TOU impacts assessments
- Rate design analysis
- Program effectiveness
- Individual customer recommendations



Distribution Service Reliability

- SAIFI / CAIDI calculations
- Distribution Planning



Market Enablement

- Consumer Education
- Retailer program design
- Bilateral contract risk management
- Participant bids/offers inputs



Loss Identification

- · Tamper flag analysis
- Energy balancing
- Theft analytics: voltage, pattern recognition,...

POTENTIAL USERS

- LDCs
- Retailers
- Energy service providers
- IESO

- OEB
- OPA
- Generators & Other Market Participants
- Universities

GENERAL BENEFITS

- Province-wide perspectives
- · Economies of scale
- Enhanced analysis and capabilities
- Consumer education



IBM Canada Research and Development Centre

- Launched April 10, 2012
- Southern Ontario Smart Computing Innovation Platform (SOSCIP)
- Highly dependent on collaboration for success
 - Strong University partners
 - Outreach to industry (SMEs) across Ontario
- \$210M Project
 - IBM invests in Computing Infrastructure; 145 new positions
 - Government partnership \$20M Federal; \$15M Provincial
 - 3 year project timeframe
- Analytics Driven / Skills Transfer (HPC and Cloud)
 - To the wider academic community
 - To Ontario's industry

