

Table of Contents**9. Asset retirement obligation**

In US dollar	2015	2014
Opening balance	420,820	-
Capitalized in property, plant and equipment	—	402,934
Accretion	7,744	17,886
Effect of movement in exchange rates	(20,529)	—
	408,035	420,820

An asset retirement obligation was recorded due to a contractual obligation to remove all structures and other improvements from the leased property in such a manner that normal farming operations can be conducted on the property. The major parts of the carrying amount of the obligation relate to disposal of tower sections, removal of rebar, grid interface material recovery and MV cable extraction. The Company determined the obligations, based on detailed estimates, adjusted for factors that an outside third-party would consider (i.e. inflation, overhead and profit), escalated to the estimated closure dates and then discounted using a credit-adjusted risk-free interest rate of 13%. The Company has the obligation to remove the wind turbines and related equipment from the property at the end of the lease period. The remaining lease period is 23 years at 31 March 2015. The accretion of the liability and the amortization of the property and equipment will be recognized over the estimated lives of the assets.

10. Accounts payable

In US dollar	2015	2014
Trade payables	3,581,877	3,689,723

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers.

Trade payables relating to the Engineer, Procure and Construct ("EPC") contractor amounting to \$3.5M and \$3.7M will only be paid upon final completion of the project and are included in trade payables at 31 March 2015 and 31 December 2014 respectively.

11. Distribution payable

In US Dollar	2015	2014
Net distributions to members	8,674,775	—
Effect of movement in exchange rates	(386,718)	—
Distribution payable	8,288,057	—

A dividend was declared to the shareholders of the Company in March 2015 by Klipheuwel-Dassifontien Wind Energy Facility USD4.9M, Sevenstones 159 USD1.7M and Limarco 77 USD1.7M.

12. Revenue

In US dollar	2015	2014
Sale of electricity	6,161,527	3,185,312

Revenue is generated from the sale of electricity in South Africa to Eskom Holdings SOC Limited. The Company has Power Purchase Agreements with Eskom Holdings SOC Limited, backed by the Government of the Republic of South Africa, each for a period of 20 years after the scheduled Commercial Operation Date.