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Rental expenses incurred under operating leases for the three months ended March 31, 2014 and 2015 were US\$14 and US\$16 respectively.

Legal Proceedings

The Combined Entity is the party in one arbitration and the defendant in one lawsuit with one vendor who is the wind turbine and maintenance service provider to the Combined Entity. The vendor filed the arbitration and lawsuit against Honiton Baotou and Honiton Xilingguole in the PRC on August 21, 2014 and January 23, 2015, respectively, seeking claims in the amount of US\$1,327 and US\$10,683 for the provision of maintenance service and sales of wind turbine and relevant interests, respectively. The arbitration and lawsuit are in preliminary stage and US\$1,060 and US\$8,367 was accrued based on management's best estimate of the probable outcomes as of March 31, 2015. In addition, cash in bank in the amount of US\$1,718 was restricted for the arbitration and lawsuit as of March 31, 2015. On January 14, 2015, Honiton Baotou filed a claim against the vendor in the arbitration, seeking a claim in the amount of US\$1,092 for the overpaid maintenance service fee and relevant interests. Each of Honiton Baotou and Honiton Xilingguole filed an arbitration against this vendor on March 9, 2015, seeking claims in the amount of US\$2,288 and US\$1,062 for the undelivered spare parts and relevant interests, respectively.

9 Subsequent events

On May 5, 2015, Honiton Energy Caymans Limited entered into share purchase agreements to sell its interests in the Combined Entity to a subsidiary of TerraForm Global, Inc., an indirect subsidiary of SunEdison, Inc., for US\$105 million in cash, subject to adjustment upon the closing of the share purchase. According to the share purchase agreement, the purchase price shall be reduced by an amount equal to the aggregate of all Leakage Amounts.

Management has considered subsequent events through June 9, 2015, which was the date the condensed combined financial statements were available to be issued.