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The applicable Indian statutory tax rate for the tax quarter ended 2015 is 34.61%. Income tax credit differed from the amounts computed by applying the statutory Indian income tax rate of 34.61% to profit/(loss) before income taxes.

	<b>For the quarter ended March 31, 2015</b>
Income tax at Indian statutory rate	34.61%
Increase (reduction) in income taxes:	
Impact of valuation allowance	1.37%
Impact of tax holidays	24.72%
Effective tax benefit rate	60.70%

**Significant components of deferred taxes**

The significant component of deferred tax assets and liabilities for the quarter ended March 31, 2015 and year ended December 31, 2014 are as follows:

	<b>As of March 31, 2015</b>	<b>As of December 31, 2014</b>
Deferred tax assets:		
Asset retirement obligations	32,919,614	32,162,935
Total deferred tax assets	32,919,614	32,162,935
Deferred tax liabilities:		
Property and equipment	170,069,839	199,340,895
Total deferred tax liabilities	170,069,839	199,340,895
Valuation allowance	32,919,614	32,162,935
Net deferred tax liabilities	170,069,839	199,340,895

The Companies have unabsorbed depreciation for Indian income tax purposes of INR 689,407,664 as at March 31, 2015 and INR 592,181,412 as at March 31, 2014 which are available to offset future taxable income, if any, over an indefinite period. The Companies have a minimum alternate tax credit of INR 34,576,107 as at March 31, 2015 which are available to offset future taxes expire during the period from March 31, 2019 and March 31, 2022. The minimum alternate tax rate is 19.05%. A deferred tax asset has not been recognized since the amounts are forecasted to be utilized during the Companies' tax holiday periods and have no overall impact.

The Companies have a tax holiday which expires 15 years from the date of commissioning of the wind energy system and is available for a 10 year period starting from the date on which the project entity starts claiming the holiday. The tax holiday provides for a zero percent tax rate during the years it applies. The 10 year tax holiday periods apply from March 31, 2012, March 31, 2015 and March 31, 2018 for GEI, ENRE and ENWP, respectively. The tax holiday ends on March 31, 2022, March 31, 2025 and March 31, 2028 for GEI, ENRE and ENWP, respectively.

The change in valuation allowance is INR 756,680 during the quarter ended March 31, 2015.

The 2014 and 2013 tax years remain open to examination by tax authorities.

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