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9. Notes and loans payable

To finance the development, construction and completion of the Project, the Company entered into four loan arrangements on April 20, 2012 for a total aggregate principal amount of up to US\$91,500,000. Notes and loans payable are denominated in US dollars and were as follows:

	Interest rates prevailing at		March 31, 2015	December 31, 2014
	March 31, 2015	December 31, 2014		
Nederlandse Financierings-Maatschappij Voor Ontwikkelingslanden N.V. (FMO Senior)	7.28%	7.28%	\$26,220,799	\$ 26,758,615
Société de Promotion et de Participation pour la Coopération Économique (PROPARCO)	7.21%	7.21%	24,816,111	25,325,117
Deutsche Investitions-und Entwicklungsgesellschaft MBH (DEG)	8.17%	8.17%	23,411,428	23,891,620
Nederlandse Financierings-Maatschappij Voor Ontwikkelingslanden N.V. (FMO Subordinated)	12.50%	12.50%	11,240,540	11,471,796
Principal			85,688,878	87,447,148
Less – Deferred borrowing costs			(3,470,061)	(3,611,031)
			82,218,817	83,836,117
Less – Maturity of one year or less			(4,749,390)	(4,395,670)
Principal			\$77,469,427	\$ 79,440,447

FMO acted as the "Lead Arranger" in the Project financing. The provisions of the loans are included in the "Common Terms Agreement", the "Master Account Agreement", the "Equity Contribution and Share Retention Agreement", and the four "Loan Agreements". The loan documents establish affirmative, negative and financial covenants for the Company.

The loans are secured by the Project and all its assets, with Citibank, N.A. acting as offshore security trustee and Banco de America Central, S.A. (BAC) acting as onshore security trustee.

As of March 31, 2015 accrued interest and fees payable on the loan agreements amount to US\$292,375 (December 31, 2014: US\$ 318,268).

Refer to a discussion of restricted cash conditions under the credit agreement as explained in Note 3 above.

10. Income tax and deferred income tax

Eolo was granted a seven-year exemption on corporate income taxes starting on November 12, 2012.

The Company calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the interim condensed statement of comprehensive income are:

	For the three months ended	
	March 31, 2015	March 31, 2014
Current income tax expense	\$ —	\$ —
Deferred income tax expense relating to origination and reversal of temporary differences	305,584	303,128
Income tax expense recognized in statement of comprehensive income	\$ 305,584	\$ 303,128

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