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Orosi could therefore be exposed to fines per article 4.9.1 of the PPA contract with ICE for approximately US\$2,550,000. Based on information available as of the date of these financial statements, management believes that such fines are probable in nature and they have thus accrued in the accompanying March 31, 2015 statement of financial position.

5. Prepaid sales tax

As of March 31, 2015, the Company reflects an asset for an amount of US\$7,290,086 (2014: US\$7,153,071) in its financial statements which is related to sales taxes paid. Out of this balance, US\$7,022,301 relates to taxes for the import of the generation equipment for the Project. The Company filed a request with the Ministry of Treasury to obtain exempt purchase orders for the import of the equipment necessary for the Project's construction. This request, however, was denied. This application, however, was denied. Orosi was therefore forced to pay all of the sales taxes for the imports.

On February 12, 2015 the Company filed a claim against the State of Costa Rica through an ordinary process that would allow for the recovery of these taxes plus interest. In the meantime, the Company will use the taxes paid as tax credits to be offset against taxes collected from the sale of energy. Because the Company believes that it is probable that it will ultimately recover such prepaid sales tax amounts, it has reflected these amounts as a prepaid amount in its financial statements and not as an incremental component of the project construction.

6. Intangible assets

The Company accounts for the construction of the wind park under the intangible asset model contemplated in IFRIC 12 Service Concession Arrangements, an interpretation from International Financial Reporting Standards. Construction of the wind park began in December 2013. The intangible asset balance as of March 31, 2015 and December 31, 2014 is as follows:

	March 31 2015	December 31 2014
Construction revenue during 2015	\$ 11,952,020	\$ —
Construction revenue during 2014	94,519,373	94,754,166
Construction revenue during 2013	4,752,567	4,752,567
Restoration Obligation during 2014	234,793	—
	\$ 111,458,753	\$ 99,506,733

Construction costs in the three-month period ended March 31, 2015 associated to revenue amount to a total of US\$10,179,515 (March 31, 2014: US\$ 1,256,955).

As of March 31, 2015 the Company accrues a liability for construction costs of US\$17,027,880 (December 31, 2014: US\$10,846,303) over completed construction work for which the sub-contractor Gamesa has not yet billed the Company as of that date.

Management has estimated the overall percentage of completion of the Project to be 98% as of March 31, 2015 (December 31, 2014: 90%). It is also expected that the Project will begin operations in early July 2015.

Finance costs of US\$3,809,800 were capitalized in the three months period ended March 31, 2015 (December 2014: US\$2,259,121) with respect to the Project construction based on an average effective interest rate of 6.50% (December 2014: 6.18%) of the corresponding loans obtained to finance construction.