

Table of Contents**11. Taxes payable**

The composition of taxes payable is as follows:

|  | 12/31/14 | 12/31/13 | 01/01/13 |
|--|----------|----------|----------|
| Income and social contribution taxes (IRPJ and CSLL) | 4,843    | 2,829    | 2,829    |
| Federal sales taxes (PIS and COFINS)                 | 1,425    | 1,220    | 1,205    |
| Other taxes  | 326      | 347      | 266      |
| Total  | 6,594    | 4,396    | 4,300    |

**12. Prepaid and recoverable taxes**

The balances of prepaid and recoverable taxes consist of the following:

|  | 12/31/14 | 12/31/13 | 01/01/13 |
|--|----------|----------|----------|
| Income and social contribution taxes (IRPJ and CSLL) | 3,266    | 925      | 469      |
| Federal sales tax (PIS and COFINS)                   | 1,254    | 573      | 668      |
| Others   | 728      | 707      | 197      |
| Total  | 5,248    | 2,205    | 1,334    |
| Current  | 3,037    | 1,257    | 428      |
| Noncurrent   | 2,211    | 948      | 906      |
| Total  | 5,248    | 2,205    | 1,334    |

**13. Commitments for social and environmental costs**

The Group provides for commitments for social and environmental costs in current and noncurrent liabilities, and capitalizes such costs in fixed assets over the projects' construction periods. After plant startup, such costs are reviewed and are added or deducted from the cost of the related fixed asset in the period that it is adjusted.

|   | 12/31/13 | Addition | Payment | Interest | 12/31/14 |
|---|----------|----------|---------|----------|----------|
| Commitment for social and environmental costs | 2,017    | 5,073    | (2,020) | 837      | 5,907    |
| <u>Classified as:</u>                         |          |          |         |          |          |
| Current                                       | 2,017    |          |         |          | 3,685    |
| Non current                                   | —        |          |         |          | 2,222    |
| Total   | 2,017    |          |         |          | 5,907    |

**14. Parent's net investment and related party transactions**

The separate legal entities that comprise the Group are not held by a single legal entity. As such, Parent's net investment is shown in lieu of shareholders' equity in these combined financial statements. Parent's net investment represents the cumulative net investment by Renova in the Group through that date. The impact of transactions between the Group and Renova that were not historically settled in cash, including certain intercompany loans, are also included in Parent's net investment.

The following summarizes the Group's transactions with its parent Renova.

*Allocated expenses from Parent*—As discussed in note 2, during the periods presented, the Group functioned as part of the larger group of companies controlled by Renova, and accordingly, Renova performed certain