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observable data on either the gross or the net carrying amount. In addition, the accumulated depreciation or amortization is the difference between the gross and carrying amounts of the asset. IAS 24 Related Party Disclosures.

- *IAS 24 Related Party Disclosures.* The amendment is applied retrospectively and clarifies that a *management* entity (an entity that provides key management personnel services) is a related party subject to the related party disclosures. In addition, an entity that uses a management entity is required to disclose the expenses incurred for management services.
- *IAS 40 Investment Property.* The description of ancillary services in IAS 40 differentiates between investment property and owner-occupied property (i.e., property, plant and equipment). The amendment is applied prospectively and clarifies that IFRS 3, and not the description of ancillary services in IAS 40, is used to determine if the transaction is the purchase of an asset or business combination.

The Company has not yet evaluated the impact that the aforementioned new accounting standards will have on its financial statements.

6. Cash and restricted cash

	2014	2013
Unrestricted cash:		
Banks	\$ 4,463,157	\$ 3,129,324
Petty cash	5,188	5,726
	<u>\$ 4,468,345</u>	<u>\$ 3,135,050</u>
Restricted cash in banks:		
Current	15,197,262	14,944,204
Non-current	18,171,075	18,188,292
	<u>\$ 33,368,337</u>	<u>\$ 33,132,496</u>

Cash deposited in bank accounts earns interest based on daily rates determined by the corresponding banks.

Cash balances for US\$33,368,337 and US\$33,132,496 as of December 31, 2014 and 2013, respectively, are restricted under the financing documents between Energía Eólica and the Lenders (Note 10). Under the terms of its debt agreements, the Company has a series of restricted bank accounts both "on-shore" in Honduras, and also off-shore. Cash receipts from operations are initially deposited directly into these restricted accounts and then based on contractually agreed provisions are allocated into a series of sub-accounts, restricted for specific operational and other purposes including, but not limited to, construction, debt service, major maintenance, insurance, and shareholders distributions. Except as expressly provided in those debt agreements, the restricted bank accounts are under the control of a trustee and the Company has the right to withdraw or transfer funds only as expressly provided in those debt agreements.

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