



Investor Update – September 30, 2015

Solar Flow-Through 2014-I Limited Partnership

2014 LP Snapshot

- ❖ Distributions for unitholders scheduled to commence December 31, 2016.
- ❖ Liquidity event for unitholders scheduled for Q1 2017.
- ❖ Development of FIT 3.1 Projects underway.
- ❖ FIT 4 applications to be submitted to IESO for contract award on October 5, 2015.

Overview

The investment objective of the Solar Flow-Through 2014-I Limited Partnership (**2014 LP**) is to develop income tax deductions to investors during the start-up, development and construction phases, and steady income upon commencement of commercial operations. The 2014 LP raised \$9,868,000 (**2014 Proceeds**) in December 2014. The 2014 LP has a targeted income distribution of 8% per annum targeted for December 31, 2016 (i.e. 24 months from the closing).

Use of Funds

\$9,127,900 representing 92.5% of the 2014 Proceeds was to be incurred on Canadian Renewable and Conservation Expenses (**CRCE**). The 2014 LP did a renunciation for CRCE for the \$9,127,900 (**CRCE Proceeds**) prior to 2014 year-end. Through the first three quarters of 2015, a portion of CRCE Proceeds – which were renounced in 2014 – have been incurred in the following manner:

- The continued development of the Feed-in-Tariff (**FIT**) 3.1 projects originally secured by the Solar Flow-Through 2012-I Limited Partnership (**2012 LP**) together with the Solar Flow-Through 2013-I Limited Partnership (**2013 LP**),
- To perform due diligence, secure leases and develop project proposals for the FIT 4 contract application window.

FIT 3.1 Contracts – Development Underway & On Going

In Q2 2015, the IESO awarded over 100 FIT 3.1 contracts for approximately 30 MW DC to entities controlled by the 2014 LP together with the 2012 LP and the 2013 LP (**FIT 3.1 Projects**).

Initial development, engineering and permitting for all FIT 3.1 Projects began in Q2 of 2015 and will continue into 2016. Management of the 2014 LP (**Management**) aims to have all FIT 3.1 Projects constructed and operational by Q4 2016.

FIT 4 Applications – Ready for Submission

Through Q3 2015, leases with landlords and other pre-application development work was finalized in preparation of the FIT 4 contract application window (**Application Window**). At this time,

Management is prepared to submit a significant number of FIT 4 applications with the intention of securing as many FIT 4 contracts as possible.

In Q3 2015, the IESO delayed the Application Window slightly from September 30th to October 5th, and also announced the results of its annual price review for FIT 4 contracts. The IESO has stated that they intend to publish a list of projects that will be awarded FIT 4 contracts on May 15th, 2016.

Liquidity Options

As distributions commence, unitholders in the 2014 LP can anticipate a steady income stream over 20 years. Alternatively, Management is investigating possible liquidity options for its unitholders if they choose to divest their units. These options include the following:

- Organizing offerings to secondary buyers of the units,
- Listing of the 2014 LP on a Canadian stock exchange along with the 2012 LP, and/or 2013 LP;
or
- Sale of some or all the assets of the 2014 LP.

Acceptance of the last two liquidity options requires the approval of at least two-thirds of the votes cast at a meeting of unitholders.

Management does not expect any liquidity options to occur in 2015. Management is scheduling to facilitate a liquidity event involving secondary buyers of 2014 LP units in Q4 2016.

Net Asset Value

The Net Asset Value (**NAV**) for the 2014 LP has not changed since closing in December 2014, and has remained at par being \$100 per unit. Management will reevaluate the NAV for the 2014 LP in Q3 2016 prior to the liquidity event.

Solar Flow-Through 2014-I Limited Partnership

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