

**Solar Flow-Through**  
2015-I Limited Partnership (2015 LP)



## 2015 LP Snapshot

- Distributions to unitholders scheduled to commence December 31, 2017
- Liquidity event for unitholders expected in Q1 2018
- All FIT FIT 3.1 rooftop projects now operational, generating revenue
- Construction of FIT 3.1 ground mount projects to commence summer 2017
- FIT 4 Contracts under development
- Successful FIT 5 applications expected to be awarded contracts by end of Q3 2017

### Overview

The investment objective of the 2015 LP is to develop and operate solar power generation projects in the Province of Ontario in a manner that provides for income tax deductions to investors during the start-up, development and construction phases and steady income upon commencement of commercial operations. The 2015 LP raised \$13,519,000 (2015 Proceeds) in Q3 of 2015. The 2015 LP has a targeted income distribution of 7% per annum. Initial income distributions are intended to commence December 31st, 2017 (approximately 24 months from the final closing of the 2015 LP).

### Use of Funds

A total of \$12,505,075, representing 92.5% of the 2015 Proceeds, was to be incurred on Canadian Renewable and Conservation Expenses (CRCE), with 7.5% being used for LP expenses in 2015. The 2015 LP did a renunciation for CRCE for the \$12,505,075 (CRCE Proceeds) prior to 2015 year-end. At the end of Q4 2016, the 2015 LP CRCE Proceeds have been incurred in the following manner:

- The continued development of the Feed-in-Tariff (FIT) 3.1 and FIT 4 projects originally funded and secured by prior Solar Flow-Through Limited Partnerships.

- Securing long term leases, obtaining necessary prerequisites for project sites and fees pertaining to submitting Applications under the FIT 4 contract application window in Q4 2015 and under the FIT 5 contract application window in Q4 2016.

### Liquidity Options

Management intends to facilitate a liquidity event with secondary buyers for the 2015 LP unitholders in Q1 2018 and after the commencement of initial distributions.

In the longer term, Management will pursue additional liquidity opportunities, which may include a listing on a Canadian stock exchange together with the Solar Flow-Through 2012-I Limited Partnership (2012 LP), Solar Flow-Through 2013-I Limited Partnership (2013 LP), Solar Flow-Through 2014-I Limited Partnership (2014 LP) and Solar Flow-Through 2016-I Limited Partnership (2016 LP).



*600 kW DC FIT 2 Project located in Brampton, Ontario, completed in July 2015.*

### Net Asset Value

At the end of Q2 2017, the NAV of 2015 LP units had not been updated and remained at \$100.00. It is the intent of Management to update the NAV prior to the first liquidity event expected to occur in Q1 2018.

### FIT 3.1 Projects – All FIT 3.1 Rooftop Projects Complete and Generating Revenue

Construction of the FIT 3.1 rooftop projects continued through Q2 2017 with all remaining projects having achieved commercial operation. All FIT 3.1 rooftop projects are now generating revenue from the production of electricity into Ontario's electrical grid.

Engineering and development of the FIT 3.1 ground mount projects continued through Q2 2017. Construction of the first FIT 3.1 ground mount project is to begin in the summer 2017, with all FIT 3.1 ground mount projects expected to achieve commercial operation in 2018.

In Q2 2015, the IESO awarded approximately 30 MW DC of FIT 3.1 Contracts to entities controlled by the 2012 LP and other Solar Flow-Through Limited Partnerships. A number of FIT 3.1 rooftop projects did not achieve commercial operation for various unforeseen reasons including structural (load) deficiencies of the roof, the sale of buildings and landlords' unwillingness to proceed with projects. A number of FIT 3.1 ground mount projects may not proceed due to community opposition. Once all viable FIT 3.1 rooftop and ground mount projects achieve commercial operation, Management expects that the 2015 LP will have a shared economic interest in FIT 3.1 projects totalling between 15 and 18 MW DC.

### FIT 4 Projects - Ongoing Development Underway and Feasibility Analysis Commenced

The 2015 LP has an economic interest in FIT 4 projects together with other Solar Flow-Through Limited Partnerships.

In Q3 2016, the IESO awarded approximately 35 MW DC of FIT 4 Contracts to entities controlled by the 2015 LP and other Solar Flow-Through Limited Partnerships. A number of ground mount projects may not proceed due to higher than expected costs associated with connecting these projects to the electrical grid making them uneconomical. Management is currently investigating alternatives to reduce these connection costs. At this time, Management is uncertain as to the amount of FIT 4 projects that will achieve commercial operation.

Initial development of the FIT 4 projects began during Q4 2016. Continued permitting and initial engineering on FIT 4 projects occurred in Q1 2017 through Q2 2017. A large majority of the FIT 4 projects are ground mount projects, with a small number of these projects being rooftop. The few FIT 4 rooftop projects are expected to be completed and operational around the end of 2017. Management expects that most of the ground mount FIT 4 projects that are expected to become operational will be completed by the end of 2018 and the remainder by end of 2019.

### FIT 5 Applications Submitted

Management completed the FIT 5 application process in Q4 2016 for over 100 MW DC of projects. At the time of this report, approximately 89% of projects that applied for FIT 5 contracts completed the first stage of review by the IESO (application completeness review). This compares to an overall average of approximately 62% of FIT 5 application passing completeness or review.

The successful FIT 5 projects are expected to be announced by the end of Q3 2017, for which project development will be funded by the 2015 LP and subsequent Solar Flow-Through LPs.



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