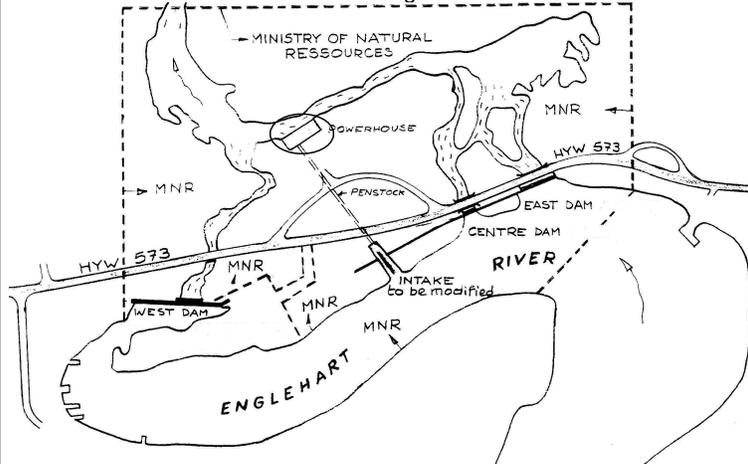


Notice of Commencement under the Class EA for Waterpower Projects: Expansion of Charlton Generating Station

KAGAWONG POWER INC. is planning to undertake an environmental evaluation and assessment for a proposed expansion of the Charlton Dam Generating Station located in Charlton, Township of Dack.

If approved and constructed, this expansion project would upgrade the generating station capacity to 1,300 kW and produce an additional 1,500 MWh of renewable energy annually. The project's study area is presented in the map below. The project is subject to the provisions of the Ontario Waterpower Association "Class Environmental Assessment for Waterpower Projects" (2008). Pursuant to the Class EA, this project is considered to be associated with existing infrastructure.



The Class EA process requires KAGAWONG POWER INC. to undertake an evaluation of the project to evaluate its potential effects to the environment (positive and negative) and prepare a detailed Environmental Report. The project is also expected to require review and approvals under the Ontario Water Resources Act and Lakes & Rivers Improvement Act, as well as the Canada Environmental Assessment Act, Fisheries Act and Navigable Waters Protection Act. This notice and the public consultation process for the project under the Class EA is intended to coordinate and meet the notification requirements relevant to the planning stage of the project under these statutes.

The evaluation and environmental report will assess the potential effects of the proposed waterpower project on the environment during its construction and operation. KAGAWONG POWER INC. has identified certain environmental components that are expected to be the focus of the proposed project. Public consultation will be an integral component of this process. You are invited to provide comments on the issues to be addressed, and/or to ask to be placed on the project's mailing list. For information on the project proposal, to raise any issues or concerns, or to be placed on the mailing list, contact:

KAGAWONG POWER INC. P.O. Box 20338,
Rideau St, Ottawa, ON, K1N 1A3
Tel : 613 447 1205, E-mail: emile.masbou@sympatico.ca

Under the *Freedom of Information and Protection of Privacy Act* and the *Environmental Assessment Act*, unless otherwise stated in the submission, any personal information such as name, address, telephone number and property location included in a submission will become part of the public record files for this matter and will be released, if requested, to any person.