

UPDATE

HR Milner Expansion Project

On December 10, 2007, Maxim Power Corp. ("MAXIM") began public consultation regarding plans to construct and operate a coal-fired power generation facility, the HR Milner Expansion Project ("Milner Expansion"), beside the existing HR Milner Generating Station ("Milner").

The Milner site is an excellent location for the next baseload addition to the Province's electrical generating capacity. It is previously disturbed land – reducing environmental impacts – with access to the infrastructure required for such a development. In addition, our existing water license would cover the Milner Expansion's water needs.

MAXIM believes that public involvement goes beyond merely informing people of plans. You may have seen a Public Notice that was printed in local and regional papers. We asked for input on the environmental studies that we propose to complete as part our regulatory applications. Since issuing the Public Notice, MAXIM staff are engaged in preliminary engineering activities and initial consultation with the local community. We would like to hear your thoughts about this plan. As MAXIM employees and local residents, your opinions are important!

Over the coming months, we want to expand our local consultation and host several open houses to share up-to-date project information with our neighbours in the Grande Cache area.

A number of design and environmental engineering firms have been engaged to assist in the process of preparing the regulatory applications. As we move forward with the Milner Expansion, we will be sharing updated information through a series of open houses and one-on-one stakeholder meetings. The consultation process is designed to engage our stakeholders, receive feedback and incorporate suggestions into our plans as much as possible.

MAXIM appreciates the opportunity to meet with all stakeholders and we look forward to sharing our project development milestones.

Quick Facts

- *Alberta needs more power generation capacity to meet growing demand; the Alberta Electric System Operator estimates the Province will require an additional 4,000 MW of new generation capacity by 2017*
- *The proposed Milner Expansion will be the most efficient coal-fired plant in Canada and will produce approximately 500 MW of electricity under maximum load conditions*
- *The emission control system for the new facility will be designed to limit emissions to strict Provincial guidelines*
- *The Milner Expansion will have an estimated capital cost of \$1.4 billion and will operate approximately 8000 hours per year*
- *MAXIM plans to submit regulatory applications in September 2008*

MAXIM plans to continue our consultation activities as the project advances through the engineering and application phases. If you have any questions related to the Milner Expansion or MAXIM, please contact:

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