



PRESS RELEASE – For immediate release

**KRUGER ENERGY MUST TERMINATE
THE BAS-SAINT-LAURENT WIND FARM PROJECT**

Montréal, Québec, March 16, 2009 – Kruger Energy today informed municipal authorities in Sainte-Luce, Sainte-Flavie and the La Mitis RCM of its decision to terminate the project to establish the Bas-Saint-Laurent Wind Farm, which had been awarded by Hydro-Québec Distribution on May 5, 2008.

The termination of the project had become inevitable due to a decision by the Municipality of Sainte-Luce, stipulated in draft By-law No. R-2008-10, to prohibit the installation of wind turbines on most of its territory, effectively blocking the installation of all twenty-seven (27) planned wind turbines.

Furthermore, the ongoing process to implement By-law No. R-2008-102 has made it impossible for Kruger Energy to pursue negotiations with equipment suppliers.

For these reasons, Kruger Energy Bas-Saint-Laurent, Limited Partnership has terminated the development of the project and informed Hydro-Québec of this decision.

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