

3. Request for expression of interest to developers

Irrican Power Ltd. is investigating the development of other potential hydroelectric sites on the St. Mary main canal system. This request for expression of interest is being released to potential developers to gauge the level of interest from industry. It is planned to release a request for proposals to interested developers in late 2011 or early 2012, with a submittal deadline 4-5 months thereafter. Irrican will set up an Evaluation Committee and develop a terms of reference for the evaluation/review process in the interim.

The St. Mary River Irrigation District and its partners on the Main Canal system, the Taber and Raymond Irrigation Districts, reserve the right to maintain full control of all water in the main canal system. As a result, the development of these hydro electric projects will not be allowed to alter the timing or volumes of water that is released through the new sites.

It is envisioned that a long term lease will be signed with the project proponent to develop and operate the site(s).

The request for proposal will be sent to developers upon submission of a (non-binding) Letter of Intent to IRRICAN, which outlines the intention to submit a proposal to develop one or both sites.