



5255 Yonge St., Suite 1200, North York, ON M2N 6P4  
tel 416-590-9362 fax 416-590-9955 www.xeneca.com

June 18, 2012

Dear Allen & Struthers Stakeholder:

Given your past interest, we wanted to provide you with an update regarding our Allen & Struthers project on the Wanapitei River.

As you may be aware, Xeneca has 19 Feed in Tariff (FIT) contracts with the Province of Ontario, including the Allen & Struthers project, which lies within the municipal boundaries of the Municipality of Killarney.

Currently, the project is proceeding through the Waterpower Class Environmental Assessment (Class EA) process during which field investigations into effects on aquatic and terrestrial environments, as well as socio-economic impacts, are well under way.

However, given the number of concerns raised by stakeholders, we believe additional time is required to study the impact and provide feedback to the parties expressing interest in this project. It would also appear there is significant misunderstanding about the project being proposed and further consultation and dialogue is warranted. Xeneca has voluntarily prioritized its projects and while some are proceeding toward scheduled completion of Class EA in 2012, others, such as Allen & Struthers, are now on a slower track for completion in 2013.

Although our focus is now on our priority projects, Xeneca clearly understands that there are several issues of key concern to Henvey Inlet First Nation, the Municipality of Killarney and French River Delta Association, as well as those expressed by members of the business community and individual stakeholders in the area. We fully intend to respond to questions and comments raised by these and any other stakeholders and urge you to communicate directly with Xeneca by contacting either myself or Stephanie Hodsoll at [shodsoll@xeneca.com](mailto:shodsoll@xeneca.com).

In addition to the two Public Information Centres (PICs) that we've hosted, private meetings between Xeneca the Municipality of Killarney and a public meeting held at your request, Xeneca will, in the coming months, hold at least one more PIC. We will also continue to provide project updates on our website as information becomes available.

While stakeholder consultation is a formal part of the Class EA, Xeneca fully intends to continue dialoguing with interested individuals and groups as we proceed through the development and operational phases of our waterpower facilities. We look forward to working with you and your municipality. If you have any further questions or comments, please do not hesitate to bring them to our attention.

Best regards,

A handwritten signature in black ink, appearing to read 'Mark Holmes', with a stylized flourish at the end.

Mark Holmes  
Vice President Corporate Affairs  
Xeneca Power Development  
416-590-3072  
mholmes@xeneca.com

cc. Christine Greenaway, MNR, Timmins  
Priya Tandon, Senior Policy Advisor, Minister Gravelle's Office  
Eric McGoey, Chief of Staff, Minister Gravelle's Office