

## NAIKUN WIND ENERGY GROUP

**\$0.53; NKW-TSX-V**  
**52-Week Range: \$1.30-\$0.235**

### RECENT DEVELOPMENT: UPDATE ON BCUC DECISION

NaiKun Wind Energy Group Inc. has distributed its Quarterly Shareholder Update for the July-September period 2009. The focus of the Update was on the British Columbia Utilities Commission (BCUC) decision that was released on Monday, July 27. NaiKun also reported in on progress that had been made with several key development objectives, including the environmental assessment and strategic partnering.

#### **The BCUC Decision**

The BCUC released its decision on BC Hydro's long-term acquisition plan (LTAP), which is a set of electricity demand forecasts, conservation programs and resource acquisition recommendations. The BCUC declined to endorse several key elements of the plan, and stated that it was rejecting the plan.

The BCUC did say, however, that BC Hydro is free to move forward with the Clean Power Call and to award electricity purchase agreements.

Officials from the BC government have advised NaiKun Wind that the government remains committed to moving forward with the Clean Power Call.

Further details on the BCUC decision are contained in NaiKun's July 30, 2009 Quarterly Shareholder Update, available on SEDAR at [www.sedar.com](http://www.sedar.com).

**COMMENT:** *While NaiKun could still receive approval for its offshore wind project, the BCUC's surprise findings increase the risk that the project will not get the needed go-ahead from B.C. Hydro. NaiKun's management issued a statement saying that the BCUC did not reject the Clean Power Call only the LTAP (Long Term Acquisition Plan) and a set of electricity demand forecasts. BC government officials advised NaiKun that they are committed to the Clean Power Call.*

#### **Environmental Assessment**

NaiKun's environmental assessment application for Phase 1 of its project was accepted by BC's Environmental Assessment Office in late May. The assessment process is moving forward in accordance with provincial and federal timelines, and the Company is on track to receive environmental approval and permitting by the end of 2009.



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**COMMENT:** *Again, as stated in our June 23, 2009 *StockPotentials* report, NaiKun's project go-ahead depends on receiving the necessary government approvals and an EPA (Electricity Purchase Agreement) from B.C. Hydro.*

#### **Early Construction Planning**

The Company is in discussions with a shortlist of companies for management and implementation of the project, and expects to make a decision shortly.

#### **Strategic Partner Selection**

High among NaiKun's priorities over the near term is the selection of a second strategic/equity partner, to join ENMAX Corporation and NaiKun Wind as phase 1 owners. Discussions with several parties are underway.

### **THE COMPANY**

NaiKun Wind Energy Group Inc. is a renewable energy company focused on the development of a proposed offshore wind project (Canada's first) off the northwest coast of British Columbia. The British Columbia provincial government's call for clean energy proposals resulted in 19 wind energy projects, including NaiKun's. For more on NaiKun, see eResearch's June 23, 2009 *StockPotentials* report, available at [www.eresearch.ca](http://www.eresearch.ca).

**Note:** *eResearch reports on NaiKun Wind Energy Group Inc. and other companies are available FREE on our website at [www.eresearch.ca](http://www.eresearch.ca).*

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