

WONG, SHARON

From: Robert Miller [RMiller@canhydro.com]
Sent: Friday, June 01, 2007 12:27 PM
To: peter.kraus@invista.com; paul.s.taylor@invista.com; jkeech@utilitieskingston.com; jmiller@utilitieskingston.com
Cc: rkeating@canhydro.com; WONG, SHARON
Subject: Meeting Recap and Figure
Attachments: Invista and UK june1-07.pdf; Figure 5.0 230kV route.pdf

Hello Everyone,

Please see the attached recap letter and figure from our meeting last Thursday, May 24, 2007.

Regards,

Rob.

Rob Miller
Project Engineer
Canadian Hydro Developers, Inc.
Building a Sustainable Future®
Tel: 613.545.0215
Cel: 613.328.2773
Fax: 613.545.0692
em: rmiller@canhydro.com
web: www.canhydro.com



Canadian Renewable Energy Corporation

A Wholly Owned Subsidiary of Canadian Hydro Developers, Inc.

SENT BY EMAIL:

peter.kraus@invista.com

paul.s.taylor@invista.com

jkeech@utilitieskingston.com

jmiller@utilitieskingston.com

Friday, June 1, 2007

Invista (Canada) Company
455 Front Road
PO Box 2100
Kingston, ON
K7L 4Z6
c/o Peter Kraus, Plant Manager

Utilities Kingston
1211 John Counter Blvd.
PO Box 790
Kingston, ON
K7 4X7
Jim Keech, President and CEO

**RE: 230 kV Transmission Line Route
Wolfe Island Wind Project**

Thank you all again for meeting with Ross Keating and me on May 24 to discuss the route for CREC's 230 kV transmission line across Invista's property.

This continues to be an urgent matter from our perspective given our tight schedule. Our original OEB Leave to Construct application was filed over three months ago on February 2, 2007 and acknowledged by the Board on February 12. Since that time we have had delays pending the filing of our route change amendment, which you are undoubtedly are aware of, was filed on Monday, May 28.

This letter is a brief recap of the significant outcomes of our meeting, the purpose of which was to attempt to resolve any issues with CREC's proposed route for their 230 kV transmission line routing across Invista's property, while accommodating Utilities Kingston's planned future expansion of the West Water Treatment Plant.

There was considerable discussion of various route alternatives and we appreciate the efforts everyone made to help us accomplish our goal. The route that was ultimately endorsed by Utilities Kingston and acceptable to Invista, subject to detailed investigations and engineering, is shown in the attached Figure number 5.0.

The other outcomes or commitments that were made include:

- Invista committed to having a draft easement agreement or MOU to CREC by the close of business of Friday, May 25, which would include items such as liability management and other pertinent terms and conditions.
- There was no agreement on the amount of compensation that CREC would pay Invista at this time.

CANADIAN HYDRO DEVELOPERS, INC.

Trading Symbol: TSX-KHD 190 Collingwood Street, Kingston, Ontario, Canada K7L 3X8
Phone: 613.545.0215 Fax: 613.545.0692 www.canhydro.com

- CREC committed to undertake an analysis as per CAN/CSA-C22.3 No. 6-M91 Principles and Practices of Electrical Coordination Between Pipelines and Electric Supply Lines to mitigate any impact on Utilities Kingston's infrastructure. This study will take into consideration an existing Hyprescon 900 mm diameter watermain and the planned future twinning of this watermain. CREC believes it can complete this study within the next six to eight weeks, subject to obtaining the necessary engineering and field data from Utilities Kingston.

We look forward to working on this Project and appreciate your consideration and assistance.

If you have any questions or comments please feel free to contact me directly.

Sincerely,

CANADIAN HYDRO DEVELOPERS, INC.



Rob Miller
Project Engineer

cc: Ross Keating, Canadian Hydro
Sharon Wong, Blakes Cassels & Graydon
Paul Taylor, Invista
Jim Miller, Utilities Kingston

CANADIAN HYDRO DEVELOPERS, INC.

Trading Symbol: TSX-KHD 190 Collingwood Street, Kingston, Ontario, Canada K7L 3X8
Phone: 613.545.0215 Fax: 613.545.0692 www.canhydro.com