



PRESS RELEASE

CANADIAN HYDRO TO DEVELOP UP TO 240 MW OF WIND POWER IN ONTARIO

Calgary, Canada – March 31, 2004 (TSX: KHD): Canadian Hydro Developers, Inc. (the "Company") today announced that it has entered into a letter of intent with Chinodin Enterprises, doing business as Chinodin Wind Power ("Chinodin"), a private Ontario developer, to acquire the rights to the Melancthon/Grey Highlands Wind Project. Subject to due diligence, this letter of intent will allow the Company to develop up to 240 MW of wind power in Central Ontario in cooperation with Chinodin. The Company expects to bid this project to the upcoming request for proposals for up to 300 MW of renewable energy capacity recently announced by the Ontario Government (the "RFP"). It is anticipated that the RFP will be issued this spring. The Ontario Government has targeted 5% (1,350 MW) of all generating capacity to come from renewables by 2007. Financial terms of the letter of intent are confidential.

The Melancthon/Grey Highlands Wind Project is expected to be comprised of four 60 MW phases. Land for the project is currently being assembled under option to lease agreements, wind data has been collected in the area, interconnection approval is currently underway with the Independent Electricity Market Operator, and the project is registered and has met the basic eligibility criteria that will allow it to apply for the Federal Government Wind Power Production Incentive (i.e. payment of \$10/MWh for 10 years if project is commissioned before March 31, 2006; \$8/MWh for 10 years if project is commissioned after March 31, 2006, but on or before March 31, 2007). Regulatory approvals, long-term power sales contracts and financing are required prior to proceeding with this project.

"We are extremely pleased to have a potential, large wind project to develop in Ontario," said John Keating, CEO of Canadian Hydro. "The Ontario Government is creating market certainty through its announced RFP to purchase 300 MW of green power and we hope to be one of the successful bidders. The Melancthon/Grey Highlands Wind Project gives us the opportunity to increase our market presence in Ontario and continue to balance our geographic and technological diversification."

Canadian Hydro is a developer, owner and operator of low-impact renewable power plants, which are all certified under the EcoLogo^M program. The Company's future projects, including the Grande Prairie EcoPower[®] Centre, Pingston Expansion and Upper Mamquam Hydroelectric Projects are slated for certification as low-impact renewable energy facilities.

Canadian Hydro Developers, Inc. is passionate about meeting the goals of investors and the needs of the environment. As industry leaders, Canadian Hydro is focused on building a sustainable future for Canada and with over 14 years experience, Canadian Hydro is the working model for the unlimited development potential of low-impact renewable energy.

– 30 –

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