



ONA ENERGY INC.
1250 West Hastings Street,
Vancouver, BC V6E 2M4
Tel: 604-685-2542 Fax: 604-408-9301

Frankfurt – O3X
CNQ – OEIX

Press Release

For Immediate Release

ONA ENERGY COMPLETES PRIVATE PLACEMENT

Vancouver, British Columbia, May 29, 2008: ONA Energy Inc. ("the Company") (CNQ: OEIX / Frankfurt: O3X) is pleased to announce that it has completed its private placement for gross proceeds of \$6,399,339.60 which included the first and second closings as previously announced.

The Company has issued 10,665,566 units on a private placement basis, at a price of \$0.60 per unit. Each unit consists of one common share and one warrant. Each warrant may be exercised at a price of \$0.75 to purchase one common share for a period of one year from the closing date of the offering. The Company may require the warrants to be exercised if, at any time after four months from the closing date of the offering, the weighted average trading price of the common shares is at or above \$1.00 for a period of 20 consecutive days.

The Company paid a cash finders fee of \$461,259.16 and issued 615,011 warrants exercisable at a price of \$0.75 to purchase one common share for a period of one year from the closing date of the offering to nine finders in connection with the sale of the units.

The securities sold in the offering will be subject to a four-month hold period expiring September, 2008.

The Company plans to use the net proceeds of the Offering for the initial purchase of fuel to commence operations at its Yongxing Power Plant (YPPC) facility, in Hunan Province of China as well as to pay interest on debt, and other general working capital items.

YPPC is a Sino-Foreign joint venture company constructing an environmentally friendly power plant. The power plant will be classified as a comprehensive utilization of waste-to-energy power plant which will consume up to 75% of coal tailings (a coal mining waste residue) as its main fuel. The power plant will also comply with the latest China National Development and Reform Committee's guidelines of achieving lower than normal NO_x, SO₂ and particulate matters (flyash) emissions and produces clean energy.

The first 60 MW unit is scheduled to begin its trial run beginning mid June, 2008 on the day the upgrade and rebuilding of the 110 kV transmission system, previously damaged by the ice storm, with larger conductors complete with deicing devices and the connection to the new State Grid 220 kV substation is completed.

ONA Energy Inc. (www.onaenergy.com) is a Canadian-based international energy company focused on the acquisition and development of power generation projects.

For information on the Ona Energy Inc. please contact:

John F. Wong, P. Eng., President
Tel.: (604) 685-2542
Email: info@onaenergy.com
Or visit our website at www.onaenergy.com

Except for historic information, the matters discussed in this document contain certain forward-looking statements. These statements involve known and unknown risks, delays, uncertainties and other factors not under the Corporation's control that may cause actual results, levels of activity, performance or achievements to be materially different from the results, levels of activity, performance, achievements or expectations expressed or implied by these forward-looking statements.