

## FORM 7

### MONTHLY PROGRESS REPORT

Name of CNQ Issuer: Ona Energy Inc. (the "Issuer").

Trading Symbol: OEIX

Number of Outstanding Listed Securities: 42,296,363

Date: October 3, 2008

This Monthly Progress Report must be posted before the opening of trading on the fifth trading day of each month. This report is not intended to replace the Issuer's obligation to separately report material information forthwith upon the information becoming known to management or to post the forms required by the CNQ Policies. If material information became known and was reported during the preceding month to which this report relates, this report should refer to the material information, the news release date and the posting date on the CNQ.ca website.

This report is intended to keep investors and the market informed of the Issuer's ongoing business and management activities that occurred during the preceding month. Do not discuss goals or future plans unless they have crystallized to the point that they are "material information" as defined in the CNQ Policies. The discussion in this report must be factual, balanced and non-promotional.

#### **General Instructions**

- (a) Prepare this Monthly Progress Report using the format set out below. The sequence of questions must not be altered nor should questions be omitted or left unanswered. The answers to the items must be in narrative form. State when the answer to any item is negative or not applicable to the Issuer. The title to each item must precede the answer.
- (b) The term "Issuer" includes the Issuer and any of its subsidiaries.
- (c) Terms used and not defined in this form are defined or interpreted in Policy 1 – Interpretation and General Provisions.

#### **Report on Business**

1. Provide a general overview and discussion of the development of the Issuer's business and operations over the previous month. Where the Issuer was inactive disclose this fact.

**With the first 60 MW unit in the Company's Yongxing Power Plant now in commercial operation, the Company announces that it has engaged D&D Securities Company (the "Agent") as agent to raise up to \$15,000,000 by way of private placement (the "Offering"). The Offering will consist of a unit of one common share at a price of \$0.60 and one-half common share purchase warrant. Each whole warrant will entitle its holder to purchase one common share at a price of \$0.90 per share for a period of 18 months from closing. After four months from closing and in the event the weighted average trading price of ONA's common shares equals or exceeds \$1.25 for a period of 20 consecutive trading days, the Company can force the exercise of the warrants. The Company will pay**

to the Agent at closing a cash commission equal to 7% of funds raised, together with Agent's warrants equal to 7% of the units sold in the Offering.

The funds raised in this private placement will be used to finance the second 60-MW unit at the Company's 60%-owned Yongxing power plant in the Hunan province of China and to begin the feasibility study on the third and fourth units at the power plant. Furthermore, the proceeds will be used by ONA to acquire an additional 20% interest in the power plant from one of the minority shareholders, thus increasing ONA's interest in the plant to 80%.

2. Provide a general overview and discussion of the activities of management.

The management is pleased to announce that Jimmy J.F. Jin has joined the Board of Directors of the Company.

Mr. Jin is a businessman that possesses immense knowledge and experience of China, Chinese law, joint-venture and investment regulations and policy and a proven track record in China business and sales development and marketing.

Mr. Jin is President and CEO of TSX-listed, Alta Natural Herbs & Supplements Ltd., Los Angeles and Beijing-based, American Evans Group Corporation, an established China investment and holding corporation, and Tianjin Angen Biotech Co., Ltd. He is, additionally, General Manager and Consultant to Beijing Evans Information and Consulting Co., Ltd., a China-based management, investment and marketing consulting company whose clients include many of China's largest corporations, including Huaneng Group and Huaneng Energy & Communications Holding Co., China's largest power generation company and power plant operator.

He has a Bachelor's degree in economics from Nankai University, China, a Masters degree in Economics from Purdue University and a Masters Accounting Program from the University of Indianapolis.

He has previously served as CEO of Fanlen Software System (Beijing) Co., Ltd. - a software design and development company, CEO of Jinart Elec-Chem (Beijing) Co., Ltd. - a machine tools, electronic components and equipment manufacturer - and President of Victor International Corporation - an established China trade corporation.

He also served as economist to the State Administration for Industry and Commerce of China, Beijing, between 1982-1985, and was responsible for formulating national economic policy, for approval by the State Council of China. He also worked for the Ministry of Energy and Chemical Industry of China.

His father was a senior member of China's State Council, Minister of Ordinance Industry (Army and Navy), Minister of Chemical and Petrochemical Industry, Vice Minister of Chemical Industry and Executive Member of the Chinese Peoples' Congress.

Having been a Chinese resident and a person with extensive local business experience, he will be an invaluable addition to the Ona management, as we continue our development in Yongxing and begin assessing other opportunities in China.

3. Describe and provide details of any new products or services developed or offered. For resource companies, provide details of new drilling, exploration or production programs and acquisitions of any new properties and attach any mineral or oil and gas or other reports required under Ontario securities law.

**None**

4. Describe and provide details of any products or services that were discontinued. For resource companies, provide details of any drilling, exploration or production programs that have been amended or abandoned.

**None**

5. Describe any new business relationships entered into between the Issuer, the Issuer's affiliates or third parties including contracts to supply products or services, joint venture agreements and licensing agreements etc. State whether the relationship is with a Related Person of the Issuer and provide details of the relationship.

**None**

6. Describe the expiry or termination of any contracts or agreements between the Issuer, the Issuer's affiliates or third parties or cancellation of any financing arrangements that have been previously announced.

**None**

7. Describe any acquisitions by the Issuer or dispositions of the Issuer's assets that occurred during the preceding month. Provide details of the nature of the assets acquired or disposed of and provide details of the consideration paid or payable together with a schedule of payments if applicable, and of any valuation. State how the consideration was determined and whether the acquisition was from or the disposition was to a Related Person of the Issuer and provide details of the relationship.

**None**

8. Describe the acquisition of new customers or loss of customers.

**None**

9. Describe any new developments or effects on intangible products such as brand names, circulation lists, copyrights, franchises, licenses, patents, software, subscription lists and trade-marks.

**None**

10. Report on any employee hirings, terminations or lay-offs with details of anticipated length of lay-offs.

**None**

11. Report on any labour disputes and resolutions of those disputes if applicable.

**None**

12. Describe and provide details of legal proceedings to which the Issuer became a party, including the name of the court or agency, the date instituted, the principal parties to the proceedings, the nature of the claim, the amount claimed, if any, if the proceedings are being contested, and the present status of the proceedings.

**None**

13. Provide details of any indebtedness incurred or repaid by the Issuer together with the terms of such indebtedness.

**None**

14. Provide details of any securities issued and options or warrants granted.

Security	Number Issued	Details of Issuance	Use of Proceeds <sup>(1)</sup>

<sup>(1)</sup> State aggregate proceeds and intended allocation of proceeds.

15. Provide details of any loans to or by Related Persons.

**None**

16. Provide details of any changes in directors, officers or committee members.

**None**

17. Discuss any trends which are likely to impact the Issuer including trends in the Issuer's market(s) or political/regulatory trends.

**None**

**Certificate Of Compliance**

The undersigned hereby certifies that:

1. The undersigned is a director and/or senior officer of the Issuer and has been duly authorized by a resolution of the board of directors of the Issuer to sign this Certificate of Compliance.
2. As of the date hereof there were is no material information concerning the Issuer which has not been publicly disclosed.
3. The undersigned hereby certifies to CNQ that the Issuer is in compliance with the requirements of applicable securities legislation (as such term is defined in National Instrument 14-101) and all CNQ Requirements (as defined in CNQ Policy 1).
4. All of the information in this Form 7 Monthly Progress Report is true.

Dated: October 3, 2008

John Wong  
Name of Director or Senior Officer

"John Wong"  
Signature

President  
Official Capacity



<b>Issuer Details</b> Name of Issuer <b>Ona Energy Inc.</b>	For Month End September 30, 2008	Date of Report October 3, 2008
Issuer Address <b>1250 West Hastings Street</b>		
City/Province/Postal Code <b>Vancouver, British Columbia/ V6E 2M4</b>	Issuer Fax No. <b>(604) 408-9301</b>	Issuer Telephone No. <b>(604) 685-2542</b>
Contact Name <b>John Wong</b>	Contact Position <b>President</b>	Contact Telephone No. <b>(604) 628-5642</b>
Contact Email Address <b>info@onaenergy.com</b>	Web Site Address <b>www.onaenergy.com</b>	