

FORM 7

MONTHLY PROGRESS REPORT

Name of CNSX Issuer: **ONA POWER CORP.** (the "Issuer").

Trading Symbol: **OPO**

Number of Outstanding Listed Securities: **18,792,570**

Date: **September 4th 2009**

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 CNSX 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 CNSX.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 CNSX 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.
 - **Management continues seeking new business opportunities.**

2. Provide a general overview and discussion of the activities of management.
 - **Management conducting full review of operations team in China in order to improve profitability, certain personnel changes have started to be implemented during the month with appointment of Mr Wu as deputy general manager.**

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.
 - **Ona Power's two minority partners in HYPCC have pledged their shares (total 40% of HYPCC) in power plant to Ona against past and upcoming advances by Ona to HYPCC thereby increasing Ona's security over its investment.**

 - **Certain key coal suppliers have agreed to schedule payments in line with HYPCC cash flows.**

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.
- **HYPPC hired Mr Wu as new deputy GM**
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.
- **On Aug 28th The company executed an agreement with its debenture holders extending the maturity to Dec 31st 2010 in exchange for repayment of \$900,000 CAD from proceeds of private placement described below. As added consideration necessary for extension, Ona granted debenture holders 1 million two year warrants with exercise price of \$0.40 per share. All other terms of debentures remain the same including conversion price of \$3 per share.**
14. Provide details of any securities issued and options or warrants granted. On August 11th, the company completed a non-brokered private placement financing for proceeds of \$1,549,995 CAD.

Security	Number Issued	Details of Issuance	Use of Proceeds ⁽¹⁾
Common shares	10,330,300	Private Placement at @0.15 per share	Debt repayment and general working capital
Share Purchase Warrants	10,330,300	Private Placement – exercisable at \$0.20 per share for 2 years	
Share Purchase Warrants	1,000,000	Consideration necessary for extension of the Convertible Debenture – exercisable at \$0.40 for 2 years	

(1) 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.
- **Officers: Sandeep Poonia (President and CEO); Lucky Janda (Chairman); Abdul Nurmohamed (COO); Thomas Kennedy (Treasurer); Steven Kwok (CFO); Eva Ulicna (Secretary).**

- **Audit Committee: Nikolas Perrault (Chair); Mahmoud Aziz; Thomas Kennedy.**
- **Compensation Committee: Thomas Kennedy(Chair); Nikolas Perrault; Curt Huber.**

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 CNSX 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 CNSX Requirements (as defined in CNSX Policy 1).
4. All of the information in this Form 7 Monthly Progress Report is true.

Dated September 4, 2009.

Nikolas Perrault
Name of Director or Senior Officer

"Nikolas Perrault"
Signature

Director
Official Capacity

Issuer Details		For Month End	Date of Report
Name of Issuer:	Ona Power Corp.	August 31, 2009	September 5, 2009
Issuer Address: 1250 West Hastings Street			
City/Province/Postal Code	Issuer Fax No.	Issuer Telephone No.	
Vancouver, British Columbia V6E 2M4	(604) 408-9301	(604) 685-2542	
Contact Name	Contact Position	Contact Telephone No.	
Nikolas Perrault	Director	(604) 685-2542	
Contact Email Address	Web Site Address		
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