



ONA POWER CORP.
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Frankfurt – O3X
CNSX - OPO

July 23, 2010

For Immediate Release

**ONA POWER CORP.
CORPORATE UPDATE**

Vancouver, British Columbia, July 23, 2010/ ONA POWER CORP. (“Ona Power” or the “Company”) (CNSX: OPO / Frankfurt: O3X) announced that, as previously reported in the Company’s interim and annual filings (available on SEDAR), its Yongxing Power Plant Corporation has been shut down since January 2010 pending more favourable coal prices. While the Company has been engaged in efforts to mitigate the impact of this closure, the Company today announced that one of its creditors, Foothills Enterprises Ltd. (“Foothills”), has issued a notice of default to the Company in regard to its \$7.5 million convertible debenture (the “Debenture”). Under the terms of the Debenture, Foothills is entitled to demand cash payment in full if the Company does not bring the Debenture into good standing within two weeks of receipt of such notice of default. The Company is engaged in discussions with Foothills aimed at reaching an agreement on repayment terms.

Sandeep Poonia, President and CEO stated that: “This is another setback for the power plant, and we recognize that we need to make every effort to push forward and agree on mutually satisfactory terms with our creditors in order to settle Ona Power’s debts.”

Further information regarding Ona Power and its operations can be obtained by reviewing the Company’s interim and annual reports and other documents on SEDAR at www.sedar.com.

**On behalf of
ONA POWER CORP.**

“Sandeep Poonia”
President & CEO

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Forward Looking Statements – Certain information set forth in this news release may contain forward-looking statements that involve substantial known and unknown risks and uncertainties. These forward-looking statements are subject to numerous risks and uncertainties, certain of which are beyond the control of Ona Power Corp., including, but not limited to the impact of general economic conditions, industry conditions, volatility of commodity prices, currency fluctuations, dependence upon regulatory approvals, the availability of future financing and exploration risk. Readers are cautioned that the assumptions used in the preparation of such information, although considered reasonable at the time of preparation, may prove to be imprecise and, as such, undue reliance should not be placed on forward-looking statements.

The CNSX has not reviewed and does not accept responsibility for the adequacy or accuracy of this release.