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Press Release

For Immediate Release

ONA ENERGY COMPLETES ACQUISITION OF A 60% INTEREST IN A COAL-FIRED POWER PLANT IN YONGXING COUNTY, CHINA

Vancouver, British Columbia, August 21, 2007: Ona Energy Inc. (“the Company”), (CNQ:OEIX / Frankfurt: O3X), is pleased to announce that the Company has completed the acquisition of a 60% equity interest in the Yongxing Power Plant Corporation (YPPC), a Sino-foreign Joint Venture. YPPC holds the right to construct a coal-fired power plant in Yongxing County, Hunan Province, China capable of producing up to 240 Mega-Watts (MW) of power. The first phase of the power plant is currently under construction, and consists of two 60 MW units. Construction of the first 60 MW unit has a targeted completion date of December 2007, after which the plant will operate a test basis for a 45-60 day break-in period prior to regular operation. Ona acquired its interest in YPPC for US\$10.46 million.

Under the terms of the acquisition, the Company will take over the control and operation of YPPC including the completion of the first phase of the project (2 x 60 MW) currently under construction and the development of the second phase of the project.

The YPPC coal-fired power plant project is an environmental friendly power plant predicated upon the utilization and combustion of a mixture of coal tailings and coal in high pressure circulating fluidized bed boilers (CFB). Coal tailings are waste residuals from coal mines, and the management and disposal of these tailings represents a major environmental issue in Yongxing County. Coal tailings will represent approximately 75% of the fuel used for combustion, with regular coal representing 25%.

The construction of the plant will incorporate CFB combustors in boilers to reduce nitrous oxide (N₂O) emissions that contribute to smog. The injection of limestone into the CFB boilers will also reduce sulphur dioxide (SO₂) emissions. The plant design will incorporate fly ash particulate matter (PM) collectors in the form of highly efficient electrostatic precipitators that permit the ash to be collected and sold to local cement plants.

YPPC is currently seeking approval to expand the second phase of the power plant from two 60MW units to two 135 MW units for a total production capacity of 390 MW.

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

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This document contains certain forward looking statements which involve known and unknown risks, delays, and uncertainties not under the corporations control which may cause actual results, performance or achievements of the corporation's to be materially different from the results, performance or expectation implied by these forward looking statements. In particular there is no guarantee that construction of the first two units of the power plant will be completed in the expected time frame, or that additional financing by Ona will not be required to fund Ona's portion of the costs to completion. If Ona does not fund its portion of the costs to completion, its interest in the Joint Venture Company may be reduced.