Cautionary statement regarding forward-looking information

Certain information in this presentation and in responses to questions contains forward-looking information. Actual results could differ materially from conclusions, forecasts or projections in the forward-looking information, and certain material factors or assumptions were applied in drawing conclusions or making forecasts or projections as reflected in the forward-looking information.

Please refer to our disclosure documents filed with securities regulators on SEDAR at sedar.com, which contains additional information about the material factors and risks that could cause actual results to differ materially from the conclusions, forecasts or projections in the forward-looking information and the material factors or assumptions that were applied in drawing a conclusion or making a forecast or projection as reflected in the forward-looking information.
**Company overview**

**Capital Power** is a growth-oriented independent power producer (IPP) that maintains a stable dividend and investment grade credit rating.

**Business model:**
- Focused on developing stable, increasing cash flow while maintaining consistent access to relatively-low cost capital
- Target 50% contracted cash flow and 50% merchant
  - Balancing stability and growth
- Significant disciplined growth through acquisitions and development
- Targeting specific geographical markets and generation technologies

**Goal:** to triple the size to 10,000 MWs by 2020 on a progressively accretive basis
Strategic North American platform

- Capital Power facilities
- Capital Power Income L.P. facilities

Area where contracted assets could potentially be added

Area where merchant or contracted assets could potentially be added
Recently executed projects

Wind power project contract wins

<table>
<thead>
<tr>
<th></th>
<th>Quality Wind</th>
<th>Port Dover &amp; Nanticoke</th>
</tr>
</thead>
<tbody>
<tr>
<td>Location</td>
<td>Tumbler Ridge, BC</td>
<td>Norfolk &amp; Haldimand, ON</td>
</tr>
<tr>
<td>Size</td>
<td>142 MW</td>
<td>105 MW</td>
</tr>
<tr>
<td>Project costs</td>
<td>~$455M</td>
<td>~$340M</td>
</tr>
<tr>
<td>Expected COD</td>
<td>Before end of 2012</td>
<td>Q4, 2012</td>
</tr>
<tr>
<td>Contract &amp; Counterparty</td>
<td>25-year EPA (BC Hydro)</td>
<td>20-year PPA, $135/MWh (Ontario Power Authority)</td>
</tr>
</tbody>
</table>

Island Generation facility acquisition

- Agreement signed on Aug 2/10 to acquire the 275MW Island Generation facility for $207M (plus closing costs and working capital adjustments)
- Fully-contracted (tolling arrangement) with BC Hydro until 2022
- Expected to be modestly and immediately accretive to earnings and more significantly accretive to cash flow

Other projects and acquisitions in the pipeline
Execution of growth strategy

Since Capital Power’s IPO launch a year ago, 970 MW of new capacity has been added or placed into development.
Investment highlights summary

- Large, high quality generation portfolio
- Solid platform for growth
- Modern fleet with very good operating history
- Diversified portfolio in attractive North American markets
- Financial strength with access to capital
- Long-term contracts & merchant position provides stable cash flows & upside opportunities
For additional information:

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