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PRESS RELEASE

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For immediate distribution

**INNERGEX POWER INCOME FUND ANNOUNCES  
FIRST QUARTER RESULTS FOR 2009**

Highlights:

- Power generation increases compared to first quarter of 2008
- Adjusted net earnings up from \$0.5 million to \$2.5 million in 2009
- Distribution payout ratio for the Fund set at 99%

LONGUEUIL, QUEBEC, MAY 11, 2009 – Innergex Power Income Fund (TSX: IEF.UN) (the “Fund”) today announced its financial results for the first quarter ended March 31, 2009. Increased production and higher power rates led to growth compared to the same quarter of the previous year.

For the three-month periods ending March 31		
	2009	2008
Production (MW-hr)	163,912	160,939
Gross operating revenues	\$13.9 M	\$13.6 M
EBITDA	\$11.1 M	\$10.9 M
Net adjusted earnings	\$2.5 M	\$0.5 M
Net adjusted earnings per unit	\$0.08	\$0.02

OPERATING RESULTS

The Fund's power generating facilities produced 163,912 MW-hr during the first quarter of 2009, an increase of 2% compared to the corresponding period in 2008. The most significant factor in this increase is the performance of the L'Anse-à-Valleau wind farm (“AAV”), which produced 11% more power than during the first quarter of 2008. This increased production is due in part to conditions more favourable to wind-power generation during the first quarter of 2009. Hydroelectric facilities in Quebec also enjoyed favourable hydrological conditions, counterbalancing less favourable conditions at the Rutherford Creek (BC) and Horseshoe Bend (Idaho) facilities.

These power generation figures translated into gross operating revenues of \$13.9 million for the first quarter of 2009, an increase of 3%, or \$0.3 million, compared to gross operating revenues of \$13.6 million posted during the first quarter of 2008. Increased revenues were the result of higher production levels and rates – the latter resulting from increased power rates linked to inflation as specified in long-term power purchase agreements (PPA) with Hydro-Québec and with British Columbia Hydro and Power Authority.

EBITDA

Earnings before interest, provision for income taxes, depreciation and amortization, other revenues and expenses and minority interest (EBITDA) totalled \$11.1 million during the first quarter of 2009, a 2% increase as compared to EBITDA of \$10.9 million for the corresponding quarter in 2008. These results reflect greater power generation at the Fund's facilities, as well as power purchase rates set at a higher level for the first quarter of 2009 compared to the first quarter of the previous year.

## ADJUSTED NET EARNINGS

The Fund manager believes that net adjusted earnings represent additional information that is important to the reader, as it provides a measure of profitability that excludes certain items that do not immediately impact cash on hand. The net adjusted earnings exclude unrealized losses / gains on exchange rates and derivative financial instruments and related future income taxes. They also exclude major non-recurring items, such as the impact on future income taxes resulting from modifications to tax legislation or changes in tax rates.

The Fund posted net adjusted earnings of \$2.5 million (\$0.08 per trust unit) for the first quarter of 2009, compared to \$0.5 million (\$0.02 per trust unit) for the first quarter of 2008. The difference is primarily the result of a loss of \$1.8 million realized on a derivative instrument during the first quarter of 2008. The Fund's net adjusted earnings are calculated as follows:

Net adjusted earnings	Quarter ended March 31, 2009	Quarter ended March 31, 2008
Net earnings (net loss)	\$3,019,454	\$(760,993)
Add / (deduct)		
Unrealized (gain) loss on derivative financial instruments	(573,779)	1,629,279
Unrealized foreign exchange loss	96,460	94,843
Future taxes related to (losses) / gains on foreign exchange and on unrealized derivative financial instruments	(86,318)	(439,905)
Adjusted net earnings	\$2,455,817	\$523,224
Adjusted net earnings per trust unit	\$0.08	\$0.02

## NET DISTRIBUTABLE CASH AND CASH DISTRIBUTIONS

Net distributable cash for the first quarter of 2009 was \$7.4 million, as compared to \$5.4 million for the corresponding period in 2008. Distribution for the first quarter of 2009 and of 2008 was set at \$7.3 million, or \$0.25 per unit. For the first quarter of 2009, the distribution payout ratio is 99%, compared to 135% for the first quarter of 2008. The improvement in this ratio results from a decrease in repayments of long-term debt and the realized loss of \$1.8 million on a derivative financial instrument reported in 2008 (nil in 2009). Consequently, during the most recent quarter, following distribution to unitholders, the Fund deposited its net distributable cash surplus into current cash accounts. During the corresponding quarter in 2008, the Fund used \$1.9 million in cash on hand to enhance the net distributable cash in order to maintain distributions to unitholders.

## OUTLOOK

Michel Letellier, President and Chief Executive Officer of Innergex Renewable Energy Inc., the Fund's Manager, notes, "The Fund has posted improved financial results for the first quarter, thereby demonstrating its ability to produce stable returns for unitholders. The Fund has reserves at its disposal, along with access to credit facilities and loans required for our operations to run smoothly. As a result, we believe that the Fund is in a position to continue to offer stability to unitholders in the coming months, despite the recession."

The unaudited consolidated financial statement and the management's discussion and analysis can be downloaded from Innergex' website at: [www.innergex.com](http://www.innergex.com), as well as of the website of Sedar, at [www.sedar.com](http://www.sedar.com).

## NON-GAAP MEASURES

Some indicators referred to in this press release are not recognized measures under Canadian Generally Accepted Accounting Principles ("GAAP"). Consequently, they may not be comparable to measures presented by other issuers. The Fund believes that these indicators are important since they provide the reader with additional information about production, available cash and the Fund's ability to meet its cash distribution objectives to unitholders. The Fund also believes that they facilitate the comparison of results over different periods.

**Innergex Power Income Fund** is an open-ended income trust that indirectly owns interests in 10 hydroelectric power-generating facilities and two wind farms. The Fund's installed capacity is 340 MW (net interest of 210 MW). Approximately 27% of total annual production comes from wind energy. The Fund's units are traded on the Toronto Stock Exchange under the symbol IEF.UN. The

hydroelectric facilities and wind farms are managed by Innergex Renewable Energy Inc., the manager, under long-term agreements with the Fund.

#### FORWARD- LOOKING STATEMENTS

In order to inform the Fund's unitholders as well as potential investors on future prospects of the Fund, this press release may contain forward-looking statements within the meaning of securities legislation. Forward-looking Statements can generally be identified by the use of words and phrases, such as "may", "will", "estimate", "anticipate", "plans", "expects" or "does not expect", "is expected", "budget", "scheduled", "forecasts", "intends" or "believes", or variations of such words and phrases that state that certain events will occur. Forward-looking Statements represent, as of the date hereof, the estimates, forecasts, projections, expectations or opinions of the Manager relating to future events or results. Forward-looking Statements involve known and unknown risks, uncertainties and other important factors which may cause the actual results or performance to be materially different from those expressed, or implied, including: (i) operations-related risk; (ii) hydrology and wind regime risk, (iii) reliance on major customers; (iv) tax treatment of distributions, (v) level of production from Fund's facilities, (vi) the cost of production of the Fund's facilities, (vii) interest rates as they bear on the Fund's indebtedness. Although the Fund believes that the expectations instigated by the Forward-looking Statements are based on reasonable and valid hypotheses, there is a risk that the Forward-looking Statements may be incorrect. The readers are cautioned not to rely unduly on these Forward-looking Statements. The Forward-looking Statements are expressly qualified by this cautionary statement. The Fund does not undertake any obligation to update or revise any Forward-looking Statements, whether as a result of events or circumstances occurring after the date hereof, unless required by legislation.

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*For additional information or interviews:*

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