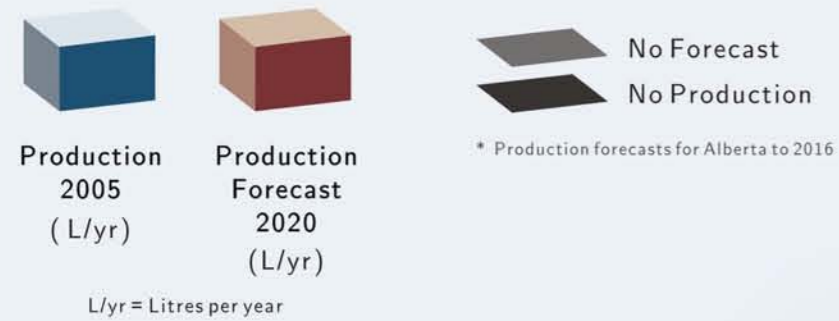


# Alternative Fuels Production and Production Forecast Ethanol



The Canadian Renewable Fuels Association reports that Canada produced 250 million litres of fuel ethanol in 2004, and that production could reach 1.4 billion litres in 2007 rising to 3.1 billion litres by 2010 if current and announced biofuels programs are implemented.

Saskatchewan's ethanol production is expected to increase to 1 billion litres annually by 2020. The province currently has three fully-operational ethanol plants producing approximately 160 million litres of ethanol per year.

Canada is also at the forefront of research and development of new fuel sources, including biodiesel, cellulosic ethanol, and hydrogen.

Within Manitoba alone, there is a potential market for 260 million litres of ethanol or 1.4 billion litres of gasohol per year.

The Québec government would like all gasoline sold in the province between now and 2012 to have an ethanol content of 5%. This means that Québec will need 400 million litres of ethanol a year.

