



ALASKA HYDRO CORPORATION
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TSX Venture Exchange: AKH

(\$US Funds unless stated otherwise)

NEWS RELEASE
NOT FOR DISSEMINATION IN THE UNITED STATES

ALASKA HYDRO ANNOUNCES PRELIMINARY FEASIBILITY STUDY

December 29, 2014 – Vancouver, British Columbia – Alaska Hydro Corporation (the Company") reports that the Company has engaged Sigma Engineering Ltd. to prepare a prefeasibility study for the Company's More Creek Project. The More Creek Project initial design is a water storage facility with an installed hydroelectric generator capacity of 70 to 75MW. The study assumes interconnection to the B C Hydro Substation at Bob Quinn Lake on Highway 37, a distance of approximately 13 km. The study will include estimation of revenue based on 23 years of hydrologic data. Prices used will include a range of estimates some based on recent announcements by B. C. Hydro. Capital costs will include the cost of access roads, dam and intake, powerhouse, building, substation, generating equipment and transmission line. The study will take approximately six weeks to complete from commencement of work. A description of the Project Scope can be found on the Company's website.

For further information, please contact:
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Certain statements contained in this release may constitute forward-looking information. These statements may relate to future events or future performance, including receipt of a water licence in respect of the Proposed Project, receipt of land tenure in respect of lands relating to the Proposed Project, completion of a preliminary economic assessment, environmental assessments, prefeasibility and feasibility studies and project financing, receipt of TSX Venture Exchange acceptance, receipt of a satisfactory outcome in consultations with First Nations, receipt of applicable permits, anticipated project development timelines and anticipated demand for hydro electricity. The use of any of the words "could", "intend", "expect", "believe", "will", "projected", "estimated" and similar expressions and statements relating to matters that are not historical facts are intended to identify forward-looking information and are based on the Company's current belief or assumptions as to the outcome and timing of such future events. Actual future results may differ materially. Any forward-looking information contained in this release is made as of the date hereof and the Company is not obligated to update or revise any forward-looking information, whether as a result of new information, future events or otherwise, except as required by applicable securities laws. Because of the risks, uncertainties and assumptions contained herein, investors should not place undue reliance on forward-looking information. The foregoing statements expressly qualify any forward-looking information contained herein.

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