



ALASKA HYDRO CORPORATION
11906 – 194B Street
Pitt Meadows, BC, V3Y 1K2
TSX Venture Exchange: AKH
www.alaskahydro.com

(\$US Funds unless stated otherwise)

NEWS RELEASE
NOT FOR DISSEMINATION IN THE UNITED STATES

ALASKA HYDRO TO ABANDON CASCADE CREEK PROJECT

November 9, 2012 – Vancouver, British Columbia – Alaska Hydro Corporation (the “Company”) has decided to abandon its effort to develop the Cascade Creek hydropower project in Thomas Bay Alaska. The Company acquired the Cascade Creek hydropower project in 2010 and has spent \$2,768,000 on the project in an effort to produce a completed application for a US Federal Energy Regulatory Commission (“FERC”) hydropower project licence. At the time of acquisition the project was being developed under a second preliminary permit, with the aim that the second preliminary permit would be converted to a hydropower license. Subsequent to the acquisition the regulatory period for filing the hydropower license application expired before the Company was able to complete the necessary work to file the license application. In order to keep site control to further develop the project, the Company applied for a third preliminary permit. This preliminary permit application was denied and the Company sought a rehearing. The rehearing was denied and confirmed by FERC. The decision however left the door open to submit a proposal that would allow the company to proceed with no site control.

The Company had the right to appeal the rehearing decision, but has decided that the cost and time involved in the process and the low probability of success rendered the appeal process not viable. The Company initiated a response to FERC taking advantage of an opening in the FERC letter but has since decided that the probability of obtaining site control, in some form which would allow the Company to raise additional funds to pursue this course of action, was unlikely and the effort should be abandoned.

The Company plans to divest itself of Cascade Creek LLC (“Cascade”) or its assets in whatever manner that will be beneficial to the Company and its shareholders. Cascade has an extraordinary database and has built relationships with other interested parties such that the acquisition of Cascade by others may produce favourable results. The Company plans to redirect its efforts to finding relationships where the Company's TSX-V listing can be utilized.

The Board of Alaska Hydro regrets that it has had to make this decision as the Cascade project may well be the best in Alaska but the regulatory and financial obstacles are sufficiently difficult to founder the Company which the Board is not prepared to do.

For further information, please contact:

Cliff Grandison, Co-Chairman
(604) 929-3961

Or

Doug Bishop, President and CEO
(604) 649-6614

About Alaska Hydro Corporation

The Company is engaged in the acquisition and development of renewable energy projects, focused primarily on hydropower projects in northern climates. The Company owns Cascade Creek, LLC which has been developing the Cascade Creek project located in Thomas Bay near Petersburg, Alaska. Further information regarding the business of the Company and Cascade can be found in the Company's filing statement which is available at www.sedar.com. Interested persons may visit the Company's website at www.alaskahydro.com to view project details and licensing documents. All project documents may be viewed on the Cascade website www.thomasbayhydro.com at this time, or on the FERC website www.ferc.gov.

Certain statements contained in this release constitute forward-looking information. These statements relate to future events or future performance. 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. In particular, this release contains forward-looking information relating to, the business of the Company, the Cascade Creek Project, and the Company's future structure and operations. The 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.

Neither the TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.