



(the "Company")

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NEWS RELEASE

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TSX-VENTURE: SBX

SEABREEZE RENEGOTIATES TERMS ON MATURED US \$100,000 CONVERTIBLE DEBENTURE

Sea Breeze Power Corp. is pleased to announce that further to its news release of December 20th, 2011 that the refinancing of the US \$100,000 convertible debenture has closed. The new debenture has a two year term and is convertible into units of the Company at \$0.15 per unit.

Each unit converts into one share and one share purchase warrant. Each share purchase warrant is exercisable for a two year period, which will expire two years following the reinvestment of funds. The warrants issuable from the debentures will have an exercise price of \$0.15 per share if exercised, during the two year term of the debenture.

Interest on the debentures will be calculated at 9% per annum. The interest payments are payable in shares valued at the market price prevailing on semi-annual calculation dates. The holder of the refinanced debenture is a "non-arm's length" investor.

Sea Breeze Power Corp. is a Vancouver-based renewable energy company focused on unlocking British Columbia's enormous but "stranded" renewable energy potential. Sea Breeze is presently engaged in the development of utility-scale wind farms, "run-of-river" hydroelectric projects, and through a joint venture partnership, the development of state-of-the-art electricity transmission projects.

ON BEHALF OF THE BOARD OF DIRECTORS
"PAUL B MANSON"

per: PAUL B. MANSON, President & CEO

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