No securities regulatory authority has expressed an opinion about these securities and it is an offence to claim otherwise. This short form prospectus constitutes a public offering of these securities only in those jurisdictions where they may be lawfully offered for sale and only by persons permitted to sell these securities in those jurisdictions. ***These securities have not been and will not be registered under the United States Securities Act of 1933, as amended (the "U.S. Securities Act"), or any applicable state securities laws. Accordingly, these securities may not be offered or sold, directly or indirectly, within the United States, except in transactions exempt from registration under the U.S. Securities Act and applicable state securities laws. This short form prospectus does not constitute an offer to sell or a solicitation of an offer to buy any of these securities within the United States. See "Plan of Distribution".***

Information has been incorporated by reference in this short form prospectus from documents filed with securities commissions or similar authorities in Canada. *Copies of the documents incorporated herein by reference may be obtained on request without charge from the secretary of Innergex Renewable Energy Inc. at 1225 Saint-Charles Street West, 10th Floor, Longueuil, Québec, J4K 0B9, telephone (450) 928-2550 and are also available electronically at www.sedar.com.*

SHORT FORM PROSPECTUS

New Issue August 30, 2021

INNERGEX

Renewable Energy.
Sustainable Development.

INNERGEX RENEWABLE ENERGY INC.

$175,007,400

9,021,000 Common Shares

This short form prospectus qualifies the distribution of 9,021,000 common shares (the "**Offered Shares**") of Innergex Renewable Energy Inc. (the "**Corporation**" or "**Innergex**") at a price of $19.40 per Offered Share (the "**Offering Price**") for aggregate gross proceeds of $175,007,400 (the "**Offering**").

The Offered Shares are being sold pursuant to an underwriting agreement (the "**Underwriting Agreement**") dated August 17, 2021 among the Corporation and CIBC World Markets Inc. ("**CIBC**"), National Bank Financial Inc. ("**NBF**"), BMO Nesbitt Burns Inc. ("**BMO**") and TD Securities Inc. ("**TD**"), as joint bookrunners (collectively, the "**Joint Bookrunners**"), and RBC Dominion Securities Inc., Scotia Capital Inc., Desjardins Securities Inc. ("**Desjardins**"), Raymond James Ltd. and iA Private Wealth Inc. (collectively, the "**Underwriters**").

Price: $19.40 per Offered Share			
	Price to the Public	**Underwriters' Fee(1)**	**Net Proceeds(2)**
Per Offered Share	$19.40	$0.78	$18.62
Total(3)	$175,007,400	$7,000,296	$168,007,104

Notes:

(1) Pursuant to the Underwriting Agreement (as described below), the Corporation has agreed to pay to the Underwriters a fee equal to 4.00% of the gross proceeds of the Offering (the "**Underwriters' Fee**") (including in respect of any Over-Allotment Shares (as defined below)). See "*Plan of Distribution*".

(2) After deducting the Underwriters' Fee but before deducting the expenses of the Offering, estimated to be approximately $1,000,000 which, together with the Underwriters' Fee, will be paid out of the gross proceeds of the Offering.

(3) The Corporation has granted to the Underwriters an option (the "**Over-Allotment Option**") to purchase up to 1,353,150 additional Common Shares (the "**Over-Allotment Shares**") from the Corporation to cover over-allotments, if any, and for market stabilization purposes. The Over-Allotment Option is exercisable in whole or in part at any time up to 30 days after the date of Closing (as defined below). If the Over-Allotment Option is exercised in full, the total "Price to the Public", the "Underwriters' Fee" and the "Net Proceeds" to the Corporation (after deducting the Underwriters' Fee but before deducting the expenses of the Offering, estimated to be approximately $1,000,000) will be $201,258,510, $8,050,340 and $193,208,170, respectively. This short form prospectus qualifies the grant of the Over-Allotment Option and the issuance and sale of the Over-Allotment Shares upon exercise of the Over-Allotment Option. A purchaser who acquires Over-Allotment Shares that form part of the Underwriters' over-allocation position acquires those securities under this short form prospectus, regardless of whether the over-allocation position is ultimately filled through the exercise of the Over-Allotment Option or secondary market purchases. Unless the context otherwise requires, references to Offered Shares in this short form prospectus include the Over-Allotment Shares. See "*Plan of Distribution*".

Underwriters' Position	Maximum Size	Exercise Period	Exercise Price
Over-Allotment Option	1,353,150 Over-Allotment Shares	30 days following closing of the Offering	$19.40 per Over-Allotment Share

An investment in the Offered Shares is subject to certain risks. Prospective investors should carefully consider the risks described under "Risk Factors".

The Underwriters, as principals, conditionally offer the Offered Shares, subject to prior sale, if, as and when issued and sold by the Corporation and accepted by the Underwriters in accordance with the conditions contained in the Underwriting Agreement referred to under "Plan of Distribution", and subject to the approval of certain legal matters on behalf of the Corporation by McCarthy Tétrault LLP, and on behalf of the Underwriters by Fasken Martineau DuMoulin LLP.

The outstanding common shares of the Corporation (the "**Common Shares**") are listed and posted for trading on the Toronto Stock Exchange (the "**TSX**") under the trading symbol "INE". The TSX has conditionally approved the listing of the Offered Shares, the Over-Allotment Shares and the Subscribed Shares (as defined below). Listing is subject to the Corporation fulfilling all the listing requirements of the TSX. On August 17, 2021, the last trading day before the announcement of the Offering, the closing price of the Common Shares on the TSX was $20.11. On August 27, 2021, the last trading day before this short form prospectus, the closing price of the Common Shares on the TSX was $19.97.

In accordance with and subject to applicable laws, the Underwriters may, in connection with the Offering, effect transactions which stabilize or maintain the market price of the Common Shares at levels other than those which otherwise might prevail on the open market. Such transactions, if commenced, may be discontinued at any time. The Offering Price and the other terms of the Offering were determined by negotiation between the Corporation and the Joint Bookrunners. **The Underwriters propose to offer the Offered Shares initially at the Offering Price. After**

the Underwriters have made a reasonable effort to sell all of the Offered Shares at such price, the Offering Price may be decreased. See "*Plan of Distribution*".

Subscriptions will be received subject to rejection or allotment in whole or in part and the right is reserved to close the subscription books at any time without notice. The closing of the Offering (the "**Closing**") is expected to occur on or about September 3, 2021, or such other date as may be agreed upon by the Corporation and the Underwriters (the "**Closing Date**"). However, the Offered Shares are to be taken up by the Underwriters, if at all, on or before September 29, 2021.

It is expected that the Offered Shares will be registered to CDS Clearing and Depository Services Inc. ("**CDS**") or its nominee under the book based system administered by CDS. A purchaser of Offered Shares will receive only a customer confirmation from the Underwriter or other registered dealer who is a participant (a "**CDS Participant**") in the system of CDS through which the Offered Shares are purchased. No certificates will be issued unless specifically requested or required to comply with applicable law.

Investors should rely only on the information contained in or incorporated by reference in this short form prospectus. The Corporation and the Underwriters have not authorized anyone to provide investors with different or additional information.

CIBC, NBF, BMO, TD and Desjardins are wholly-owned indirect subsidiaries of Canadian financial institutions that are members of a syndicate of lenders that have made credit facilities available to the Corporation. Consequently, the Corporation may be considered a "connected issuer" of the Underwriters under applicable Canadian securities laws. See "*Relationship Between the Corporation and Certain Persons*".

Prospective purchasers are advised to consult their own tax advisors regarding the application of Canadian federal income tax laws to their particular circumstances, as well as any other provincial, foreign and other tax consequences of acquiring, holding or disposing of the Offered Shares.

Concurrently with the announcement of the Offering, the Corporation entered into a subscription agreement dated August 17, 2021 (the "**Subscription Agreement**") with its existing shareholder, HQI Canada Holding Inc. ("**HQI**"), pursuant to which HQI will purchase at the Offering Price, on a private placement basis, the number of Common Shares allowing HQI to maintain a 19.9% ownership of the Common Shares as of the Closing Date, being 2,242,000 Common Shares, for gross proceeds of $43,494,800 (the "**Concurrent Private Placement**"). Should the Over-Allotment Option be exercised, HQI would have the option to purchase such additional number of Common Shares under the Concurrent Private Placement as to allow HQI to maintain a 19.9% ownership of the Common Shares following the exercise of the Over-Allotment Option, which, assuming the Over-Allotment Option is exercised in full, would result in the issuance of an additional 339,000 Common Shares for additional gross proceeds of $6,576,600 (any Common Shares subscribed under the Concurrent Private Placement shall be referred to as the "**Subscribed Shares**"). The Subscription Agreement has been entered into pursuant to the exercise by HQI of the preferential subscription right provided in the Investor Rights Agreement dated February 6, 2021 (the "**Investor Rights Agreement**") between the Corporation and HQI. No commission or other fees will be paid to the Underwriters or any other underwriter or agent in connection with the Concurrent Private Placement. Closing of the Offering is conditional upon closing of the Concurrent Private Placement.

This short form prospectus does not qualify the distribution of the Subscribed Shares issued pursuant to the Concurrent Private Placement. The Subscribed Shares issued pursuant to the Concurrent Private Placement will be subject to a statutory hold period. *See "Plan of Distribution* **-** *Concurrent Private Placement"*.

The Corporation intends to use the net proceeds of the Offering and the Concurrent Private Placement to fund the purchase price of the Acquisition (as defined below) with the remainder of the net proceeds, or should the Acquisition not successfully close, the net proceeds of the Offering and the Concurrent Private Placement to be used for general corporate purposes including future growth initiatives. Pending such use, the Corporation intends to repay a portion of the indebtedness under the Credit Facility, which will then be available to be drawn, as required. See "*Use of Proceeds*".

Ouma Sananikone, member of the Board of Directors, resides outside of Canada and has appointed Innergex Renewable Energy Inc., 1225 Saint-Charles Street West, 10th Floor, Longueuil, Québec, J4K 0B9, as agent for service of process. Purchasers are advised that it may not be possible for investors to enforce judgments obtained in Canada against any person or company that is incorporated, continued or otherwise organized under the laws of a foreign jurisdiction or resides outside of Canada, even if the party has appointed an agent for service of process.

The head and registered office of the Corporation is located at 1225 Saint-Charles Street West, 10th Floor, Longueuil, Québec, J4K 0B9.

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GENERAL MATTERS

Unless otherwise indicated, all dollar amounts in this short form prospectus are expressed in Canadian dollars. In addition, and unless otherwise indicated, the disclosure in this short form prospectus assumes that the Over-Allotment Option has not been exercised by the Underwriters.

The audited consolidated financial statements of the Corporation for the years ended December 31, 2020 and 2019, and the unaudited condensed interim consolidated financial statements of the Corporation for the three-month and six-month periods ended June 30, 2021 and 2020, incorporated by reference in this short form prospectus, are reported in Canadian dollars and have been prepared in accordance with International Financial Reporting Standards ("**IFRS**") as issued by the International Accounting Standards Board. The Corporation does not undertake to update the information contained or incorporated herein by reference, except as required by the applicable securities laws.

The Offered Shares being offered for sale under this short form prospectus may only be sold in those jurisdictions in which offers and sales of the Offered Shares are permitted. This short form prospectus is not an offer to sell or a solicitation of an offer to buy the Offered Shares in any jurisdiction where it is unlawful to do so. The information contained in this short form prospectus is accurate only as of the date of this short form prospectus, regardless of the time of delivery of this short form prospectus or of any sale of the Offered Shares.

CAUTIONARY STATEMENT ON FORWARD-LOOKING INFORMATION

To inform readers of the Corporation's future prospects, this short form prospectus, including documents incorporated by reference herein, contains forward-looking information within the meaning of applicable securities laws ("Forward-Looking Information"). Forward-Looking Information can generally be identified by the use of words such as "approximately", "may", "will", "could", "believes", "expects", "intends", "should", "would", "plans", "potential", "project", "anticipates", "estimates", "scheduled" or "forecasts", or other comparable terms that state that certain events will or will not occur. It represents the projections and expectations of the Corporation relating to future events or results as of the date of this short form prospectus or the documents incorporated by reference herein, as applicable.

In particular, and without limiting the generality of the foregoing, Forward-Looking Information in this prospectus, including documents incorporated by reference herein, includes statements relating to: anticipated completion of the Acquisition, the Offering and the Concurrent Private Placement and timing for such completion, use of proceeds of the Offering, size of the Offering, potential financial impact of the Offering, the Corporation's projected financial performance, sources and impact of funding, project acquisitions, financial benefits and accretion expected to result from such acquisitions, business strategy, future development and growth prospects (including expected growth opportunities under the Strategic Alliance with Hydro-Québec), business integration, , and funds available under the Credit Facility and other statements that are not historical facts. Such information also includes the Corporation's expected production, projected revenues, projected Revenues Proportionate, projected adjusted EBITDA and projected adjusted EBITDA proportionate, projected free cash flow, projected free cash flow per share and intention to pay dividend quarterly, the estimated project size, costs and schedule, including obtainment of permits, start of construction, work conducted and start of commercial operation for development projects and prospective projects, the Corporation's intent to submit projects under Requests for Proposals, the qualification of U.S. projects for production tax credits (PTCs) and investment tax credits (ITCs) and other statements that are not historical facts.

Financial Outlook

To inform readers of the potential financial impact of the Offering, Forward-Looking Information in this short form prospectus and the documents incorporated herein by reference includes future-oriented financial information or financial outlook within the meaning of Canadian securities laws, including the estimated project costs, projected revenues, projected Revenues Proportionate, projected adjusted EBITDA and projected adjusted EBITDA proportionate, projected Free Cash Flow and projected Free Cash Flow per Share. Such information is intended to inform readers of the potential financial impact of expected results, of the expected commissioning of development projects, of the potential financial impact of completed and future acquisitions, and of the Corporation's ability to sustain current dividends and to fund its growth. Such information may not be appropriate for other purposes.

Assumptions

Forward-Looking Information in this short form prospectus, including the documents incorporated herein by reference, is based on certain key assumptions made by the Corporation, including, without restriction, those concerning production, hydrology, wind regimes and solar irradiation, performance of operating facilities, project performance, economic, financial and financial market conditions, the Corporation's success in developing and constructing new facilities, expectations and assumptions concerning availability of capital resources and timely performance by third parties of contractual obligations, receipt of regulatory approvals and expected closing of the Acquisition and of the Offering and the Private Placement. If any of these assumptions prove to be inaccurate, the Corporation's actual results could differ materially from those expressed or implied in forward-looking statements.

Risks and Uncertainties

Forward-Looking Information involves risks and uncertainties that may cause actual results or performance to be materially different from those expressed, implied or presented by the Forward-Looking Information. These are referred to in the "Risk Factors" section of this short form prospectus and include, without limitation: the improper assessment of water resources and associated electricity production, the variability in hydrology, wind regimes and solar irradiation; the delays and cost overruns in the design and construction of projects; health, safety and environmental risks, equipment supply risk, including equipment failure or unexpected operations and maintenance activity; the variability of installation performance and the related penalties; the performance of major counterparties; regulatory and political risks; the increase in water rental cost or the changes to regulations applicable to water use; the availability and the reliability of the transmission systems; the assessment of water, wind and solar and the associated electricity production; global climate change; natural disasters and force majeure; pandemics, epidemics or other public health emergencies; cybersecurity; the reliance on shared transmission and interconnection infrastructure; the ability of the Corporation to execute its strategy for building shareholder value; the ability to raise additional capital and the state of the capital market; the reliance on various forms of PPAs and the ability to secure new PPAs or renew any PPA; the fluctuations affecting prospective power prices; uncertainties surrounding development of new facilities; the obtainment of permits; the failure to realize the anticipated benefits of completed and future acquisitions; the integration of the completed and future acquisitions; the changes in governmental support to increase electricity to be generated from renewable sources by independent power producers; social acceptance of renewable energy projects; the relationships with stakeholders; the ability to secure appropriate land; foreign market growth and development risks; the liquidity risks related to derivative financial instruments; interest rate fluctuations and refinancing risk; the financial leverage and restrictive covenants governing current and future indebtedness; the changes in general economic conditions; foreign exchange fluctuations; the risks related to U.S. production and investment tax credits, changes in U.S. corporate tax rates and availability of tax equity financing; the possibility that the Corporation may not declare or pay a dividend; the ability to attract new talent or to retain officers or key employees; litigation; the exposure to many different forms of taxation in various jurisdictions; the sufficiency of insurance coverage; the credit rating not reflecting the actual performance of the Corporation or a lowering (downgrade) of the credit rating; the variation of the revenues from certain facilities based on the market (or spot) price of electricity; the host country economic, social and political conditions; the adverse claims to property title; unknown liabilities; the reliance on intellectual property and confidential agreements to protect the Corporation's rights and confidential information; the reputational risks arising from misconduct of representatives of the Corporation.

Although the Corporation believes that the expectations and assumptions on which Forward-Looking Information is based are reasonable under the current circumstances, readers are cautioned not to rely unduly on this Forward-Looking Information as no assurance can be given that it will prove to be correct. Forward-Looking Information contained herein is made as at the date of this short form prospectus **o**r the documents incorporated by reference herein, as applicable, and the Corporation does not undertake any obligation to update or revise any Forward-Looking Information, whether as a result of events or circumstances occurring after the date hereof, unless so required by law.

NON-IFRS FINANCIAL MEASURES

The Corporation reports its financial results in accordance with International Financial Reporting Standards ("**IFRS**"). This prospectus and the documents incorporated by reference herein include references to non-IFRS measures which do not have standardized meanings under IFRS and are not likely to be comparable to similarly designated measures reported by other issuers. Innergex believes these indicators are important, as they provide management and the reader with additional information about Innergex's production and cash generation capabilities, its ability to sustain current dividends and its ability to fund its growth. These indicators also facilitate the comparison of results over different periods.

Investors are cautioned that these measures are being reported in order to complement, and not replace, the analyses of financial results in accordance with IFRS. In this prospectus and the documents incorporated by reference herein, Innergex uses non-IFRS measures, including "Innergex's share of Revenues of joint ventures and associates", "Revenues Proportionate", "Adjusted EBITDA", "Adjusted EBITDA Margin", "Innergex's share of Adjusted EBITDA of joint ventures and associates", "Adjusted EBITDA Proportionate", "Adjusted EBITDA Margin Proportionate", "Adjusted Net Earnings (Loss)", "Free Cash Flow", "Adjusted Free Cash Flow", "Free Cash Flow per Share", "Payout Ratio" and "Adjusted Payout Ratio". The terms and definitions associated with such non-IFRS measures as well as a reconciliation to the most comparable IFRS measures are presented in the section "Non-IFRS Measures" in the 2020 MD&A and Interim MD&A which are available at www.innergex.com and at www.sedar.com.

DOCUMENTS INCORPORATED BY REFERENCE

The following documents of the Corporation, which have been filed with the securities commissions or similar regulatory authorities in each of the provinces of Canada where the Corporation is a reporting issuer, are specifically incorporated by reference into, and form an integral part of, this short form prospectus:

1. the annual information form of the Corporation dated February 25, 2021 for the year ended December 31, 2020 (the "**2020 AIF**");

2. the audited consolidated financial statements of the Corporation for the years ended December 31, 2020 and December 31, 2019 together with the notes thereto and the auditors' report thereon;

3. the management's discussion and analysis of the Corporation dated February 25, 2021 for the year ended December 31, 2020 (the "**2020 MD&A**");

4. the unaudited condensed interim consolidated financial statements of the Corporation for the three-month and six-month periods ended June 30, 2021 and 2020 and the notes thereto;

5. the management's discussion and analysis dated August 3, 2021 for the three-month and six-month periods ended June 30, 2021 (the "**Interim MD&A**");

6. the management information circular of the Corporation dated April 6, 2021 in respect of the annual meeting of shareholders of the Corporation held on May 11, 2021;

7. the template version of the indicative term sheet dated August 17, 2021 filed on SEDAR in connection with the Offering; and

8. the revised investor presentation dated August 30, 2021 filed on SEDAR in connection with the Offering.

Any documents of the type referred to above or required to be incorporated by reference herein under National Instrument 44-101 – *Short Form Prospectus Distributions*, including any business acquisition reports, any material change reports (excluding confidential material change reports), consolidated interim financial statements, consolidated annual financial statements and the auditor's report thereon, information circular and annual information form subsequently filed by the Corporation with various securities commissions or similar authority in any of the provinces of Canada after the date of this short form prospectus and prior to the completion or withdrawal of the Offering shall be deemed to be incorporated by reference into this short form prospectus.

Any statement contained in this short form prospectus or in a document incorporated or deemed to be incorporated by reference herein shall be deemed to be modified or superseded, for the purposes of this short

form prospectus, to the extent that a statement contained herein or in any other subsequently filed document which also is or is deemed to be incorporated by reference herein modifies or supersedes such statement. The modifying or superseding statement need not state that it has modified or superseded a prior statement or include any other information set forth in the document that it modifies or supersedes. The making of a modifying or superseding statement shall not be deemed an admission for any purposes that the modified or superseded statement, when made, constituted a misrepresentation, an untrue statement of a material fact or an omission to state a material fact that is required to be stated or that is necessary to make a statement not misleading in light of the circumstances in which it was made. Any statement so modified or superseded shall not be deemed, except as so modified or superseded, to constitute a part of this short form prospectus.

MARKET AND INDUSTRY DATA

The Corporation has obtained the market and industry data and other statistical information presented in the documents incorporated by reference in this short form prospectus from a combination of third party information and publicly available information. Although the Corporation believes these publications, reports and publicly available information to be reliable, it has not independently verified any of the data or other statistical information contained therein, nor has it ascertained the underlying economic or other assumptions relied upon by these sources and cannot and does not provide any representation or assurance as to the accuracy or completeness of the information or data, or the appropriateness of the information or data for any particular analytic purpose. The Corporation has no intention and undertakes no obligation to update or revise any such information or data, whether as a result of new information, future events or otherwise, except as required by law.

MARKETING MATERIALS

Any “template version” of “marketing materials” (as such terms are defined under applicable securities legislation) is deemed to be incorporated by reference into this short form prospectus. However, such “template version” of “marketing materials” does not form part of this short form prospectus to the extent that the contents of the “template version” of “marketing materials” are modified or superseded by a statement contained in this short form prospectus. Any “template version” of “marketing materials” filed on SEDAR after the date of this short form prospectus and before the termination of the distribution under the Offering will be deemed to be incorporated into this short form prospectus.

ELIGIBILITY FOR INVESTMENT

In the opinion of McCarthy Tétrault LLP, counsel to the Corporation, and Fasken Martineau DuMoulin LLP, counsel to the Underwriters, based on the current provisions of the *Income Tax Act* (Canada), as amended, including the regulations promulgated thereunder (“**Tax Act**”) and provided the Offered Shares are listed on a “designated stock exchange” as defined in the Tax Act (which currently includes the TSX) at all relevant times, the Offered Shares acquired pursuant to the Offering will be qualified investments for purposes of the Tax Act for trusts governed by registered retirement savings plans (“**RRSP**”), registered retirement income funds (“**RRIF**”), registered education savings plans (“**RESP**”), deferred profit sharing plans (“**DPSP**”), registered disability savings plans (“**RDSP**”) and tax free savings accounts (“**TFSA**”) (each as defined in the Tax Act).

Notwithstanding the foregoing, the holder of the TFSA or RDSP, the annuitant of the RRSP or RRIF, or the subscriber of the RESP, as applicable, will be subject to a penalty tax as set out in the Tax Act in respect of the Offered Shares held in the TFSA, RRSP, RRIF, RESP or RDSP, as applicable, if such Offered Shares are “prohibited investments” under the Tax Act for such plan. The Offered Shares generally will not be “prohibited investments” unless the holder of the TFSA or RDSP, the annuitant of the RRSP or RRIF, or the subscriber of the RESP, as the case may be: (i) does not deal at arm's length with the Corporation for purposes of the Tax Act; or (ii) has a “significant interest” (as defined in the Tax Act) in the Corporation. In addition, the Offered Shares generally will not be a prohibited investment if such shares are “excluded property” (as defined in the Tax Act) for trusts governed by a TFSA, RRSP, RRIF, RESP or RDSP

Prospective purchasers who intend to invest through an RRSP, RRIF, RESP, DPSP, RDSP or TFSA should consult their own tax advisors with respect to whether the Offered Shares would be prohibited investments having regard to their particular circumstances.

THE CORPORATION

The Corporation is an independent renewable power producer which develops, acquires, owns and operates hydroelectric facilities, wind farms, solar farms and energy storage facilities, Innergex is convinced that generating power from renewable sources will lead the way to a better world. Innergex conducts operations in Canada, the United States, France and Chile and manages a large portfolio of high-quality assets currently consisting of interests in 77 operating facilities with an aggregate net installed capacity of 3,071 MW (gross 3,741 MW) and an energy storage capacity of 150 MWh, including 38 hydroelectric facilities, 32 wind farms and seven solar farms. Innergex also holds interests in 8 projects under development, two of which are under construction, with a net installed capacity of 168 MW (gross 205 MW) and an energy storage capacity of 329 MWh, as well as prospective projects at different stages of development with an aggregate gross capacity totaling 6,931 MW.

RECENT DEVELOPMENTS

Acquisition under the strategic alliance with Hydro-Québec

Concurrently with the announcement of the Offering and the Private Placement on August 17, 2021, Innergex announced that it and HQI US Holding LLC, a subsidiary of Hydro-Québec, have entered into a Membership Interest Purchase Agreement with Atlantic Power to acquire Curtis Palmer, a 60 MW run-of-river hydroelectric portfolio located in Corinth, New York, consisting of the 12 MW Curtis Mills and 48 MW Palmer Falls facilities (collectively, the "**Facilities**") for upfront cash consideration of US$310.0 million ($387.5 million)[1] and an earn-out provision subject to the evolution of New York Independent System Operator (NYISO) market pricing. This joint acquisition is the first under the strategic alliance formed by Innergex and Hydro-Québec in 2020. Upon closing, Innergex will indirectly own a 50% interest in the Facilities with Hydro-Québec indirectly owning the remaining 50% interest (the "**Acquisition**").

The Acquisition will expand Innergex's U.S. presence with entry in the attractive New York renewables market, which boasts nation-leading renewable portfolio standards (RPS) policy targeting net-zero by 2040, goals that cannot be achieved without existing hydro generation. NYISO market construct provides diverse set of market revenue streams for which hydro assets are well positioned to capture and provides an attractive market backdrop for long-term hydro operations. The Acquisition will benefit from Hydro-Québec's decades of experience in the New York market coupled with Innergex's experience operating run-of-river hydroelectric assets.

Facilities Overview

The Facilities are located in Corinth, New York, approximately 300 km from Innergex's headquarters in Longueuil, Québec and the generating plants are about 0.5 miles apart on the Hudson River. The Facilities use technology familiar to Innergex and fit into Innergex's core capabilities as a long-time owner of hydro assets. The additional 60 MW of capacity from the Facilities represents approximately a 5% increase to the gross installed capacity of Innergex's hydro portfolio, from 1,199 MW (net 889 MW) to 1,259 MW (net 919 MW), and a 2% increase to the gross installed capacity of the total portfolio, from 3,741 MW to 3,801 MW.

The Facilities have a PPA for energy, RECs and capacity with Niagara Mohawk Power Corporation ("**NiMo**"), an investment grade state utility company (Moody's / S&P: A3 / BBB+) and an affiliate of National Grid Plc. The PPA expires upon the earlier of either December 31, 2027 or the delivery of cumulative 10,000 GWh (which is expected in 2026). Following the expiry of the PPA, it is expected that the Facilities will sell energy, RECs and capacity in the NYISO market. The New York renewable energy market benefits from state programs that support existing renewables and can offer additional upside potential to the Facilities, including the recent Tier 2 REC program, and the introduction of the social cost of carbon into energy markets.

[1] Note: Canadian dollar equivalents based on a currency exchange rate of $1.00 = US$1.25.

The Facilities are expected to contribute an incremental average annual "Earnings before the following" as presented in the consolidated statements of earnings (loss) and Adjusted EBITDA[2] of US$42.5 million ($53.1 million) and average annual Free Cash Flow (which approximates to "Cash flows from operating activities from continuing operations" as presented in the consolidated statements of cash flows) of US$39.5 million ($49.4 million) to Innergex and Hydro-Québec through the end of the PPA, without debt financing. The purchase price implies a multiple of average annual Adjusted EBITDA of 7.3x and an average annual Free Cash Flow yield of 13% through year 2025. The estimated annual Adjusted EBITDA contribution of the Facilities is primarily driven by: (i) the Facilities' long-term average production estimates, mainly driven by internal hydrology assessments, including input from third party experts, historical data and future climate change impacts; (ii) contractual rates under the PPA; and (iii) operating expenses estimates based on the Facilities' historical operations and Innergex's hydroelectric assets operating experience. No material adjustments between EBITDA and Adjusted EBITDA are expected. Free Cash Flow estimates are derived from the expected Adjusted EBITDA, less expected maintenance capital expenditures to maintain the Facilities in proper operating condition, which are based on internal budgets and Innergex's hydroelectric assets operating experience.

The Facilities were redeveloped and refurbished in 1986, with a perpetual life and strong historical operating track record. The Facilities' land is owned pursuant to a real property transfer agreement with International Paper Company and the Facilities are interconnected to NiMo transmission system, which system is owned and maintained by the Facilities. The Facilities operate under a FERC license issued in 2020 with a 40-year term, with a "Low Hazard" classification.

Financial Contribution to Innergex

The PPA is expected to contribute US$19.7 million ($24.6 million) of average annual Free Cash Flow to Innergex without any debt financing.

During its first full year of ownership, the Facilities are expected to contribute to Innergex's financial results by increasing the Adjusted EBITDA from Innergex' hydroelectric segment from approximately 40% to nearly 50%, providing double-digit accretion to Free Cash Flow per Share, reducing the Payout Ratio by more than 10%, and reducing overall corporate leverage by 0.4x. Innergex expects the Facilities' contribution to Free Cash Flow per Share and Payout Ratio to be sustained throughout the term of the PPA. With Free Cash Flow representing a return on capital in excess of 50% during the term of the PPA without debt financing, Innergex expects the Facilities to continue to generate an attractive return on investment for its shareholders in the long run.

The Acquisition is expected to close in the fourth quarter of 2021 and is subject to regulatory approvals including from the Federal Energy Regulatory Commission (FERC) and pursuant to the *Hart–Scott–Rodino Antitrust Improvements Act* (HSR Act), as well as customary closing conditions.

Acquisition of an 18 MW run-of-river hydro facility in Chile

On August 3, 2021, Innergex announced that it acquired 100% of the shares of Empresa Eléctrica Licán S.A. ("**Licán Project**"), which owns and operates an 18 MW run-of-river hydro facility with a reservoir for daily regulation for up to 3.5 hours. This facility was commissioned in 2011 and is located on the Licán river, in the region of Los Rios in Chile. Licán Project was acquired for a total enterprise value of US$40.5 million ($50.5 million), with an equity investment for Innergex of US$16.6 million ($20.6 million), which included payment to the shareholders and the partial repayment of the existing debt and other costs.

Commissioning and Tax Equity Funding of the Griffin Trail Wind Facility

On July 30, 2021, Innergex announced that the full commissioning of the 225.6 MW Griffin Trail wind facility in north Texas (the "**Griffin Trail**") was achieved on July 26, 2021 and that it concluded its tax equity funding on the date of this announcement. The facility is sited on approximately 26,000 acres of land and consists of 80 GE

[2] Note: Adjusted EBITDA, Free Cash Flow, Free Cash Flow per Share and Payout Ratio are not standardized financial measure under IFRS and therefore may not be comparable to similar financial measures presented by other issuers. Please refer to "Non-IFRS Financial Measures" section of this prospectus.

wind turbines. The renewable energy generated will be fed into the ERCOT transmission grid and sold on the spot market.

Completes Acquisition of Energía Llaima in Chile

On July 9, 2021, the Corporation announced that it became the sole owner of the Chilean renewable energy company Energía Llaima SpA ("**Energía Llaima**") by acquiring the remaining 50% interest in Energía Llaima for an aggregate consideration of US$71.35 million ($89.4 million) (the "**Llaima Transaction**"). Following the transaction, the Corporation has interests in and operates three hydro facilities in Chile with a gross installed capacity of 152 MW, a solar thermal facility with a gross installed capacity of 34 MW, as well as several projects in the development or prospective stages. It also manages operations at the Salvador solar farm which was already wholly owned by Innergex. The Corporation completed the acquisition by issuing to Energía Llaima's shareholders 4,048,215 of its Common Shares at a price of $22.09 per Common Share based on a 10-day volume weighted average price of the Common Shares prior to July 9, 2021.

Under the Investor Rights Agreement between Innergex and HQI, HQI elected to maintain its 19.9% ownership and the Corporation issued 1,148,050 Common Shares to HQI through a private placement for a total consideration of $25.3 million concurrently with the closing of the Llaima Transaction ("**HQ Transaction**").

Advances to final shortlist of bidders in the Boswell Project

On June 17, 2021, the Corporation announced it had been selected to PacifiCorp's 2020 All-Source Request for Proposal final shortlist with its 331.8 MW Boswell Springs wind project in Wyoming, USA (the "**Boswell Project**"). The PPA, to be concluded with PacifiCorp during the fourth quarter of 2021, is expected to be structured as a 30-year "take-or-pay" contract. The Boswell Project's commercial operation date is scheduled during the fourth quarter of 2024.

USE OF PROCEEDS

The net proceeds of the Offering (excluding any exercise of the Over-Allotment Option) after payment of the Underwriters' Fee of $7,000,296 and the estimated expenses of the Offering of approximately $1,000,000, will be $167,007,104. If the Over-Allotment Option is exercised in full, the net proceeds of the Offering, after payment of the Underwriters' Fee of $8,050,340 and expenses of the Offering estimated to be $1,000,000, will be approximately $192,208,170.

The Corporation intends to use the net proceeds of the Offering and the Concurrent Private Placement to fund the purchase price of the Acquisition (as defined below) with the remainder of the net proceeds, or should the Acquisition not successfully close, the net proceeds of the Offering and the Concurrent Private Placement, to be used for general corporate purposes including future growth initiatives. Pending such use, the Corporation intends to repay a portion of the indebtedness under the Credit Facility, which will then be available to be drawn, as required.

As of August 27, 2021, the Corporation was indebted under the Credit Facility (including letters of credit) in an amount of $594,527,732. See "*Relationship Between the Corporation and Certain Persons*." The Corporation regularly evaluates opportunities for, and engages in discussions with respect to, possible business acquisitions, development projects, joint ventures, strategic partnerships and other growth opportunities, which individually or collectively could be material to the Corporation. However, other than as described in this short form prospectus or in the documents incorporated by reference herein, the Corporation does not have any specific material binding agreements or commitments with respect to any transaction of this nature as of the date hereof, nor has it made any determination as to whether it will proceed with any such transaction.

The indebtedness to be repaid under the Credit Facility was principally incurred in the two previous years to fund the construction of the Hillcrest, Griffin Trail and Innavik Projects, to repay certain indebtedness of Alterra following the Alterra Acquisition, to fund the development of certain prospective and development projects and for other general corporate purposes.

DESCRIPTION OF SECURITIES

Description of share capital

The Corporation's authorized share capital consists of an unlimited number of Common Shares and an unlimited number of preferred shares, issuable in series (the "**Preferred Shares**"). As of August 27, 2021, 179,837,820 Common Shares, 3,400,000 cumulative rate reset preferred shares, Series A (the "**Series A Preferred Shares**") and 2,000,000 cumulative redeemable fixed rate preferred shares, Series C (the "**Series C Preferred Shares**") were issued and outstanding as well as $148.0 million of 4.75% Convertible Debentures and $142.1 million of 4.65% Convertible Debentures were issued and outstanding. The Common Shares, the Series A Preferred Shares, the Series C Preferred Shares, the 4.75% Convertible Debentures and the 4.65% Convertible Debentures are listed on the TSX under the symbols "INE", "INE.PR.A", "INE.PR.C", "INE.DB.B" and "INE.DB.C", respectively.

Description of Common Shares

The Offering consists of 9,021,000 Offered Shares (or 10,374,150 including the exercise of the Over-Allotment Option), which are offered hereunder at a price of $19.40 per Offered Share. See "*Plan of Distribution*".

Holders of Common Shares are entitled to one vote per share on all matters to be voted on at all meetings of shareholders of the Corporation except meetings at which only the holders of a specified class or series of the share capital of the Corporation are entitled to vote.

Subject to the prior rights of the holders of Preferred Shares, the holders of Common Shares are entitled to receive, as and when declared by the Board of Directors out of the moneys of the Corporation properly applicable to the payment of dividends, dividends in such amounts and payable at such times as the Board of Directors will determine.

In the event of the liquidation, dissolution or winding-up of the Corporation, whether voluntary or involuntary, or other distribution of the assets of the Corporation among its shareholders for the purpose of winding-up its affairs, after payment to the holders of Preferred Shares of the amounts they are entitled to in such event, the remaining assets of the Corporation will be paid to or distributed equally and rateably among the holders of the Common Shares.

There are no rights of pre-emption, redemption or conversion in respect of the Common Shares.

For a more detailed description of all material attributes and characteristics of the securities of the Corporation, please see "Description of Capital Structure" in the 2020 AIF which is incorporated by reference in this short form prospectus.

DIVIDEND POLICY

The declaration and payment of dividends on the Corporation's shares is within the discretion of the Board of Directors. The Board of Directors will determine if and when dividends should be paid in the future based on all relevant circumstances, including the desirability of maintaining capital to finance further growth of the Corporation and the Corporation's financial position at the relevant time.

As of February 25, 2021, the Board of Directors reviewed the Corporation's dividend policy on Common Shares and elected to maintain the annual dividend at $0.72 per Common Share.

CONSOLIDATED CAPITALIZATION

There have been no material changes in the share capitalization or in the indebtedness of the Corporation since June 30, 2021, being the date of the most recently filed condensed interim consolidated financial statements. The following table sets forth the consolidated capitalization of the Corporation as at the date indicated before and after giving effect to the Offering and the Concurrent Private Placement and the reduction of drawings under the Credit Facility (pending completion of the Acquisition). This table should be read in conjunction with the financial statements of the Corporation incorporated by reference into this short form prospectus.

	As at June 30, 2021	As at June 30, 2021 after giving effect to the Offering and the Concurrent Private Placement (1),(2)
Indebtedness:		
Long-term debt(3)(4)	4,600,233,000	4,389,731,000
Liability portion of convertible debentures	279,112,000	279,112,000
Shareholders' equity:		
Common shares(5)(6)	6,400,000	219,036,000
Contributed surplus	2,021,230,000	2,021,230,000
Preferred shares	131,069,000	131,069,000
Equity portion of convertible debentures	2,819,000	2,819,000
Deficit	(1,282,714,000)	(1,282,714,000)
Accumulated other comprehensive income (loss)	(85,448,000)	(85,448,000)
Equity attributable to owners:	793,356,000	1,005,992,000
Non-controlling interests	57,464,000	57,464,000
Total shareholders' equity	850,820,000	1,063,456,000

Notes:

(1) Not including the proceeds from the sale of the Over-Allotment Shares pursuant to the Over-Allotment Option.

(2) For the purposes of this table, "after giving effect to the Offering and the Concurrent Private Placement" includes the reduction of drawings under the Credit Facility (pending completion of the Acquisition) of $210.5 million, representing the net proceeds from the Offering and Concurrent Private Placement.

(3) Includes current portion of long-term debt.

(4) Includes indebtedness under the Credit Facility of $365.4 million at June 30, 2021.

(5) Share issuance costs of approximately $6 million related to the Offering, net of income taxes of approximately $2 million, that have been applied against common shares.

(6) Subsequent to June 30, 2021, in connection with the Llaima Transaction, Innergex has issued 4,048,215 common shares to the former shareholders of Energia Llaima, for a total consideration of US$71,350,000 ($89,437,000). Concurrently with the closing of the Llaima Transaction, as part of the Investor Rights Agreement between Innergex and Hydro-Québec, Innergex has issued 1,148,050 common shares, for total proceeds of $25,325,000, in order for Hydro-Québec to maintain its 19.9% ownership. The figures disclosed in this table do not take into account this subsequent issuance.

PRIOR SALES

The following summarizes the issuances by the Corporation of Common Shares or securities exercisable for or convertible into Common Shares in the 12-month period prior to the date of this short form prospectus:

Date of Issue/Grant	Type of Security	Price per Security	Number of Securities
October 14, 2020	Common Shares(1)	$14.52	1,431
October 14, 2020	Common Shares(1)	$14.65	2,988
October 15, 2020	Common Shares(2)	$25.71	8,825
October 20, 2020	Common Shares(3)	$20.00	30,000
November 6, 2020	Common Shares(3)	$20.00	36,500
November 11, 2020	Common Shares(1)	$14.65	2,850

Date of Issue/Grant	Type of Security	Price per Security	Number of Securities
November 12, 2020	Common Shares(1)	$14.65	2,925
December 8, 2020	Common Shares(3)	$20.00	250
December 17, 2020	Common Shares(3)	$20.00	1,500
January 6, 2021	Common Shares(4)	$22.90	655
January 11, 2021	Common Shares(3)	$20.00	9,800
January 11, 2021	Common Shares(4)	$22.90	17,685
January 12, 2021	Common Shares(4)	$22.90	3,231
January 13, 2021	Common Shares(3)	$20.00	250
January 13, 2021	Common Shares(4)	$22.90	1,091
January 15, 2021	Common Shares(2)	$31.20	4,936
January 15, 2021	Common Shares(4)	$22.90	10,262
January 19, 2021	Common Shares(3)	$20.00	500
January 21, 2021	Common Shares(3)	$20.00	750
January 21, 2021	Common Shares(4)	$22.90	18,253
January 22, 2021	Common Shares(4)	$22.90	3,056
January 25, 2021	Common Shares(3)	$20.00	500
January 25, 2021	Common Shares(4)	$22.90	7,205
January 26, 2021	Common Shares(3)	$20.00	9,750
January 26, 2021	Common Shares(4)	$22.90	436
January 27, 2021	Common Shares(4)	$22.90	11,877
January 27, 2021	Common Shares(3)	$20.00	250
January 28, 2021	Common Shares(4)	$22.90	218
February 5, 2021	Common Shares(3)	$20.00	1,250
February 24, 2021	Common Shares(3)	$20.00	7,550
March 1, 2021	Options(5)	$24.49	32,031
March 1, 2021	Performance Shares(6)	$24.49	177,435
April 15, 2021	Common Shares(2)	$22.47	115,353
May 21, 2021	Common Shares(7)	$18.89	(180,602)
July 9, 2021	Common Shares(8)	$22.09	4,048,215
July 9, 2021	Common Shares(9)	$22.09	1,001,800
July 9, 2021	Common Shares(9)	$21.82	146,250
July 15, 2021	Common Shares(2)	$22.20	14,713

Notes:

(1) Common Shares issued pursuant to the exercise of options that were previously granted under the Corporation's Stock Option Plan.

(2) Common Shares issued under the Corporation's Amended and Restated Dividend Reinvestment Plan.

(3) Common Shares issued upon the conversion of 4.65% Convertible Debentures

(4) Common Shares issued upon the conversion of 4.75% Convertible Debentures.

(5) Options to purchase Common Shares granted pursuant to the Corporation's Stock Option Plan.
(6) Performance Shares to purchase Common Shares granted to the Corporation's Performance Share Plan.
(7) Purchase for cancellation of Common Shares under the Corporation's 2020 Normal Course Issuer Bid.
(8) Common Shares issued in connection with the Llaima Transaction.
(9) Common Shares issued in connection with the HQI Transaction.

TRADING PRICE AND VOLUME

The Common Shares are listed and traded on the TSX under the symbol "INE". The following table[(1)] sets forth the monthly range of high and low prices per Common Share and the daily average volume traded on the TSX for each month of the 12-month period before the date of this short form prospectus.

	High ($)	**Low ($)**	**Daily Average Volume**
August 2020	23.42	22.06	294,420
September 2020	24.19	21.59	425,401
October 2020	26.60	23.80	467,030
November 2020	27.04	22.62	517,297
December 2020	27.63	24.51	488,946
January 2021	32.48	27.41	733,190
February 2021	29.81	23.52	731,515
March 2021	24.75	20.65	982,754
April 2021	23.78	20.83	1,628,732
May 2021	21.10	18.37	604,277
June 2021	22.22	20.28	403,139
July 2021	23.09	20.75	483,771
August 1st, 2021 to August 27, 2021	21.81	19.13	607,048

Note:
(1) Source for data in the above table is Bloomberg.

On August 17, 2021, the last trading day on which the Common Shares traded prior to the announcement of the Offering, the closing price on the TSX was $20.11. On August 27, 2021, the last trading day on which the Common Shares traded prior to the date of this short form prospectus, the closing price on the TSX was $19.97.

The 4.75% Convertible Debentures are listed and traded on the TSX under the symbol "INE.DB.B". The following table[(1)] sets forth the monthly range of high and low prices per 4.75% Convertible Debenture and the daily average volume traded on the TSX for each month of the 12-month period before the date of this short form prospectus.

	High ($)	**Low ($)**	**Daily Average Volume**
August 2020	122.50	118.00	1,489
September 2020	125.57	117.52	2,112
October 2020	135.53	123.00	3,398
November 2020	136.00	120.30	954
December 2020	140.00	128.00	1,046
January 2021	162.50	143.52	1,337
February 2021	150.00	124.34	1,819
March 2021	126.05	116.10	522
April 2021	124.00	117.00	115
May 2021	116.50	109.50	164
June 2021	119.37	114.84	360
July 2021	121.00	115.48	209
August 1st, 2021 to August 27, 2021	116.50	112.00	123

Note:
(1) Source for data in the above table is Bloomberg.

On August 17, 2021, the last trading day on which the 4.75% Convertible Debentures traded prior to the announcement of the Offering, the closing price on the TSX was $113.04. On August 27, 2021, the last trading day on which the 4.75% Convertible Debentures traded prior to the date of this short form prospectus, the closing price on the TSX was $112.32.

The 4.65% Convertible Debentures are listed and traded on the TSX under the symbol "INE.DB.C". The following table[1] sets forth the monthly range of high and low prices per 4.65% Convertible Debenture and the daily average volume traded on the TSX for each month of the 12-month period before the date of this short form prospectus.

	High ($)	Low ($)	Daily Average Volume
August 2020	115.05	110.00	658
September 2020	116.26	111.00	732
October 2020	124.13	115.00	3,000
November 2020	124.00	113.76	647
December 2020	128.00	120.00	555
January 2021	145.50	128.41	3,223
February 2021	137.95	118.00	1,958
March 2021	118.84	110.45	260
April 2021	119.00	111.02	321
May 2021	112.00	107.00	831
June 2021	114.00	110.00	291
July 2021	115.07	110.98	232
August 1st, 2021 to August 27, 2021	112.25	106.50	404

Note:

(1) Source for data in the above table is Bloomberg.

On August 17, 2021, the last trading day on which the 4.65% Convertible Debentures traded prior to the announcement of the Offering, the closing price on the TSX was $109.00. On August 27, 2021, the last trading day on which the 4.65% Convertible Debentures traded prior to the date of this short form prospectus, the closing price on the TSX was $110.00.

PLAN OF DISTRIBUTION

Underwriting Agreement

Pursuant to the terms and conditions of the Underwriting Agreement, the Corporation has agreed to issue and sell to the Underwriters, and the Underwriters have agreed to purchase from the Corporation on the Closing Date, subject to compliance with all necessary legal requirements and to the terms and conditions contained in the Underwriting Agreement, 9,021,000 Offered Shares at the Offering Price, payable in cash to the Corporation against delivery of the Offered Shares, for gross proceeds to the Corporation of $175,007,400. The Underwriters' obligation to purchase the Offered Shares is conditional upon the completion of the Concurrent Private Placement. The Offered Shares are being offered to the public in all of the provinces of Canada.

The obligations of the Underwriters under the Underwriting Agreement are joint (the notion equivalent to "several" in common law) and may be terminated at their discretion upon the occurrence of certain stated events as set out in the Underwriting Agreement. Such events include (i) any inquiry, action, suit, investigation or other proceeding commenced, announced or threatened or any order issued or any change of law, or interpretation or administration thereof, which, in the reasonable opinion of the Underwriter, operates to prevent or restrict the trading in, or which adversely impacts the distribution or the marketability of, the Common Shares; (ii) there occurs any material change or there arises or is discovered any previously undisclosed or new material fact in the business, affairs, operations, assets, liabilities, capital, prospects or ownership of the Corporation and its subsidiaries, taken as a whole, howsoever caused, which, in the reasonable opinion of the Underwriter, could reasonably be expected to result in the purchasers of a material number of Offered Shares exercising their rights under securities laws to withdraw from or rescind their purchase thereof or sue for damages in respect thereof or which has or could reasonably be expected to have a significant adverse effect on the market price or value of the Common Shares; and (iii) there should develop, occur or come into effect or existence any event, action, state, condition or major financial occurrence of national or international consequence, including without limitation any natural catastrophe, act of terrorism, war, outbreak, escalation, crisis, calamity or like event, or any governmental action, law, regulation, inquiry or other occurrence of any nature, including as a result of COVID-19 to the extent there are material adverse impacts relating thereto occurring after the date of the Underwriting Agreement, which, in the reasonable opinion of that Underwriter, materially adversely affects or may materially adversely affect the financial markets in Canada, or operations or affairs of the Corporation and any of its subsidiaries, taken as a whole, or that has or could reasonably be expected to have a significant adverse effect on the market price or value of the Common Shares.

If an Underwriter fails to purchase the Offered Shares which it has agreed to purchase, the other Underwriters may, but are not obligated to, purchase such Offered Shares. The Underwriters are, however, obligated to take up and pay for all of the Offered Shares if any of the Offered Shares are purchased under the Underwriting Agreement. The obligations of the Underwriters to purchase the Offered Shares are joint (the equivalent of several in common law) and not solidary (the equivalent of joint and several in common law). The Offering Price and the other terms of the Offering were determined by negotiation between the Corporation and the Joint Bookrunners, on their own behalf and for and on behalf of the other Underwriters.

Pursuant to the Underwriting Agreement, the Corporation has agreed to pay the Underwriters' Fee equal to 4% of the gross proceeds of the Offering. The Underwriters' Fee is payable on the Closing Date and, as applicable, upon the closing of the exercise of the Over-Allotment Option.

The Corporation has granted to the Underwriters the Over-Allotment Option, exercisable in whole or in part and at any time up to 30 days following the Closing to purchase up to 1,353,150 Over-Allotment Shares at the Offering Price. In respect of the Over-Allotment Option, the Corporation has agreed to pay to the Underwriters a cash fee equal to the Underwriters' Fee, to be paid from the gross proceeds realized on the exercise of the Over-Allotment Option. If the Over-Allotment Option is exercised in full, the price to the public and the net proceeds to the Corporation (after deducting the Underwriters' Fee of $8,050,340, but before deducting the expenses of the Offering to be borne by the Corporation, which are estimated to be approximately $1,000,000) will be $201,258,510 and $193,208,170, respectively. This short form prospectus qualifies the grant of the Over-Allotment Option and the distribution of the Over-Allotment Shares upon the exercise of the Over-Allotment Option. A purchaser who acquires Common Shares forming part of the Underwriters' over-allocation position acquires those Common Shares under this short form prospectus, regardless of whether the over-allocation position is ultimately filled through the exercise of the Over-Allotment Option or secondary market purchases.

The Underwriters propose to offer the Offered Shares initially at the Offering Price. After the Underwriters have made a reasonable effort to sell all of the Offered Shares at such price, the Offering Price may be decreased. Such decrease in the Offering Price will not affect the proceeds of the Offering to be received by the Corporation. As a result, the compensation realized by the Underwriters will effectively be decreased by the amount that the aggregate price paid by purchasers for the Offered Shares is less than the gross proceeds paid by the Underwriters to the Corporation.

In connection with the Offering, certain of the Underwriters or other registered dealers may distribute this short form prospectus electronically.

Subscriptions for the Offered Shares will be received subject to rejection or allotment in whole or in part, and the right is reserved to close the subscription books at any time without notice. The Offered Shares will be issued as non-certificated book-entry securities registered in the name of CDS or its nominee and no certificates representing Offered Shares will be issued to purchasers of Offered Shares and registration of such Offered Shares will be made through the depository services of CDS. Upon a purchase of any Offered Share, the owner of such share will receive only the customary confirmation from the Underwriter or the registered dealer from or through whom a beneficial interest in the Offered Shares is purchased and who is a CDS Participant. The Offered Shares must be purchased or transferred through a CDS Participant and all rights of holders of Offered Shares must be exercised through, and all payments or other property to which such holder is entitled will be made or delivered by, CDS or the CDS Participant through which the holder of Offered Shares holds such Offered Shares.

The Corporation has agreed to indemnify the Underwriters and their respective subsidiaries and affiliates and each of their directors, officers, employees, shareholders and agents certain liabilities, including liabilities for misrepresentations in this short form prospectus.

Pursuant to the Underwriting Agreement, the Corporation has agreed, for a period ending on the date that is 90 days from the Closing Date, not to issue or sell, without the prior written consent of the Underwriters (not to be unreasonably withheld), on behalf of the Underwriters, any of its securities or financial instruments convertible or exchangeable into securities of the Corporation, other than for purposes of director or employee stock options, Common Shares issued in the ordinary course under the Corporation's dividend reinvestment plan, and Common Shares issued upon due conversion of the 4.75% Convertible Debentures and the 4.65% Convertible Debentures.

The TSX has conditionally approved the listing of the Offered Shares, the Over-Allotment Shares and the Subscribed Shares. Listing is subject to the Corporation fulfilling all the listing requirements of the TSX. On August 17, 2021, the last trading day before the announcement of the Offering, the closing price of the Common Shares on the TSX was $20.11. On August 27, 2021, the last trading day before this short form prospectus, the closing price of the Common Shares on the TSX was $19.97.

Price Stabilization, Short Positions and Passive Market Making

In connection with the Offering, the Underwriters may over-allocate or effect transactions which stabilize or maintain the market price of the Common Shares at levels other than those which otherwise might prevail on the open market, including stabilizing transactions, short sales, purchases to cover positions created by short sales, imposition of penalty bids, and syndicate covering transactions.

Stabilizing transactions consist of bids or purchases made for the purpose of preventing or retarding a decline in the market price of the Common Shares while the Offering is in progress. These transactions may also include making over-allocating or short sales of the Common Shares, which involve the sale by the Underwriters of a greater number of Common Shares than they are required to purchase in the Offering. Short sales may be "covered short sales", which are short positions in an amount not greater than the number of Over-Allotment Shares, "naked short sales", which are short positions in excess of the number of Common Shares they are required to purchase under the Offering. The Underwriters may close out any covered short position either by exercising the Over-Allotment Option, in whole or in part, or by purchasing Common Shares in the open market. In making this determination, the Underwriters will consider, among other things, the price of Common Shares available for purchase in the open market compared with the Offering Price at which they may purchase Over-Allotment Shares through the Over-Allotment Option. The Underwriters must close out any naked short position by purchasing Common Shares in the open market. A naked short position is more likely to be created if the Underwriters are concerned that there may be downward pressure on the price of the Common Shares in the open market that could adversely affect investors who purchase in the Offering.

In addition, pursuant to policy statements and/or rules of the relevant securities commissions or similar regulatory authorities, the Underwriters may not, throughout the period of distribution, bid for or purchase Common Shares. The foregoing restriction is subject to certain exceptions, on the condition that the bid or purchase not be engaged in for the purpose of creating actual or apparent active trading in, or raising the price of the Common Shares. These exceptions include: (i) a bid or purchase permitted under the Universal Market Integrity Rules of the Investment Industry Regulatory Organization of Canada relating to market stabilization and passive market making activities; and (ii) a bid or purchase made for and on behalf of a customer where the order was not solicited during the period of the distribution.

As a result of these activities, the price of the Common Shares may be higher than the price that otherwise might exist in the open market. Those transactions, if commenced, may be interrupted or discontinued by the Underwriters at any time. The Underwriters may carry out these transactions on any stock exchange on which the Common Shares are listed (including the TSX), in the over-the-counter market, or otherwise.

Concurrent Private Placement

Concurrently with the announcement of the Offering, the Corporation entered into a subscription agreement dated August 17, 2021 (the “**Subscription Agreement**”) with its existing shareholder, HQI Canada Holding Inc. (“**HQI**”), pursuant to which HQI will purchase at the Offering Price, on a private placement basis, the number of Common Shares allowing HQI to maintain a 19.9% ownership of the Common Shares as of the Closing Date, being 2,242,000 Common Shares, for gross proceeds of $43,494,800 (the “**Concurrent Private Placement**”). Should the Over-Allotment Option be exercised, HQI would have the option to purchase such additional number of Common Shares under the Concurrent Private Placement as to allow HQI to maintain a 19.9% ownership of the Common Shares following the exercise of the Over-Allotment Option, which, assuming the Over-Allotment Option is exercised in full, would result in the issuance of an additional 339,000 Common Shares for additional gross proceeds of $6,576,600 (any Common Shares subscribed under the Concurrent Private Placement shall be referred to as the “**Subscribed Shares**”). The Subscription Agreement has been entered into pursuant to the exercise by HQI of the preferential subscription right provided in the Investor Rights Agreement dated February 6, 2021 (the “**Investor Rights Agreement**”) between the Corporation and HQI. No commission or other fees will be paid to the Underwriters or any other underwriter or agent in connection with the Concurrent Private Placement. Closing of the Offering is conditional upon closing of the Concurrent Private Placement.

This short form prospectus does not qualify the distribution of the Subscribed Shares issued pursuant to the Concurrent Private Placement. The Subscribed Shares issued pursuant to the Concurrent Private Placement will be subject to a statutory hold period.

United States Securities Law

This short form prospectus does not constitute an offer to sell or a solicitation of an offer to buy any of the Offered Shares in the United States. The Offered Shares have not been and will not be registered under the U.S. Securities Act or any applicable state securities laws, and may not be offered, or sold, directly or indirectly, within the United States, except in transactions exempt from the registration requirements of the U.S. Securities Act and applicable state securities laws.

The Underwriters have agreed that, except as permitted by the Underwriting Agreement and as expressly permitted by applicable laws of the United States, they will not offer or sell the Offered Shares at any time within the United States. The Underwriting Agreement permits the Underwriters to offer and sell the Offered Shares within the United States through their registered U.S. broker-dealer affiliates in transactions that comply with exemptions from the registration requirements of the U.S. Securities Act and applicable state securities laws. In particular, the Underwriting Agreement permits the Underwriters to re-offer and re-sell the Offered Shares that they have acquired pursuant to the Underwriting Agreement in the United States to “qualified institutional buyers” within the meaning of, and in compliance with, Rule 144A under the U.S. Securities Act and in compliance with applicable state securities laws. The Underwriting Agreement further provides that the Underwriters will offer and sell the Offered Shares outside the United States in accordance with Rule 903 of Regulation S under the U.S. Securities Act. The Offered Shares that are offered or sold in the United States will be “restricted securities” within the meaning of Rule 144 under the U.S. Securities Act, and will be subject to the re-sale and transfer restrictions under applicable United States federal and state securities laws.

Until 40 days after the commencement of the Offering, any offer or sale of the Offered Shares, within the United States by any dealer (whether or not participating in the Offering) may violate the registration requirements of the U.S. Securities Act if such offer or sale is made otherwise than in accordance with an available exemption under the U.S. Securities Act.

Other than pursuant to certain exceptions, the Offered Shares will be available for delivery in book-based form through CDS or its nominee and will be deposited with CDS on the Closing Date. A purchaser of Offered Shares will receive only a customer confirmation from the Underwriters or other registered dealer who is a CDS Participant through which the Offered Shares are purchased. Purchasers who are not issued a certificate evidencing the Offered Shares which are subscribed for by them at closing may request that a certificate be issued in their name. Such a request will need to be made through the CDS Participant through whom the beneficial interest in the securities is held at the time of the request.

CERTAIN CANADIAN FEDERAL INCOME TAX CONSIDERATIONS

In the opinion of McCarthy Tétrault LLP, counsel to the Corporation and Fasken Martineau DuMoulin LLP, counsel to the Underwriters, the following summary describes, as of the date hereof, the principal Canadian federal income tax considerations pursuant to the Tax Act generally applicable to a holder who acquires the Offered Shares pursuant to this Offering as beneficial owner and who, at all relevant times and for purposes of the Tax Act, (i) acquires and holds the Offered Shares as capital property; (ii) deals at arm's length and is not affiliated with the Corporation and the Underwriters; and (iii) is or is deemed to be resident in Canada (a "**Holder**"). Generally, the Offered Shares will be considered to be capital property to a Holder provided that the Holder does not hold or use the Offered Shares in the course of carrying on a business of trading or dealing in securities and such Holder has not acquired them or been deemed to have acquired them in one or more transactions considered to be an adventure or concern in the nature of trade. Certain Holders who might not otherwise be considered to hold their Offered Shares as capital property may, in certain circumstances, be entitled to have their Offered Shares, and all other "Canadian securities" (as defined in the Tax Act) owned by such Holders, treated as capital property by making the irrevocable election permitted by subsection 39(4) of the Tax Act. Such Holders should consult their own tax advisors regarding this election.

This summary is not applicable to a Holder: (i) that is a "financial institution" (as defined in the Tax Act for the purposes of the mark-to-market rules); (ii) an interest in which would be a "tax shelter investment" (as defined in the Tax Act); (iii) that is a "specified financial institution" (as defined in the Tax Act); (iv) that has elected to report its "Canadian tax results" (as defined in the Tax Act) in a currency other than Canadian currency; (v) who enters into or has entered into a "synthetic disposition arrangement" or a "derivative forward agreement" (as defined in the Tax Act) with respect to the Offered Shares; (vi) that receives dividends on Offered Shares under or as part of a "dividend rental arrangement" (as defined in the Tax Act); or (vii) that is a corporation resident in Canada and is, or becomes, or does not deal at arm's length for purposes of the Tax Act with a corporation resident in Canada that is or becomes, as part of a transaction or event or series of transactions or events that includes the acquisition of Offered Shares, controlled by a non-resident person or a group of non-resident persons that do not deal with each other at arm's length (for purposes of the Tax Act) for the purposes of the "foreign affiliate dumping" rules in section 212.3 of the Tax Act. Such Holders should consult their own tax advisors with respect to an investment in the Offered Shares. In addition, this summary does not address the deductibility of interest on any funds borrowed by a Holder to purchase Common Shares.

This summary is based upon: (i) the provisions of the Tax Act in force as of the date hereof; (ii) all specific proposals to amend the Tax Act that have been publicly announced by or on behalf of the Minister of Finance (Canada) prior to the date hereof (the "**Proposed Amendments**"); and (iii) counsel's understanding of the current published administrative and assessing policies and practices of the Canada Revenue Agency (the "**CRA**") published in writing by the CRA prior to the date hereof. This summary assumes the Proposed Amendments will be enacted in the form proposed, however, no assurance can be given that the Proposed Amendments will be enacted in the form proposed, if at all. This summary is not exhaustive of all possible Canadian federal income tax considerations and, except for the Proposed Amendments, does not take into account any changes in the law, whether by legislative, regulatory, administrative governmental or judicial decision or action, nor does it take into account provincial, territorial or foreign tax considerations, which may differ significantly from those discussed herein. This summary also does not take into account any change in the administrative policies or assessing practices of the CRA.

This summary is of a general nature only and is not intended to be, nor should it be construed to be, legal or tax advice to any particular holder or prospective Holder of Offered Shares, and no representations with respect to the tax consequences to any holder or prospective Holder are made therein. Consequently, Holders and prospective Holders of Offered Shares should consult their own tax advisors for advice with respect to the tax consequences to them of acquiring Offered Shares pursuant to this Offering, having regard to their particular circumstances.

Holder

Receipt of Dividends on Offered Shares

Dividends received or deemed to be received on Offered Shares held by a Holder will be included in the Holder's income for the purposes of the Tax Act.

Such dividends received by a Holder that is an individual (other than certain trusts) will be subject to the gross-up and dividend tax credit rules in the Tax Act normally applicable to "taxable dividends" received from "taxable Canadian corporations" (as such terms are defined in the Tax Act), including the enhanced gross-up and dividend tax credit in respect of dividends designated by the Corporation as "eligible dividends" in accordance with the provisions of the Tax Act. There may be limitations on the ability of the Corporation to designate dividends as "eligible dividends" and the Corporation has made no commitments in this regard. Any such designation will be disclosed by the Corporation on its website unless otherwise notified.

Taxable dividends received or deemed to be received by a Holder who is an individual (other than certain trusts) may result in such Holder being liable for alternative minimum tax under the Tax Act. Such Holders should consult their own tax advisors in this regard.

A Holder that is a corporation will include dividends received or deemed to be received on Offered Shares in computing its income and generally will be entitled to deduct the amount of such dividends in computing its taxable income subject to all relevant restrictions under the Tax Act. In certain circumstances, subsection 55(2) of the Tax Act will treat a taxable dividend received or deemed to be received by a Holder that is a corporation as proceeds of disposition or a capital gain. Holders that are corporations should consult their own tax advisors with respect to the application of subsection 55(2) of the Tax Act having regard to their own circumstances.

A Holder that is a "private corporation" or "subject corporation" (as such terms are defined in the Tax Act) may be liable under Part IV of the Tax Act to pay an additional tax (refundable under certain circumstances) on dividends received or deemed to be received on the Offered Shares to the extent such dividends are deductible in computing the Holder's taxable income.

Disposition of Offered Shares

A disposition or a deemed disposition of an Offered Share (other than to the Corporation unless purchased by the Corporation in the open market in the manner in which shares are normally purchased by any member of the public in the open market) by a Holder will generally result in the Holder realizing a capital gain (or a capital loss) equal to the amount by which the proceeds of disposition of the Offered Share exceed (or are less than) the aggregate of the adjusted cost base to the Holder thereof and any reasonable costs of disposition. Such capital gain (or capital loss) will be subject to the tax treatment described below under "Taxation of Capital Gains and Capital Losses". The cost to a Holder of Offered Shares acquired pursuant to this Offering will be determined by averaging the cost of such Offered Shares with the adjusted cost base of all other Common Shares (if any) held by the Holder as capital property at that time.

Taxation of Capital Gains and Capital Losses

Generally, one-half of any capital gain (a "taxable capital gain") realized by a Holder in a taxation year must be included in the Holder's income for the year, and one-half of any capital loss (an "allowable capital loss") realized by a Holder in a taxation year must be deducted from taxable capital gains realized by the Holder in that year. Allowable capital losses in excess of taxable capital gains realized in a taxation year generally may be carried back and deducted in any of the three preceding taxation years or carried forward and deducted in any subsequent taxation year against net taxable capital gains realized in such years (but not against other income), to the extent and under the circumstances described in the Tax Act.

The amount of any capital loss realized by a Holder that is a corporation on the disposition or deemed disposition of an Offered Share may, in certain circumstances, be reduced by the amount of any dividends received or deemed to be received by it on such Offered Share (or on a share for which the Offered Share has been substituted) to the extent and under the circumstances described by the Tax Act. Similar rules may apply where a corporation is a member of a partnership or a beneficiary of a trust that owns Offered Shares, directly or indirectly, through a partnership or a trust. Holders to whom these rules may be relevant should consult their own tax advisors.

A Holder that is, throughout the relevant taxation year, a "Canadian-controlled private corporation", as defined in the Tax Act, may be liable to pay an additional tax (refundable under certain circumstances) on its "aggregate investment income", which is defined in the Tax Act to include taxable capital gains.

Capital gains realized by a Holder who is an individual (other than certain trusts) may give rise to liability for alternative minimum tax as calculated under the detailed rules set out in the Tax Act. Such Holders should consult their own tax advisors in this regard.

RISK FACTORS

An investment in the Common Shares is subject to certain risks. Prospective investors should carefully consider the risks described below, which are qualified in their entirety by reference to, and must be read in conjunction with, all the other information contained in this short form prospectus and in the documents incorporated by reference herein and therein, including the "Risks and Uncertainties" section of the 2020 MD&A. Such risk factors could have a materially adverse effect on the future results of operations, business prospects or financial condition of the Corporation, and could cause actual events to differ materially from those described in "Cautionary Statement on Forward-Looking Information". Additional risks and uncertainties not presently known to the Corporation, or which the Corporation currently deems to be immaterial, may also have an adverse effect upon the Corporation.

Risks Relating to the Offering

The market price of the Common Shares may experience significant fluctuations

The market price for Common Shares may be volatile and subject to wide fluctuations in response to numerous factors, many of which are beyond the Corporation's control, including the following: (i) actual or anticipated fluctuations in the Corporation's quarterly results of operations; (ii) recommendations by securities research analysts; (iii) changes in the economic performance or market valuations of other issuers that investors deem comparable to the Corporation; (iv) addition or departure of the Corporation's executive officers and other key personnel; (v) release or expiration of lock up or other transfer restrictions on Common Shares; (vi) sales or perceived sales of Common Shares; (vii) significant acquisitions or business combinations, strategic partnerships, joint ventures or capital commitments by or involving the Corporation or its competitors; (viii) news reports relating to trends, concerns, technological or competitive developments, regulatory changes and other related issues in the Corporation's industry or target markets; and (iv) conditions created by the ongoing COVID-19 pandemic.

Financial markets have recently experienced significant price and volume fluctuations that have particularly affected the market prices of equity securities of public entities and that have, in many cases, been unrelated to the operating performance, underlying asset values or prospects of such entities. Accordingly, the market price of the Common Shares may decline even if the Corporation's operating results or prospects have not changed. Additionally, these factors, as well as other related factors, may cause decreases in asset values that are deemed to be other than temporary, which may result in impairment losses. As well, certain institutional investors may base their investment decisions on consideration of the Corporation's environmental, governance and social practices and performance against such institutions' respective investment guidelines and criteria, and failure to satisfy such criteria may result in limited or no investment in the Common Shares by those institutions, which could materially adversely affect the trading price of the Common Shares. There can be no assurance that continuing fluctuations in price and volume will not occur. If such increased levels of volatility and market turmoil continue for a protracted period of time, there could be a material adverse effect on the Corporation's business, financial condition and results of operations, as well as the trading price of the Common Shares.

Potential dilution caused by future share issuances

Innergex's constating documents allow it to issue an unlimited number of Common Shares for such consideration and on such terms and conditions as shall be established by the Board of Directors. Innergex may issue additional Common Shares in subsequent offerings (including through the sale of securities convertible into or exchangeable for Common Shares) or other securities exercisable for Common Shares. Innergex may also issue

Common Shares (or securities convertible into Common Shares) to finance future acquisitions. Innergex cannot predict the size of future issuances of Common Shares or the effect that future issuances and sales of Common Shares will have on the market price of the Common Shares. Issuances of a substantial number of additional Common Shares (or securities convertible into Common Shares), or the perception that such issuances could occur, may adversely affect the prevailing market price for the Common Shares. With any additional issuance of Common Shares, investors will suffer additional dilution to their voting power, and Innergex may experience dilution in its earnings per share.

Holders of Common Shares may be subject to dilution resulting from future offerings of Common Shares by the Corporation. Innergex may raise additional funds in the future by issuing Common Shares or securities convertible into, or exercisable or exchangeable for, Common Shares. Holders of Common Shares will have no pre-emptive rights in connection with such further issues. The Board of Directors has the discretion to determine if an issuance of Common Shares or securities convertible into, or exercisable or exchangeable for, Common Shares is warranted, the price at which such issuance is effected and the other terms relating to the issuance of such securities. In addition, additional Common Shares may be issued by the Corporation in connection with the exercise of options granted under the Corporation's stock option plan prior to or following the completion of the Offering.

The Acquisition may not be completed on the terms negotiated or at all

The closing of the Acquisition is subject to the satisfaction of certain conditions and may not be completed on the terms negotiated or at all. Certain of these conditions are outside the control of Innergex and the seller, including receipt of the required regulatory approvals, and there is no assurance that such conditions to the closing of the Acquisition will be satisfied. A delay in obtaining such approvals, the failure to do so or the imposition of unfavourable terms or conditions could have a material adverse effect on the Acquisition.

Actual use of proceeds may vary, including in the event the Acquisition is not completed

The Corporation currently intends to allocate the net proceeds received from the Offering as described under "Use of Proceeds" in this short form prospectus. However, management will have discretion in the actual application of the net proceeds, and may elect to allocate proceeds differently from that described in "Use of Proceeds" if it is believed it would be in the best interests of the Corporation to do so as circumstances change. The failure by management to apply these funds effectively could have a material adverse effect on the business of the Corporation.

If the Acquisition is not completed, the issuance of Common Shares in connection with the Offering and the Concurrent Private Placement will nevertheless occur and Innergex may use the proceeds to fund development projects and other growth opportunities, or for general corporate purposes. Innergex may not be able to utilize the net proceeds of the Offering for an alternative use that provides economic returns and cash flows consistent with the returns anticipated by Innergex as a result of completing the Acquisition.

If securities or industry analysts cease to publish research reports or publish inaccurate or unfavourable research about the Corporation, the trading price and volume of the Common Shares could decline

The trading market for the Common Shares depends in part on the research and reports that securities or industry analysts publish about the Corporation or our business. If one or more of the analysts who cover the Corporation downgrade the Common Shares or publish inaccurate or unfavourable research about the Corporation's business, the trading price of the Common Shares may decline. If one or more of these analysts cease coverage of the Corporation or fail to publish reports on the Corporation regularly, demand for the Common Shares could decrease, which could cause the trading price and volume of the Common Shares to decline.

Sales of substantial amounts of the Common Shares may have an adverse effect on the market price of the Common Shares

Sales of substantial amounts of the Common Shares, or the availability of such securities for sale, could adversely affect the prevailing market prices for the Common Shares. A decline in the market prices of the Common Shares could impair Innergex's ability to raise additional capital through the sale of securities should it desire to do so.

The price at which the Offered Shares are sold by the Underwriters may be less than the Offering Price

The Underwriters propose to offer the Offered Shares initially at the Offering Price. After the Underwriters have made a reasonable effort to sell all of the Offered Shares at such price, the Offering Price may be decreased. The sale by the Underwriters of the Offered Shares at a price lower than the Offering Price could adversely affect the prevailing market prices for the Common Shares.

If any of the foregoing events, or other risk factor events not described herein occur, the Corporation's business, financial condition or results of operations could suffer. In that event, the market price of the Corporation's securities could decline and investors could lose all or part of their investment-

RELATIONSHIP BETWEEN THE CORPORATION AND CERTAIN PERSONS

CIBC, NBF, BMO, TD and Desjardins are wholly-owned indirect subsidiaries of Canadian financial institutions that are members of a syndicate of lenders that have made credit facilities available to the Corporation. Furthermore, upon closing of the Offering, the Corporation intends to use the net proceeds of the Offering in the manner described under the "*Use of Proceeds*" and pending such use, the Corporation intends to repay a portion of the indebtedness under the Credit Facility, which will then be available to be drawn, as required. The indebtedness to be prepaid under the Credit Facility was principally incurred in the two previous years to fund the construction of the Hillcrest, Griffin Trail and Innavik Projects, to repay certain indebtedness of Alterra following the Alterra Acquisition, to fund the development of certain prospective and development projects and for other general corporate purposes. Consequently, the Corporation may be considered a "connected issuer" of CIBC, NBF, BMO, TD and Desjardins under applicable Canadian securities laws.

As of August 27, 2021, the Corporation was indebted under the Credit Facility (including letters of credit) in an amount of $594,527,732.

The Corporation is in compliance with the terms of the Credit Facility. Since the execution of the credit agreement relating to the Credit Facility, the lenders have not waived a breach, on the part of the Corporation, of such credit facility, although a waiver of certain conditions of the Credit Facility was obtained in order to carry out the Offering and to give effect to the intended use of proceeds. The financial position of the Corporation has not changed in any material manner since the Credit Facility was entered into, except as disclosed herein. The indebtedness under the Credit Facility is secured, among others, by projects held by the Corporation, including the wind farm located in Baie-des-Sables, Québec and certain hydroelectric facilities located in Québec, security over certain receivables of the Corporation and its subsidiaries, pledges of partnership interests and share capital of certain subsidiaries, including certain subsidiaries holding operating facilities, of the Corporation, and guarantees provided by certain subsidiaries of the Corporation

The decision to issue the Offered Shares and the determination of the terms of the distribution were made through negotiation among the Corporation and the Underwriters. The Canadian financial institutions which are lenders to the Corporation, including the Canadian financial institutions of which CIBC, NBF, BMO, TD and Desjardins are the respective subsidiaries, did not have any involvement in such decision or determination. As a consequence of the Offering, none of the Underwriters will receive any benefit in connection with the Offering other than their respective share of the Underwriters' Fee.

INTEREST OF EXPERTS

Certain legal matters in connection with the Offering will be passed upon on behalf of the Corporation by McCarthy Tétrault LLP and on behalf of the Underwriters by Fasken Martineau DuMoulin LLP. As at the date hereof, (i) the partners and associates of McCarthy Tétrault LLP, as a group, beneficially own, directly or indirectly, less than 1% of the outstanding Common Shares; (ii) the partners and associates of Fasken Martineau DuMoulin LLP, as a group, beneficially own, directly or indirectly, less than 1% of the outstanding Common Shares.

AUDITOR, TRANSFER AGENT AND REGISTRAR

The auditors of the Corporation are KPMG LLP, 600 de Maisonneuve Blvd. West, Suite 1500, Montréal, Québec, H3A 0A3, and they are independent with respect to the Corporation within the meaning of the relevant rules and related interpretations prescribed by the relevant bodies in Canada.

The transfer agent and registrar for the Common Shares is Computershare Investor Services Inc., at its principal office located in Montréal, Québec and Toronto, Ontario.

ENFORCEMENT OF JUDGMENTS AGAINST FOREIGN PERSONS

Ouma Sananikone, member of the Board of Directors, resides outside of Canada and has appointed Innergex Renewable Energy Inc., 1225 Saint-Charles Street West, 10th Floor, Longueuil, Québec, J4K 0B9, as agent for service of process.

Purchasers are advised that it may not be possible for investors to enforce judgments obtained in Canada against any person or company that is incorporated, continued or otherwise organized under the laws of a foreign jurisdiction or resides outside of Canada, even if the party has appointed an agent for service of process.

PURCHASERS' STATUTORY RIGHTS OF WITHDRAWAL AND RESCISSION

Securities legislation in certain of the provinces of Canada provides purchasers with the right to withdraw from an agreement to purchase securities. This right may be exercised within two business days after receipt or deemed receipt of a prospectus and any amendment. In several of the provinces, the securities legislation further provides a purchaser with remedies for rescission or, in some provinces, revisions of the price or damages if the short form prospectus and any amendment contains a misrepresentation or is not delivered to the purchaser, provided that the remedies for rescission, revisions of the price or damages are exercised by the purchaser within the time limit prescribed by the securities legislation of the purchaser's province. The purchaser should refer to any applicable provisions of the securities legislation of the purchaser's province for the particulars of these rights or consult with a legal adviser.

GLOSSARY OF TERMS

The following terms used in this short form prospectus have the meanings set forth below, unless otherwise indicated:

"**2020 AIF**" has the meaning attributed thereto under "*Documents Incorporated by Reference*";

"**2020 MD&A**" has the meaning attributed thereto under "*Documents Incorporated by Reference*";

"4.75% Convertible Debentures" means the 4.75% unsecured subordinated convertible debentures of the Corporation maturing on June 30, 2025;

"4.65% Convertible Debentures" means the 4.65% unsecured subordinated convertible debentures of the Corporation maturing on October 26, 2026;

"**Acquisition**" has the meaning attributed thereto under "*Recent Developments*";

"**Alterra Acquisition**" means the acquisition of Alterra Power Corp by Innergex in October 2017;

"**BMO**" has the meaning attributed thereto on the front page;

"**Board of Directors**" means the board of directors of the Corporation;

"**Boswell Project**" means the 331.8 MW Boswell Springs wind project in Wyoming, USA;

"**CDS**" has the meaning attributed thereto on the front page;

"**CIBC**" has the meaning attributed thereto on the front page;

"**Closing Date**" has the meaning attributed thereto on the front page;

"**Common Shares**" has the meaning attributed thereto on the front page;

"**Corporation**" has the meaning attributed thereto on the front page;

"**Credit Facility**" means the seventh amended and restated credit agreement dated December 19, 2018 between the Corporation, as borrower, certain subsidiaries as guarantors, and a syndicate of financial institutions as lenders, as amended;

"**Desjardins**" has the meaning attributed thereto on the front page;

"**DPSP**" has the meaning attributed thereto under "*Eligibility for Investment*";

"**Facilities**" has the meaning attributed thereto under "*Recent Developments*";

"**Energía Llaima**" has the meaning attributed thereto under "*Recent Developments*";

"**Forward-Looking Information**" has the meaning attributed thereto under "*Cautionary Statement on Forward-Looking Information*";

"**Griffin Trail Project**" means a 225.6 MW wind facility located in Knox and Baylor Counties, near the community of Vera in north Texas;

"**Hillcrest Project**" means a 200 MW^{AC} (or 265 MW_{DC}) solar project located in Brown County, Ohio;

“**Holder**” has the meaning attributed thereto under “*Certain Canadian Federal Income Tax Considerations*”;

“**HQI**” has the meaning attributed thereto under “*Concurrent Private Placement*”;

“**HQI Transaction**” has the meaning attributed thereto under “*Recent Developments*”;

“**IFRS**” has the meaning attributed thereto under “

Non-IFRS Financial Measures”;

“**Innavik Project**” means a 7.5 MW run-of-river hydroelectric facility located in the north of Québec;

“**Innergex**” has the meaning attributed thereto on the front page;

“**Interim MD&A**” has the meaning attributed thereto under “*Documents Incorporated by Reference*”;

“**Investor Rights Agreements**” has the meaning attributed thereto under “*Concurrent Private Placement*”;

“**Joint Bookrunners**” means CIBC, NBF, BMO and TD;

“**Licán Project**” is an 18 MW run-of-river hydro facility located on the Licán river, in the region of Los Rios in Chile;

“**Llaima Transaction**” has the meaning attributed thereto under “*Recent Developments*”;

“**MW**” means megawatt;

“**MW_{AC}**” means megawatt alternative current;

“**MW_{DC}**” means megawatt direct current;

“**NBF**” has the meaning attributed thereto on the front page;

“**NiMo**” means Niagara Mohawk Power Corporation;

“**Offering**” has the meaning attributed thereto on the front page;

“**Offering Price**” has the meaning attributed thereto on the front page;

“**Over-Allotment Option**” has the meaning attributed thereto on the front page;

“**Preferred Shares**” has the meaning attributed thereto under “*Description of Securities*”;

“**PPA**” means power purchase agreement, energy supply agreements, electricity supply agreements or renewable energy supply agreements for power projects;

“**RDSP**” has the meaning attributed thereto under “*Eligibility for Investment*”;

“**RESP**” has the meaning attributed thereto under “*Eligibility for Investment*”;

“**RRIF**” has the meaning attributed thereto under “*Eligibility for Investment*”;

“**RRSP**” has the meaning attributed thereto under “*Eligibility for Investment*”;

“**Series A Preferred Shares**” has the meaning attributed thereto under “*Description of Securities*”;

"**Series C Preferred Shares**" has the meaning attributed thereto under "*Description of Securities*";

"**Subscribed Shares**" means the Commons Shares which will be subscribed by HQI through the Concurrent Private Placement;

"**Subscription Agreement**" has the meaning attributed thereto under "*Concurrent Private Placement*";

"**Tax Act**" means the *Income Tax Act* (Canada), R.S.C. 1985, c.1, (5th Supp.), as amended, including the regulations promulgated thereunder, as amended from time to time;

"**taxable capital gain**" has the meaning attributed thereto under "*Certain Canadian Federal Income Tax Considerations*";

"**TD**" has the meaning attributed thereto on the front page;

"**TFSA**" has the meaning attributed thereto under "*Eligibility for Investment*";

"**TSX**" has the meaning attributed thereto on the front page;

"**Underwriters**" has the meaning attributed thereto on the front page;

"**Underwriting Agreement**" has the meaning attributed thereto under "*Plan of Distribution*"; and

"**U.S. Securities Act**" has the meaning attributed thereto on the front page.

CERTIFICATE OF THE CORPORATION

Dated: August 30, 2021

This short form prospectus, together with the documents incorporated herein by reference, constitutes, full, true and plain disclosure of all material facts relating to the securities offered by this short form prospectus as required by the securities legislation of each of the provinces of Canada.

By: *(s) Michel Letellier* Michel Letellier President and Chief Executive Officer	By: *(s) Jean-François Neault* Jean-François Neault Chief Financial Officer

On behalf of the Board of Directors

By: *(s) Daniel Lafrance* Daniel Lafrance Director	By: *(s) Pierrre G. Brodeur* Pierre G. Brodeur Director

CERTIFICATE OF THE UNDERWRITERS

Dated: August 30, 2021

To the best of our knowledge, information and belief, this short form prospectus, together with the documents incorporated herein by reference, constitutes full, true and plain disclosure of all material facts relating to the securities offered by this short form prospectus as required by the securities legislation of each of the provinces of Canada.

CIBC WORLD MARKETS INC.

By: *(s) James Brooks*
Name: James Brooks
Title: Managing Director

NATIONAL BANK FINANCIAL INC.

By: *(s) Martin Robitaille*
Name: Martin Robitaille
Title: Managing Director

BMO NESBITT BURNS INC.

By: *(s) Pierre-Olivier Renaud*
Name: Pierre-Olivier Renaud
Title: Director

TD SECURITIES INC.

By: *(s) Abe Adham*

Name: Abe Adham
Title: Managing Director

RBC DOMINION SECURITIES INC.

By: *(s) Robert Nicholson*
Name: Robert Nicholson
Title: Managing Director

SCOTIA CAPITAL INC.

By: *(s) Luc Ouellet*
Name: Luc Ouellet
Title: Managing Director

DESJARDINS SECURITIES INC.

By: *(s) François Carrier*
Name: François Carrier
Title: Managing Director

RAYMOND JAMES LTD.

By: *(s) James A. Tower*
Name: James A. Tower
Title: Managing Director

IA PRIVATE WEALTH INC.

By: *(s) David Beatty*
Name: David Beatty
Title: Managing Director