

## 2018 Guidance and Planning Assumptions

<b>Upstream</b>	<b>Capital Expenditures<sup>1</sup></b>	<b>Production</b>
<b>Oil and Liquids</b>	<b>(\$ millions)</b>	<b>(mbbls/day)</b>
Lloyd & Tucker thermal bitumen	835 - 860	99 - 101
Sunrise thermal bitumen	60 - 70	25 - 26
Lloyd non-thermal heavy and medium	85 - 90	38 - 38
Atlantic light	750 - 775	23 - 24
W. Canada light, medium, heavy & NGLs	105 - 110	21 - 22
Asia Pacific light & NGLs <sup>2,3</sup>	- -	10 - 11
<b>Total Crude Oil and Liquids</b>	<b>1,835 - 1,905</b>	<b>218 - 221</b>
<b>Natural Gas</b>	<b>(\$ millions)</b>	<b>(mmcf/day)</b>
Canada	265 - 275	285 - 290
Asia Pacific <sup>3</sup>	230 - 250	210 - 215
<b>Total Natural Gas</b>	<b>495 - 525</b>	<b>495 - 505</b>
<b>Total Upstream</b>	<b>(\$ millions)</b> <b>2,330 - 2,430</b>	<b>(mboe/day)</b> <b>300 - 305</b>
<b>Downstream</b>	<b>Capital Expenditures</b>	<b>Throughputs<sup>4</sup></b>
	<b>(\$ millions)</b>	<b>(mbbls/day)</b>
Canada downstream	130 - 160	110 - 115
U.S. downstream	580 - 625	250 - 255
<b>Total Downstream</b>	<b>710 - 785</b>	<b>360 - 370</b>
<b>Corporate Costs</b>	<b>(\$ millions)</b>	<b>Operating Costs</b>
Corporate Capital (\$ millions)	100 - 110	<b>Upstream Operating Costs</b>
<b>Total Capital Budget</b>	<b>3,140 - 3,325</b>	<b>(\$/bbl)</b>
<b>Other</b>	<b>(\$ millions)</b>	Lloyd and Tucker thermal <sup>5</sup>
Capitalized Interest	110 - 120	9.50 - 10.50
Corporate SG&A	175 - 225	Atlantic light oil
<b>Sustaining Capital</b>	<b>(\$ millions)</b>	<b>(\$/mcf)</b>
Upstream	1,275 - 1,325	Resource Play natural gas
Downstream	500 - 550	1.00 - 1.30
<b>Total Sustaining Capital</b>	<b>1,775 - 1,875</b>	Asia Pacific natural gas
		<b>(\$/boe)</b>
		<b>Total Upstream Operating Costs</b>
		13.00 - 13.50
		<b>Downstream Operating Costs<sup>6</sup></b>
		<b>(\$/boe)</b>
		Lloydminster Upgrader
		6.50 - 7.50
		U.S. Refineries
		6.00 - 7.00
<b>2018 Scheduled Turnarounds</b>		<b>Notes:</b>
Lloyd Upgrader: 5 week partial turnaround in Q2 80% expected average utilization rate during maintenance		1. Capital expenditures include exploration capital in each business unit.
Lima Refinery: 5 week partial turnaround in Q4 40% expected average utilization rate during maintenance		2. Asia Pacific oil & NGLs operating costs and capital expenditures are reflected in Asia Pacific natural gas.
Tucker Thermal: 3 week plant turnaround in Q3		3. Capital expenditures in Asia Pacific exclude amounts related to the Husky-CNOOC Madura Ltd. joint venture, which is accounted for under the equity method for interim financial statement purposes.
SeaRose FPSO: 3 week full turnaround beginning in Q2 with completion in Q3		4. Downstream throughputs include scheduled turnarounds.
Terra Nova FPSO: 4 week full turnaround in Q3		5. Include energy and non-energy costs.
		6. Excludes the impact of scheduled turnarounds in 2018.

Husky Energy is a Canadian-based integrated energy company. It is headquartered in Calgary, Alberta, Canada and its shares are publicly traded on the Toronto Stock Exchange under the symbols HSE, HSE.PR.A, HSE.PR.B, HSE.PR.C, HSE.PR.E and HSE.PR.G.

## **FORWARD-LOOKING STATEMENTS**

Certain statements in this document are forward-looking statements and information (collectively, “forward-looking statements”) within the meaning of the applicable Canadian securities legislation, Section 21E of the United States Securities Exchange Act of 1934, as amended, and Section 27A of the United States Securities Act of 1933, as amended. The forward-looking statements contained in this document are forward-looking and not historical facts.

In particular, forward-looking statements in this document include, but are not limited to, references to: capital expenditures and production guidance ranges for 2018 broken down by region, product type and business segment; operating costs guidance ranges for 2018 broken down by business segment; and the anticipated timing and duration of a turnaround at the Lima Refinery and the expected utilization rate at the Lima Refinery during the maintenance period.

Although the Company believes that the expectations reflected by the forward-looking statements presented in this document are reasonable, the Company’s forward-looking statements have been based on assumptions and factors concerning future events that may prove to be inaccurate. Those assumptions and factors are based on information currently available to the Company about itself and the businesses in which it operates. Information used in developing forward-looking statements has been acquired from various sources, including third-party consultants, suppliers and regulators, among others.

Because actual results or outcomes could differ materially from those expressed in any forward-looking statements, investors should not place undue reliance on any such forward-looking statements. By their nature, forward-looking statements involve numerous assumptions, inherent risks and uncertainties, both general and specific, which contribute to the possibility that the predicted outcomes will not occur. Some of these risks, uncertainties and other factors are similar to those faced by other oil and gas companies and some are unique to the Company.

The Company’s Annual Information Form for the year ended December 31, 2017 and other documents filed with securities regulatory authorities (accessible through the SEDAR website [www.sedar.com](http://www.sedar.com) and the EDGAR website [www.sec.gov](http://www.sec.gov)) describe risks, material assumptions and other factors that could influence actual results and are incorporated herein by reference.

New factors emerge from time to time and it is not possible for management to predict all of such factors and to assess in advance the impact of each such factor on the Company’s business or the extent to which any factor, or combination of factors, may cause actual results to differ materially from those contained in any forward-looking statement. The impact of any one factor on a particular forward-looking statement is not determinable with certainty as such factors are dependent upon other factors, and the Company’s course of action would depend upon management’s assessment of the future considering all information available to it at the relevant time. Any forward-looking statement speaks only as of the date on which such statement is made and, except as required by applicable securities laws, the Company undertakes no obligation to update any forward-looking statement to reflect events or circumstances after the date on which such statement is made or to reflect the occurrence of unanticipated events.

## **DISCLOSURE OF OIL AND GAS INFORMATION**

The Company uses the term “barrels of oil equivalent” (or “boe”), which is consistent with other oil and gas companies’ disclosures, and is calculated on an energy equivalence basis applicable at the burner tip whereby one barrel of crude oil is equivalent to six thousand cubic feet of natural gas. The term boe is used to express the sum of the total company products in one unit that can be used for comparisons. Readers are cautioned that the term boe may be misleading, particularly if used in isolation. This measure is used for consistency with other oil and gas companies and does not represent value equivalency at the wellhead.

Unless otherwise indicated, projected production volumes provided represent the Company’s working interest share before royalties.

All currency is expressed in Canadian dollars unless otherwise indicated.