



Canada-Newfoundland and Labrador Benefits

QUARTERLY REPORT
APRIL 1 – JUNE 30, 2009

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1.0 Introduction

The following represents Husky Energy's (Husky's) Canada-Newfoundland and Labrador Benefits Report for the quarter ending June 30, 2009, as required under the Conditions set out in Decision 2001.01 for the White Rose Development Project.

This report provides a summary of progress/activities related to Husky Energy's East Coast Operations and includes activities of its major sub-contractors as well.

2.0 Highlights for the Period

- Overall Canada / Newfoundland content for Husky's East Coast operations which includes the White Rose Project, North Amethyst Project, and Exploration was 52.7% NL and 16.9 % Other Canadian.
- A total of 7 million barrels of oil were produced during the period from April 1, 2009 to June 30, 2009 at an average production rate of 76,920 bbls/ day
- Total production from first oil up until June 30, 2009 is 130 million barrels
- Total employment for White Rose Operations was 1094 as of June 30, 2009.
- Total Employment on the North Amethyst Project was 575 as of June 30, 2009.

3.0 White Rose Employment Summary

As of June 30, 2009, a total of 1094 people were employed on Husky's White Rose Operations. This includes people employed with Husky and its contractors. Of this total 977 or 89% were residents of Newfoundland and Labrador when hired, while another 82 or 7.5% were residents of other regions of Canada at the time of hire. All of these positions were located in Newfoundland and Labrador as at June 30, 2009.

Table 3.1 - Employment Summary by Location, as of June 30, 2009



Employment by Location for: **White Rose**
June(2009)

Location	Newfoundland & Labrador			Other Canadian			Non-Canadian			Total Employment
	Male	Female	Sub-Total	Male	Female	Sub-Tota	Male	Female	Sub-Total	
Offshore	451	22	473	48	0	48	3	11	14	534
St. John's	360	144	504	31	3	35	6	15	21	559
TOTAL	811	166	977	79	3	82	9	26	35	1,094

4.0 North Amethyst Tieback Project

Progress continued to be made on the North Amethyst project in the 2nd Quarter of 2009. A total of 575 people were employed on the project as of the end of June 2009. Person hours for the period totaled approximately 261,000 bringing the total to date to over 1,397,000. Over \$123.6 million was expended on the North Amethyst project for the period April 1 to June 30, 2009. First oil is estimated in the first quarter of 2010.

Table 4.1 North Amethyst Employment By Location for Q2 2009




Employment by Location for: **North Amethyst
June(2009)**

Location	Newfoundland & Labrador			Other Canadian			Non-Canadian			Total Employment
	Male	Female	Sub-Total	Male	Female	Sub-Tota	Male	Female	Sub-Total	
Bull Arm	71	5	76	0	0	0	2	0	2	78
Germany	0	0	0	0	0	0	27	7	34	34
Houston	0	0	0	0	0	0	6	5	11	11
Leeds, UK	0	0	0	0	0	0	3	1	4	4
St. John's	148	52	200	32	2	34	209	5	214	448
TOTAL	219	57	276	32	2	34	247	18	265	575

5.0 Procurement Summary (Contracts > \$250,000)

There was one contract greater than \$250,000 awarded during the second quarter of 2009.

Table 7.1 Procurement Summary – Q2 2009

Procurement Summary		2009 - Q2					
Description	Vendor Name	Vendor Location	Range	NF	CDN	FOR	Total
							0%
NORTH AMETHYST CONTRACTS							0%
Variation Order 001 for IWC Equipment	Halliburton Group Canada Inc.	Mount Pearl, NL	I	23%	18%	59%	100%
Cost Range Code Legend							
A = 250,001 - 500,000 \$	E = 2,000,001 - 3,000,000 \$	I = 10,000,001 - 15,000,000 \$	M = 50,000,001 - 75,000,000 \$				
B = 500,001 - 1,000,000 \$	F = 3,000,001 - 5,000,000 \$	J = 15,000,001 - 20,000,000 \$	N = 75,000,001 - 100,000,000 \$				
C = 1,000,001 - 1,500,000 \$	G = 5,000,001 - 7,500,000 \$	K = 20,000,001 - 30,000,000 \$	O = Over 100,000,001 \$				
D = 1,500,001 - 2,000,000 \$	H = 7,500,001 - 10,000,000 \$	L = 30,000,001 - 50,000,000 \$					

6.0 Exploration

There were no exploration activities for the second quarter of 2009.

7.0 Photographs



Main Support Frame 2 with modules and roof in at Bull Arm



Loadout of MSF from the Assembly Hall



Site Team at Bull Arm



Grade Nine Girls from Arnold's Cove Tour the Bull Arm site as part of Techsploration



Ice Management on the White Rose Field in April 2009



Jumbo Javelin Heavy Lift Vessel in Bay Bulls



Deep Pioneer Lay Vessel in Bay Bulls



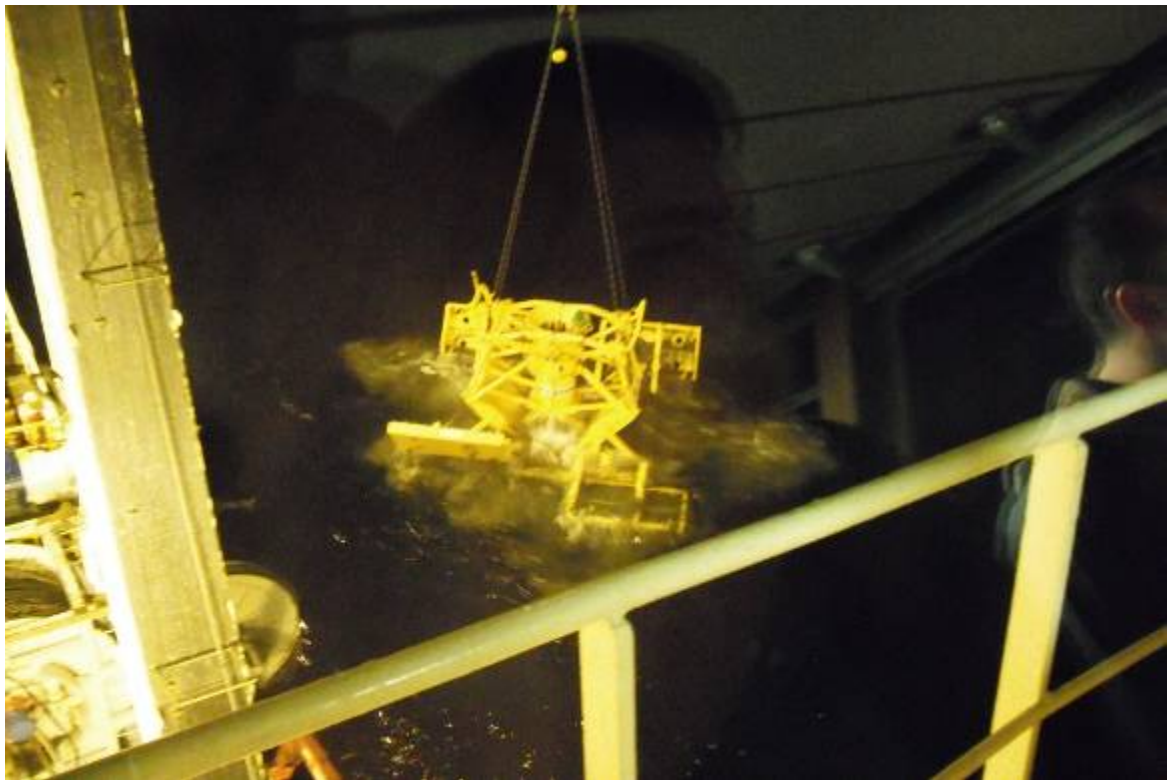
Well Service diving support vessel in Bay Bulls



Deep Pioneer Departing Bay Bulls for White Rose Field



Fast Frame on Deck of Deep Pioneer



Installation of Fast Frame From the Deep Pioneer



Installation of Flowlines in the North Amethyst Field