



# Canada-Newfoundland and Labrador Benefits

QUARTERLY REPORT  
JANUARY 1 – MARCH 31, 2008

## Table of Contents

1.0	Introduction.....	3
2.0	Highlights for the Period.....	3
3.0	Employment Summary.....	4
4.0	Procurement Summary (Contracts > \$250,000).....	6
5.0	Exploration.....	6
6.0	Photographs .....	7

## 1.0 Introduction

The following represents Husky Energy's (Husky's) Canada-Newfoundland and Labrador Benefits Report for the quarter ending March 31, 2008, 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 the period including OPEX, CAPEX II, Exploration, Delineation and White Rose Area Development costs was 47.9% NL and 19.4% Other Canadian.
- A total of 8.435 million barrels of oil were produced during the period from January 1, 2008 to March 31, 2008 at an average production rate of 92,500 bbls/ day
- Total production from first oil up until March 31, 2008 is 85.8 million barrels
- Total employment in East Coast Operations was 1028 as of March 31, 2008.
- The FPSO was shutdown in February for a 13 day turnaround
- Husky completed its 100<sup>th</sup> offload from the SeaRose on March 31, 2008

### **3.0 Employment Summary**


As of March 31, 2008, a total of 1028 people were employed on Husky's East Coast Operations. This includes people employed with Husky and its contractors. Of this total 923 or 89.8% were residents of Newfoundland and Labrador when hired, while another 69 or 6.7% were residents of other regions of Canada at the time of hire. All but 1 of these positions was located in Newfoundland and Labrador as at March 31, 2008. There were 614 people working in the offshore. In addition, another 113 people were employed on the SeaRose Tieback project as of the end of March 2008.

**Table 3.2 Employment Summary by Location, as of March 31, 2008**

Location	Newfoundland & Labrador			Other Canadian			Non-Canadian			Total Employment
	Male	Female	Sub-Total	Male	Female	Sub-Total	Male	Female	Sub-Total	
TOTAL	777	146	923	65	5	69	36	0	36	1028

## 4.0 Procurement Summary (Contracts > \$250,000)

There were 2 contracts greater than \$250,000 awarded during the first quarter of 2008.

Husky East Coast Operations Procurement Summary		2008 - Q1					
Description	Vendor Name	Vendor Location	Range	NF	CDN	FOR	Total
Pipe & Fittings (North Amethyst)	PM International Canada	Newfoundland	F	8%	6%	86%	100%
Structural Steel (North Amethyst)	Steel Plate and Section Ltd	UK	E	0%	0%	100%	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 \$	

## 5.0 Exploration

There were no major exploration activities carried out during the period of January 1, 2008 to March 31, 2008.

## 6.0 Photographs



Husky Exhibits at Energy Day During Oil & Gas Week Feb 22, 2008



100<sup>th</sup> Offload From the SeaRose to the Catherine Knutsen March 31, 2008



**Husky Employees Participate in Junior Achievement - Economics of Staying in School Program at St. Kevin's Junior High School on March 12, 2008**