



# Canada-Newfoundland and Labrador Benefits

QUARTERLY REPORT  
JULY 1 – SEPTEMBER 30, 2011

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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 September 30, 2011, 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 Atlantic Region and includes activities of its major sub-contractors as well.

## 2.0 Highlights for the Period

- First production was achieved from the West White Rose Pilot Scheme.
- Over \$166 million in purchase orders for goods and services were issued in this quarter.
- Overall Canada / Newfoundland content for Husky's operations which includes the White Rose Project, North Amethyst Project, West Pilot Scheme and Exploration was 60.01% Newfoundland & Labrador, 25.62% Other Canadian, and 14.37% Foreign.
- Total employment for Atlantic Region operations was 1090 as of September 30, 2011, representing a content of 91% NL and 6% Other Canadian.
- All positions for Atlantic Region operations were located in Newfoundland and Labrador.

## 3.0 White Rose Employment Summary

As of September 30, 2011, a total of 887 people were employed on Husky's White Rose Operations of which 449 were located offshore. This includes people employed with Husky and its contractors. Of this total 817 or 92% were residents of Newfoundland and Labrador when hired, while another 54 or 6.1% were residents of other regions of Canada at the time of hire. All of these positions were located in Newfoundland and Labrador as at September 30, 2011. The number of females employed on White Rose operations was 167 or approximately 19% of the total workforce.

**Table 3.1 - Employment Summary by Location, as of September 30, 2011**

Canada-Newfoundland and Labrador Benefits Report  
For the Quarter Ending September 30, 2011



**Employment by Location for:   White Rose**  
**September(2011)**

Location	Newfoundland & Labrador			Other Canadian			Non-Canadian			Total Employment
	Male	Female	Sub-Total	Male	Female	Sub-Tota	Male	Female	Sub-Total	
Boston, MA	0	0	0	0	0	0	1	0	1	1
Offshore	401	16	417	27	1	28	4	0	4	449
St. John's	256	144	400	20	6	26	11	0	11	438
<b>TOTAL</b>	<b>657</b>	<b>160</b>	<b>817</b>	<b>47</b>	<b>7</b>	<b>54</b>	<b>16</b>	<b>0</b>	<b>16</b>	<b>887</b>

## 4.0 North Amethyst Tieback Project

North Amethyst development drilling related to the project continued in the third quarter of 2011. The G-25-5 well was completed in this quarter. A total of 194 people were employed on the project as of the end of September 2011. Person hours for the period totaled approximately 105,260 bringing the total to date to over 2.5 million.

**Table 4.1 North Amethyst Employment Summary by Discipline Q3 2011**



**Employment Summary by Discipline (Major Contractors):**

**North Amethyst  
September(2011)**

Occupation	Newfoundland & Labrador			Other Canadian			Non-Canadian			Total Employment
	Male	Female	Sub-Total	Male	Female	Sub-Tota	Male	Female	Sub-Total	
Administration & Clerical	0	7	7	0	0	0	1	0	1	8
Engineers	20	0	20	3	0	3	0	0	0	23
Management	8	6	14	0	0	0	4	0	4	18
Marine Crew	27	0	27	5	0	5	4	0	4	35
Other Field Services	44	2	46	0	0	0	0	0	0	46
Skilled Trades	51	2	53	4	0	4	3	0	3	60
Technicians & Technolog	3	0	4	0	0	0	0	0	0	4
<b>TOTAL</b>	<b>153</b>	<b>17</b>	<b>171</b>	<b>12</b>	<b>0</b>	<b>12</b>	<b>12</b>	<b>0</b>	<b>12</b>	<b>194</b>

## 5.0 West White Rose Pilot Scheme

During Q3, the E18-10 production well was completed and drilling of the E18-11 water injection well was started with completion planned in Q4. A total of 9 people were employed on the project as of the end of September 2011. Person hours for the period totaled approximately 1,345.

**Table 5.1 West Pilot Scheme Employment Summary by Discipline Q3 2011**



**Employment Summary by Discipline (Major Contractors):**


**West White Rose  
September(2011)**

Occupation	Newfoundland & Labrador			Other Canadian			Non-Canadian			Total Employment
	Male	Female	Sub-Total	Male	Female	Sub-Tota	Male	Female	Sub-Total	
Engineers	1	0	1	0	0	0	1	0	1	2
Management	0	3	3	0	0	0	4	1	4	7
<b>TOTAL</b>	<b>1</b>	<b>3</b>	<b>4</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>5</b>	<b>1</b>	<b>6</b>	<b>9</b>

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

A total of 1 new contract and 2 contract extensions greater than \$250,000 were awarded during the third quarter of 2011 (Table 6.1).

Table 6.1 Procurement Summary Q3 2011

Husky East Coast Operations Procurement Summary		2011 Q3					
Description	Vendor Name	Vendor Location	Range	NF	CDN	FOR	Total
<b>New Contracts</b>							
Lab Analysis Services	Petroforma inc.	St. John's	A	100%			100%
<b>Contract Extensions</b>							
Satellite Communications (2yr Extension)	Stratos Wireless	St. John's	D	100%			100%
Rig QA/QC	TH Hill Canada Inc.	St. John's	B	92%	5%	3%	100%
<b>Cost Range Code Legend</b>							
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 \$					

## **7.0 Exploration**

The Exploration spend for the third quarter of 2011 was approximately \$1.33 million, with a content breakdown of 95.00% Newfoundland & Labrador. This is attributed to various subsurface studies and ongoing work in support of identifying future drilling targets.



## 8.0 Photographs



**Donation to Bliss Murphy Cancer Care Foundation – August 2011**



**WISE SEEP Program – August 2011**



Husky Staff Volunteer at the Jimmy Pratt Centre – September 2011



Husky Sponsors the Tri for Health Triathlon Fundraiser for Mental Health - August 2011