

News Release

St. John's – July 11, 2001 – For immediate Release

HUSKY ANNOUNCES PUBLIC HEARINGS FOR WHITE ROSE PROJECT UNDERWAY

St. John's, NF - Husky Oil Operations Limited (Husky), operator of the White Rose oilfield, announced today that they are pleased that the Commissioner of the White Rose Development Application has begun public hearings today.

"We think this project will be good for Newfoundland and Labrador and for the future of the oil and gas industry here," says Jamie Blair, Senior Vice President and Chief Operating Officer. Blair went on to say that "Husky is looking forward to the public review of the White Rose project. We have worked hard to prepare a comprehensive development application and we welcome the opportunity to discuss our plans in detail with the Commissioner and the general public."

The hearings are being conducted by the Commissioner appointed by the Canada-Newfoundland Offshore Petroleum Board to review the White Rose Development Application. Husky hopes to gain regulatory approval by the fourth quarter of 2001, for the development of the field using a floating production, storage and off-loading system.

Will Roach, Husky's General Manager East Coast Development, said that, "Husky is looking forward to the successful conclusion of the hearings and to moving forward with the project. We hope that all regulatory approvals will be in place by year-end."

Husky is a significant player in the East Coast oil and gas industry. Including ownership in White Rose and Terra Nova, Husky has interest in 13 significant discovery areas in the Jeanne D'Arc Basin and 7 exploration licenses. Ownership interests in White Rose are held by Husky (72.5%) as Operator, and Petro-Canada (27.5%).

Husky Oil Operations is a wholly owned subsidiary of Husky Energy Inc. Husky Energy is a Canadian-based integrated energy and energy-related company headquartered in Calgary, Alberta. Husky energy is a publicly-traded company whose shares trade on the Toronto Stock Exchange under the symbol HSE.

-30-

For more information contact:

Michael Lawrence
Manager, Corporate Communications
(403) 298-6587