

News Release

July 24, 2003

HUSKY ENERGY ANNOUNCES ITS SECOND QUARTER DIVIDEND OF \$0.10 PER SHARE AND A SPECIAL DIVIDEND OF \$1.00 PER SHARE

Calgary, Alberta – Husky Energy Inc. is pleased to announce that on July 23, 2003 its Board of Directors declared its second quarter dividend for the year 2003 of \$0.10 per share on its common shares, payable on Wednesday, October 1, 2003 to shareholders of record at the close of business on Friday, August 29, 2003. This dividend represents an increase of approximately 11 percent per share from the prior quarterly dividend of \$0.09 per share.

Husky Energy's strong balance sheet and financial resources, combined with its record earnings and existing commodity hedges, should ensure that funding for all its existing projects for the year is in place. Allowing shareholders to benefit directly from Husky Energy's solid financial performance and cash surplus, the Board of Directors is also in a position to provide a special cash dividend to its shareholders.

In this connection, Husky Energy is pleased to announce that its Board of Directors has declared a special cash dividend of \$1.00 per share on its common shares, payable on Wednesday, October 1, 2003 to shareholders of record at the close of business on Friday, August 29, 2003.

Husky Energy is a Canadian based integrated energy and energy related company headquartered in Calgary, Alberta. Husky Energy is publicly traded on the Toronto Stock Exchange under the symbol HSE.

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