



# Canada-Newfoundland and Labrador Benefits

QUARTERLY REPORT  
OCTOBER 1 – DECEMBER 31, 2006

## Table of Contents

1.0	Introduction.....	3
2.0	Highlights for the Period.....	3
3.0	Employment Summary.....	4
4.0	Project Expenditure.....	4
5.0	Procurement Summary (Contracts > \$250,000).....	5
6.0	Exploration.....	5
7.0	Photographs .....	6

## **1.0 Introduction**

The following represents Husky Energy's (Husky's) Canada-Newfoundland and Labrador Benefits Report for the quarter ending December 31, 2006, 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 was 38.2 % NL and 40.0 % Other Canadian.
- A total of 34.5 million barrels of oil were produced as of December 31, 2006 at an average production rate of 120,000 bbls/ day
- Total employment in East Coast Operations was 989

### 3.0 Employment Summary

As of December 31, 2006, a total of 989 people were employed on Husky's East Coast Operations. This includes people employed with Husky and its contractors. Of this total 822 or 83.1% were residents of Newfoundland and Labrador when hired, while another 110 or 11.1% were residents of other regions of Canada at the time of hire. 100% of these positions were located in Newfoundland and Labrador as at December 31, 2006 and 600 of the positions were in the offshore.

**Table 3.1 - Employment Summary of Husky and Major Contractors – as of December 31, 2006**


Location	Newfoundland & Labrador			Other Canadian			Non-Canadian			Total Employment
	Male	Female	Sub-Total	Male	Female	Sub-Total	Male	Female	Sub-Total	
<b>TOTAL</b>	698	124	822	107	3	109	53	4	57	989

### 4.0 Project Expenditure

For the period October 1, 2006 to December 31, 2006, project expenditures (as a percentage of total cost) were 44.0% Newfoundland and Labrador content, 37.0% Other Canadian and 19.0% Foreign content.

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

There were 2 contracts greater than \$250,000 awarded during the fourth quarter of 2006.

Husky East Coast Operations Procurement Summary		2006 - Q4				
Description	Vendor Name	Vendor Location	NF	CDN	FOR	Total
FPSO Feasibility Options for Marginal Grand Banks Development	C-Core	St. John's	100%			100%
Fish Habitat Compensation	Narwhal Environmental Consulting Services Inc.	St. John's	100%			100%

## 6.0 Exploration

There were no exploration activities carried out during the period of October 1, 2006 to December 31, 2006.

## 7.0 Photographs



**Husky's Vice President of East Coast Operations Ruud Zoon accepts a plaque from CNIB Chairman Lorne Janes in recognition of Platinum sponsorship of the Visions 2006 Luncheon on November 1, 2006**