

**SABLE GAS PROJECT PRODUCTION STATUS
(December 23, 2004)**

| STATUS* | REMARKS |
|---------------|---|
| On Production | Galaxy II located at South Venture as accommodations installation in support of commissioning activities and drilling the South Venture 2 development well. |

**MONTHLY PRODUCTION HISTORY
(Click on the month for a breakdown of well production)**

| MONTH END | Raw Gas (E3M3) (thousand cubic meters) | Water (M3) | |
|----------------|---|------------|--|
| November, 2004 | 319935.60 | 8808.26 | |
| October | 338713.70 | 11181.23 | |
| September | 348890.50 | 12632.01 | |
| August | 348533.21 | 13557.10 | |
| July | 339782.61 | 9057.31 | |
| June | 357461.80 | 9783.43 | |
| May | 365760.62 | 11343.22 | |
| April | 377943.00 | 15580.39 | |
| March | 404284.10 | 18637.54 | |
| February | 379141.30 | 14895.54 | |
| January | 408076.90 | 18165.48 | |
| December, 2003 | 413985.20 | 24698.60 | |

*Status will be updated on a weekly basis or if production ceases for more than 24 hours.

Weekly Status Report - Drilling Activities

(December 23, 2004)

| Well Name | Operator | Location (NAD27) | Drilling Unit | Classification | Spud Date | Current Depth (MD)/(TVD) | Projected Total Depth (MD)/ (TVD) | Water/ RT Depth | Current Status | Remarks |
|---|--|--|------------------|----------------|--------------|--------------------------------|---|--------------------|------------------------|---------------------------|
| South Venture 2 | ExxonMobil Canada Properties et al | 43 ⁰ 59'50.37" 59 ⁰ 37'41.52" | Galaxy II | Development | 8/6/04 | 5200.0m 5037.2m | 5328.0m 5155.0m | 22.9m 55.47m | Drilling Operations | Report Date: 23-Dec-04 |
| South Venture 1 (formally known as P- 60) | ExxonMobil Canada Properties et al | 43 ⁰ 59'51" 59 ⁰ 37'39" | Galaxy II | Development | 29/10/02 | 4439.0m 4324.9m | 4447.0m 4333.0m | 23.0m 48.7m | Completed | Report Date: 02-Dec-04 |
| Note: | | | | | | | | | | |

The following terms are used to provide the status of drilling operations offshore Nova Scotia:

Moving to Location
 Preparing to Spud
 Drilling Operations*
 Evaluating**
 Completing / Completed
 Suspending / Suspended
 Abandoning / Abandoned
 Waiting on Weather
 Equipment Downtime

*Drilling Operations includes drilling; running, cementing and pressure testing of casing / liners; routine equipment testing, and other standard drilling practices.

** Evaluating includes logging, coring and testing.

Weekly Status Report – Geophysical Activities

(December 23, 2004)

| Program # | Operator/Type of Operation | Contractor | Vessel/ Aircraft | Start Date | Total # Km's Acquired/ Projected | Remarks |
|--------------|--|-----------------------------------|------------------|------------|---|-----------------------------|
| NS24-E43-4E | EnCana Corporation 3D Seismic | Geophysical Services Incorporated | M/V GSI Admiral | 2-June-04 | 353.3 km ² / 350.0 km ² | Survey complete: 16-Oct-04 |
| NS26-C146-4E | Canadian Superior Energy Inc. Wellsite Surveys | Fugro Jacques GeoSurveys Inc. | M/V Anticosti | 22-Aug-04 | 153.8 km / 114.1 km | Survey complete: 29-Aug.-04 |
| NS26-E43-3E | EnCana Corporation Wellsite Survey | Fugro Jacques GeoSurveys Inc. | M/V Anticosti | 29-Aug-04 | 95.7 km / 123.7 km | Survey complete: 31-Aug-04 |
| NS24-C149-1E | Conoco Phillips 2D Seismic Reflection Program | Geophysical Services Incorporated | M/V GSI Admiral | 30-Aug-04 | 514.2 km / 600 km | Survey complete: 15-Sept-04 |