EXPRESSION OF INTEREST (EOI)/PREQUALIFICATION

Engineering, Procurement, Installation and Commissioning of Export Pipeline

BIDS Category: 5800, 9000, 9045, 9100, 9300

Reference: EOI2007003PK Issue Date: February 05, 2007 Closing Date: February 26, 2007

GENERAL

EnCana Corporation is proposing to develop its Deep Panuke gas prospect located offshore Nova Scotia. The Project Field Center, which will contain all of the main facilities, will be located approximately 250 km southeast of Halifax, approximately 47 km west of Sable Island and in 44 metres water depth. Development of the Project is subject to regulatory approval and EnCana Corporation Project sanction.

The Deep Panuke Project will generate important activity and provide significant opportunities within Nova Scotia and Canada. In recognition of this, EnCana Corporation is committed to using and encouraging capable and competitive Nova Scotian and Canadian companies for the provision of the high quality goods and services required in these activities.

The Project Field Center will be capable of producing $8.5 \times 10^6 \, \text{m}^3/\text{day}$ (300 MMscfd) of natural gas from an initial five (5) subsea wells. Each subsea well will have its own dedicated flowline and umbilical. The Deep Panuke reservoir fluids contain H_2S and CO_2 which will be removed from the fluid stream during processing on the Field Center and disposed of into a dedicated subsea acid gas injection well. The sales ready product will be exported from the Field Center via an export pipeline.

SCOPE OF WORK

EnCana is seeking EOIs and Prequalification responses from interested firms for the Engineering, Procurement (excluding supply of linepipe and installation of concrete coating), Installation and Commissioning of the Export Pipeline, which shall comprise a 176 km pipeline from the Field Center to an interconnection with the existing Maritimes & Northeast Pipeline (M&NP) at Goldboro, Nova Scotia.

The linepipe shall be procured by EnCana and will be free issued to EnCana's Installation Contractor following application of appropriate coatings. The linepipe will comprise SAW carbon steel pipe with minimum yield strength of 450N/mm². Coatings shall include a fusion bonded epoxy (FBE) corrosion coating and concrete weight coating of nominal density 3050Kg/m³ and thickness varying from 45mm to 85mm.

The export pipeline will be 559 mm (22-inch) diameter, with wall thickness varying from 14.3mm to 19.1mm, and 176 km in length (173 km offshore and 3 km onshore). It will be installed in varying water depths up to a maximum of 145m.

Contractor shall provide the necessary project management, personnel, equipment, materials and services to perform the following:

- Engineering required for the design of the Export Pipeline.
- Procurement of required Export Pipeline ancillary items. The linepipe will be procured by EnCana and free issued to the Installation Contractor, complete with corrosion and weight coatings.
- Installation of the Export Pipeline, including the landfall and onshore sections, from the Project Field Center to the interconnection with the M&NP facility.
- · Commissioning of the Export Pipeline.

PROJECT SCHEDULE

A Request for Proposal will be issued in 2nd quarter 2007. It is anticipated the contract will be awarded following Project sanction, which is anticipated 3rd/4th quarter 2007.

Early installation of the Export Pipeline is scheduled for 2009, one year in advance of installation of the Project Field Center. Final commissioning of the Export Pipeline will be completed in 2010, after arrival of the Field Center.

GENERAL REQUIREMENTS

EOI respondents are required to have an implemented Quality Management System that complies with the requirement of the ISO-9000 series of Standards and Safety Management System(s). Respondents are also notified that the Work carried out on the Deep Panuke Project shall comply fully with Canada Nova Scotia Offshore Petroleum Board Regulations.

Respondents must be qualified and demonstrate that they have suitable engineering and procurement capability and installation vessels to conduct the Export Pipeline scope of work within the Project Schedule dates outlined above. They must also be able to demonstrate previous experience on similar size projects.

EnCana is committed to providing opportunities for Nova Scotian and Canadian companies through employment, procurement and contracting on an internationally competitive basis, with full and fair opportunity for Nova Scotians and Canadians, and first consideration to Nova Scotians where competitive on a best value basis. Pre-qualified companies will be required to complete a Canada–Nova Scotia Benefits Questionnaire, and demonstrate their commitment to and compliance with EnCana's requirements regarding Canada–Nova Scotia Benefits, during the tender process.

Interested firms are requested to demonstrate their capabilities and experience via a formal response to this EOI and the Prequalification Questionnaire, which can be obtained from BIDS Nova Scotia at the address provided below.

EnCana will select qualified bidders using the respondents to this EOI as a guide.

Expressions of Interest must be received on or before February 26, 2007, 1:00 PM Atlantic Standard time.

All inquires and Expressions of Interest must be clearly marked with the EOI reference number and should be directed to:

Clarence Hewitt, P. Eng.
Contracts Specialist
Deep Panuke Project
Suite 7000, Founders Square
Halifax, NS
B3J 3 M8
Fax: 902-425-2766
clarence.hewitt@encana.com

IN ADDITION:

POTENTIAL SUPPLIERS FOR THIS PROJECT, IF THEY HAVE NOT ALREADY DONE SO, MUST REGISTER THEIR COMPANIES BY CONTACTING BIDS NOVA SCOTIA AT:

Phone: 902-462-4824 1-800-397-0393 Email: bids@istar.ca