

EnCana Corporation

Pro Forma Consolidated Financial Statements

(Unaudited)

June 30, 2002

Pro Forma

Consolidated Statement of Earnings

(Unaudited)

(\$ millions, except per share amounts)

	EnCana 6 Months Ended June 30, 2002	AEC 3 Months Ended March 31, 2002	Pro Forma Adjustments Note 1	EnCana Pro Forma Consolidated
Revenues, net of royalties and production taxes				
Upstream	\$ 2,138	\$ 835	\$ (141)	\$ 2,832
Midstream and Marketing	1,600	343	141	2,084
Other	(1)	-	-	(1)
	3,737	1,178	-	4,915
Expenses				
Transportation and selling	207	79	-	286
Operating	629	202	-	831
Purchased product	1,234	406	-	1,640
Administrative	61	24	-	85
Interest, net	130	61	9	200
Foreign exchange	(180)	(1)	-	(181)
Depreciation, depletion and amortization	794	302	45	1,141
Earnings Before the Undernoted	862	105	(54)	913
Income tax expense (recovery)	237	39	(23)	253
Net Earnings from Continuing Operations	625	66	(31)	660
Net Earnings from Discontinued Operations	(34)	6	-	(28)
Net Earnings	591	72	(31)	632
Distributions on preferred securities, net of tax	1	16	(5)	12
Net Earnings Attributable to Common Shareholders	\$ 590	\$ 56	\$ (26)	\$ 620
Earnings per Common Share				
Continuing Operations				
Basic				\$ 1.37
Diluted				\$ 1.34
Net Earnings				
Basic				\$ 1.31
Diluted				\$ 1.28

Pro Forma

Consolidated Statement of Cash Flow from Operations

(Unaudited)

(\$ millions, except per share amounts)

	EnCana 6 Months Ended June 30, 2002	AEC 3 Months Ended March 31, 2002	Pro Forma Adjustments Note 1	EnCana Pro Forma Consolidated
Operating Activities				
Net earnings from continuing operations	\$ 625	\$ 66	\$ (31)	\$ 660
Depreciation, depletion and amortization	794	302	45	1,141
Future income taxes	141	19	(19)	141
Other	(257)	3	-	(254)
Cash Flow from Continuing Operations	1,303	390	(5)	1,688
Cash Flow from Discontinued Operations	24	15	-	39
Cash Flow	1,327	405	(5)	1,727
Cash Flow per Common Share from Continuing Operations				
Basic			\$	3.56
Diluted			\$	3.49
Cash Flow per Common Share				
Basic			\$	3.64
Diluted			\$	3.57

EnCana Corporation
Notes to Pro Forma Consolidated Financial Statements
June 30, 2002
(Unaudited)

1. Basis of Presentation

These unaudited Pro Forma Consolidated Statement of Earnings and Consolidated Statement of Cash Flow have been prepared for information purposes using information contained in the following:

- (a) EnCana's unaudited consolidated financial statements for the six months ended June 30, 2002
- (b) AEC's unaudited consolidated financial statements for the three months ended March 31, 2002.

The proforma adjustments include adjustments for financial statement presentation of segmented financial information. To be consistent with EnCana's segmented presentation, revenues associated with AEC's purchased gas activity have been reclassified from Upstream revenue.

All pro forma adjustments related to the purchase price allocation have been based upon the Business Combination information disclosed in Note 3 of the June 30, 2002 unaudited Consolidated Financial Statements of EnCana and assume that the transaction occurred on January 1, 2002.

Pro forma adjustments made in the unaudited Consolidated Statement of Earnings and unaudited Consolidated Statement of Cash Flow relate to (i) the recording of interest expense on the Capital Securities of AEC, (ii) the recording Depreciation, depletion and amortization on the increase in the carrying value of Capital Assets resulting from the acquisition which has been allocated to capital assets that are subject to depreciation, depletion and amortization and (iii) the recording of the future income tax benefits related to these additional expenses.

These unaudited Pro Forma Consolidated Financial Statements may not be indicative of the results that actually would have occurred if the events reflected therein had been in effect on the dates indicated or of the results that may be obtained in the future.