

PUBLIC NOTICE

FINAL TERMS OF REFERENCE FOR CENOVUS ENERGY INC.'S PROPOSED PELICAN LAKE GRAND RAPIDS PROJECT ENVIRONMENTAL IMPACT ASSESSMENT

ALBERTA ENVIRONMENT

On August 24, 2011, Alberta Environment issued final Terms of Reference for the Environmental Impact Assessment report for Cenovus Energy Inc.'s proposed Pelican Lake Grand Rapids Project. The company is proposing to use Steam-Assisted Gravity Drainage (SAGD) technology to recover oil from the Upper Grand Rapids formation. Once the SAGD operation is established, their plans are to incorporate co-injection of light hydrocarbons, referred to as Solvent Aided Process (SAP) where economically feasible. The Project is expected to have a production capacity of 180,000 barrels of oil per day, constructed in phases over the estimated 40 year life of the project. The proposed Project is expected to require other related infrastructure projects including electrical power lines, fuel gas pipelines, oil transportation pipelines, and diluent/condensate supply pipelines. These related infrastructure projects will be applied for separately, as appropriate. The proposed project would be located within the MD of Opportunity, approximately 300 km north of Edmonton, in Townships 81-83, Ranges 20-23, W4M.

Copies of the Terms of Reference are available from:

Darwin Bateyko
Cenovus Energy Inc.
421 – 7 Avenue SW
PO Box 766
Calgary, AB T2P 0M5
Phone: 403-766-8908, Toll Free: 1-877-766-2066
Email: grandrapids@cenovus.com

Melanie Daneluk
Registrar of Environmental Assessment Information
Alberta Environment
111, 4999 – 98th Avenue
Edmonton, AB T6B 2X3
Phone: 780-427-5828, Toll Free: 310-0000
Email: environmental.assessment@gov.ab.ca

Terms of Reference are also accessible on the following websites:

Cenovus Energy Inc.:
<http://www.cenovus.com/operations/oil/emerging-projects.html>

Alberta Environment: <http://www.environment.alberta.ca/02313.html>

Government of Alberta ■