

November 10, 2010

**Bureau d'audiences publiques sur l'environnement**

575, rue Saint-Amable, bureau 2.10  
Québec (Québec)  
G1R 6A6

Attention: **Mme Monique Gélinas**  
Coordonnatrice du secrétariat de la commission

Dear Madame:

**Re: Sustainable Development of Shale Gas Industry**

We write in support of our trusted client and frequent business partner, Questerre Energy Corporation with respect to the matter before the Bureau d'audiences publiques sur l'environnement regarding the sustainable development of Québec's shale gas industry.

Dundee Securities is a division of Dundee Capital Markets and part of DundeeWealth Inc., a financial services and asset management company that does business across Canada through more than 550 offices including nearly 20 in Québec alone. We have been doing business with Questerre Energy for the past several years, largely through our operations in Calgary. We hold the Company and its Principals in high regard.

Financing the development of energy and mining resources in Canada has shaped the DundeeWealth story and remains part of the significant legacy of Ned Goodman our Company's founder and present Chairman. Questerre Energy is one of a large number of companies on whose behalf it remains our privilege to act inside the capital markets. We value the relationship and look forward to the future with the kind of confidence only companies of the quality obvious in Questerre deserve. It is a pleasure to bring these very real strengths to market.

In our experience the Company has proved to be trustworthy, committed and enormously sensitive to the pressures and concerns raised by the sustainability debate wherever they do business. The discussion in Québec is one to which we believe Questerre can make a positive contribution and, by its action, operations and governance, can set an enviable standard in the development of what ultimately will be a valuable alternative energy resource for the Province.

In recommending Questerre Energy to you we would urge the Commission to recognize the important supply needs of the future rather than dwell on metrics that might suggest opportunities such as shale gas development are immediately unnecessary and therefore unwanted. This energy has an important role to play in the future of Québec.



We share the view that strong government must accommodate that future with a firm understanding of the present. At the same time it must be satisfied that chosen development partners stand ready to participate in bringing to Québec new, lasting employment opportunities that would be involved in the responsible development and production of a natural gas that today yields clean burning properties. Finally, it is important that the Province weigh the long term royalty revenue benefits that will accrue in this undertaking, seeking as it does so, reasonable guarantees and standards that will meet those very real concerns that increasingly seek a balance between energy development and environmental sensitivity in a modern world.

We are satisfied that Questerre Energy Corporation can meet these tests and become a full partner in the future growth of Québec. It is a pleasure to recommend this Company to you.

We submit these comments with respect and in support of Questerre Energy Corporation.

Sincerely,

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Timothy J. Hart  
Managing Director  
Head of Energy Investment Banking

cc: Robert Pattillo  
Executive Vice President  
DundeeWealth Inc.