

Mme Monique Gélinas  
Coordonnatrice du secrétariat de la commission  
Bureau d'audiences publiques sur l'environnement  
575, rue Saint-Amable, bureau 2.10  
Québec (Québec) G1R 6A6

November 9, 2010

Dear Mme Gélinas,

RE: QUESTERRE ENERGY CORPORATION

SEB Enskilda AS ("SEB Enskilda") is a leading Norwegian investment bank. We have for many years been a partner and financial advisor to Questerre Energy Corporation ("Questerre"), a company currently establishing commerciality of its Utica shale gas discovery in the St. Lawrence Lowlands, Québec.

Although Questerre has assets outside Norway, Norwegian investors are generally supportive of international oil & gas investment proposals. They rank these global opportunities on numerous criteria, including risk/reward, political and fiscal stability and environmental impact. Backed by the fact that natural gas should be a preferred source of energy over other fossil fuels based on environmental impact, Norwegian investors believe that North American shale gas plays will display strong returns. As a result, Questerre has been successful in raising more than Cdn178 million in equity from the Norwegian capital market primarily for its shale gas assets in Québec.

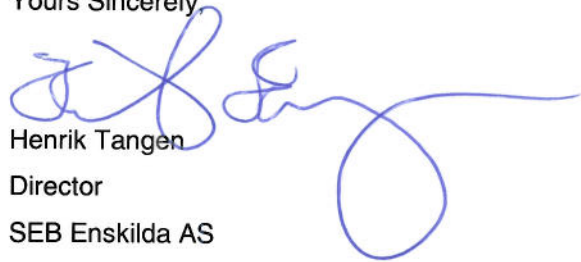
Questerre has raised the majority of its equity capital for its business plan over the last ten years from the Norwegian capital markets. Developing its assets in Quebec has been a cornerstone of Questerre's business plan. We note that it is only in the last two and a half years that Canadian investors have begun to support this business plan with significant capital.

Quebec has always been viewed as a stable region for foreign investments, and, as a result, companies investing in Quebec have enjoyed a comparatively low cost of capital relative to other foreign jurisdictions. Reference is made to the October 26th CNBA breakfast briefing at the Canadian embassy in Oslo, where Ms. France Bourdon, Director Business Development at Invest Québec gave a presentation entitled "Invest Québec – your unique, lifelong business partner ensuring success of your North American business venture". However, recent events have in our view triggered a concern amongst Norwegian investors, and the cost of capital for companies operating in Québec may increase significantly should the proposed moratorium or changes in the fiscal regime for shale gas development be enacted..

For Questerre, the effect of the proposed moratorium has been most negative. The share price has fallen 36.6% since September 30, 2010, during which time the general Norwegian market has increased by 8.1% and similar companies on the Oslo Stock Exchange on average have increased by 15.6%. Norwegian investors are disappointed and discouraged, as their significant investments have been made assuming that Quebec enjoyed a stable fiscal and regulatory climate.

Should however the moratorium not be put in place, we believe that Norwegian investors will take comfort and continue to support Questerre's and other companies' effort towards exploiting an environmentally sound source of energy, to the benefit of not only investors but also the local communities.

Yours Sincerely,

A handwritten signature in blue ink, appearing to read 'Henrik Tangen', with a large, stylized flourish extending to the right.

Henrik Tangen

Director

SEB Enskilda AS