

CANADIAN UTILITIES LIMITED

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For Immediate Release

July 21, 2008

Canadian Utilities Limited Establishes Special Committee to Review the Potential Acquisition of ATCO Frontec by ATCO Ltd.

Calgary, Alberta – The Board of Directors of Canadian Utilities Limited has established a special committee of independent directors of the Board to review the potential acquisition of its wholly-owned subsidiary, ATCO Frontec Corp., by ATCO Ltd. The mandate of the special committee is to investigate, review, assess and evaluate the proposed transaction with the assistance of independent legal and financial advisors. The committee is expected to make a recommendation to the Board of Directors in the fourth quarter of this year. The proposed transaction is subject to Board of Directors', regulatory and other applicable approvals and there can be no assurance that acceptable terms will be concluded or that this transaction will be completed.

Canadian Utilities Limited, an ATCO company, is a Canadian-based worldwide organization of companies with assets of approximately \$7.5 billion and more than 6,500 employees, actively engaged in three main business divisions: Power Generation, Utilities (natural gas and electricity transmission and distribution) and Global Enterprises (technology, logistics and energy services).

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Forward-Looking Information:

Certain statements contained in this news release include statements relating to matters that are not historical facts. In particular, this news release identifies a possible transaction relating to the acquisition of ATCO Frontec Corp. by ATCO Ltd. Such statements are forward-looking statements. Such forward-looking statements involve known and unknown risks and uncertainties that may cause the actual results, performance or achievements of Canadian Utilities Limited to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. In particular, there can be no assurance that a transaction will be completed.
