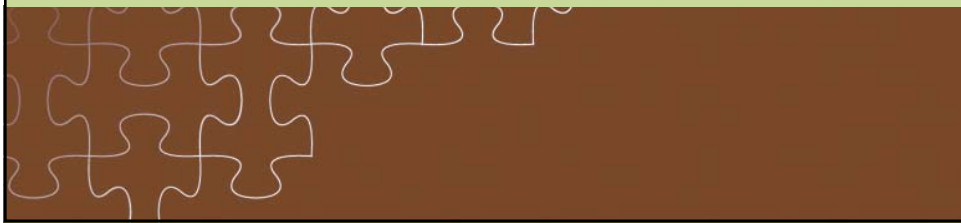




PHOENIX
TECHNOLOGY INCOME FUND

RBC Capital Markets
Oil and Gas Income Trust Conference
*Strategies to Differentiate Amongst Small
Cap Energy Services Companies*

Presented by:
John Hooks, President & CEO
November 29, 2006



Forward-Looking Statements

Some matters discussed in this presentation may be considered to be forward-looking statements. Such statements include declarations regarding management's intent, belief or current expectations. Prospective investors are cautioned that any such forward-looking statements are not guarantees of future performance and involve a number of risks and uncertainties. Actual results could differ materially from those indicated by such forward-looking statements. Such risks and uncertainties include: the possible unavailability of financing, risks related to the uncertainty inherent in the oil and gas horizontal and directional services industry, the impact of energy price fluctuations, the seasonal nature of business, the dependence on third party suppliers and contractors, changes in government regulation, the impact of competition, the successful commercialization of certain technologies, the dependence upon competent employees including senior management, and fluctuations in currency exchange rates and interest rates.

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Market Data PHX.UN

As of November 27, 2006

Exchange	Toronto Stock Exchange
Shares Outstanding	22.3 million
Share Price	\$7.00
52 Week High / Low	\$12.70 / \$6.25
Current Distributions	\$0.065 month / \$0.78 year
Market Capitalization	\$157 million
Trading Average (for month of Nov.)	58,000 / day
Insiders Position	36%
Yield	11%

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Description of Trust

- ✦ Provides horizontal and directional drilling services and technology in Canada and USA.
- ✦ Develops and manufactures proprietary drilling guidance systems.
- ✦ Strong foundation to reward shareholders with distributions and shareholder value.



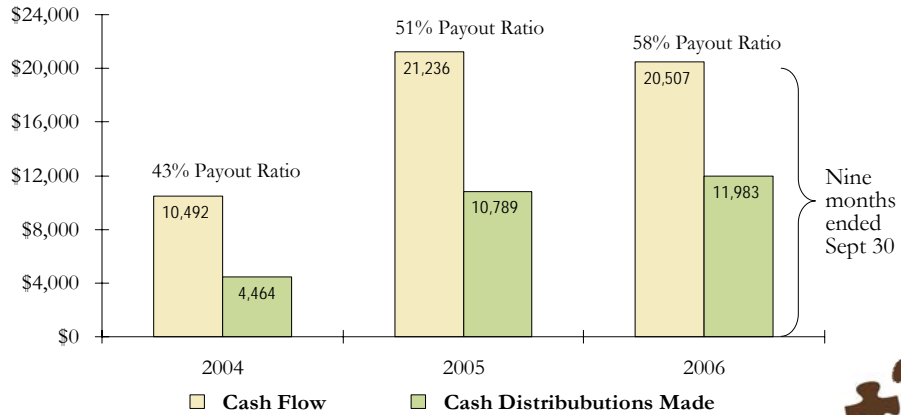
Business Plan & Differentiating Strategies

- ✦ Corporate philosophy focused on personnel motivation and retention.
- ✦ Phoenix developed technology that provides access to unconventional high end market segments.
- ✦ Positioned to pursue internal and external growth opportunities.

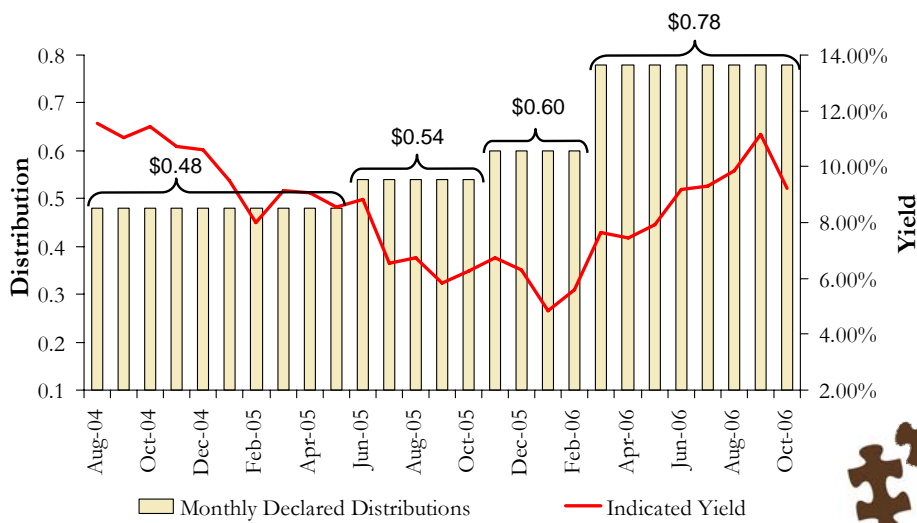


Cash Flow/Cash Distributions Made

(Stated in 000's of dollars)



Monthly Declared Distribution & Indicated Yield



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Financial Highlights

Three Months Ended September 30

(Stated in 000's of dollars except per share amounts and shares outstanding)

Operating Results	2006	2005	% Chg.
Revenue	\$ 30,087	\$ 20,064	50
Net earnings	6,978	4,687	49
Earnings per unit - diluted	0.31	0.22	41
EBITDA	9,872	6,890	43
EBITDA per unit - diluted	0.44	0.33	33
Cash Flow			
Cash flow	\$ 9,217	\$ 6,596	40
Cash flow per unit - diluted	0.41	0.32	28
Cash distributions made	4,340	2,807	55
Cash distributions per unit ⁽¹⁾	0.195	0.135	44
Cash payout ratio ⁽²⁾	47%	43%	-
Capital expenditures	3,041	3,689	(18)

(1) Cash distributions on a per unit basis paid in the period.

(2) Phoenix defines its cash payout ratio as cash distributions made in the applicable period divided by cash flow for the same period.

Financial Highlights

Nine Months Ended September 30

(Stated in 000's of dollars except per share amounts and shares outstanding)

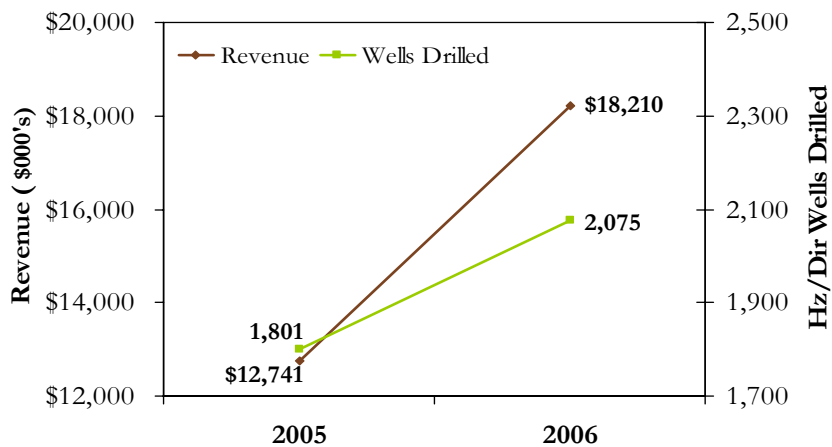
Operating Results	2006	2005	% Chg.
Revenue	\$ 70,464	\$ 47,837	47
Net earnings	14,365	9,252	55
Earnings per unit - diluted	0.64	0.44	45
EBITDA	21,341	14,012	52
EBITDA per unit - diluted	0.96	0.67	43
Cash Flow			
Cash flow	\$ 20,507	\$ 13,580	51
Cash flow per unit - diluted	0.92	0.65	42
Cash distributions made	11,983	7,752	55
Cash distributions per unit ⁽¹⁾	0.54	0.375	44
Cash payout ratio ⁽²⁾	58%	57%	-
Capital expenditures	10,527	6,586	60
Financial Position			
Working capital	\$ 16,582	\$ 18,217	(9)
Long-term debt ⁽³⁾	650	1,775	(63)
Unitholders' equity	56,613	53,588	6
Fund units outstanding	22,269,941	22,120,564	1

(1) Cash distributions on a per unit basis paid in the period.

(2) Phoenix defines its cash payout ratio as cash distributions made in the applicable period divided by cash flow for the same period.

(3) Excludes current portion of long-term debt.

Q3 Canadian Revenue vs. Hz/Dir Wells Drilled

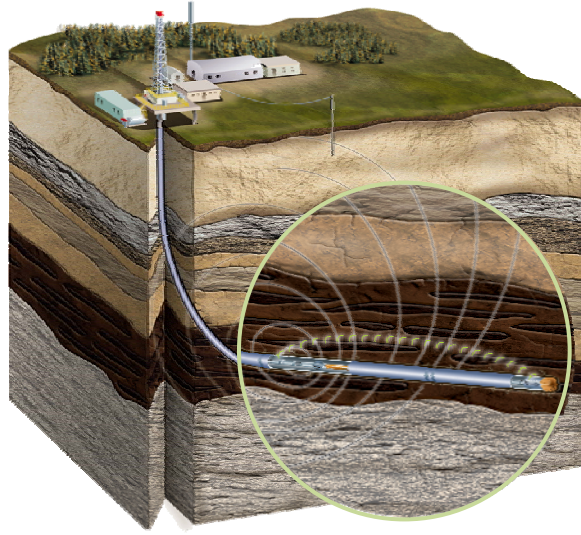


- ✦ Phoenix's revenue increased 42%, horizontal and directional wells drilled increased by 15%.

Research & Development

- ✦ R&D expenditure has increased by 52% since 2002.
- ✦ Coil Tubing BHA Orienter.
- ✦ Inclination-at-Bit Sensor.
- ✦ Upgrades to existing MWD systems.

Inclination-at-Bit Sensor



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Business as Usual

- ✦ In 2006 quarterly revenues surpassed all previous quarters in the Company's history.
 - Q3 Revenue of \$30.1 million, 50% increase from Q3 2005.
- ✦ Current day rates charged are consistent with prior year.
- ✦ Low payout ratio and strong balance sheet will provide stable cash distributions.

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