

{pure play}

A single business focus and devoted to one line of business.

Peters & Co. Limited

North American Energy Luncheon Series



PHOENIX
TECHNOLOGY INCOME FUND

August 26 & 27, 2009

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.

Description of Trust

- Committed to horizontal and directional drilling services.
- Develops and manufactures downhole technologies for internal operations.
- Focused on North American and International geographic diversification.
- Dedicated to in-house research and development for proprietary technology.
- Strong foundation to reward unitholders with distributions and unitholder value.

Unconventional Revolution

Ambitious gas production in the past created a surplus that caused a drop in gas prices and halted drilling activity.

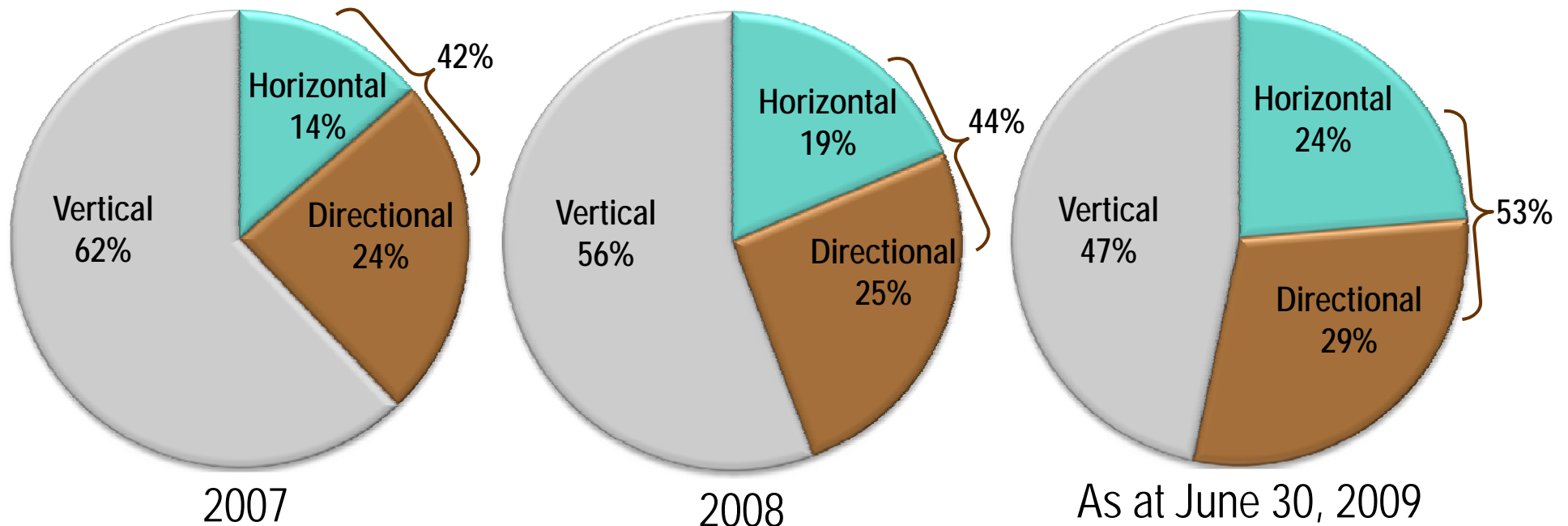
Industry slowdown will eventually subside and reduce gas storage levels.

Short term activity will be focused on oil well drilling and economical shale gas plays.

Gas prices will rebound and drilling activity will increase with a focus on new completion techniques and key plays.

Developing Trend for Resurgence

Type of Wells Drilled in WCSB



- Multi-stage fracturing technology is driving the trend towards horizontal drilling applications by increasing production rates.
- This focus will strengthen as the industry recovers, creating an upside for Phoenix.

Plays Waiting to be Unlocked

- Potential recoverable gas resources are much greater than existing natural gas reserves.
- Current oil reserve recovery is low, due to limitations of past technology.
 - Pembina pool in Cardium holds 8 billion barrels of oil, of which only 16% has been recovered.



Phoenix Positioned to Lead

- Currently, majority of horizontal drilling applications utilize conventional technology.
 - Equipment limitations create opportunity for new innovation.
- Market will be dominated by progressive and innovative service providers.
 - Companies that are only capable of providing standard services will be pushed aside.
- Phoenix is focused on R&D to prevail in the emerging industry and to unlock market potential.

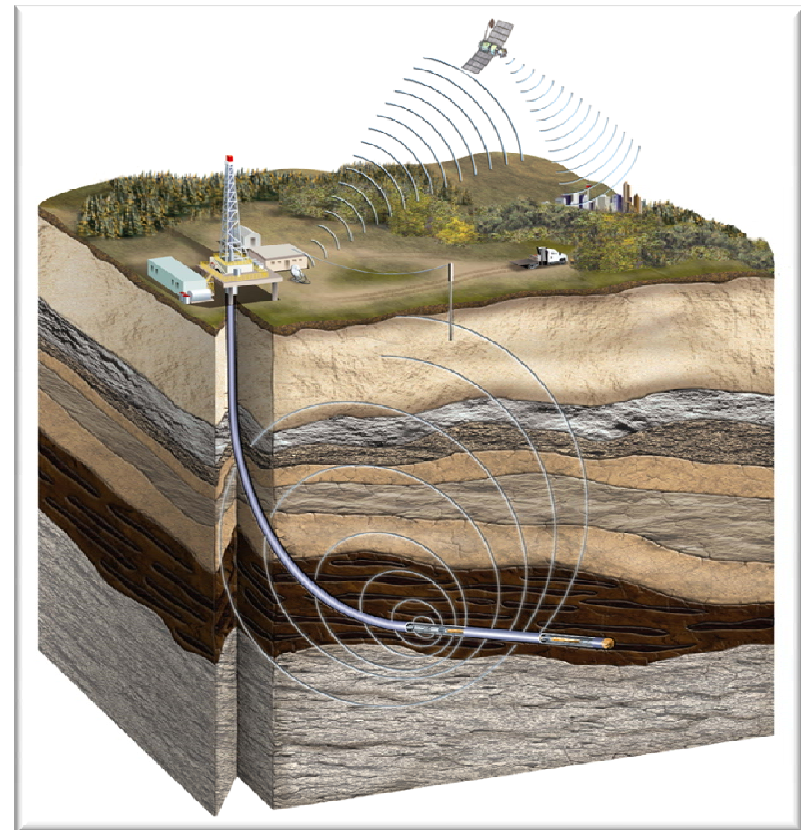
	2007	Est. 2009
R&D Expense	\$ 1.1 million	\$ 4.0 million
R&D Personnel	9 employees	14 employees

Progressive Services

RADD

REMOTE ACCESS DIRECTIONAL DRILLING

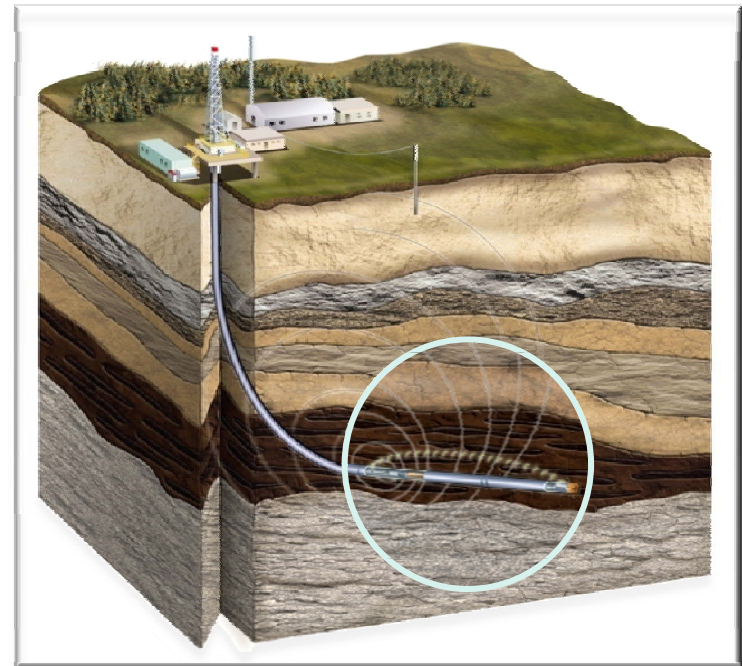
- When combined with advanced drilling technologies, Phoenix will offer operators a unique drilling package with significant cost saving.
- Centralizing operations allows Phoenix to simultaneously offer multiple clients the expertise of top field personnel.



Commitment to Leading with Technology

ENSIGHT AT-BIT MEASUREMENT SENSOR

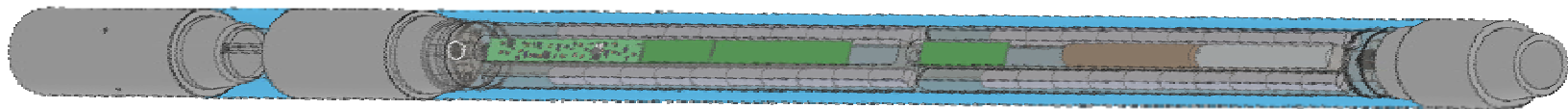
- Phoenix is one of a small group of competitors that possess this technology, which is key to drilling in tight formations, such as shale gas.
- Precise data makes drilling into the pay zone more efficient.
- More accurate well bore placement saves drilling time and improves recovery rates.



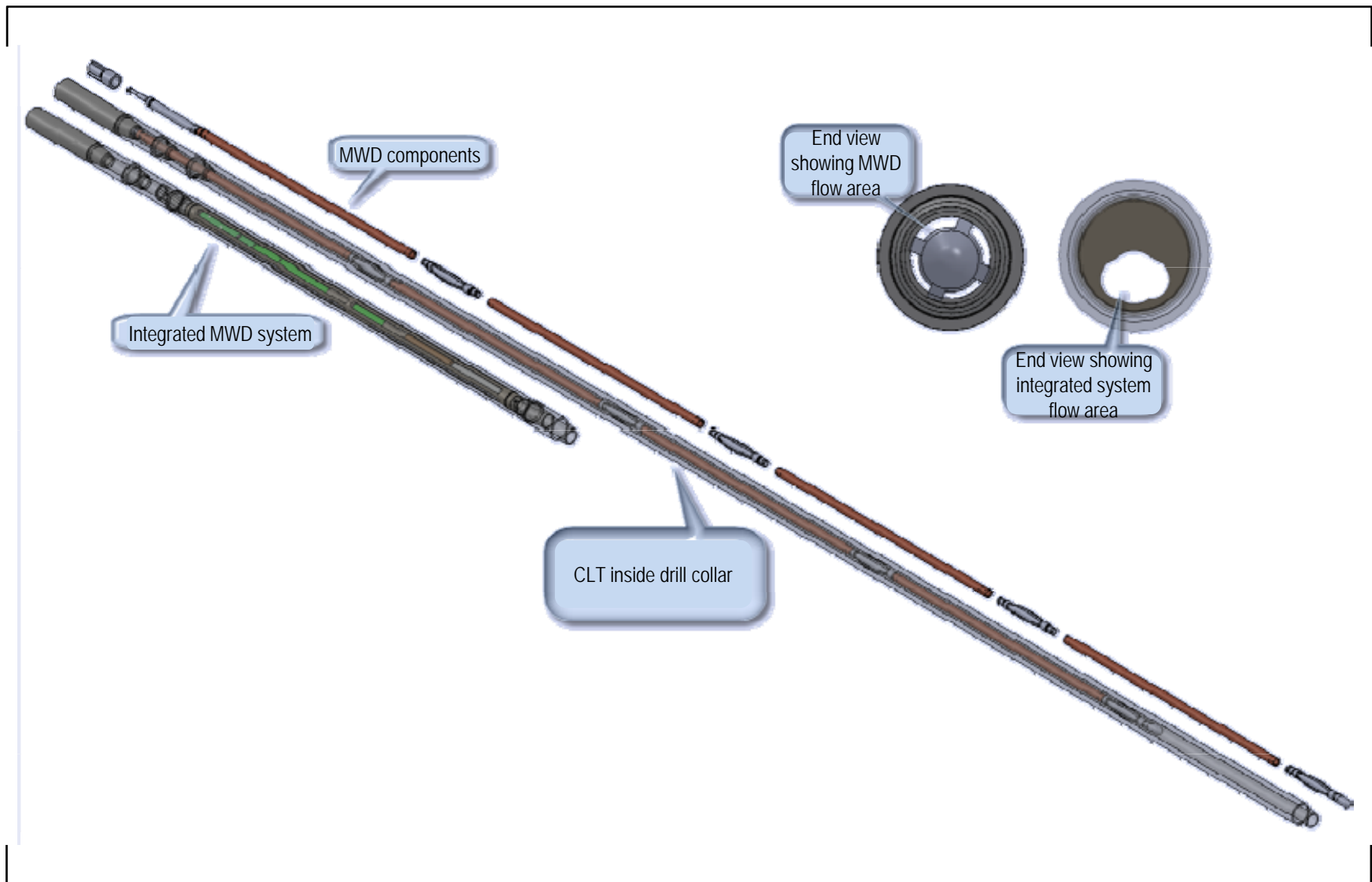
Visionary Concept in Production

MWD Integrated Sub

- Possibility of removing all Phoenix personnel from the well site.
- Dramatically more robust than conventional MWD tools.
- Engineered for industry-leading reliability.
 - Compact design can withstand harsh drilling environments.
 - Eliminates on-site assembly.
- With EM enhancements may be capable of operating in both traditional pulse and EM applications.



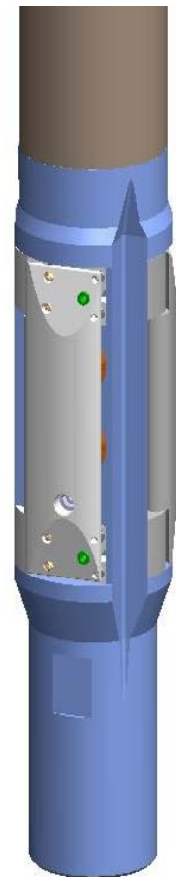
Integrated Sub Compared to Conventional MWD



Innovation in Development

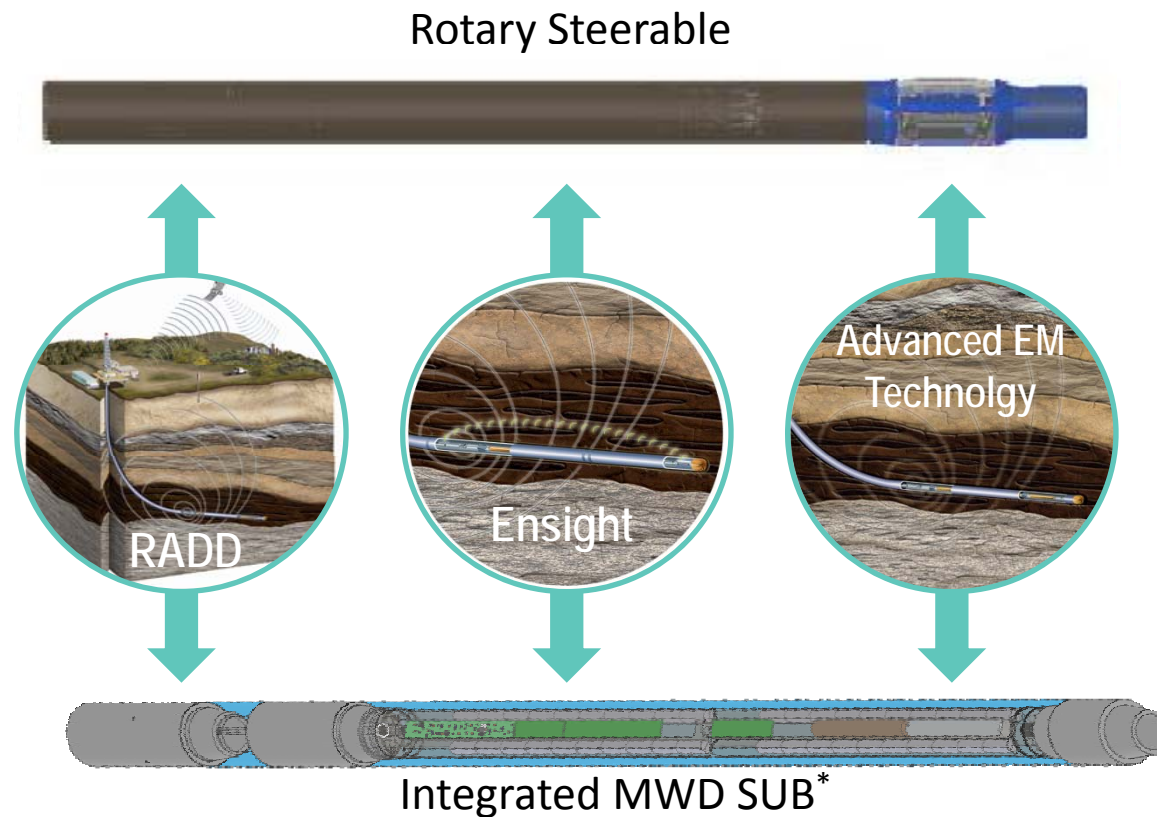
Rotary Steerable System

- Allows Phoenix to compete in more lucrative Rotary Steerable market that is dominated by multinational providers.
 - Phoenix's client focus and cost advantage will differentiate us.
- Designed to drill directionally with continuous rotation from the surface, eliminating the need for non-rotating steering.
- More accurate well path because tool can be steered at any time.
- Longer runs with reduced drill time and greater rate of penetration.



Phoenix's Paradigm Shift

- Phoenix's strategy is to introduce a two-tiered approach to new technology that will answer the demand to drill a more lucrative and precise wellbore at a lower cost.



* Patent Pending

Focused Growth

The industry focus on technically challenging formations will intensify as economic recovery takes hold.

Phoenix is committed to using this trend to capture an even greater share of the market.

Providing new innovations that break the conventional drilling mold and offer industry-leading performance and cost advantages.