



Annual General Meeting

May 20, 2011



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.

Market Data: PHX

As of May 19, 2011

Exchange	Toronto Stock Exchange
Shares Outstanding	27.8 million
Share Price (Close)	\$11.90
52 Week High / Low	\$16.39 / \$7.40
Current Dividends per Unit	\$0.04/month or \$0.48/year
Market Capitalization	\$331.2 million
Trading Average (for month of April)	56,661 shares/day
Insiders Position	22%
Yield	4.0%
Payout Ratio (as at March31, 2011)	34%

Q1 2011: Financial Highlights

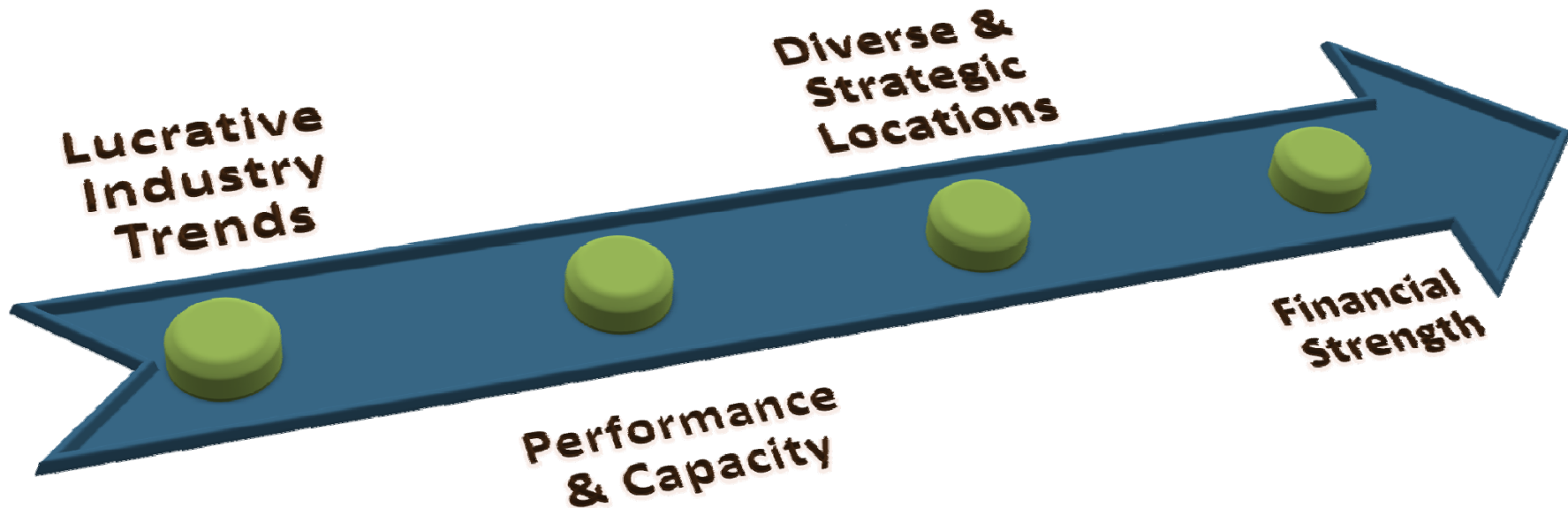
(Stated in thousands of dollars except per unit amounts)

Three-Month Period Ended March 31,	2011	2010	% Change
Operating Results	<i>(unaudited)</i>	<i>(unaudited)</i>	
Revenue	63,147	43,214	46
Net earnings	3,883	2,773	40
EBITDA ⁽¹⁾	9,271	5,192	79
Cash Flow			
Cash flows from operating activities	216	3,986	(95)
Funds from operations ⁽¹⁾	9,090	5,721	59
Dividends paid	3,112	2,996	4
Dividends per share ⁽²⁾	0.12	0.12	-
Capital expenditures	10,166	5,620	81

⁽¹⁾ Refer to non-GAAP measures section of the Q1 2011 Report.

⁽²⁾ Dividends made by the Corporation on a per share basis in the period.

Ahead: Driving Momentum





70%
Directional & Horizontal

**Improved
Economics**

**Greater
Recovery
Methods**

**Commodity
Prices**

Greater demand for PHX Energy's services.



Record Operating Days :

Q1 2011: 6,065 vs Q1 2010: 4,558

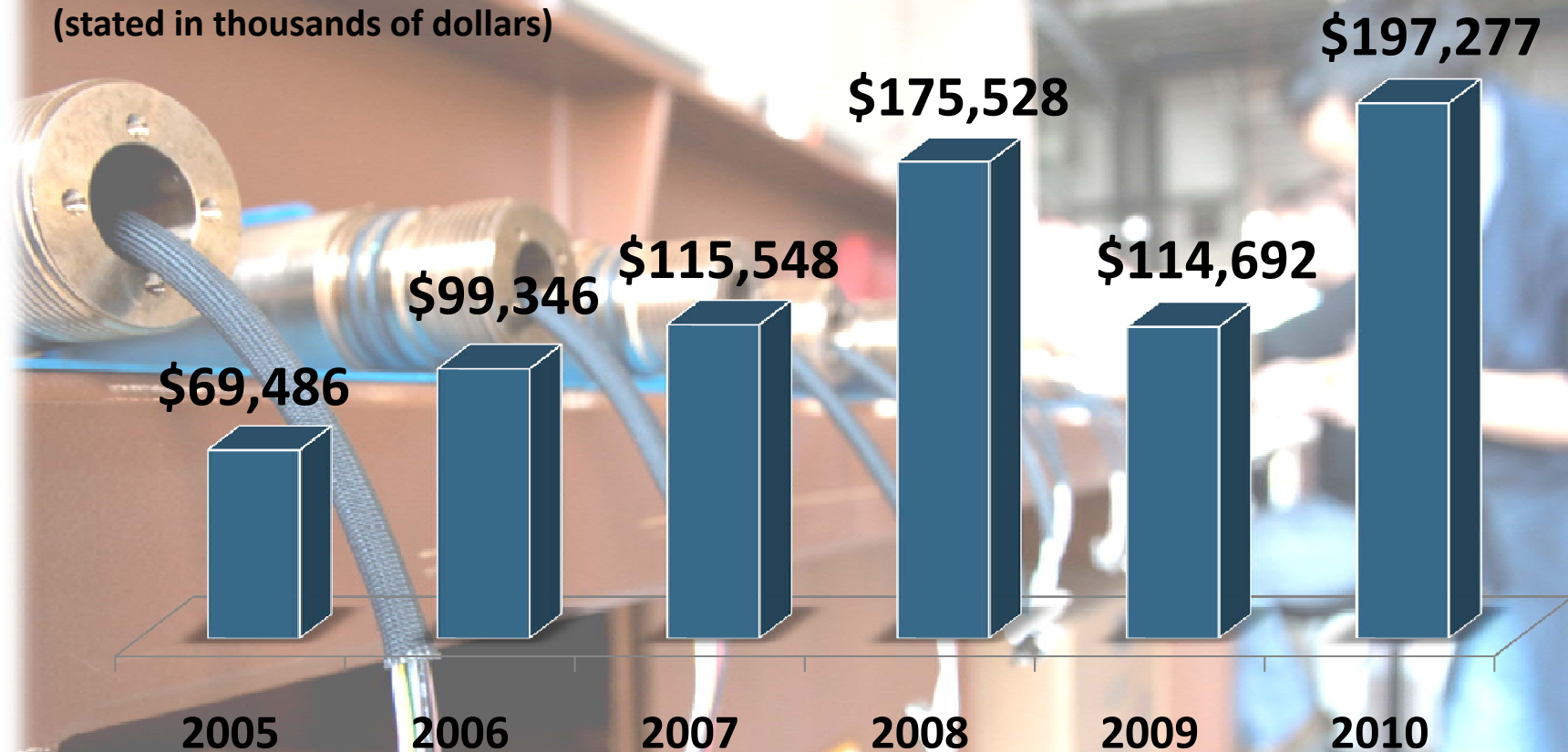
Increase in day rates and optimizing margins.

Revenue growth and profitability.

Sales have grown over **184%** in the last 5 year.

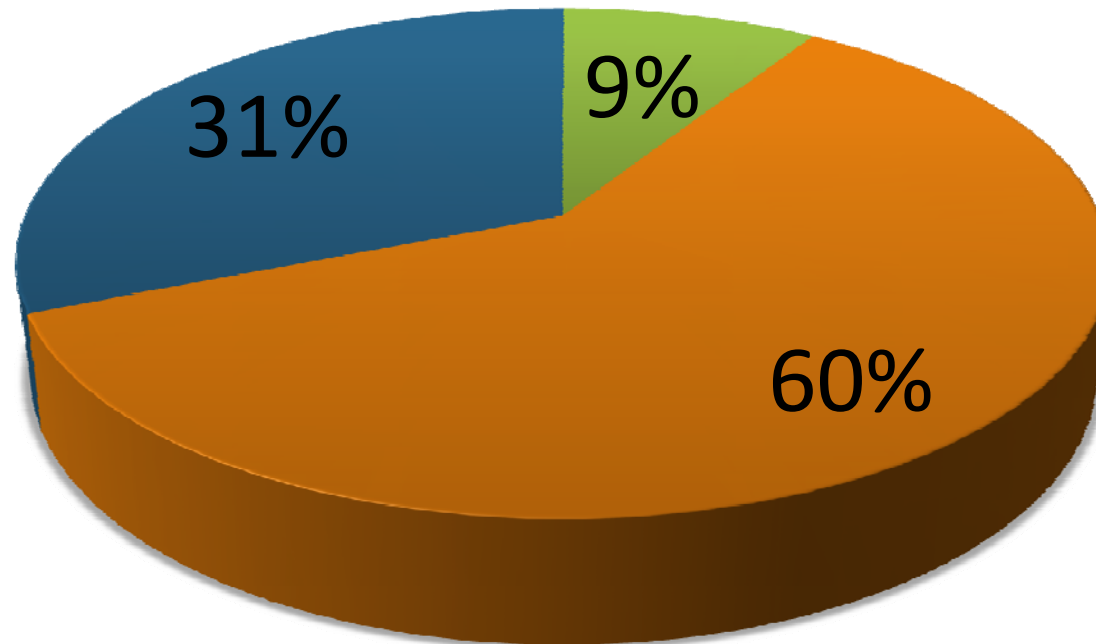
Total Revenue

(stated in thousands of dollars)



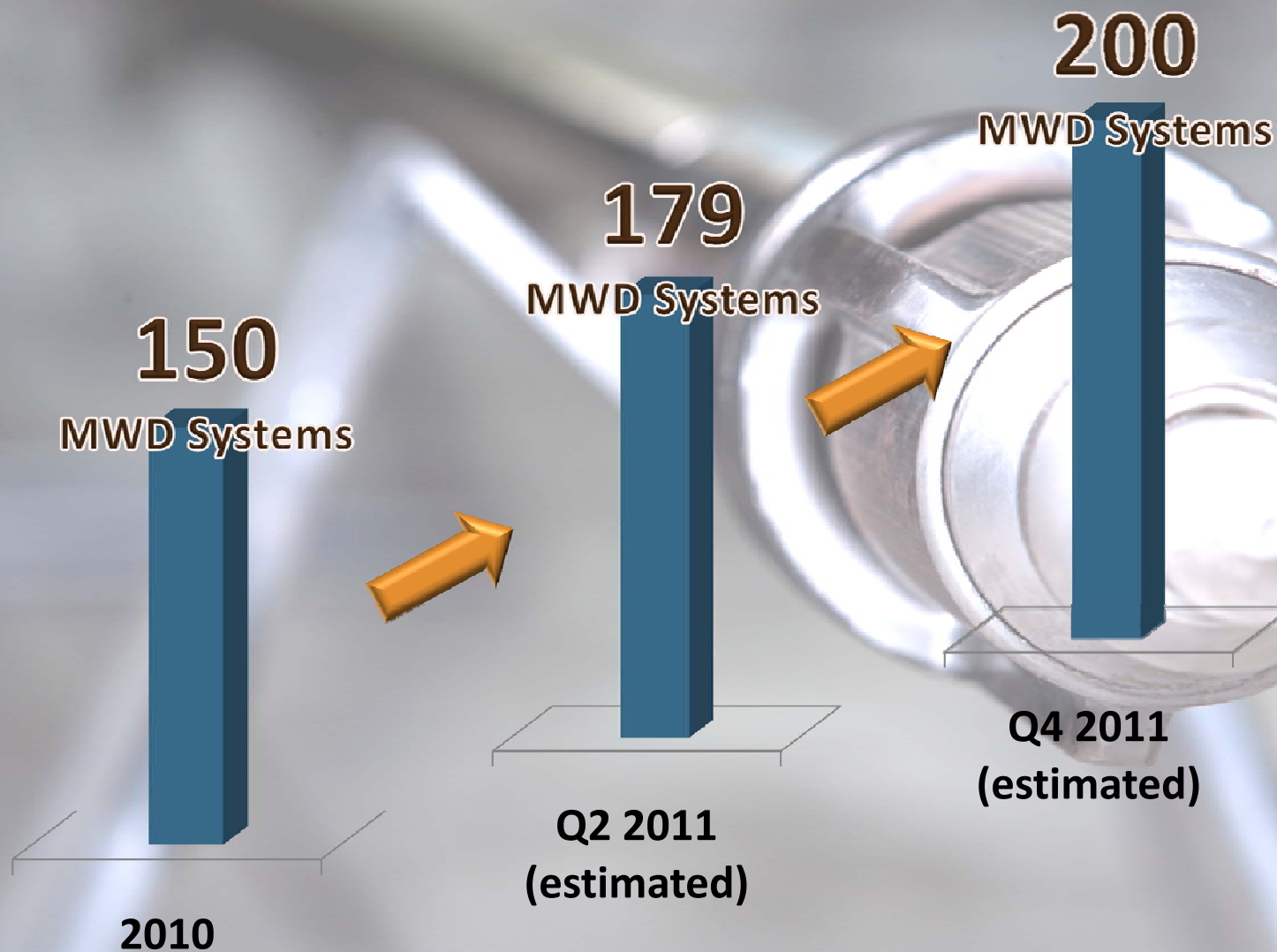
Diversification provides a balanced revenue mix.

**Q1 2011 Revenue Breakdown
\$63.1 million**

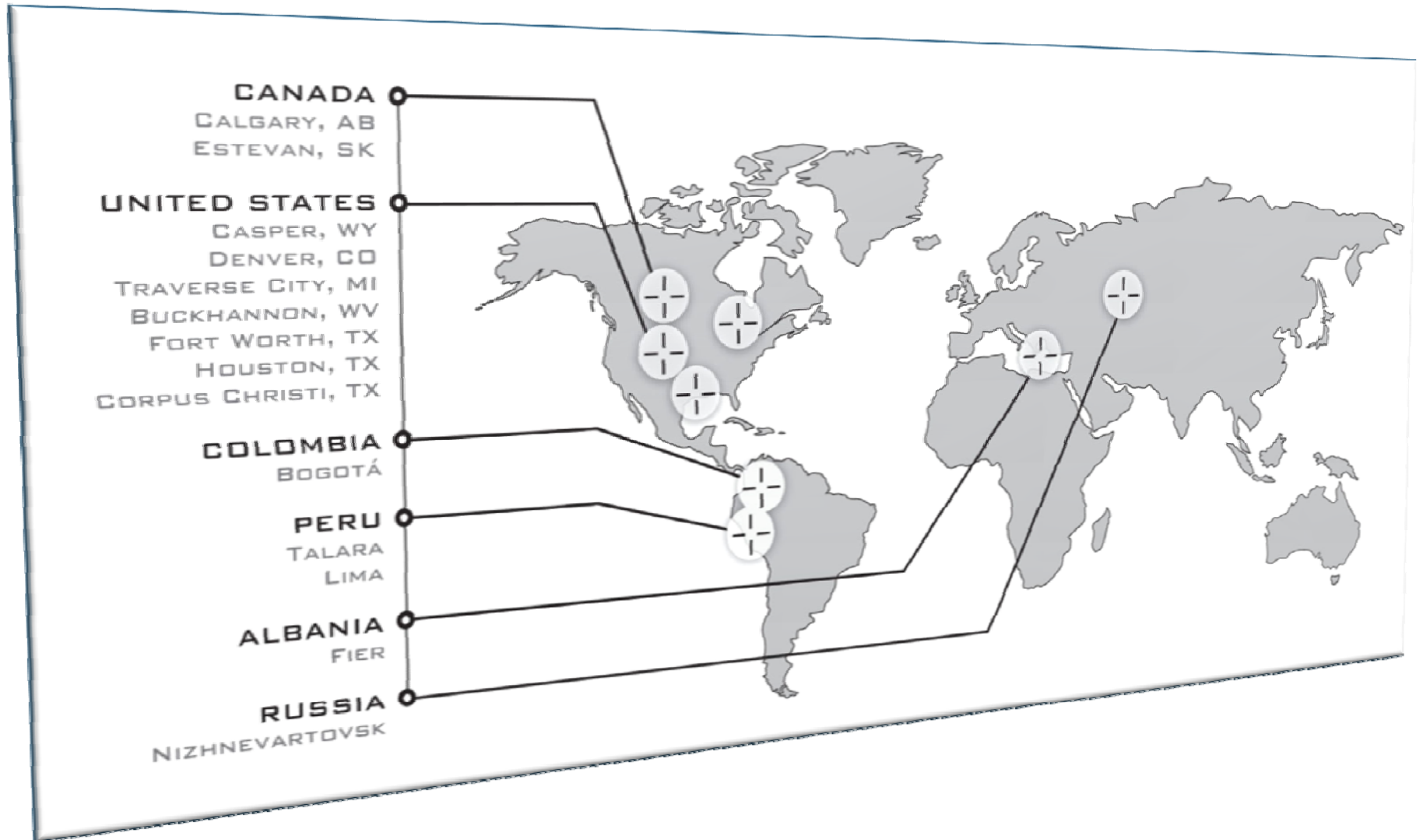


■ International ■ Canada ■ US

32% increase in job capacity planned.



Leveraged with strategically placed operations.



Forging Ahead in 2011

Positioned for further growth in all operating areas.

Focused on optimizing costs, margins and client satisfaction.

Committed to maximizing shareholder returns.