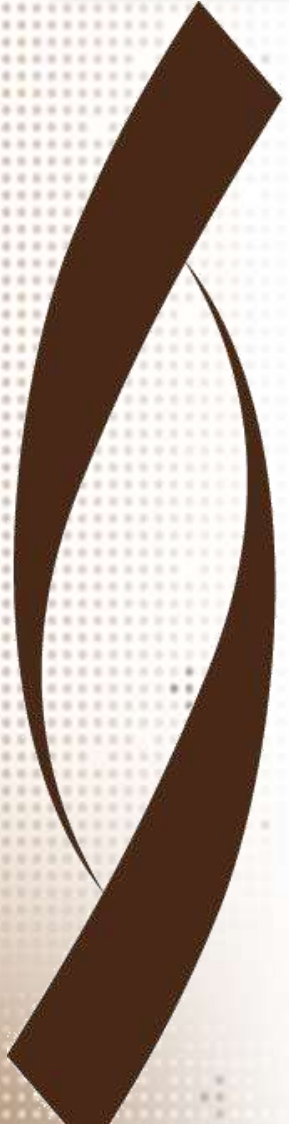




Stifel Energy Conference

June 6-7, 2013

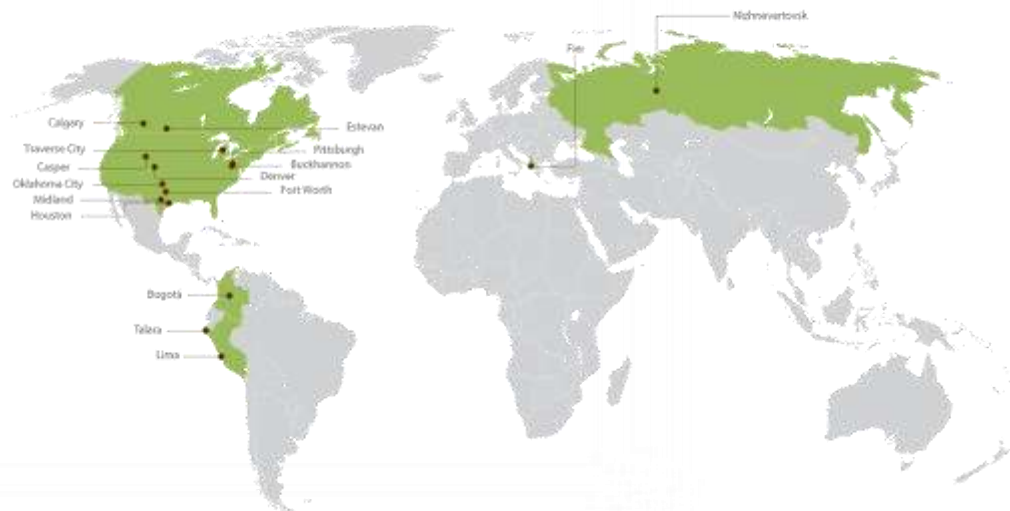
Forward-Looking Statements



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.

Company Overview

- Pure play horizontal and directional drilling provider established in 1995
- Proprietary technology coupled with experienced personnel creates our service advantage
- Worldwide operations with strong presence in North America and gaining international presence in Albania, Russia, Colombia and Peru



Market Data: PHX

As of June 4, 2013

Exchange	Toronto Stock Exchange
Shares Outstanding	28.5 million
Share Price (Close)	\$10.36
52 Week High / Low	\$10.82/ \$7.75
Current Dividends per Share	\$0.06/month or \$0.72/year
Insiders Position	22%
Yield	7%
Payout Ratio (Three month period ended March 31, 2013)*	30%

* Payout ratio is calculated using cash flow from operating activities before changes in non cash working capital

Our Growth

THEN 1996



8.3

1.1

2

5

25

1

REVENUE
MILLIONS

EBITDA
MILLIONS

MWD
KITS

MOTORS

PEOPLE

LOCATIONS

NOW 2012



301.7

48.8

210

1,014

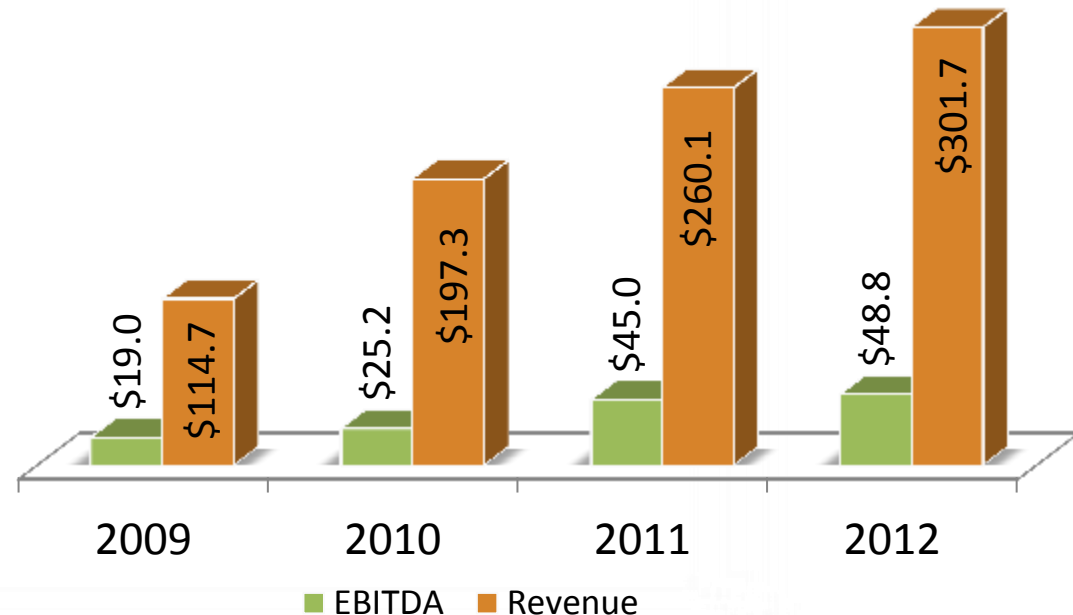
790

18

What We Accomplished

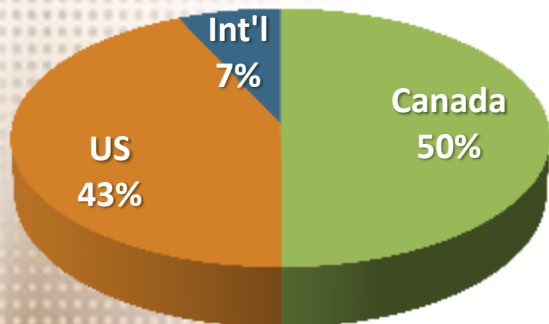
- In 2012 we had many accomplishments and achieved our strategic objectives
 - Record revenue, operating days and EBITDA
 - US and international regions grew to record levels
 - Deployed value added technologies
 - Improved profitability

EBITDA & Consolidated Revenue(\$MM)

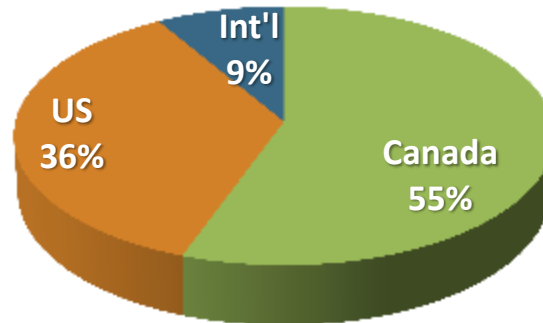


Revenue by Operating Segment

2010
Consolidated Revenue
\$197.3



2011
Consolidated Revenue
\$260.1



Goal:

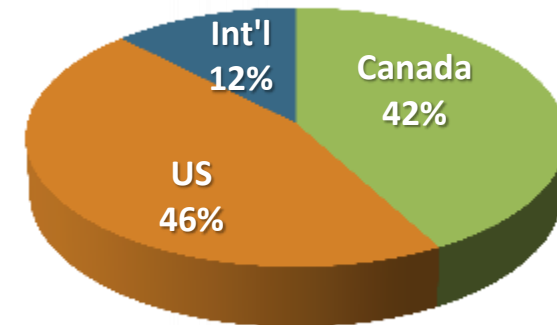
US: 50%

Canada: 30%

International 20%

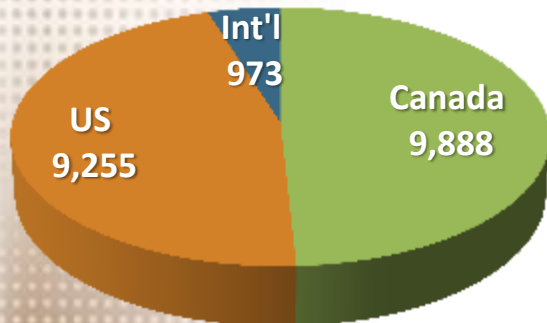
2012
Consolidated Revenue
\$301.7

Record Result

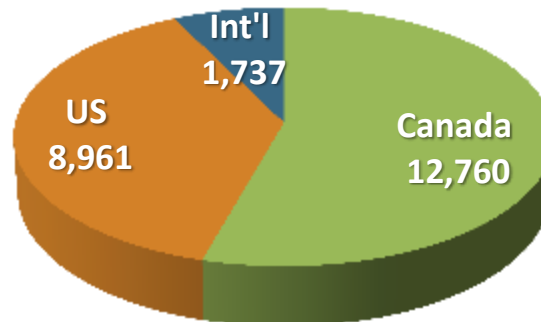


Operating Days by Operating Segment

2010
Consolidated Days
20,115

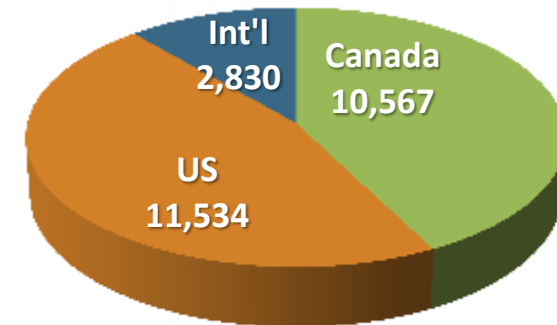


2011
Consolidated Days
23,458



2012
Consolidated Days
24,930

Record Result



Change in 2011 – 2012 Industry Activity

Canada: ↓ 14% US: ↑ 2%

2013 Thus Far: Active Q1

Q1 Highlights

Record Revenue

Canada

US

International

\$92.7 Million

\$44.3 million – 3RD highest quarter

\$39.4 million – 2ND highest quarter

\$8.9 million

Record Operating Days

7,746 Days

Record EBITDA

\$18.3 million

2013 Outlook

- Expertise within key basins in North America and abroad
- Focus on service quality and deploying fit for purpose technologies: Customer Satisfaction
- Enhance QHSE programs to contract to the super majors and large producers whose drilling projects will drive future industry activity
- Continue to foster the Phoenix culture that attracts and retains experienced personnel...this makes us unique
- Strive to gain market share in all areas and continue to reward Shareholders

The World is Changing....



We are changing with it

Industry Perspective

- Horizontal drilling is and will continue to be the norm
- Activity levels and rig counts in North America likely to remain stagnant
- North American production will focus on key basins
- Pipelines and accompanying LNG projects in Canada will create a ton of drilling in future
- US will be the place to be, with vast resources and transition away from importing oil and natural gas
- International landscape presents opportunities with large resource bases

PHX Energy is Positioned in Key Plays

What makes a great basin?

- economical
- liquids rich
- close to markets and refining
- long life reserves

We are there

 PHX Operating Regions

