



## PRODUCTION ENHANCEMENT GROUP, INC.

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Press Release

May 2, 2006

### PRODUCTION ENHANCEMENT GROUP ANNOUNCES US \$25 MILLION FACILITY WITH GE ENERGY FINANCIAL SERVICES

Calgary, Alberta – Production Enhancement Group, Inc. (TSX: WIS, WIS.WT) announced today that it has entered into an arrangement with a GE Energy Financial Services affiliate for a US \$25 million credit facility.

Phillip Crawford, CEO of Production Enhancement Group, stated: “This arrangement is an important step in the Company’s growth. With a strong working capital position of approximately US \$7 million and the GE credit facility, we are in a strong position to seize opportunities that fit with our business plan.”

GE Energy Financial Services views the transaction as part of its growth in oilfield services and in Canada.

The credit facility consists of a working capital line of US \$5 million, an initial term loan of US \$10 million and a capital expenditures line of US \$10 million. The agreement provides for an interest rate on each of the components of 3.5% over three-month LIBOR, a five-year amortization on the term loan and capital expenditure line and warrants, with a five-year term to acquire up to 1,100,000 common shares of Production Enhancement Group at an exercise price of CAN \$2.00 per common share.

#### **About Production Enhancement Group, Inc.**

PEG, a Houston-based well intervention energy services company incorporated in Alberta, Canada, owns patented WISE® multifunction coiled tubing-based well intervention technologies. As a holding company, PEG provides corporate support, financing, administrative assistance, management systems, and marketing services for its operating subsidiaries; PET International, Inc., Production Enhancement Technology, LLC, and A to Z Pressure Pump Services, LLC.

PEG’s common shares and warrants trade on the Toronto Stock Exchange under the symbols “WIS” and “WIS.WT”, respectively. For further information on PEG, visit [www.productionenhancement.com](http://www.productionenhancement.com) or contact:

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