



PRODUCTION ENHANCEMENT GROUP, INC.

FOR IMMEDIATE RELEASE

May 31, 2007

PRODUCTION ENHANCEMENT GROUP APPOINTS CFO

HOUSTON, TEXAS – Production Enhancement Group, Inc. (“PEG” or the “Company”) (TSX: WIS) today announced the appointment of Douglas Parker as its chief financial officer. Mr. Parker has financial and operational experience spanning 30 years in the energy sector and other industries. He has expertise in operations, planning, financial compliance and controls and has served in CFO, COO and CEO roles in various companies, providing him with a wide-ranging perspective on financial management. Mr. Parker was PEG’s CFO prior to June 2006, when he resigned his position for personal family reasons. He is now eager to rejoin the Company and continue to provide the financial leadership that he exhibited during PEG’s IPO process in early 2006.

Alice Jackson, who served as interim CFO during Mr. Parker’s absence, will continue on as a senior member of PEG’s financial management team.

“We are excited about welcoming Doug back,” said Philip Crawford, president and CEO. “His experience within the Company and his depth of financial and operating expertise will benefit the Company as we enter a new phase of expansion.”

About Production Enhancement Group

Production Enhancement Group, a Houston-based energy services company incorporated in Alberta, Canada, trades on the TSX under the symbol WIS. PEG’s wholly owned subsidiary, WISE Well Intervention Services, Inc., has developed patented WISE™ multifunction coiled tubing technologies and markets a full range of coiled tubing and pressure pumping services.

WISE is a trademark of Production Enhancement Group, Inc.

Disclaimers

The TSX does not accept responsibility for the adequacy or accuracy of this release.

This release and PEG's website referenced in this release may contain forward-looking statements, including expectations of future components of cash flow and earnings. Investors are cautioned that assumptions used in the preparation of such information may prove to be incorrect. Events or circumstances may cause actual results to differ materially from those predicted, a result of numerous known and unknown risks, uncertainties, and other factors, many of which are beyond the control of PEG. These risks include, but are not limited to the risks associated with the oil and gas industry, commodity prices, and exchange rate changes. Industry related risks could include, but are not limited to operational risks in exploration, development, and production, delays or changes in plans, and health and safety risks, including, without limitation, costs and expenses. The risks outlined above should not be construed as exhaustive. Investors are cautioned not to place undue reliance on any forward-looking information. PEG undertakes no obligation to update or revise any forward-looking statements.

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