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TSX SYMBOL: PHX.UN

**PHOENIX TECHNOLOGY INCOME FUND
COMPLETES BOUGHT DEAL FINANCING**

CALGARY, ALBERTA – Phoenix Technology Income Fund ("Phoenix") is pleased to announce that it has closed its previously announced offering of 1,250,000 trust units at \$14.30 per trust unit for gross proceeds of approximately \$17.9 million through a syndicate of underwriters led by Peters & Co. Limited and including Wellington West Capital Markets Inc., FirstEnergy Capital Corp., Blackmont Capital Inc. and Cormark Securities Inc.

About Phoenix Technology Income Fund

Phoenix provides horizontal and directional drilling services to oil and natural gas exploration and development companies in Canada and the United States. Phoenix's trust units are listed on the Toronto Stock Exchange under the symbol "PHX.UN".

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The securities offered will not be registered under the U.S. Securities Act of 1933, as amended, and may not be offered or sold in the United States absent registration or applicable exemption from the registration requirements. This news release shall not constitute an offer to sell or the solicitation of an offer to buy nor shall there be any sale of the securities in any jurisdiction in which such offer, solicitation or sale would be unlawful.

The Toronto Stock Exchange has neither approved nor disapproved the information contained herein.