

PEOPLE...SERVICE...INNOVATION



## *A Rapidly Growing Energy Services Company*

### Key Market Statistics at June 6, 2006

Symbol	<b>LEE – TSX V</b>
Fiscal year end	<b>December 31</b>
Shares outstanding *	<b>39.2 million</b>
52 week range	<b>\$2.03 - \$6.75</b>
Public float	<b>83%</b>
Average daily volume	<b>230,000 shares</b>
Market capitalization (fd)	<b>\$182 million</b>

\* Includes shares issued for Cementrite acquisition.

### Corporate Profile

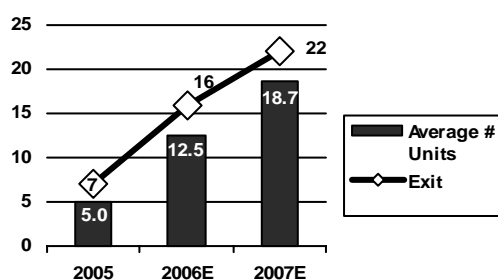
Established in 2001, Leader provides well stimulation and completion services from three locations in Alberta and one location in Michigan. Leader supplies coiled tubing, flameless nitrogen pumping and cementing services. In 2006 Leader will undertake the largest capital expansion program in its five-year history. The Company operates the largest fleet of flameless nitrogen pumpers in Canada and expects to increase its range of services in additional locations. Leader employs 115 staff and expects this to increase to 275 by year-end 2006. Consensus analyst estimates call for 2006 revenue of \$50.6 million and diluted EPS of \$0.25, exclusive of the recently announced acquisition of Cementrite in Michigan.

### Recent Activities

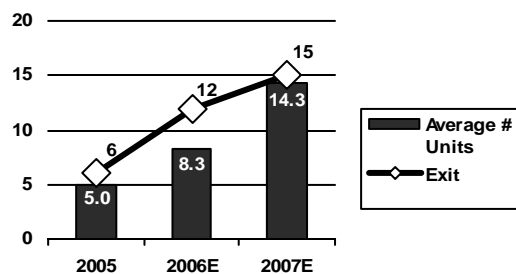
On May 24, 2006 Leader signed an agreement to purchase Cementrite, Inc., an established cementing, coiled tubing, acid and nitrogen pumping company operating in the northeastern United States.

The acquisition of Cementrite provides an excellent platform to move Leader into the cementing, coiled tubing, acid and nitrogen business in the eastern United States. Cementrite generated revenue of \$8.0 million USD and EBITDA (earnings before interest, taxes, depreciation and amortization) of approximately \$3.5 million USD for the 11-month period ending February 28, 2006. This does not include three additional coiled tubing units to be deployed in the third quarter of 2006. In addition, the acquisition of Cementrite offers a large and established U.S. client base, strong EBITDA margins, and is expected to be immediately accretive to earnings.

It is anticipated that further expansion in the Rocky Mountain region of the U.S. will be accomplished by way of additional acquisitions and construction of new equipment.



Note:  
Excludes acquisition of Cementrite, Inc.



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## Well Stimulation Services

### Flameless nitrogen services

Leader offers flameless vaporization of liquid nitrogen for coiled tubing operations. Nitrogen is an inert (intrinsically safe) gas that is pumped into a well bore to improve fluids recovery while reducing the potential of formation damage. Leader's full range of services includes cleanouts, well kick-arounds, purging, nitrified acid assists, foam cementing assists and UBD assists. Leader currently operates 10 flameless nitrogen pumpers and plans to operate 16 units by YE 2006.

- N2 pumping capacity more than doubling in 2006 and up 35% in 2007

### Coiled tubing services

Leader offers coiled tubing services for workover operations and well completions, drill outs of bridge plugs, and extensions into producing zones. Continuous (no joints) reels of pipe are used to introduce fluids such as nitrogen for the purposes of stimulating production or cleaning out debris etc. Advantages of coiled tubing include the speed of getting in and out of the well and ability to work on the well while it is still producing. After stimulation treatment, coiled tubing can be used to blow out the well with nitrogen, eliminating the need for swabbing. Leader currently operates 7 coiled tubing units and expects to operate 12 units by the end of 2006.

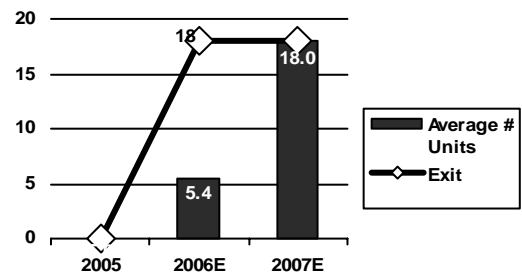
- Capacity growth up 100% and 25% in 2006 and 2007, respectively

- Capacity growth is client-driven, not speculative building
- Revenue per operating day increased 19% from Q1/05 to Q1/06

## Cementing Services

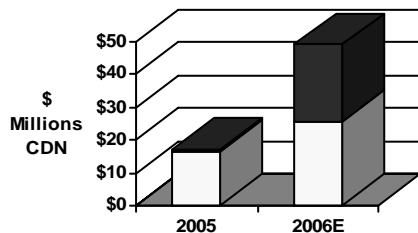
Primary cementing treatments are required during the initial drilling of a well to support production casing within the well bore, and also to isolate producing zones. Remedial cementing services are used occasionally during the life of a producing well. Leader is constructing 12 cementing units, 18 bulk trailers, three permanent batch plants and auxiliary equipment. Units will operate from three locations in Grande Prairie, Red Deer and Brooks, AB; 88 personnel will be required. Leader plans to operate 18 units by the end of 2006.

- Highly levered to new well drilling
- Calgary lab is fully operational
- Supervisors have a minimum of 10 years of experience
- 4 units delivered in June, 8 units delivered by September, 6 additional units delivered by year-end
- All new equipment will be fully staffed when it is delivered



Note:  
Excludes acquisition of Cementrite, Inc.  
2007 expansion plans t.b.d.

## Capital Expenditures



Notes:  
Company estimates.  
2006 cementing fleet expansion has been accelerated by 6 units.  
Excludes expansion of Cementrite, Inc.

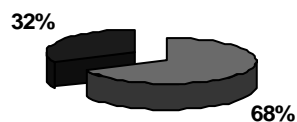
### 2006 Capital Expenditures by Quarter

- Q1 - \$8 million
- Q2 - \$18 million
- Q3 - \$15 million
- Q4 - \$8 million  
\$49 million

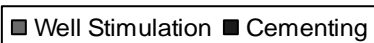
### 2006 Capital Expenditures Funding

- \$23 million – August 2005 financing
- \$17 million – cash flow
- \$9 million – capital loan

### 2006 Revenue Contribution



Note:  
Excludes acquisition of Cementrite

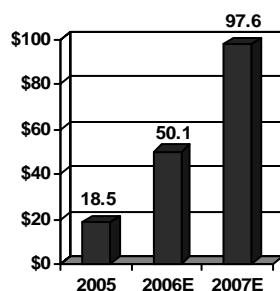


### 2007 Revenue Contribution

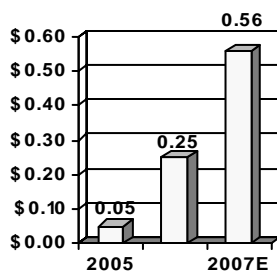


Note:  
Excludes acquisition of Cementrite

### Revenue Growth



### EPS Growth



Notes:  
Based on consensus analyst estimates.  
Per share numbers are on a diluted basis.  
Excludes Cementrite, Inc.

### Investment Highlights

- Coiled tubing is the fastest growing segment of the pumping industry
- Largest fleet of flameless equipment in Canada
- Record demand anticipated for Leader's services
- Strong and proven management
- Addition of cementing services is a natural progression in expansion of pumping services
- Leader will examine additional pressure pumping business units in the United States and Canada

### Directors

#### Rodney J. Hauser

President and Chief Executive Officer,  
Leader Energy Services Ltd.

#### Glenn D. Gradeen, P.Eng<sup>(1)(2)</sup>

President, Rosetta Exploration Inc.

#### Jason Krueger, CFA

President, Redwood Capital Corporation

#### D. Richard Skeith<sup>(1)(2)</sup>

Partner, Macleod Dixon LLP

#### M. Rida El-Alem

International oilfield consultant

#### Douglas A. Cutts, CA<sup>(1)</sup>

Vice President, Finance and Chief

Financial Officer, Pulse Data Inc.

(1) Member of the Audit Committee

(2) Member of the Compensation Committee

### Senior Management

#### Rodney J. Hauser

Chairman, President and CEO

#### Jim Ashbaugh, CMA

Senior Vice President, Finance & CFO

#### Tony Klein

Senior Vice President, U.S. Operations

#### Guy Comeau

Senior Vice President, Corporate

Development

#### Doug Costall

Senior Vice President, Manufacturing

### Legal Counsel

Macleod Dixon LLP

Calgary, Alberta

### Auditors

Deloitte & Touche

Calgary, Alberta

### Bank

HSBC Bank Canada

Calgary, Alberta

### Transfer Agent

Valiant Trust Company

Calgary, Alberta

### Corporate Office

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