

2011 SECOND QUARTER FINANCIAL RESULTS

Conference Call – August 10th, 2011



Together creating pure
oil, gas and water.

FORWARD-LOOKING STATEMENTS

Certain statements contained in this presentation constitute forward-looking information within the meaning of securities laws.

Implicit in this information, particularly in respect of future operating results and economic performance are assumptions regarding projected revenues and expenses. These assumptions, although considered reasonable at the time of preparation, may prove to be incorrect. Readers are cautioned that actual future operating results and economic performance are subject to a number of risks and uncertainties, including general economic, market and business conditions and could differ materially from what is currently expected.

For more exhaustive information on these risks and uncertainties you should refer to our most recently filed Annual Information Form, Quarterly and Annual Management Discussion and Analysis which are available at www.sedar.com. Forward-looking information contained in this document is based on management's current estimates, expectations and projections, which Management believes are reasonable as of the current date. The reader should not place undue importance on forward-looking information and should not rely upon this information as of any other date.

REPORTING CURRENCY:

Unless otherwise specified, all dollar amounts are expressed in Canadian dollars.

2011 SECOND QUARTER HIGHLIGHTS

FINANCIAL

- \$9.6 million in revenues (11% increase compared to Q2 2010 and second quarterly y-o-y revenue increase)
- Gross margin of \$2.2 million (23% of revenues) vs \$2.6 million (30%) in Q2 2010
- EBITDA of negative \$1.8 million vs negative \$0.2 million in Q2 2010
- Net loss of \$2.4 million vs net loss of \$0.3 million in Q2 2010
- \$13.2 million current backlog, an increase of 35% y-o-y and 70% from year-end
- Concluded a \$2.5 million revolving credit facility with Fondaction

2011 FIRST QUARTER HIGHLIGHTS

COMMERCIAL

- \$3.3 million in new contracts
- Total signings in the first half of the year already by more than 10% the value of contracts signed in 2010.
- Launched a seawater treatment and water injection offering

OPERATIONS

- Hired of a team of industry experts to complete the business development and engineering teams
- Nominated Gary Blizzard, M.B.A., D.Eng. As EVP Process Engineering and Product Development
- Relocated the Norwegian Operations to Haugesund and hired highly experienced process engineers
- Pursued integration of key business functions to leverage resources and improve the company's ability to commercialize proprietary technologies

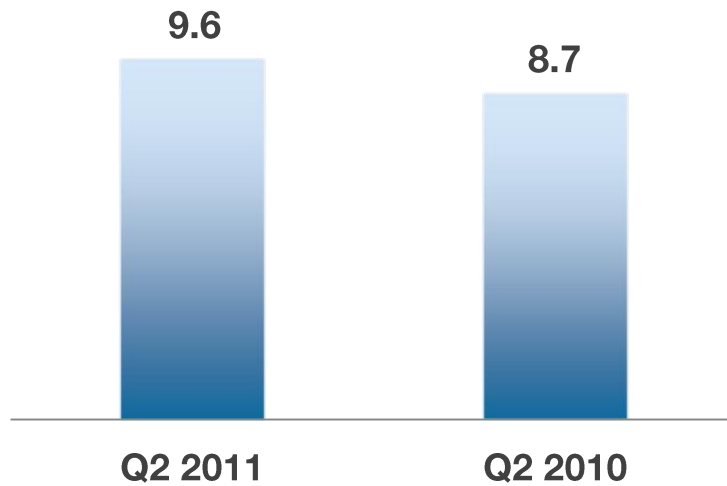
SELECTED FINANCIAL HIGHLIGHTS

In CAD millions	Quarter ended June 30		Six-months ended June 30	
	2011	2010	2011	2010
Revenue	\$9.6	\$8.7	\$19.5	\$18.1
Gross margin*	\$2.2	\$2.6	\$4.4	\$5.1
Gross margin as a percentage of revenues	23%	30%	23%	29%
EBITDA* (loss)	(\$1.8)	(\$0.2)	(4.1)	(0.9)
Net loss	(\$2.4)	(\$0.3)	(\$5.4)	(\$1.6)
Basic and diluted loss per share	(\$0.01)	(\$0.00)	(\$0.03)	(\$0.01)
Weighted average number of shares	192,507,623	176,393,780	192,154,776	169,861,137
As at:	June 30, 2011		December 31, 2010	
Working capital	(\$3.1)		\$3.9	
Total Assets	\$45.2		\$46.1	
Borrowings	\$9.8		\$10.4	
Equity	\$14.0		\$20.1	

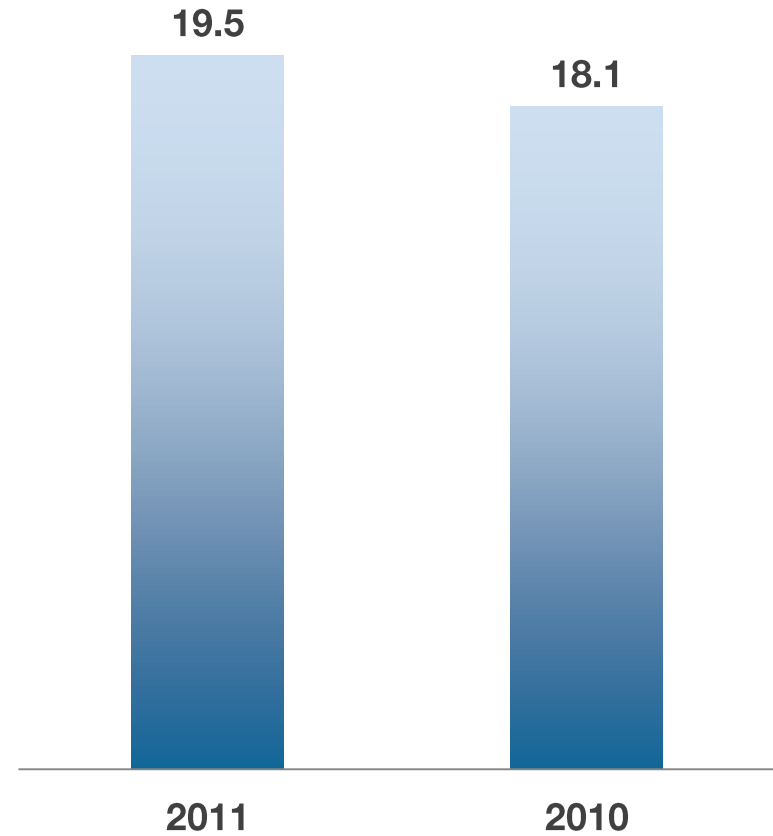
*EBITDA is a non-IFRS financial measure and the Company defines it as earnings or loss from operations excluding amortization, financial charges and income taxes. Gross margin is defined by the Company as excluding amortization expenses and as such is also a non-IFRS financial measure Please refer to section called non-IFRS financial measures in the MD&A.

FINANCIALS - REVENUE

QUARTER ENDED JUNE 30



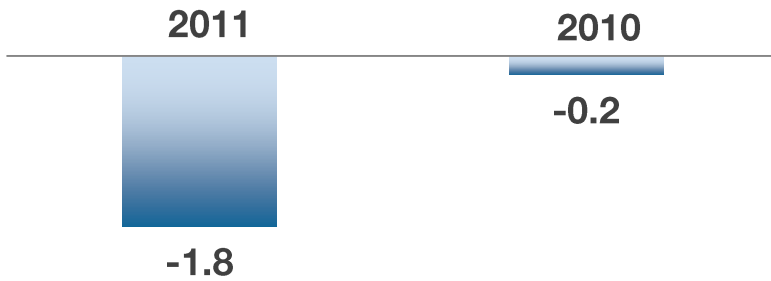
SIX-MONTHS ENDED JUNE 30



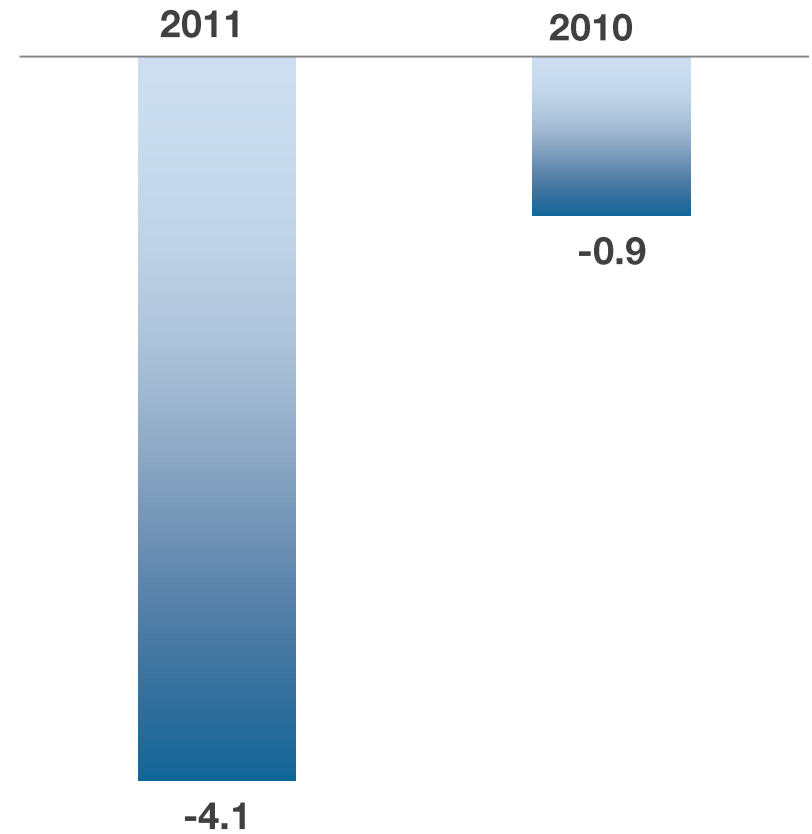
(in CAD millions)

FINANCIALS - EBITDA

QUARTER ENDED JUNE 30



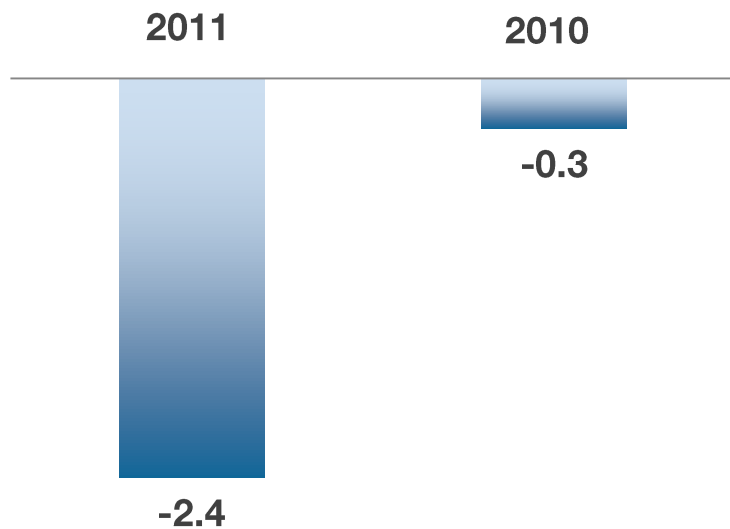
SIX-MONTHS ENDED JUNE 30



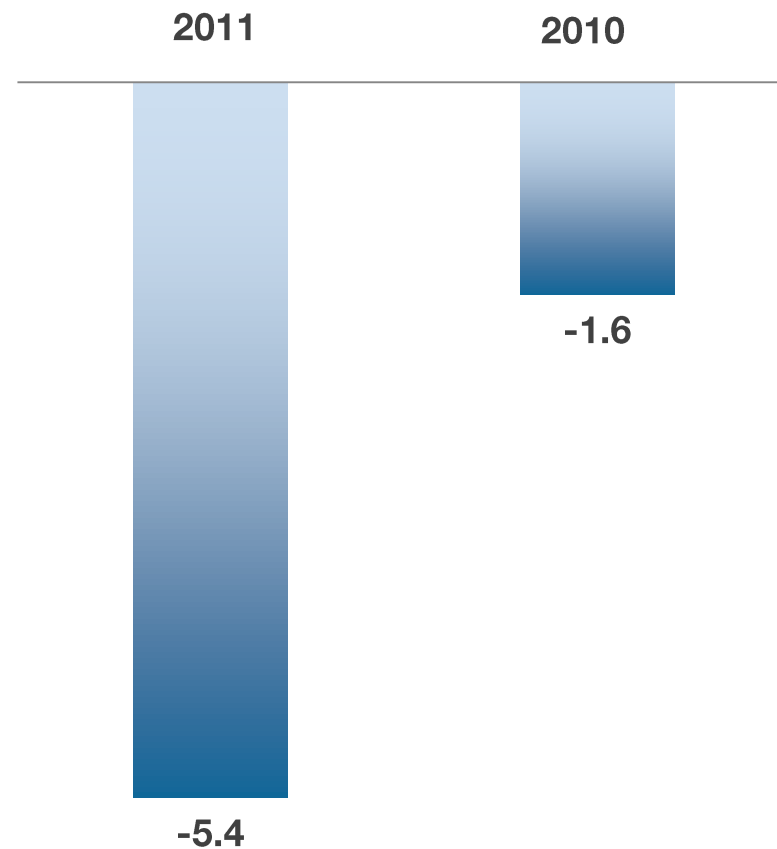
(in CAD millions)

FINANCIALS – NET LOSS

QUARTER ENDED JUNE 30



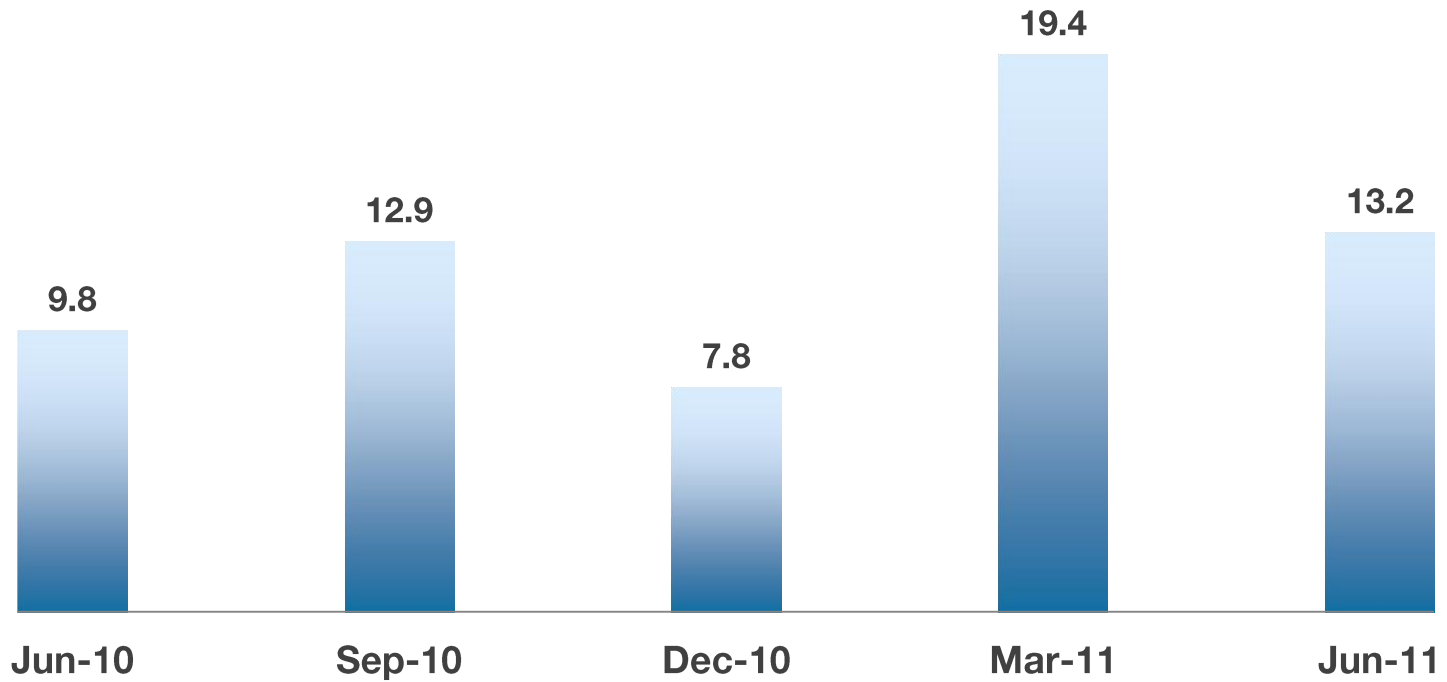
SIX-MONTHS ENDED JUNE 30



(in CAD millions)

BACKLOG

QUARTERLY BACKLOG



(in CAD millions)

**Together
Creating
Pure OIL
GAS and
WATER**



Presented by
Jacques L. Drouin, President and CEO
and
Claude Samson, Chief Financial Officer and Corporate Secretary

Investor and Media Relations: Danielle Ste-Marie
dste-marie@prosep.com



CANADA

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