

**NOTICE TO INDUSTRY
OF CORPORATE CONVERSION**

Perpetual Energy Inc., Paramount Energy Trust, Paramount Energy Operating Corp.,
Paramount Operating Trust, Profound Energy Inc., POT Acquisition Company Ltd.,
Starboard Gas (W3) Ltd., 1143046 Alberta Ltd.

Effective June 30, 2010

1. Pursuant to a Plan of Arrangement approved by the Court of Queen's Bench of Alberta in a final order dated June 17, 2010, a series of transactions took place on June 30, 2010 in order to effect the conversion of Paramount Energy Trust ("**PET**") into a corporation.
2. Paramount Operating Trust and Paramount Energy Operating Corp., both wholly-owned subsidiaries of PET, changed their names to Perpetual Operating Trust ("**POT**") and Perpetual Energy Operating Corp. ("**PEOC**"), respectively.
3. Perpetual Energy Inc., Profound Energy Inc., POT Acquisition Company Ltd., Starboard Gas (W3) Ltd., and 1143046 Alberta Ltd. amalgamated to form Perpetual Energy Inc. ("**Perpetual**").
4. PET and Perpetual entered into an Assumption of Liabilities Agreement whereby PET assigned to Perpetual and Perpetual assumed all of PET's liabilities and obligations. PET distributed its shares of Perpetual to its Unitholders in exchange for the cancellation of their Units of PET on a one-for-one basis. PET was dissolved and ceases to exist.
5. As a result of the forgoing transactions:
 - (a) Perpetual owns all of the direct and indirect interests in all of the oil and gas properties and related interests owned by PET;
 - (b) all of the interests in all of the oil and gas properties and related interests owned by Paramount Operating Trust by its trustee Paramount Energy Operating Corp., or Paramount Energy Operating Corp. as trustee of Paramount Operating Trust have become those of Perpetual Energy Operating Corp. as trustee of Perpetual Operating Trust; and
 - (c) PEOC and POT are wholly owned subsidiaries of Perpetual and 1333002 Alberta Ltd. remains a wholly owned subsidiary of POT.

As a result of the foregoing, effective June 30, 2010, all notices, correspondence, invoices or payments accruing or occurring after June 30, 2010, and formerly addressed to Profound Energy Inc. should now be issued in the name of Perpetual Energy Inc. and sent to the following address:

Perpetual Energy Inc.
Suite 3200, 605 - 5th Avenue S.W.
Calgary, Alberta T2P 3H5
Phone: (403) 269-4400
Fax: (403) 269-4444

In addition, effective June 30, 2010, all notices, correspondence, invoices or payments accruing or occurring after June 30, 2010, and formerly addressed to either Paramount Operating Trust by its trustee Paramount Energy Operating Corp. or Paramount Energy Operating Corp. as trustee of Paramount Operating Trust should now be issued in the name of Perpetual Operating Trust and sent to the following address:

Perpetual Operating Trust
 Suite 3200, 605 - 5th Avenue S.W.
 Calgary, Alberta T2P 3H5
 Phone: (403) 269-4400
 Fax: (403) 269-4444

Please note that the signature block associated with Perpetual Operating Trust will be Perpetual Energy Operating Corp. as trustee of Perpetual Operating Trust.

Please circulate this notice to all departments within your organization and amend your records accordingly. Should you require further information, please contact our office at any of the numbers below:

Department	Contact	Telephone Number
Accounting – Joint Venture	Aaron Thompson	(403) 269-4481
Accounting - Financial & Production	Gail Quartly	(403) 269-4432
Land – Contracts & Minerals	Susan Hargreaves	(403) 269-4412
Land - Surface	Darren Gramlich	(403) 269-6384
Marketing	Marcello Rapini	(403) 269-6321

Additional documents relating to the changes referred to in this Notice to Industry are posted under Perpetual Energy Inc.'s profile on www.sedar.com and are also available on our website at www.perpetualenergyinc.com.