

PETRO VISTA ENERGY CORP.

PTV-TSX V: \$0.28 — SPECULATIVE BUY

TARGET PRICE: \$0.40; PROJECTED RETURN: 40%

Bill Newman 403.750.1297

bnewman@mackieresearch.com

Success in Brazil; Increasing Target

EVENT – Drilling Update

Petro Vista announced that the development well drilled on the Tartaruga block was successful.

IMPACT – Positive; Significant Near-Term Production Additions

Logs indicated that the 7-TTG-1DP-SES well encountered a minimum total net pay of 101 feet (31 metres). The well has been cased and testing is expected to commence within two weeks. Strong oil and gas shows were indicated over 11 zones and the company is considering a dual completion of the well to maximize production rates. Existing facilities will allow for the immediate start-up of production. A successful well has the potential to initially produce at up to 1,500 boe/d (410 boe/d net). Subsequent to placing the 7-TTG-1DP-SES well on production, Petro Vista plans to complete additional pay sands in the SES-107D well. The SES-107D well was producing approximately 300 bbl/d (82 bbl/d net) from a single zone prior to being shut-in temporarily while the 7-TTG-1DP-SES well was drilling. The well completion could increase production from the SES-107D well to a sustained rate of 400 bbl/d (110 bbl/d). The Tartaruga field produces high-quality light oil of 41° API. Subject to funding, Petro Vista hopes to drill an additional 1-2 development wells in 2010. Petro Vista has a 37.5% working interest (27.23% net revenue interest) in the Tartaruga block

VALUATION –Increasing Risked NAV

Based upon the initial results of the 7-TTG-1DP-SES well, we are increasing our risked net asset value from \$0.29/fd share to \$0.42/fd share.

RECOMMENDATION – Maintain SPECULATIVE BUY

Petro Vista has recently enjoyed exploration and development success on three of its core properties which could add considerable production in the coming months. We maintain our **SPECULATIVE BUY** recommendation and we have increased our target price from \$0.30 to \$0.40, equivalent to our new risked NAV/fd share.

VALUATION CATALYST – Production Additions from Tartaruga, Morichito, and La Maye Blocks

1. **Tartaruga:** Results of the 7-TTG-1DP-SES well expected in two weeks. Targeting up to 1,500 bbl/d (410 bbl/d net).
2. **Morichito:** Results of the Morichito-5 well expected in the next 2-4 weeks. Targeting up to 1,000 bbl/d (500 bbl/d net).
3. **La Maye:** Results of the Noelia #1 well expected in late July 2010. Targeting up to 2,500 bbl/d (625 bbl/d net).

Per Share Data (C\$)

Shares O/S (mm):	108.2	Mkt. Cap (\$ mm):	\$30.8
FD Shares (mm):	156.3	W.Capital (\$mm)*:	\$1.8
Price:	\$0.29	Ent. Value (\$ mm):	\$29.0
52-Wk High:	\$0.41	52-Wk Low:	\$0.09

*Estimated working capital March 25, 2010.

	2008A	2009A	2010E	2011E
Reference Pricing				
Oil (US\$/bbl WTI)	\$99.92	\$57.76	\$79.03	\$85.00
Production				
Liquids (bbl/d)	-	-	300	1,250
Gas (mmcf/d)	-	-	-	-
Boe/d (6:1)	-	-	300	1,250
Financials				
Cash Flow (\$ mm)	-\$1.9	-\$2.1	\$4.2	\$18.4
CFPS (FD)	-\$0.02	-\$0.04	\$0.04	\$0.14
EV/DACF	na	(6.4)	6.3x	1.7x
D/CF	na	na	na	na

Target Valuation Parameter

1.0x Risked NAV/FD share



Courtesy of BigCharts.com

Key Risks

Petro Vista is an early-stage investment in a junior international oil and gas company. The company has limited financial flexibility, and the future profitability of the company is dependent on early exploration success.

Corporate Profile

Petro Vista Energy Corp. (www.pvecorp.com) is an independent oil and gas exploration and development company with a portfolio of exploration opportunities located in Brazil and Colombia.

RELEVANT DISCLOSURES APPLICABLE TO: PETRO VISTA ENERGY CORP.**LIST OF DISCLOSURE TERMS:**

1. Within the last 3 years, Research Capital Corporation has managed or co-managed an offering of securities by the subject issuer.
2. Within the last 3 years, Research Capital Corporation has received compensation for investment banking and related services from the subject issuer.

ANALYST CERTIFICATION

Each analyst of Mackie Research Capital Corporation whose name appears in this report hereby certifies that (i) the recommendations and opinions expressed in this research report accurately reflect the analyst's personal views and (ii) no part of the research analyst's compensation was or will be directly or indirectly related to the specific conclusions or recommendations expressed in this research report.

Information about Mackie Research Capital Corporation's [Rating System](#), the distribution of our research to clients and the percentage of recommendations which are in each of our rating categories is available on our web site at www.mackieresearch.com.

The information contained in this report has been drawn from sources believed to be reliable but its accuracy or completeness is not guaranteed, nor in providing it does Mackie Research Capital Corporation assume any responsibility or liability. Mackie Research Capital Corporation, its directors, officers and other employees may, from time to time, have positions in the securities mentioned herein. Contents of this report cannot be reproduced in whole or in part without the expressed permission of Mackie Research Capital Corporation. (U.S. Institutional Clients — Research Capital U.S.A. Inc. (a wholly owned subsidiary of Mackie Research Capital Corporation) accepts responsibility for the contents of this report subject to the terms & limitations set out above. Firms or institutions receiving this report should effect transactions in securities discussed in the report through Research Capital U.S.A. Inc., a Broker-Dealer Registered with the United States Securities and Exchange Commission).

Toronto 416.860.7600

Montreal 514.399.1500

Vancouver 604.662.1800

Calgary 403.218.6375

Regina 306.566.7550

St. Albert 780.460.6460