

Outperforming Index YTD

Attractive Yield of 9.4%

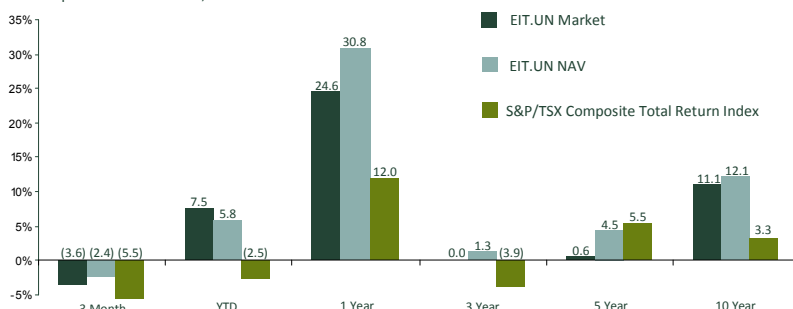
Diversified Portfolio

What's New

- ◆ IESI-BFC Ltd. closed its merger with Waste Services Inc. (WSI), becoming North America's third-largest waste management company.
- ◆ Paramount Energy Trust completed its conversion to a corporation, with the new name Perpetual Energy Inc. (PMT). PMT maintained its intention to continue the \$0.05 monthly distribution as a dividend.
- ◆ AltaGas Income Trust completed its conversion to a corporation, AltaGas Ltd. (ALA). Management reaffirmed its dividend guidance of \$1.32 per share on an annual basis.

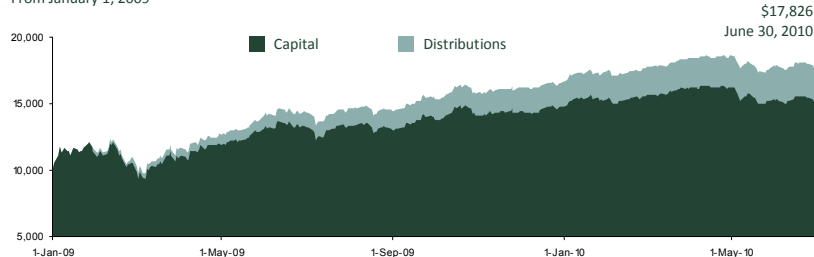
Our Historical Returns*

For the period ended June 30, 2010



Growth of \$10,000 Invested

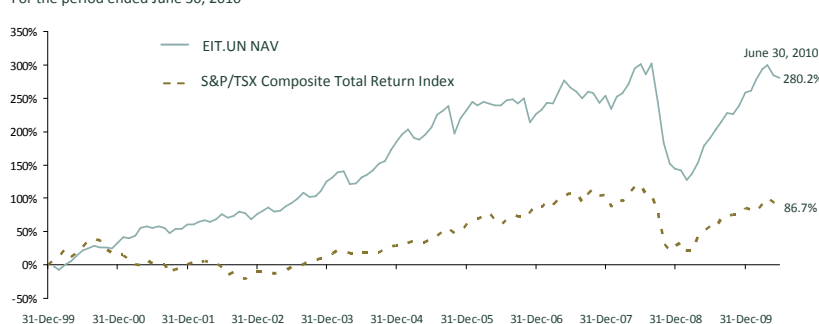
From January 1, 2009



* Historical returns represent annualized compound rates of return for the trailing periods ended June 30, 2010. See disclaimer on next page for further details. Returns as at June 30, 2010 reflect an estimate of the Dividend Reinvestment Price (DRIP) for June therefore results may vary slightly from amounts that will be presented in our interim Management Report of Fund Performance as the actual DRIP information will be available at that time.

10-Year Cumulative Compound Return

For the period ended June 30, 2010



Harmonized Sales Tax and the Fund

Effective July 1, 2010, the governments of Ontario and British Columbia replaced their provincial sales tax regime with a harmonized sales tax (HST). This harmonized tax results in a sales tax rate of 13% in Ontario and 12% in British Columbia.

Over the past several months there have been many discussions in the financial community about the effect this change will have on investment funds. Although the Fund is based in Alberta, a province without a provincial sales tax, the introduction of HST will impact our investors.

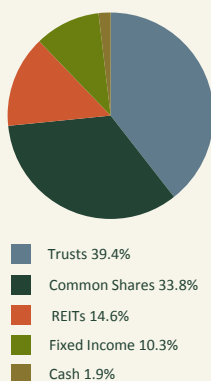
Currently, GST is charged to the Fund at a rate of 5% on management fees and operating expenses. The new rules specifically require that GST/HST be applied based on the residency of unitholders and the value of their interest, rather than on the physical location of the Fund or Fund Manager. As a result, EIT.UN will be charged sales tax on management fees and other operating fees at a blended rate (based on ownership geography) of GST/HST that is higher than the current rate of GST. Unfortunately, this will likely result in a higher management expense ratio for the Fund, as it will for all funds in Canada.

The HST rules for investment funds are complex and we continue to await clarification from the government on some of these rules. We will assess the impact on the Fund as information is made available. If you have any questions on this legislation please call our Investor Relations group at 1-877-434-2796.

Sector Allocation*

	June %	Change %
Energy Exploration & Production	22.3	(0.2)
REITs	14.6	0.1
Oil & Gas Storage/Transportation	12.2	0.4
Fixed Income	10.3	(0.3)
Banks & Other Financials	10.1	(1.2)
Industrials	7.9	(0.1)
Utilities	5.7	(0.2)
Consumer Discretionary	5.0	0.2
Materials	3.7	(0.5)
Real Estate Corporations	3.7	-
Telecommunications	2.1	0.4
Cash	1.9	1.7
Energy Services	0.5	(0.1)
Healthcare	0.0	(0.2)

Asset Mix*



Top 10 Holdings*

1. IESI-BFC Ltd.	3.6%
2. Inter Pipeline Fund	3.6%
3. Keyera Facilities Income Fund	3.4%
4. Labrador Iron Ore Royalty Income Fund	3.3%
5. H & R REIT	3.1%
6. Brookfield Properties Corp.	2.7%
7. Canadian Oil Sands Trust	2.7%
8. Chartwell Seniors Housing REIT	2.6%
9. Yellow Pages Income Fund	2.6%
10. Bonavista Energy Trust	2.3%
Total	29.9%

*Based on Total Asset Value as at June 30, 2010

Portfolio Manager Update Cypress Capital Management Ltd.

June Decline Puts Markets in Negative Territory Year-to-Date

Canadian equity markets ended the month on a negative note, with the S&P/TSX Composite Index closing out June down 4.0% for the month. A number of factors, including a slowdown in Chinese economic growth, weak U.S. consumer confidence, and potential sovereign debt crises in Europe, have contributed to the market decline. Defensive names outperformed as investors fretted about the strength and sustainability of the global economic recovery. U.S. equity markets were down as well, with the Dow Jones Industrial Average declining 3.9%, and the S&P 500 down 5.4%. Since peaking in late April, the S&P/TSX Composite Index has given back 7.7%, and is now down 4.0% year-to-date (S&P/TSX Composite Total Return Index is down 2.5% year-to-date).

G20 Summit Fails to Reassure Investors

The G20 summit wrapped up in Toronto with member nations committing to concerted action to sustain the recovery, create jobs, and achieve stronger, more sustainable and balanced growth. However, the summit failed to reassure markets as investors were skeptical of the ability of the member nations to meet the challenge. Nations must maintain a delicate balance between providing enough stimulus to sustain the recovery, and establishing prudent fiscal policies to ensure the sustainability of public finances. While advanced nations have agreed to cut deficits in half by 2013 and stabilize or reduce debt-to-GDP levels by 2016, concerns remain that synchronized fiscal retrenchment, combined with potentially premature removal of stimulus, could undermine the recovery and lead to a double-dip recession.

Market Volatility Continues

We continue to look to incremental signs of economic recovery as the primary driver for any renewed market advance. While economic conditions continue to display signs of modest improvement, we believe that further weakness in economic indicators could continue to challenge the market's resilience in the short term. As investors swing between concern and optimism surrounding the state of the global economic recovery, and given a lack of economic visibility, we expect continued market volatility in the months ahead. In this environment, demand for defensive, yield-oriented securities will likely remain strong and should lend support to valuations of dividend-paying equities and income trusts which remain the focus of our investment strategy for EIT.UN.

5 Key Reasons to Own This Fund

1. Diversification
2. Attractive Yield
3. Strong Track Record
4. Leverage Capacity
5. Commitment to Service

Strategy

Maximize distributions and Net Asset Value while managing risk for Unitholders through an actively managed, high yielding diversified portfolio of income-generating and capital-growth oriented securities.

Fund Details (As of June 30)

Exchange and Symbol	TSX: EIT.UN
52 Week High/Low	\$13.70/\$10.05
30 Day Average Daily Volume	114,720
Number of Units Outstanding	90,491,188

Fund Value (As of June 30)

Net Asset Value	\$1.34 billion
NAV per Unit	\$14.81
Market Price	\$12.71
Discount to NAV	14.2%
Current Yield	9.4%

Distributions

Current Monthly Distribution [†]	\$0.10
Distributions From Inception	\$31.03

Quick Facts

Mgmt Expense Ratio (MER) (As of Dec. 31, 2009):	
Excluding Issue Costs & Interest	1.63%
Including Issue Costs & Interest	2.12%
Tax Deferred Plans	RRSP, RESP, RRIF, TFSA & DPSP
DRIP Available	

July Distribution

Distribution Record Date	July 30, 2010
Payment Date	August 13, 2010
Ex-Distribution Date	July 28, 2010

Warrant Details (As of June 30)

Exchange and Symbol	TSX: EIT.WT
Market Price	\$0.10
Exercise Price	\$13.31
Expiry Date ^{**}	September 23, 2010
Call Right Date ^{**}	After June 23, 2010

[†] The amount of distributions may vary in the future due to market conditions and other factors.

^{**} If, after June 23, 2010, the units trade above the exercise price for a period of 10 business days, EnerVest has the right to "call the warrants" within two business days, giving investors 20 business days to exercise them, after which they will expire.



We want your feedback.

Please call Investor Relations at 1-877-434-2796

or email us at info@enervest.com.

To learn more about EnerVest please visit www.enervest.com