

Proceeds of Disposition for Find Energy Ltd. shares

Date: January 12, 2007
To: Former shareholders of Find Energy Ltd.
Re: Proceeds of Disposition for Find shares

Shiningbank Energy Ltd., an indirect wholly-owned subsidiary of Shiningbank Energy Income Fund (“Shiningbank”), purchased approximately 91.1% of the issued and outstanding common shares of Find Energy Ltd. (“Find”) on September 6, 2006. The offer was extended until September 19th and the remaining shares were taken up at that time.

The disposition of the Find shares pursuant to the offer will generally give rise to a capital gain or capital loss to the extent that the value of the Shiningbank units received for the Find shares exceeds or is exceeded by the aggregate of the adjusted cost base of such shares and any reasonable costs of disposition.

When you file your 2006 tax return, you need to report the capital gain or loss resulting from the disposition of your Find shares. Your proceeds of disposition are the value of the Shiningbank units received on the exchange. You will also need to calculate your total cost base for all your acquisitions of Find shares (exclude those held within an RRSP as those shares are not subject to current tax).

There is more than one way to calculate the value of the proceeds from the transaction between Shiningbank and Find. An example of one such calculation is provided below:

Shiningbank closing price September 6, 2006	\$ 21.02 per unit
Exchange ratio	<u>x 0.465 of a unit</u>
Proceeds per Find share	\$ 9.77

Shiningbank assumes no responsibility for the use of this “proceeds of disposition” calculation. It is provided for your information only. Shiningbank strongly advises that all former shareholders of Find seek their own tax advice prior to completing their respective tax returns.