

March 9, 1999

**SYMBOL: "SHN.UN" - TSE**

**NEWS RELEASE  
FOR IMMEDIATE RELEASE**

**SHININGBANK ENERGY ANNOUNCES FINANCIAL RESULTS**

Shiningbank Energy Income Fund today announced its financial results for the year ended December 31, 1998. Production volumes increased by 18% to 4,151 barrels of oil equivalent per day (boe/d) from 3,531 boe/d. Revenues, however were down by 4% to \$30.2 million from \$31.3 million in 1997 due to lower average commodity prices. The Fund distributed \$1.43 per Trust Unit for the year, 85.38% of which was tax deferred. This represented a 15.7% pre-tax cash-on-cash distribution rate. The accompanying table provides important statistics from the 1998 year.

Shiningbank provides its unitholders with a high-quality asset base, a strong financial position and experienced management. Over 60% of Shiningbank's production is from natural gas, allowing investors to take advantage of current strength in natural gas prices.

Shiningbank Energy Income Fund is a conventional oil and gas royalty trust and its units are listed on The Toronto Stock Exchange under the symbol "SHN.UN".

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**Shiningbank Energy Income Fund  
 1998 Highlights**

Financial (\$ thousands except per Trust Unit amounts)	1998	1997
Oil and natural gas sales	30,163	31,343
Net earnings (loss)	(1,142)	3,186
Distributable income	11,562	11,983
Per Trust Unit	1.43	1.60
Acquisition and development costs	30,578	19,453
Long term debt	39,602	18,095
Unitholders' equity	53,224	55,678
Established reserves value at 12% discount	96,884	86,398
<b>Operations</b>		
Daily production volumes		
Oil and NGLs (bbls/d)	1,208	1,215
Natural gas (mmcf/d)	24.7	20.8
NGLs (bbls/d)	478	241
Oil equivalent (boe/d)	4,151	3,531
Average prices		
Oil (C\$/bbl)	\$ 17.65	\$ 26.11
Natural gas (C\$/mcf)	\$ 2.23	\$ 2.39
NGLs (C\$/bbl)	\$ 13.65	\$ 19.16
Oil equivalent (C\$/boe)	\$ 19.91	\$ 24.32
Field netback per boe	\$ 10.20	\$ 13.23
Established reserves (Proven + 50% Probable)		
Oil and NGLs (mdbl)	6,680	7,017
Natural gas (bcf)	80.9	53.6
Oil equivalent (mboe)	14,770	12,372
Established reserves per Trust Unit (boe)	1.70	1.65