

November 17, 1999

SYMBOL: "SHN.UN"-TSE

**NEWS RELEASE
FOR IMMEDIATE RELEASE**

**SHININGBANK ENERGY ANNOUNCES STRONG
THIRD QUARTER 1999 FINANCIAL RESULTS**

Shiningbank Energy Income Fund today announced its financial results for the third quarter and nine months ended September 30, 1999. Revenues totalled \$12.3 million on average production of 5,186 barrels of oil equivalent per day (boepd) for third quarter 1999, up 62% from \$7.6 million on average production of 4,450 boepd for third quarter 1998. Approximately 57% of revenue in the quarter came from sales of natural gas. For the first nine months of 1999 revenues were \$30.0 million, up 36% from \$22.1 million in 1998. The Fund distributed \$0.42 per Trust Unit for the quarter, up from \$0.35 per Trust Unit in 1998, bringing distributions for 1999 to \$1.15 per Trust Unit compared to \$1.07 for the comparable period of 1998. Twelve-month trailing distributions aggregate \$1.51 per Trust Unit.

In the third quarter, the Fund completed the acquisition of the Caroline Cardium "B" Sand Unit #1 and surrounding lands at a cost of \$19.0 million. The acquisition provided immediate production gains and has created a new base of operations in west-central Alberta. The excellent development opportunities at Caroline will allow us to economically increase reserves and offset much of the Fund's natural production decline over the next year. Funding for the acquisition was provided by the issue of 1,980,000 new Trust Units at \$10.00 each in July 1999.

Shiningbank provides its unitholders with a high-quality asset base, a strong financial position and experienced management. Its oil production is high quality, light gravity crude providing optimum netbacks. Approximately 57% of Shiningbank's production volume is from liquids-rich natural gas.

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 Third Quarter 1999 Highlights

Financial (\$ thousands except per Trust Unit amounts)	Three months ended		Nine months ended	
	September 30, 1999	1998	September 30, 1999	1998
Oil and natural gas sales	12,348	7,612	29,967	22,090
Net earnings (loss)	947	(437)	1,654	(389)
Cash flow	5,110	2,863	12,574	8,527
Distributable income	4,947	3,041	12,094	8,433
Per Trust Unit	0.42	0.35	1.15	1.07
Capital expenditures	20,348	16,089	27,305	29,481
Long term debt	36,930	39,168	36,930	39,168
Unitholders' equity	71,160	57,185	71,160	57,185

Operations

Daily production volumes				
Oil (bbl/d)	1,432	1,116	1,241	1,250
Natural gas (Mmcf/d)	29.4	28.1	27.4	24.2
Natural gas liquids (bbl/d)	816	521	688	446
Oil equivalent (Boe/d)	5,186	4,450	4,666	4,114
Average prices				
Oil (C\$/bbl)	\$ 27.55	\$ 18.53	\$ 23.15	\$ 19.27
Natural gas (C\$/mcf)	\$ 2.62	\$ 1.97	\$ 2.53	\$ 2.09
Natural gas liquids (C\$/bbl)	\$ 21.71	\$ 13.11	\$ 17.03	\$ 14.27
Oil equivalent (C\$/boe)	\$ 25.88	\$ 18.60	\$ 23.53	\$ 19.67
Field netback per boe	\$ 13.47	\$ 10.09	\$ 12.93	\$ 10.23