

July 25, 2000

SYMBOL: "SHN.UN" - TSE

**NEWS RELEASE
FOR IMMEDIATE RELEASE**

SHININGBANK ANNOUNCES EQUITY FINANCING

Shiningbank Energy Income Fund ("Shiningbank") announced today that it has entered into an agreement to sell 2,100,000 trust units at \$12.20 each to raise gross proceeds of \$25,620,000 on a bought deal basis. The underwriting syndicate, led by CIBC World Markets Inc., includes BMO Nesbitt Burns Inc., and Merrill Lynch Canada Inc. Shiningbank has granted the underwriters an option, exercisable in whole or in part by closing, to purchase up to an additional 315,000 trust units at the same offering price. Should this option be fully exercised, the total gross proceeds of the issue would be \$29,463,000. The issue will be offered in all provinces of Canada. Closing of the offering is expected to occur on August 15, 2000 and is subject to regulatory approvals.

Net proceeds from the financing will be used to continue with Shiningbank's business strategy of acquiring long life natural gas reserves and exploiting development opportunities. The recently completed acquisition of Raider Resources Ltd. provides several exploitation opportunities including a number of well tie-ins, low risk development drilling locations along with an extensive undeveloped land inventory.

The securities offered have not been and will not be registered under the United States Securities Act of 1933, as amended (the "U.S. Securities Act"), and may not be offered or sold within the United States or to, or for the account or benefit of, U.S. persons except in certain transactions exempt from the registration requirements of the U.S. Securities Act.

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".

For further information please contact:

Arne R. Nielsen, Chairman and C.E.O. or
David M. Fitzpatrick, President and C.O.O.
Shiningbank Energy Management Inc.
Telephone: (403) 268-7477
Facsimile: (403) 268-7499

**NOT FOR DISTRIBUTION TO THE U.S. NEWSWIRE SERVICES OR FOR
DISSEMINATION IN THE UNITED STATES**