



October 9, 2002

SYMBOL: "SHN.UN" - TSX

**NEWS RELEASE
FOR IMMEDIATE RELEASE**

**SHININGBANK ENERGY UNITHOLDERS VOTE
TO INTERNALIZE MANAGEMENT**

Shiningbank Energy Income Fund (the "Fund"), today announced the overwhelming approval by unitholders of its proposal to internalize its management, thereby eliminating all future management fees. A record number of unitholders, holding over 32% of the issued Trust Units, voted at the October 8, 2002 meeting, with 95% voting in favour of the proposed restructuring. The transaction closed on October 9, 2002. A second resolution, facilitating a move to monthly distributions by the Fund in the future, was also passed, with 97% approval by unitholders.

"Both retail and institutional unitholders responded very favourably to the proposal," said David Fitzpatrick, President and Chief Executive Officer. "This move is an integral part of our strategy to continue to grow Shiningbank for the benefit of our unitholders".

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, Executive Chairman or
David M. Fitzpatrick, President and C.E.O.

Shiningbank Energy Ltd.

Telephone: (403) 268-7477

Facsimile: (403) 268-7499

Toll Free: (866) 268-7477

Email: shiningbank@shiningbank.com

Website: www.shiningbank.com