



August 2, 2005

TSX: SHN.UN

**NEWS RELEASE
FOR IMMEDIATE RELEASE**

**SHININGBANK ACQUIRES BLIZZARD SHARES AND AMALGAMATES
WITH BLIZZARD AND OUTLOOK**

Shiningbank Energy Income Fund ("Shiningbank") announced today that, further to the joint press releases of Shiningbank and Blizzard Energy Inc. ("Blizzard") dated June 6, 2005 and July 28, 2005, the previously announced plan of arrangement involving Shiningbank and Blizzard has been closed and is effective today.

Immediately thereafter, Shiningbank Energy Ltd. (Shiningbank's administrator corporation) amalgamated with its wholly-owned subsidiary, Outlook Energy Inc., and with Blizzard to continue as one corporation under the name "Shiningbank Energy Ltd." pursuant to the provisions of the *Business Corporations Act* (Alberta).

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:

David M. Fitzpatrick, President and C.E.O.
Bruce K. Gibson, Vice President, Finance and C.F.O.
Debbie Carver, Investor Relations

Shiningbank Energy Ltd.

Telephone: (403) 268-7477
Facsimile: (403) 268-7499
Toll free: (866)268-7477
E-Mail: irinfo@shiningbank.com
Website : www.shiningbank.com

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