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NEWS RELEASE FOR IMMEDIATE RELEASE

Shiningbank Energy announces U.S. Income Tax Status

The following information is being provided to assist individual U.S. unitholders of Shiningbank Energy Income Fund (the "Fund") in reporting distributions received from the Fund during 2006 on their U.S. Individual Income Tax Return (Form 1040).

This summary is not exhaustive of all possible U.S. income tax considerations and is provided as a general guideline only. Unitholders of the Fund should consult their own legal and tax advisors regarding their individual tax consequences.

Qualified Dividends

In consultation with its U.S. tax advisors, Shiningbank believes that its trust units should be properly classified as equity in a corporation, rather than debt. Therefore, distributions paid to individual U.S. unitholders should be considered "qualified dividends" for U.S. federal income tax purposes. Under the Jobs and Growth Tax Relief Reconciliation Act of 2003, "qualified dividends" should qualify for the reduced rate of tax applicable to long-term capital gains. Investors should consult with their tax advisors to ensure that their individual tax situation is considered before making any decisions. Further information regarding 2006 distributions, including the percentage that should be reported as "qualified dividends", will be announced in February 2007.

The Fund has not received a letter ruling from the Internal Revenue Service or a tax opinion from its tax advisors on these matters.

Shiningbank Energy Income Fund is a natural gas focused energy trust founded in 1996. The Fund purchases, develops and operates producing properties for the direct benefit of its unitholders. Shiningbank has one of the highest weightings of natural gas production in the energy trust sector at 77%.

Shiningbank is listed on the Toronto Stock Exchange under the symbol SHN.UN. For further information please visit our website, www.shiningbank.com, or contact us at:

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