

Contrans Income Fund Issues \$37.5 Million in Senior Notes

Woodstock, Ontario

January 8, 2004

Contrans Income Fund is pleased to announce today that it has closed a private placement offering with First Treasury for \$37.5 million in senior secured notes at a fixed rate of interest of 6.589%. The agreement provides for monthly payments of interest only while the principal portion is repayable in full on December 15, 2008. Proceeds will be used to repay existing bank indebtedness and will allow the Fund to pursue strategic growth opportunities.

Concurrent with the private placement, the Fund entered into a new bank credit facility for \$30 million with Royal Bank of Canada. This revolving, demand facility allows for the funding of acquisitions and other growth opportunities.

For further information, please contact Stan Dunford or Greg Rumble at (519) 421-4600.