

TSE: SIF.UN

FOR IMMEDIATE RELEASE

PRESS RELEASE

**ENERGY SAVINGS INCOME FUND ANNOUNCES FEBRUARY
DISTRIBUTION**

TORONTO, ONTARIO – February 5, 2004 - - Energy Savings Income Fund filed notice with the Toronto Stock Exchange today announcing its February 29, 2004 distribution of \$0.065 per post split Unit (post split \$0.775 annually) declared February 5th, 2004 and payable on February 29, 2004 to the holders of record of Units of the Fund as at the close of business on February 15, 2004. The Units trade on the Toronto Stock Exchange under the symbol “SIF.UN”.

Energy Savings’ business, which is conducted in Ontario, Manitoba and the State of Illinois, involves the sale of natural gas to residential, small to mid-size commercial and small industrial customers under long term, irrevocable fixed price contracts. Energy Savings also supplies electricity to Ontario customers under contracts secured prior to the November 11, 2002 price freeze and to certain large volume users who do not fall under the Governments price cap. By fixing the price of natural gas or electricity under its fixed price contracts for a period of three to five years, Energy Savings’ customers eliminate their exposure to changes in the price of these essential commodities. Energy Savings, which commenced business in July of 1997, derives its margin or gross profit from the difference between the fixed price at which it is able to sell the commodities to its customers and the fixed price at which it purchases the matching volumes from its suppliers.

The Toronto Stock Exchange has neither approved nor disapproved of the contents of this release.

FOR FURTHER INFORMATION, PLEASE CONTACT:

Ms. Rebecca MacDonald
Chair and Chief Executive Officer
Phone: (416) 367-2872

or

Mr. James H. McKelvie C.A.
Chief Financial Officer
Phone: (905) 795-4202