



**FOR IMMEDIATE RELEASE**

**Canadian Association of Income Funds welcomes  
the Federal Government's announcement on dividend taxes**

**Calgary, AB, May 2, 2006** -- The Canadian Association of Income Funds (CAIF) is pleased with the Federal Government's Budget announcement to proceed with measures consistent with those announced in a Notice of Ways and Means Motion tabled on November 23, 2005, which takes a practical and even-handed approach in levelling the playing field between investors in income trusts and corporations.

"We're very pleased that the Conservative Government will maintain the decision to lower taxes on dividends tabled last fall," said George Kesteven, President of the Canadian Association of Income Funds. "This approach should provide greater parity between the way that investors in income trusts and corporations are handled in the tax system. We commend the Government's decision. This is the appropriate course of action."

The Canadian Association of Income Funds (CAIF) is the national association representing Canadian income funds, publicly listed limited partnerships, and royalty trusts.