
ARCTIC GLACIER INCOME FUND

ARCTIC GLACIER ANNOUNCES TAX DEFERRAL RATE OF 36.3% FOR 2004

WINNIPEG, February 25, 2005 – The Arctic Glacier Income Fund (TSX:AG) today announced the return of capital allocation for distributions in 2004 for Canadian residents is 36.3 per cent. The return of capital portion provides holders of trust units with significant tax deferral opportunities.

The Fund distributed \$1.07 per unit in 2004, comprised of \$0.3890 tax deferred return of capital and \$0.6814 other taxable income. The detailed tax allocation of each distribution in 2004 is provided in the attached table and is also available on the Fund's website at www.arcticglacierinc.com.

Distributions paid to U.S. residents during 2004 are comprised of (in Canadian dollars) \$0.5140 qualifying dividend, \$0.1574 US source income, \$0.1077 Canadian source income and \$0.2913 non-taxable return of capital. The detailed tax allocation of each distribution in 2004 to U.S. residents is available on the Fund's website.

Holders of units who are non-residents of Canada will be subject to withholding taxes in respect of any distributions by the Fund.

Arctic Glacier Income Fund, through its operating company, Arctic Glacier Inc., is a leading producer, marketer and distributor of high-quality packaged ice in North America under the brand name of Arctic Glacier[®] Premium Ice. Arctic Glacier operates 25 production plants and 41 distribution facilities across Canada and the central and northeastern United States servicing more than 50,000 retail accounts.

Arctic Glacier Income Fund trust units are listed on the Toronto Stock Exchange under the trading symbol AG. There are 23.4 million trust units outstanding.

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Contact Information

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2004 Cash Distribution Summary for Income Tax Purposes

The following chart summarizes the distributions of the Fund per trust unit and tax treatment to residents of Canada for the 2004 taxation year:

Record Date	Payment Date	Dividend	Other Taxable Income	Return of Capital	Total
January 30, 2004	February 13, 2004	-	\$0.0578	\$0.0314	\$0.0892
February 27, 2004	March 15, 2004	-	\$0.0540	\$0.0352	\$0.0892
March 31, 2004	April 15, 2004	-	\$0.0578	\$0.0314	\$0.0892
April 30, 2004	May 14, 2004	-	\$0.0559	\$0.0333	\$0.0892
May 31, 2004	June 15, 2004	-	\$0.0577	\$0.0315	\$0.0892
June 30, 2004	July 15, 2004	-	\$0.0559	\$0.0333	\$0.0892
July 30, 2004	August 13, 2004	-	\$0.0577	\$0.0315	\$0.0892
August 31, 2004	September 15, 2004	-	\$0.0577	\$0.0315	\$0.0892
September 30, 2004	October 15, 2004	-	\$0.0558	\$0.0334	\$0.0892
October 29, 2004	November 15, 2004	-	\$0.0577	\$0.0315	\$0.0892
November 30, 2004	December 15, 2004	-	\$0.0558	\$0.0334	\$0.0892
December 31, 2004	January 14, 2005	-	\$0.0576	\$0.0316	\$0.0892
2004 Total		\$0.0000	\$0.6814	\$0.3890	\$1.0704
		<i>0.0%</i>	<i>63.7%</i>	<i>36.3%</i>	<i>100.0%</i>

For tax purposes, cash distributions paid on January 14, 2005 are considered to be income in 2004.