
ARCTIC GLACIER INCOME FUND

ARCTIC GLACIER ANNOUNCES TAX DEFERRAL RATE OF 32.7% FOR 2008

WINNIPEG, February 27, 2009 – Arctic Glacier Income Fund (TSX:AG.UN) today announced the return of capital allocation for distributions in 2008 for Canadian residents is 32.7 percent. The return of capital portion provides holders of trust units with significant tax deferral opportunities.

The Fund distributed \$0.71690 per unit in 2008, comprised of \$0.23455 tax deferred return of capital and \$0.48235 other taxable income. The detailed tax allocation of each distribution in 2008 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 2008 are comprised of (in Canadian dollars) \$0.33367 US source income, \$0.16158 Canadian source and \$0.22165 tax deferred return of capital. The detailed tax allocation of each distribution in 2008 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 38 production plants and 51 distribution facilities across Canada and the northeast, central and western United States servicing more than 75,000 retail accounts.

Arctic Glacier Income Fund trust units are listed on the Toronto Stock Exchange under the trading symbol AG.UN. There are 39.0 million trust units outstanding.

-- 30 --

Contact Information

Keith McMahon, President & CEO
Doug Bailey, Chief Financial Officer
Toll free investor relations phone: 1-888-573-9237

www.arcticglacierinc.com

The Toronto Stock Exchange does not approve or disapprove of the adequacy or accuracy of this release.

625 Henry Avenue, Winnipeg, Manitoba R3A 0V1 Tel: 204.772.2473 Fax: 204.783.9857

2008 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 2008 taxation year:

Record Date	Payment Date	Dividend	Other Taxable Income	Return of Capital	Total
January 31, 2008	February 15, 2008	-	\$0.06135	\$0.03035	\$0.09170
February 29, 2008	March 14, 2008	-	\$0.05738	\$0.03432	\$0.09170
March 31, 2008	April 15, 2008	-	\$0.06132	\$0.03038	\$0.09170
April 30, 2008	May 15, 2008	-	\$0.05932	\$0.03238	\$0.09170
May 30, 2008	June 13, 2008	-	\$0.06128	\$0.03042	\$0.09170
June 30, 2008	July 15, 2008	-	\$0.05928	\$0.03242	\$0.09170
July 31, 2008	August 15, 2008	-	\$0.06123	\$0.03047	\$0.09170
August 29, 2008	September 15, 2008	-	\$0.06119	\$0.01381	\$0.07500
2008 Total		-	\$0.48235	\$0.23455	\$0.71690
<i>Allocation</i>		<i>0.0%</i>	<i>67.3%</i>	<i>32.7%</i>	<i>100.0%</i>