

December 16, 2004

Liquor Stores Income Fund Announces December Cash Distribution

EDMONTON, Alberta, December 16, 2004 – Liquor Stores Income Fund (the "Fund") (TSX:"LIQ.UN") announced today a cash distribution of \$0.0833 per trust unit for the month of December, 2004. The distribution will be paid on January 17, 2005 to holders of record of trust units on December 31, 2004. The Fund's trust units will commence trading on an ex-distribution basis on December 29, 2004.

The Fund's policy is to pay cash distributions on or about the 15th of each month to unitholders of record on the last business day of the preceding month.

The Fund is an open-ended trust that holds, indirectly, securities of Liquor Stores Limited Partnership ("Liquor Stores LP"). Liquor Stores LP is Alberta's largest liquor store retailer with 50 stores. The trust units of the Fund trade on the Toronto Stock Exchange under the symbol "LIQ.UN".

Additional information about Liquor Stores Income Fund is available at www.sedar.com.

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