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Attention Business Editors:
Liquor Stores Income Fund Announces Initial Cash Distribution

EDMONTON, Oct. 20 /CNW/ - Liquor Stores Income Fund (the "Fund") (TSX:"LIQ.UN") announced today its initial cash distribution of \$0.0916 per trust unit for the period from closing of the Fund's initial public offering on September 28, 2004 to October 31, 2004. The distribution will be paid on November 15, 2004 to holders of record of trust units on October 29, 2004. The Fund's trust units will commence trading on an ex-distribution basis on October 27, 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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CO: Liquor Stores Income Fund

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