



NEWS RELEASE

October 16, 2006

CCS Income Trust (CCR.UN) Announces the November 15, 2006 Cash Distribution

CALGARY, Alberta, October 16, 2006 – CCS Income Trust (“CCS”) confirms the cash distribution to be paid on November 15, 2006, in respect of the period October 1, 2006 to October 31, 2006, for unitholders of record on October 31, 2006, will be \$0.175 per trust unit.

The Series A Exchangeable Shares (“Exchangeable Shares”) issued by CCS Inc. were initially exchangeable for CCS trust units on a one to one basis (“Exchange Ratio”). The Exchange Ratio is cumulatively adjusted upward on each Distribution Payment Date.

The updated Exchange Ratio as calculated on the Distribution Payment Date of October 16, 2006, is 2.64808. The new Exchange Ratio is based on the following input factors:

- The previous Exchange Ratio as calculated on September 15, 2006, of 2.63499,
- Weighted average trading price for the period of October 11, 12 & 13th 2006, of \$35.22957 and
- The October 16, 2006 distribution of \$0.175 per trust unit.

As a result, the holder of an Exchangeable Share of CCS Inc. may choose to convert each Exchangeable Share into 2.64808 CCS trust units.

CCS Income Trust (TSX: CCR.UN) is a recognized industry leader providing integrated and environmentally responsible solutions along with other complementary energy services. Headquartered in Calgary, Alberta, CCS provides a diverse number of services across four divisions: CCS Energy Services provides oilfield waste treatment, recovery and disposal. The second division, HAZCO Environmental Services, provides integrated remediation, waste management and decommissioning solutions. The third division, Concord Well Servicing, manages well completions, workovers and abandonments utilizing a fleet of 140 service rigs. The CCS Energy Marketing division provides crude oil and condensate marketing services to CCS Energy Services and third parties.

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