



## NEWS RELEASE

### **CCS INCOME TRUST ANNOUNCES FORECASTED 2006 CAPITAL EXPENDITURES AND INCREASED CREDIT FACILITY**

**CALGARY, JANUARY 11<sup>TH</sup> 2006** – CCS Income Trust ("CCS") announces its forecasted consolidated capital expenditures of \$145 million to \$155 million for fiscal 2006. The capital spending is comprised of expansion capital of \$110 million to \$120 million, plus sustaining capital and capital to replace capacity utilized in our engineered landfills and caverns.

Our expansion capital estimates of \$75 to \$80 million in Energy Services include completion of the Brooks and Spirit River treatment, recovery and disposal ("TRD") facilities on which construction commenced in 2005, three new TRD facilities and other opportunities. We are also planning approximately \$30 million of expansion capital in our HAZCO operating division and approximately \$6 million of expansion capital within our Concord Well Servicing division.

CCS also announces that it has closed a revised Credit Agreement with a consortium of lenders led by the Toronto Dominion Bank. Subject to compliance with financial covenants, the credit facility provides \$360 million of borrowing capacity and replaces CCS' existing \$260 million facility. The credit facility consists of a \$310 million extendible 3 year revolving facility with floating interest rates and continuation of a \$50 million non-revolving, non-amortizing term facility which is due in 2011 and bears interest at a fixed interest rate of 6.374%. Amounts borrowed under the revolving facility will bear interest at CCS' option, at the bank's prime rate, banker's acceptance rate or LIBOR rate plus, depending on CCS' ratio of debt to EBITDA, 0 to 200 basis points.

*This press release contains certain statements that are not historical in nature and are forward-looking statements. These forward-looking statements include statements relating to the Trust's plans, strategies, objectives, expectations, intentions and resources which are not guarantees as to the Trust's future results since there are inherent difficulties in predicting future results. When used throughout this press release, the words "anticipate," "expect," "project," "believe," "estimate," "forecast," "intends," and similar expressions identify forward-looking statements, which include statements relating to pending and proposed projects and business activities. Such statements are subject to certain risks, uncertainties and assumptions pertaining to operating performance, regulatory parameters, weather and economic conditions and, in the case of pending and proposed projects, risks relating to design and construction, regulatory processes, obtaining financing and performance of other parties, including partners, contractors and suppliers. Accordingly, actual results could differ materially from those expressed or implied in forward-looking statements.*

*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 Ltd. provides integrated remediation, waste management and decommissioning solutions. The third division, Concord Well Servicing, manages well completions, workovers and abandonments utilizing a fleet of 53 service rigs. In 2004, CCS initiated its CCS Energy Marketing division which provides crude oil and condensate marketing services to CCS Energy Services and third parties.*

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