



NEWS RELEASE

January 17, 2005

CCS Income Trust (CCR.UN) Announces the February 15, 2005 Cash Distribution and the updated Exchange Ratio.

CALGARY, Alberta, January 17, 2005 – CCS Income Trust (“CCS”) confirms the cash distribution to be paid on February 15, 2005 in respect of the period January 1, 2005 to January 31, 2005, for Unitholders of record on January 31, 2005, will be \$0.185 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 January 17, 2005, is 1.22574. The new Exchange Ratio is based on the following input factors:

- The previous Exchange Ratio as calculated on December 15, 2004, of 1.22031
- Weighted average trading price for the period of January 12, 13, & 14th, 2005, of \$41.58825 and
- The January 17, 2005 distribution of \$0.185 per trust unit.

As a result, the holder of an Exchangeable Share of CCS Inc. may choose to convert each Exchangeable Share into 1.22574 CCS trust units.

CCS Income Trust (TSX: CCR.UN) is a recognized industry leader that provides an increasing range of safe, environmentally responsible solutions to the energy industry. With a compounded annual growth rate in funds from operations of 45 percent over the past five years, CCS continues steady, managed growth that focuses on creating long-term, unitholder value. Headquartered in Calgary, Alberta, CCS provides a diverse number of energy services within three divisions: CCS Energy Services provides oilfield waste treatment, recovery and disposal. Within this division, ProDrill Fluid Technologies offers drilling fluid technology services. The second division, Concord Well Servicing, manages well completions, workovers and abandonments utilizing a fleet of 53 service rigs. HAZCO Environmental Services offers a wide range of environmental and decommissioning services, treatment and disposal options and environmental project management.

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