



A D V A N T A G E

ENERGY INCOME FUND

Advantage Energy Income Fund – News Release

June 10, 2004

Advantage Announces Update to U.S. Ownership

(TSX: AVN.UN)

CALGARY, ALBERTA – On March 23, 2004, the Canadian government announced proposed changes to the Income Tax Act (Canada) which may require income funds and royalty trusts to retain greater than 50% Canadian ownership in order to maintain their status as a mutual fund trust under the Income Tax Act (Canada). Advantage Energy Income Fund ("Advantage" or the "Fund") reports that based on information received from Advantage's transfer agent and financial intermediaries, the Fund estimates that approximately 40% of issued and outstanding Trust Units are held by non-residents. Advantage will continue to monitor its level of non-resident ownership and review various alternatives to mitigate any impact on the Fund of this legislation as it is currently proposed.

For further information contact:

Mr. Gary F. Bourgeois, VP Corporate Development
Phone: (416) 945-6636
Toll free: 1-866-393-0393

ADVANTAGE ENERGY INCOME FUND

3100, 150 - 6th Avenue SW
Calgary, Alberta T2P 3Y7
Phone: (403) 261-8810
Fax: (403) 262-0723

Web Site: www.advantageincome.com

E-mail: advantage@advantageincome.com