

TSX: SIF.UN

- **FOR IMMEDIATE RELEASE**

PRESS RELEASE

ENERGY SAVINGS INCOME FUND ANNOUNCES MAY DISTRIBUTION

TORONTO, ONTARIO – May 5, 2008 - - Energy Savings Income Fund filed notice with the Toronto Stock Exchange today announcing its regular distribution for May. A distribution of \$0.10083/unit will be paid on May 31st, 2008 to Unitholders of record at the close of business on May 15th, 2008. The Units trade on the Toronto Stock Exchange under the symbol “SIF.UN”.

The Fund

Energy Savings’ natural gas business, which is conducted in Ontario, Manitoba, Alberta, Quebec, British Columbia, Illinois, Indiana and New York, involves the sale of gas to residential, commercial and small industrial customers under long term, irrevocable fixed price contracts. Energy Savings also supplies electricity to Ontario, Alberta, New York and Texas customers. By fixing the price of natural gas or electricity under its fixed price contracts for a period of up to five years, Energy Savings’ customers offset their exposure to changes in the price of these essential commodities. Energy Savings, which commenced business in July of 1997, derives its margin or gross profit from the difference between the fixed price at which it is able to sell the commodities to its customers and the fixed price at which it purchases the matching volumes from its suppliers.

Forward-Looking Statements

The Fund’s press releases may contain forward-looking statements including statements pertaining to customer revenues and margins, customer additions and renewals, customer attrition, customer consumption levels, distributable cash and treatment under governmental regulatory regimes. These statements are based on current expectations that involve a number of risks and uncertainties which could cause actual results to differ from those anticipated. These risks include, but are not limited to, levels of customer natural gas and electricity consumption, rates of customer additions and renewals, rates of customer attrition, fluctuations in natural gas and electricity prices, changes in regulatory

regimes and decisions by regulatory authorities, competition and dependence on certain suppliers. Additional information on these and other factors that could affect the Fund's operations, financial results or distribution levels are included in the Fund's annual information form and other reports on file with Canadian securities regulatory authorities which can be accessed through the SEDAR website at www.sedar.com or through the Fund's website at www.esif.ca

The Toronto Stock Exchange has neither approved nor disapproved of the contents of this release.

FOR FURTHER INFORMATION, PLEASE CONTACT:

Ms. Rebecca MacDonald
Executive Chair and Co-Chief Executive Officer
Phone: (416) 367-2872

Ken Hartwick C.A.
President and Co-Chief Executive Officer
Phone: (905) 795-3557

or

Mr. Peter Bloch, C.A.
Chief Financial Officer
Phone: (905) 795-4206