

Algonquin Power Income Fund

July 23, 2001

Algonquin announces results of take-over bid for Drayton Valley

Toronto, Ontario - Algonquin Acquisition Inc. ("Algonquin"), an indirect wholly-owned subsidiary of Algonquin Power Income Fund, announced today that all of the terms and conditions of Algonquin's offer of June 15, 2001 (the "Offer") to purchase all of the outstanding trust units of Drayton Valley Power Income Fund ("Drayton Valley") not owned by Algonquin or its affiliates and associates, at a price of \$4.30 in cash per trust unit, have been satisfied or waived. 7,096,337 trust units, or approximately 89.3% of the outstanding trust units of Drayton Valley not owned by Algonquin or its affiliates and associates, were deposited in acceptance of the Offer. Algonquin intends to take-up and pay for all of the trust units deposited under the Offer on or about July 27, 2001.

After taking up and paying for all of the trust units deposited under the Offer, Algonquin and its affiliates and associates will own, directly or indirectly, 7,140,837 trust units, or approximately 89.4% of the outstanding trust units of Drayton Valley. Algonquin intends to exercise its rights under Drayton Valley's trust indenture to acquire the remaining trust units not tendered under the Offer.

For further information, please contact:

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