



## NEWS RELEASE

### ENBRIDGE REALIZES GAIN ON SALE OF ALTAGAS INVESTMENT

**CALGARY, Alberta, July 21, 2004** – AltaGas Income Trust (“AltaGas”) announced that Enbridge Inc. has sold 11,650,000 Trust Units of AltaGas to a group of Canadian underwriters at a price of \$19.75. This sale reduces Enbridge’s interest in AltaGas from approximately 36% to 13%. The sale, excluding the over-allotment, will realize net proceeds to Enbridge of approximately \$217 million and will close on or about August 10.

In addition, the underwriters have been granted an over-allotment option to purchase an additional 1,747,500 Trust Units at the issue price of \$19.75 per unit at any time up to 30 days after closing of the offering. Should the over-allotment option be taken up Enbridge’s interest in AltaGas would be reduced to under 10%.

“We are very pleased with the strong market response and successful sale of our units by Enbridge,” said David Cornhill, Chairman and Chief Executive Officer of AltaGas. “Since Enbridge made its initial investment in AltaGas five years ago we have tripled our asset base and grown our market capitalization by six times to over one billion dollars. Enbridge has been a good investor and received very good returns on their investment. We are supportive of their disposition and are pleased with the opportunity to realize our full growth potential and deliver substantial unitholder value to an expanded unitholder base.”

The underwriting syndicate was led by Scotia Capital Inc., CIBC World Markets Inc. and RBC Capital Markets, and included BMO Nesbitt Burns Inc., National Bank Financial Inc., TD Securities Inc., Clarus Securities Inc., HSBC Securities (Canada) Inc., Canaccord Capital Corporation, FirstEnergy Capital Corp., and Peters & Co. Limited.

AltaGas moves energy from its source to the end user, adding value through the process. The Trust has consolidated assets totalling almost \$950 million and a market capitalization of approximately \$1 billion. Our steadily expanding asset base today includes natural gas gathering and processing facilities, interests in ethane and natural gas liquids extraction plants, and transmission pipelines. AltaGas distributes natural gas to Alberta customers through AltaGas Utilities Inc., to customers in the Northwest Territories through the Ikhil Gas Project and distributes gas in Nova Scotia through its interest in Heritage Gas Limited. The Trust provides energy services to customers, including marketing of natural gas and natural gas liquids and sale of power from its power purchase based arrangements. AltaGas’ Trust Units are listed on the Toronto Stock Exchange under the symbol ALA.UN. The Trust is included in the S&P/TSX Capped Income Trust Index and the S&P/TSX Capped Energy Trust Index.

This news release does not constitute an offer to sell or a solicitation of an offer to buy the Trust Units in any jurisdiction. The Trust Units offered have not been, and will not be, registered under the United States Securities Act of 1933, as amended, and may not be offered or sold within the United States of America.

When used in this news release, the words “anticipate,” “estimate,” and similar expressions are intended to identify forward-looking statements. Such statements are subject to certain risks, uncertainties and assumptions that could cause actual results to differ materially from those contemplated in the forward looking statements. These risks and uncertainties include operating performance, regulatory and environmental issues, weather and economic conditions, competition and financing availability. For additional information on these and other factors see the reports filed by AltaGas with Canadian securities regulators. AltaGas disclaims any intention or obligation to update or revise any forward looking information whether as a result of new information or future event.

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