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For Immediate Release:

CINEPLEX GALAXY INCOME FUND ANNOUNCES ITS JULY 2004 DISTRIBUTION

Toronto, Ontario (July 21, 2004) (TSX:CGX.UN): Cineplex Galaxy Income Fund announced today its cash distribution of \$0.0958 per unit for the month of July 2004, payable on August 31, 2004 to unitholders of record on July 30, 2004. This distribution represents an 11.5% yield on the initial public offering price of \$10.00 per unit. The Fund's policy is for unitholders of record on the last business day of a calendar month to receive distributions during the thirty days following the end of such month. Holders of units who are non-residents of Canada will be required to pay all withholding taxes payable in respect of any distributions of income by the Fund.

The Fund owns an approximate 41.1% interest in Cineplex Galaxy Limited Partnership. The Partnership owns, operates or has an interest in 84 theatres with 758 screens in Canada, and is the second largest film exhibition company in the country. The Partnership operates the theatres under the Cineplex Odeon and Galaxy brands. Cineplex Odeon has enjoyed an important urban market presence in Canada for over 20 years and Galaxy has become a leading entertainment destination in mid-sized communities.

Further information can be found in the disclosure documents filed by Cineplex Galaxy Income Fund with the securities regulatory authorities, available at www.sedar.com.

-30 -

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