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**CINEPLEX GALAXY INCOME FUND ANNOUNCES
ITS MAY 2004 DISTRIBUTION**

Toronto, Ontario, May 20, 2004 (TSX: CGX.UN): Cineplex Galaxy Income Fund announced today its cash distribution of \$0.0958 per unit for the month of May 2004, payable on June 30, 2004 to unit holders of record on May 31, 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 unit holders 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 40.8% interest in Cineplex Galaxy Limited Partnership. The Partnership owns, operates or has an interest in 83 theatres with 752 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.

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