



Lakeview Hotel Real Estate
Investment Trust

**LAKEVIEW HOTEL REAL ESTATE INVESTMENT TRUST
Press Release**

ANNOUNCES REDUCTION IN MAXIMUM SIZE OF STOCK OPTION PLAN

Winnipeg, Manitoba, June 13, 2007 - Lakeview Hotel Real Estate Investment Trust ("Lakeview REIT") announced today that at its Annual and Special General Meeting held yesterday in Winnipeg the Unitholders of Lakeview REIT approved an amendment made by the Trustees to the Unit Purchase Plan reducing the maximum number of incentive stock options that can be issued. The plan will now reserve a maximum of 5% of the issued Class A Trust Units ("Units") for issuance at the time of a stock option grant. Previously the plan allowed for an option issuance to a maximum of 10% of the issued Units. The Unit Purchase Plan was established to provide incentives to Trustees, management and other participants to carry out the business of Lakeview REIT.

In accordance with the Unit Purchase Plan, as amended, the Trustees of Lakeview REIT announced today the issuance of an aggregate total of an additional 175,000 options to purchase Lakeview REIT Units to the Trustees, Senior Management and executives of the Trust. The options are exercisable at \$4.62 per Unit. The exercise price is the volume weighted average price for the 20 business days immediately preceding the date of the Annual and Special General Meeting.

The Units issued upon exercise of the Options will be subject to a minimum hold period of four months and a day from the date of the Grant of the Options in accordance with applicable securities laws and the policies of the TSX Venture Exchange.

Lakeview REIT is a real estate investment trust, which is listed on the TSX Venture Exchange under the symbol "LHR.UN". Lakeview REIT receives income from ownership, management and licensing of hotel properties. Lakeview REIT's objective is to provide Unitholders with

stable and growing cash distributions through an investment in an expanding portfolio of hotel properties across Canada. For further information on Lakeview REIT please visit our new website www.lakeviewreit.com.

FOR FURTHER INFORMATION PLEASE CONTACT:

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The TSX Venture Exchange has not reviewed or approved the contents of this press release and does not accept responsibility for the adequacy or accuracy of its contents.