

AUTOCANADA INCOME FUND

Announces Regular Cash Distribution for December 2008

Edmonton, Alberta (December 15, 2008) AutoCanada Income Fund (“AutoCanada”) (TSX:ACQ.UN) announced today its regular cash distribution of \$0.0833 per trust unit for the month of December (equivalent to \$1.00 per trust unit on an annualized basis). This distribution will be paid on January 15, 2009 to unitholders of record at the close of business of December 31, 2008.

The policy of AutoCanada is to pay cash distributions on or about the 15th of each month to the unitholders of record on the last business day of the preceding month.

About AutoCanada

AutoCanada is Canada’s only publicly traded entity with interests exclusively in the operation of franchised automobile dealerships. Through its 53% interest in AutoCanada LP, it presently owns or manages 22 franchised automobile dealerships in six provinces and has over 1,070 employees. Through its owned and managed dealerships, it currently sells Chrysler, Dodge, Jeep®, Infiniti, Nissan, Hyundai, Subaru, Volkswagen and Mitsubishi branded vehicles. In 2007, its owned and managed dealerships sold approximately 23,300 vehicles, processed approximately 231,700 service and collision repair orders in 260 service bays, and generated revenue of approximately \$835 million.

Additional information about AutoCanada Income Fund is available at www.sedar.com and the Fund’s website at www.autocan.ca.

For further information contact:

Tom Orysiuk, CA

Executive Vice-President and Chief Financial Officer

Phone: (780) 732-3139

Email: torysiuk@autocan.ca