

AUTOCANADA INCOME FUND

Announces Purchase of Volkswagen Dealership

Edmonton, Alberta (December 4, 2008) AutoCanada Income Fund (“AutoCanada”) (TSX:ACQ.UN) announced today that it has completed the purchase of the assets of Sport Volkswagen, a dealership located in Maple Ridge British Columbia, to be continued under the name Maple Ridge Volkswagen. The approximately 12,000 sq. ft. leased facility out of which the dealership operates provides for four service bays and a three car showroom. The dealership has been in operation since approximately 1999 and in 2007 sold 229 new and 174 used vehicles.

“We are very pleased to become partners with Volkswagen Group Canada Inc. and to participate in the opportunity to offer our customers an exciting product line up, particularly in this very attractive sales locality, further expanding our existing Maple Ridge footprint,” stated Pat Priestner, CEO of AutoCanada. “Excellent manufacturer relationships are of primary importance to us, and we are very pleased to have developed a relationship with the world’s third largest automotive company. Volkswagen Group Canada Inc. has demonstrated the ability to consistently produce highly desirable products and to prosper in a difficult market, and we look forward to a long term mutually beneficial relationship.”

About AutoCanada

AutoCanada is Canada’s only publicly traded entity with interests exclusively in the operation of franchised automobile dealerships. Through its 54% 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, Mitsubishi and Volkswagen 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.

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