

## **AutoCanada Income Fund Announces the Opening of Northland Nissan Earlier Than Initially Anticipated**

Edmonton, Alberta – September 4, 2007: AutoCanada Income Fund (“AutoCanada” or the “Fund”) (TSX: ACQ.UN), Canada’s only publicly traded franchised automobile dealership business, announced today that the Nissan dealership Open Point located in Prince George, British Columbia commenced operations on August 31, 2007. The Fund has arranged to finance the opening of this Nissan dealership Open Point, and to provide it with management services.

On July 13, 2007, AutoCanada announced that the dealership, operating as “Northland Nissan”, was expected to open for operations in late September 2007 in a temporary facility with a two vehicle showroom and four service bays. The dealership is anticipated to be relocated to a new facility in the 4<sup>th</sup> quarter of 2008 which shall be designed to Nissan Canada image standards and shall provide for an eight vehicle showroom and ten service bays. The dealership shall be owned and operated by an affiliate of Canada One Auto Group Ltd., which owns 46% of the Fund on a fully diluted basis.

The new dealership marks an expansion of the Fund’s managed dealership operations, thereby capturing incremental distributable cash flow generated by an automobile dealership that is not owned directly by the Fund. These relationships are intended to provide AutoCanada with the financial benefits associated with an expanded network of dealerships while accommodating the requirements of various automobile manufacturers.

To facilitate the transaction, AutoCanada obtained Board approval to grant consents to Canada One and its affiliate under the terms of the non-competition agreements entered into at the time of the Fund’s IPO.

“We are very pleased that we are able to open this dealership almost a month earlier than we anticipated in July. The Nissan franchise is an important addition to our Prince George platform of dealerships which currently includes the Chrysler, Jeep, Dodge, and Hyundai brands,” said Patrick Priestner, AutoCanada’s Chief Executive Officer.

### **About AutoCanada**

AutoCanada is Canada’s only publicly traded entity with interests exclusively in the operation or management of franchised automobile dealerships. Through its 54% interest in AutoCanada LP, it operates or manages 19 franchised automobile dealerships in six provinces and has over 940 employees. It currently sells various new vehicle brands, including Chrysler, Dodge, Jeep®, Hyundai, Mitsubishi, Subaru, and, through two managed dealerships, Nissan. In 2006, its owned franchised automobile dealerships sold approximately 19,350 vehicles and processed approximately 215,000 service and collision repair orders in 245 service bays, generating revenue of approximately \$694 million.

### **About Canada One Auto Group Ltd.**

Canada One Auto Group Ltd. is a private company controlled by Patrick Priestner. On May 11, 2006 AutoCanada Income Fund acquired the business assets of Canada One Auto Group Ltd as disclosed in its prospectus that was filed on May 3, 2006. Canada One holds a 46% interest in the Fund on a fully diluted basis.

Additional information about AutoCanada Income Fund is available at [www.sedar.com](http://www.sedar.com) and the Fund's website at [www.autocan.ca](http://www.autocan.ca).

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