

May 8, 2009

**Attention Business/Financial Editors:**

**AutoCanada Income Fund releases financial results for the reporting period ended March 31, 2009:**

A conference call to discuss the results for the year and three month period ended March 31, 2009 will be held on May 11, 2009 at 4:00 p.m. Eastern time. To participate in the conference call, please dial 1-800-594-3615 or (416) 644-3426 approximately 10 minutes prior to the call. A live and archived audio webcast of the conference call will also be available on the Fund's website [www.autocan.ca](http://www.autocan.ca).

EDMONTON, Alberta, May 8, 2009/CNW - AutoCanada Income Fund (the "Fund") (TSX: ACQ.UN) today announced financial results for the three month period ended March 31, 2009.

**2009 First Quarter Operating Results**

- Revenue decreased \$25.3 million or 12.8% largely as a result of a decrease in the average transaction price of new and used vehicles. The number of new vehicles retailed decreased by 171 units
- Gross profit decreased by \$1.9 million or 5.7% as a result of reduced new vehicle sales and profitability as well as reduced high margin finance and insurance sales.
- Same store revenue decreased by 19.8%
- Same store gross profit decreased by 12.8%
- EBITDA was \$2.2 million vs. \$4.6 million in Q1 of 2008, a 52.2% decrease

**First Quarter 2009 Summary**

- Net earnings were \$1.1 million which was \$2.3 million lower than the comparable figure of \$3.4 million in 2008.
- For the period from January 1, 2009 to March 31, 2009, the Fund generated a net earnings of \$1.1 million, or basic earnings per unit of \$0.053, standardized distributable cash of negative \$0.215 per unit, adjusted distributable cash of \$0.095 per unit, and declared distributions of \$0.125 per unit, for a standardized payout ratio of negative 58.1% and an adjusted payout ratio of positive 131.9%.
- Same store revenue and gross profit decreased by 19.8% and 12.8% respectively in the three months ended March 31, 2009, compared to the results of the Fund to the first quarter of the 2008 fiscal year.
- Revenue from existing and new dealerships decreased 12.8% to \$172.8 million in the three months ended March 31, 2009 from the \$198.1 million that was generated by the Fund in the first quarter of 2008.
- Gross profit from existing and new dealerships decreased 5.7% to \$31.2 million in the three months ended March 31, 2009 from the \$33.1 million that was generated by the Fund in the 2008 year.
- EBITDA decreased 52.2% to \$2.2 million in the quarter ended March 31, 2009 from the \$4.6 million that was generated by the Fund in the first quarter of 2008.

Pat Priestner, Chairman and CEO of AutoCanada Income Fund stated: "Although we were overall pleased with the results, given current market challenges, there remain several critical issues that need to be resolved before we consider reinstating distributions. This would include; the outcome of the filing by Chrysler LLC for Chapter 11 creditor protection, the immediate need to have floor plan financing available for our import dealerships and our immediate need to come to an agreement with Chrysler Financial Canada, General Motors Acceptance Corporation and other third party lenders with respect to floor plan financing for our Chrysler, Dodge, Jeep dealerships as well as our revolving term facility, as well, of course, confidence that the economy in general, and specifically as it relates to auto sales, evidences real improvement."

## Highlights of Events Subsequent to March 31, 2009

- Chrysler LLC files for Chapter 11 creditor protection in the United States.
- Chrysler Canada has not filed for creditor protection in Canada.
- Chrysler Canada has idled manufacturing operations until the Chrysler LLC restructuring is completed.
- Chrysler Financial Canada has temporarily suspended all wholesale floorplan financing.
- Chrysler has signed a financial services arrangement in principle with General Motors Acceptance Corporation (“GMAC”) to become the preferred retail and wholesale lender for Chrysler, Dodge, and Jeep dealerships.

Pat Priestner, Chairman and CEO of AutoCanada Income Fund stated: “As a result of Chrysler Financial Canada’s announcement that future funding under our wholesale floor plan has been suspended, our primary focus has been to obtain new floor plan financing for our import dealerships. Failure to obtain this financing may jeopardize our ability to operate these dealerships. One of the most significant challenges we face in accomplishing this critical task will be to negotiate with Chrysler Financial Canada the release of sufficient security to provide, in turn, adequate security to a potential new floor plan financier.”

## DISTRIBUTIONS

### Distributions to Unitholders

The Fund’s policy is to distribute to Unitholders available cash provided by operations after cash required for capital expenditures, working capital reserves, growth of capital reserves and other reserves considered advisable by the Trustees of the Fund. The Board of Trustees reviews the distributions on a monthly basis.

On February 13, 2009, in view of the continued market unpredictability, general economic deterioration both within the auto industry and generally, rising unemployment, and tight credit markets, the Board of Trustees had concluded that it was prudent to reduce monthly distribution from \$0.0833 per unit (\$1.00 per unit annually) to \$0.0417 per unit (\$0.50 per unit annually), commencing February 2009, in order to provide additional financial flexibility.

On March 14, 2009, in response to the continued deteriorating retail credit markets and continued economic decline, the Board of Trustees determined it would be prudent to temporarily suspend distributions until such times as market conditions stabilize.

The following table summarizes the distributions declared by the Fund for the period from January 1, 2009 to March 31, 2009.

(In thousands of dollars)

Record date	Payment date	Fund Units		Exchangeable Units		Total	
		Declared	Paid	Declared	Paid	Declared	Paid
		\$	\$	\$	\$	\$	\$
January 30, 2009	February 16, 2009	881	881	775	775	1,656	1,656
February 27, 2009	March 16, 2009	441	441	388	388	829	829
N/A <sup>1</sup>	N/A <sup>1</sup>	-	-	-	-	-	-
		1,322	1,322	1,163	1,163	2,485	2,485

<sup>1</sup> No distributions were declared. No record date or payment date is applicable.

Distributions are paid on Fund Units and Exchangeable Units. As of March 31, 2009 the following numbers of units were outstanding:

Fund Units	10,573,430
Exchangeable Units	9,307,500
	<u>19,880,930</u>

During the three-month ended March 31, 2009, the Fund declared distributions of \$0.125 per Fund Unit and Exchangeable Unit to Unitholders. The Fund reviews its distribution policy on a monthly basis.

## SELECTED QUARTERLY FINANCIAL INFORMATION AND RESULTS FROM OPERATIONS

The following table shows the unaudited results of the Fund for each of the eight most recently completed quarters. The results of operations for these periods are not necessarily indicative of the results of operations to be expected in any given comparable period.

(In thousands of dollars except Operating Data and gross profit %)	The Fund	The Fund	The Fund	The Fund	The Fund	The Fund	The Fund	The Fund
	Q2 2007	Q3 2007	Q4 2007	Q1 2008	Q2 2008	Q3 2008	Q4 2008	Q1 2009
<b>Income Statement Data</b>								
New vehicles	117,204	133,853	111,683	107,688	128,371	118,807	96,634	87,176
Used vehicles	62,389	59,114	50,468	55,712	61,223	57,790	47,605	49,550
Parts, service & collision repair	23,228	23,142	23,863	23,536	26,610	26,492	27,105	26,390
Finance, insurance & other	11,890	12,905	10,697	11,180	13,121	13,597	11,023	9,683
Revenue	214,711	229,014	196,711	198,116	229,325	216,686	182,367	172,799
<b>Operating Data</b>								
New vehicles	8,312	9,024	8,176	7,012	9,699	9,266	6,729	5,828
Used vehicles	6,082	4,943	3,746	4,393	5,180	5,156	3,671	3,810
Parts, service & collision repair	11,305	11,267	11,494	11,082	12,896	13,290	13,090	12,811
Finance, insurance & other	11,078	12,067	10,106	10,579	12,244	12,629	10,137	8,732
Gross profit	36,777	37,301	33,522	33,066	40,019	40,341	33,627	31,181
Gross profit %	17.1%	16.3%	17.0%	16.7%	17.5%	18.6%	18.4%	18.0%
Sales, general & admin expenses	27,522	26,905	25,654	26,317	29,916	30,491	28,157	27,813
SG&A exp. as % of gross profit	74.8%	72.1%	76.5%	79.6%	74.8%	75.5%	83.7%	89.2%
Floorplan interest expense	2,414	2,679	2,432	2,034	1,895	1,693	1,443	970
Other interest & bank charges	326	312	296	256	396	458	441	374
Future income taxes	10,137	239	(1,182)	330	148	(1,869)	(8,579)	97
Net earnings <sup>4</sup>	(4,582)	6,372	5,466	3,358	6,906	(38,318)	(67,121)	1,054
EBITDA <sup>1,4</sup>	6,743	7,600	5,310	4,621	8,022	7,975	3,868	2,230
<b>Balance Sheet Data</b>								
Cash and cash equivalents	21,077	20,179	18,014	15,298	18,459	19,194	19,592	12,522
Accounts receivable	35,980	39,940	34,274	36,411	35,374	39,390	31,195	33,821
Inventories	132,814	147,419	142,128	132,549	135,447	134,565	139,948	116,478
Revolving floorplan facilities	133,731	152,390	143,655	134,023	131,505	135,562	137,453	114,625

<sup>1</sup> EBITDA has been calculated as described under "Non-GAAP Measures" above.

<sup>2</sup> Absorption has been calculated as described under "Non-GAAP Measures" above.

<sup>3</sup> Same store revenue growth & same store gross profit growth is calculated using franchised automobile dealerships that we have owned for at least 2 full years.

<sup>4</sup> The results from operations have been lower in the first and fourth quarters of each year, largely due to consumer purchasing patterns during the holiday season, inclement weather and the reduced number of business days during the holiday season. As a result, our financial performance is generally not as strong during the first and fourth quarters than during the other quarters of each fiscal year. The timing of acquisitions may have also caused substantial fluctuations in operating results from quarter to quarter.

The following table summarizes the sales results for the three month ended March 31, 2009 on a same store basis by revenue source and compares these results to the same period in 2008.

**Same Store Revenue and Vehicles Sold**

(In thousands of dollars except % change and vehicle data)	For the Three-Month Period Ended		
	<b>March 31, <u>2009</u></b>	<b>March 31, <u>2008</u></b>	<b><u>%</u> <u>Change</u></b>
<b>Revenue Source</b>			
New vehicles	74,323	101,966	(27.1)%
Used vehicles	45,021	53,110	(15.2)%
Finance, insurance and other	<u>8,424</u>	<u>10,581</u>	<u>(20.4)%</u>
Subtotal	127,768	165,657	(22.9)%
Parts, service and collision repair	<u>23,057</u>	<u>22,366</u>	<u>3.1%</u>
<b>Total</b>	<b><u>150,825</u></b>	<b><u>188,023</u></b>	<b><u>(19.8)%</u></b>
New vehicles - retail sold	1,935	2,367	(18.3)%
New vehicles – fleet sold	442	647	(31.7)%
Used vehicles sold	<u>2,117</u>	<u>2,269</u>	<u>(6.7)%</u>
	<u>4,494</u>	<u>5,283</u>	<u>(14.9)%</u>
<b>Total</b>			
Total vehicles retailed	<u>4,052</u>	<u>4,636</u>	<u>(12.6)%</u>

## About AutoCanada

The Fund commenced business operations on May 11, 2006, when it completed an initial public offering (the “IPO”) of 10,209,500 trust units (“Fund Units”), at a price of \$10 per unit, for aggregate gross proceeds of \$102.095 million. The costs of issuance of the units were \$8.523 million. Concurrent with the closing of the IPO, the Fund used the net cash proceeds from the IPO to acquire a 50.4% indirect interest in AutoCanada LP which used such net proceeds to acquire, through various limited partnerships, the net assets (the “Acquired Business”) of Canada One Auto Group (“CAG” or the “Vendors”). In connection with this transaction, 10,047,500 Exchangeable Units were issued to the Vendors in the amount of \$10 per unit for a total of \$100.475 million. On May 31, 2006, the underwriters exercised their over-allotment option for 740,000 additional units for \$7.400 million thereby increasing the interest of the Fund to 54.05%.

In August of 2008, the Fund announced it had received regulatory approval from the Toronto Stock Exchange to purchase for cancellation, from time to time, the Fund’s issued and outstanding units subject to limits discussed later in this report. As at March 31, 2009, the Fund has cancelled all repurchased units. As a result of the normal course issuer bid, there were 10,573,430 Fund units issued and outstanding. The Fund now owns an indirect 53.2% interest in AutoCanada LP.

AutoCanada is Canada’s only publicly traded entity with interests exclusively in the operation of franchised automobile dealerships. Through its 53.2% interest in AutoCanada LP, it operates or manages 22 franchised automobile dealerships in six provinces and has over 1,110 employees. It currently sells various new vehicle brands, including Chrysler, Dodge, Jeep®, Nissan, Infiniti, Hyundai, Mitsubishi, Subaru and Volkswagen. In 2008, its franchised automobile dealerships sold approximately 23,700 vehicles and processed approximately 277,200 service and collision repair orders in 284 service bays, generating revenue of approximately \$826.5 million.

## Forward Looking Statements

Certain statements contained in management’s discussion and analysis are forward-looking statements and information (collectively “forward-looking statements”), within the meaning of the applicable Canadian securities legislation. We hereby provide cautionary statements identifying important factors that could cause our actual results to differ materially from those projected in these forward-looking statements. Any statements that express, or involve discussions as to, expectations, beliefs, plans, objectives, assumptions or future events or performance (often, but not always, through the use of words or phrases such as “will likely result”, “are expected to”, “will continue”, “is anticipated”, “projection”, “vision”, “goals”, “objective”, “target”, “schedules”, “outlook”, “anticipate”, “expect”, “estimate”, “could”, “should”, “expect”, “plan”, “seek”, “may”, “intend”, “likely”, “will”, “believe” and similar expressions are not historical facts and are forward-looking and may involve estimates and assumptions and are subject to risks, uncertainties and other factors some of which are beyond our control and difficult to predict. Accordingly, these factors could cause actual results or outcomes to differ materially from those expressed in the forward-looking statements. Therefore, any such forward-looking statements are qualified in their entirety by reference to the factors discussed throughout this document.

In particular, material forward-looking statements in management’s discussion and analysis include:

- assumptions over the effect on the Fund of Chrysler LLC filing for Chapter 11 creditor protection;
- assumptions regarding the future sources of floor plan financing and the effect on the Fund;
- expectations that Chrysler LLC will emerge from creditor protection;
- assumptions over the effect on the Fund if Chrysler Canada or Chrysler Financial Canada seek creditor protection;
- expectation that Chrysler Financial Canada may wind down its operations;
- assumptions on the effect of the idling of Chrysler Canada manufacturing operations;
- expectation that the Fund will be able to finance its CDJ dealerships with GMAC;
- assumptions over the proposed GMAC floor plan financing;
- expectations over whether future cash flows are sufficient to meet future obligations of the Fund;
- future challenges faced in securing floorplan financing;
- our plans for future growth and effects of future growth on financial performance;
- effect of the Canadian economy on automotive sales;
- expectations of future capital spending and its effect on future financial performance and growth;
- our assumption on the amount of time it take take for an acquisition or open point to achieve normal operating results;
- our determination of the possible effects of future impairment charges on the Fund’s assets;
- the possible plans for or terms of any future credit agreement;
- our determination of the effects of the current and/or future credit agreements on the Fund’s financial performance;
- management’s goals for maintaining optimal levels of liquidity;
- expectations of sufficiency of future cash flows;

- plans for future ADP conversions;
- assumptions and expectations for dealership relocations;
- plans for management of income taxes and possible changes in organizational structure;
- plans for convergence with IFRS;
- predictions for future economic data such as vehicle unit sales, vehicle prices, and margins on vehicle sales.

Although we believe that the expectations reflected by the forward-looking statements presented in this release are reasonable, our forward-looking statements have been based on assumptions and factors concerning future events that may prove to be inaccurate. Those assumptions and factors are based on information currently available to us about ourselves and the businesses in which we operate. Information used in developing forward-looking statements has been acquired from various sources including third-party consultants, suppliers, regulators, and other sources. In some instances, material assumptions are disclosed elsewhere in this release in respect of forward-looking statements. We caution the reader that the following list of assumptions is not exhaustive. The material factors and assumptions used to develop the forward-looking statements include but are not limited to:

- no significant adverse changes to the automotive market, competitive conditions, the supply and demand of vehicles, parts and service, and finance and insurance products or the political, economic and social stability of the jurisdictions in which we operate;
- no significant construction delays that may adversely affect the timing of dealership relocations;
- no significant disruption of our operations such as may result from harsh weather, natural disaster, accident, civil unrest, or other calamitous event;
- no significant unexpected technological event or commercial difficulties that adversely affect our operations;
- continuing availability of economical capital resources; demand for our products and our cost of operations;
- no significant adverse legislative and regulatory changes; and
- stability of general domestic economic, market, and business conditions

Because actual results or outcomes could differ materially from those expressed in any forward-looking statements, investors should not place undue reliance on any such forward-looking statements. By their nature, forward-looking statements involve numerous assumptions, inherent risks and uncertainties, both general and specific, which contribute to the possibility that the predicted outcomes will not occur. The risks, uncertainties and other factors, many of which are beyond our control, that could influence actual results include, but are not limited to:

- the possibility of a wind down of operations Chrysler LLC, Chrysler Canada and/or Chrysler Financial Canada;
- the potential restructuring of Chrysler LLC, Chrysler Canada and/or Chrysler Financial Canada;
- the length in time in which Chrysler Canada manufacturing operations are idled;
- the ability to secure floorplan financing for the Fund's dealerships;
- the ability of the Fund to satisfy future financial covenants;
- our access to capital due to uncertainty in the capital markets;
- rapid appreciation or depreciation of the Canadian dollar relative to the U.S. dollar;
- a sustained downturn in consumer demand and economic conditions in key geographic markets;
- the ability of consumers to access automotive loans and leases;
- competitive actions of other companies and generally within the automotive industry;
- our dependence on sales of new vehicles to achieve sustained profitability;
- our suppliers ability to provide a desirable mix of popular new vehicles;
- the ability to continue financing inventory under similar interest rates;
- our suppliers ability to continue to provide manufacturer incentive programs;
- the loss of key personnel and limited management and personnel resources;
- the ability to refinance credit agreements in the future;
- changes in applicable environmental, taxation and other laws and regulations as well as how such laws and regulations are interpreted and enforced;
- risks inherent in the ability to generate sufficient cash flow from operations to meet current and future obligations.

The foregoing factors are not exhaustive and are further discussed in the Fund's Annual Information Form dated March 23, 2009 which is filed on SEDAR at [www.sedar.com](http://www.sedar.com).

Further, any forward-looking statement speaks only as of the date on which such statement is made, and, except as required by applicable law, we undertake no obligation to update any forward-looking statement to reflect events or circumstances after the date on which such statement is made or to reflect the occurrence of unanticipated events. New factors emerge from time to time, and it is not possible for management to predict all of such factors and to assess in advance the impact of each such factor on our business or the extent to which any factor, or combination of factors, may cause actual results to differ materially from those contained in any forward-looking statement.

## Non-GAAP Measures

References to “EBITDA” are to earnings before interest expense (other than interest expense on floorplan financing and other interest), income taxes, depreciation, amortization and asset impairment charges. Management believes that, in addition to earnings or loss, EBITDA is a useful supplemental measure of both performance and cash available for distribution before debt service, changes in working capital, capital expenditures and income taxes.

References to “standardized distributable cash” and “adjusted distributable cash” are to cash flow provided by operating activities available for distribution to unitholders of the Fund (the “Unitholders”) in accordance with the distribution policies of the Fund. Standardized distributable cash and adjusted distributable cash of the Fund are measures generally used by Canadian open-ended trusts as an indicator of financial performance. As two of the factors that may be considered relevant by prospective investors are the cash distributed by the Fund relative to the price of the units, management believes that standardized distributable cash and adjusted distributable cash of the Fund are useful supplemental measures that may assist prospective investors in assessing an investment in the Fund. Standardized distributable cash is calculated as cash flows from operating activities, including the effects of changes in non-cash working capital, less total capital expenditures. Adjusted distributable cash is calculated as cash flows provided by operating activities before changes in non-cash working capital, less purchases of non-growth property and equipment.

References to “standardized payout ratio” represent a comparison of distributions declared to standardized distributable cash. References to “adjusted payout ratio” represent a comparison of distributions declared to adjusted distributable cash. Management believes that both standardized payout ratio and adjusted payout ratio are indicators of the Fund’s conservatism and its ability to continue to make distributions to Unitholders at current rates.

EBITDA, standardized distributable cash, adjusted distributable cash, standardized payout ratio and adjusted payout ratio are not earnings measures recognized by GAAP and do not have standardized meanings prescribed by GAAP. Investors are cautioned that EBITDA, standardized distributable cash, adjusted distributable cash, standardized payout ratio and adjusted payout ratio should not replace net earnings or loss (as determined in accordance with GAAP) as an indicator of the Fund's performance, of its cash flows from operating, investing and financing activities or as a measure of its liquidity and cash flows. The Fund's methods of calculating EBITDA, adjusted distributable cash, and adjusted payout ratio may differ from the methods used by other issuers. Therefore, the Fund's EBITDA, adjusted distributable cash, and adjusted payout ratio may not be comparable to similar measures presented by other issuers. For a reconciliation of adjusted distributable cash to standardized distributable cash, please see “Adjusted Distributable Cash” below.

References to “absorption rate” are to the extent to which the gross profits of a franchised automobile dealership from parts, service and collision repair cover the costs of these departments plus the fixed costs of operating the dealership, but does not include expenses pertaining to our head office. For this purpose, fixed operating costs include fixed salaries and benefits, administration costs, occupancy costs, insurance expense, utilities expense and interest expense (other than interest expense relating to floor plan financing) of the dealerships only. Absorption rate is an operating measure commonly used in the retail automotive industry as an indicator of the performance of the parts, service and collision repair operations of a franchised automobile dealership. Absorption rate is not a measure recognized by GAAP and does not have a standardized meaning prescribed by GAAP. Therefore, absorption rate may not be comparable to similar measures presented by other issuers that operate in the retail automotive industry.

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

For further information contact:

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# AutoCanada Income Fund

## Interim Consolidated Balance Sheet

(expressed in Canadian dollar thousands)

	March 31, 2009 (Unaudited)	December 31, 2008
<b>ASSETS</b>	<b>\$</b>	<b>\$</b>
<b>Current assets</b>		
Cash and cash equivalents	12,522	19,592
Restricted cash	3,456	3,238
Accounts receivable	33,821	31,195
Inventories (note 3)	116,478	139,948
Prepaid expenses	1,991	1,565
	<u>168,268</u>	<u>195,538</u>
<b>Property &amp; equipment</b>	17,329	17,227
<b>Intangible assets</b>	43,700	43,700
<b>Future income taxes</b> (note 2(a) & 10)	488	585
<b>Other assets</b>	54	54
	<u>229,839</u>	<u>257,104</u>
<b>LIABILITIES</b>		
<b>Current liabilities</b>		
Accounts payable and accrued liabilities	20,696	21,990
Revolving floorplan facilities (note 4)	114,625	137,453
Distributions payable	-	1,656
Current portion of long-term debt (note 5)	559	570
	<u>135,880</u>	<u>161,669</u>
<b>Long-term debt</b> (note 5)	<u>25,438</u>	<u>25,522</u>
	<u>161,318</u>	<u>187,191</u>
<b>Going concern and economic dependence</b> (note 1)		
<b>Contingencies</b> (note 6)		
<b>UNITHOLDERS' EQUITY</b>		
<b>Fund units</b> (note 7(a) and (c))	101,588	101,588
<b>Exchangeable units</b> (note 7(d))	88,847	88,847
<b>Contributed surplus</b> (note 7(e))	3,861	3,822
<b>Deficit</b>	(125,775)	(124,344)
	<u>68,521</u>	<u>69,913</u>
	<u>229,839</u>	<u>257,104</u>

### Approved on behalf of the Fund:

(Signed) "Gordon R. Barefoot"

Trustee

(Signed) "Robin Salmon"

Trustee

*The accompanying notes are an integral part of these consolidated financial statements.*

# AutoCanada Income Fund

## Interim Consolidated Statement of Operations, Comprehensive Income and Deficit

(expressed in Canadian dollar thousands except unit and per unit amounts)

	<i>Three Months ended March 31, 2009 (unaudited)</i>	<i>Three Months ended March 31, 2008 (unaudited) (Restated - Note 2(a))</i>
	\$	\$
<b>Revenue</b>		
Vehicles	145,946	174,092
Parts, service and collision repair	26,395	23,536
Other	458	488
	<hr/> 172,799	<hr/> 198,116
<b>Cost of sales</b> (note 3)	141,618	165,050
	<hr/>	<hr/>
<b>Gross profit</b>	31,181	33,066
	<hr/>	<hr/>
<b>Expenses</b>		
Selling, general and administrative	27,813	26,317
Interest	1,345	2,290
Amortization	872	771
	<hr/> 30,030	<hr/> 29,378
	<hr/>	<hr/>
<b>Earnings before income taxes</b>	1,151	3,688
<b>Future income taxes</b> (note 2(a) & 10)	97	330
	<hr/>	<hr/>
<b>Net earnings &amp; comprehensive income for the year</b>	1,054	3,358
	<hr/>	<hr/>
<b>Deficit, beginning of year – as previously stated</b>	(124,344)	(16,968)
Change in accounting policy related to future income taxes (note 2(a))	-	7,979
	<hr/>	<hr/>
<b>Deficit, beginning of year – as restated</b>	(124,344)	(8,989)
Distributions declared (note 8)	(2,485)	(5,062)
	<hr/>	<hr/>
<b>Deficit, end of year</b>	(125,775)	(10,693)
	<hr/>	<hr/>
<b>Earnings per unit</b>		
Basic	0.053	0.166
	<hr/>	<hr/>
Diluted	0.053	0.166
	<hr/>	<hr/>
<b>Weighted average units</b>		
Basic	19,880,930	20,257,000
	<hr/>	<hr/>
Diluted	19,880,930	20,257,000
	<hr/>	<hr/>

The accompanying notes are an integral part of these consolidated financial statements.

# AutoCanada Income Fund

## Interim Consolidated Statement of Cash Flows

(expressed in Canadian dollar thousands)

	<i>Three Months Ended March 31, 2009 (unaudited)</i>	<i>Three Months Ended March 31, 2008 (unaudited) (Restated Note 2(a))</i>
<b>Cash provided by (used in)</b>	<b>\$</b>	<b>\$</b>
<b>Operating activities</b>		
Net earnings for the period	1,054	3,358
Items not affecting cash		
Future income taxes (note 10)	97	330
Unit-based compensation (note 7(e))	39	59
Amortization	872	771
Loss (gain) on disposal of property & equipment	9	(6)
	2,071	4,512
Net change in non-cash working capital balances	(5,284)	(1,773)
	(3,213)	2,739
<b>Investing activities</b>		
Purchase of property & equipment	(1,065)	(414)
Proceeds on sale of property & equipment	44	24
Restricted cash	(218)	(108)
	(1,239)	(498)
<b>Financing activities</b>		
Proceeds from long-term debt	286	208
Repayment of long-term debt	(419)	(103)
Distributions paid to unitholders	(2,485)	(5,062)
	(2,618)	(4,957)
<b>Decrease in cash</b>	<b>(7,070)</b>	<b>(2,716)</b>
<b>Cash and cash equivalents, beginning of period</b>	<b>19,592</b>	<b>18,014</b>
<b>Cash and cash equivalents, end of period</b>	<b>12,522</b>	<b>15,298</b>
<b>Supplementary information</b>		
Cash interest paid	1,486	2,418
Transfer of inventory to property & equipment	176	356
Transfer of property & equipment to inventory	252	253

The accompanying notes are an integral part of these consolidated financial statements.