

FOR IMMEDIATE RELEASE: Tuesday, January 16, 2007

**PARKLAND INCOME FUND DECLARES REGULAR AND
SPECIAL DISTRIBUTION PAYMENTS**

Red Deer, Alberta, January 16, 2007: Parkland Income Fund (TSX: PKI.UN) previously announced that a special distribution of \$1.20 per trust unit would be paid in cash, trust units or a combination of cash and trust units on February 15, 2007 to unitholders of record on December 29, 2006. The Board of Directors has determined the payment will be made in trust units. The number of trust units was established with reference to the weighted average trading price on the date of record. No fractional trust units will be issued. A cash payment will be made for the fractional amount.

Parkland is pleased to announce that a monthly distribution of \$0.22 per trust unit will be payable on February 15, 2007 to unitholders of record on January 31, 2007. Upon closing of the previously announced Neufeld acquisition, Parkland intends to increase its monthly distribution to \$0.24 per unit. The Neufeld acquisition is expected to close on January 24, 2007 and Parkland therefore anticipates that the \$0.24 per unit distribution will apply to the distribution to be paid on February 15, 2007 to unitholders of record on January 31, 2007.

Parkland Income Fund operates retail and wholesale fuels and convenience store businesses under its Fas Gas Plus, Fas Gas, Race Trac Fuels and Short Stop Food Stores brands and through independent branded dealers, and transports fuel through its Petrohaul division. With over 550 locations, Parkland has developed a strong market niche in western and northern Canadian non-urban markets. To maximize value for its unitholders, the Fund is focused on the continuous refinement of its retail portfolio, increased revenue diversification through growth in non-fuel revenues and active supply chain management. Parkland maintains ownership of the Bowden refinery near Red Deer, Alberta and recently re-activated the site for toll production of drilling fluids.

The Fund's units trade on the Toronto Stock Exchange (TSX) under the symbol PKI.UN. For more information, visit www.parkland.ca.

Certain information included herein is forward-looking. Forward-looking statements include, without limitation, statements regarding the anticipated closing of the Neufeld acquisition and the anticipated increase in monthly distributions. Many of these statements can be identified by looking for words such as "believe", "expects", "expected", "will", "intends", "projects", "anticipates", "estimates", "continues", or similar words. Parkland believes the expectations

reflected in such forward-looking statements are reasonable but no assurance can be given that these expectations will prove to be correct and such forwardlooking statements should not be unduly relied upon. Forward-looking statements are not guarantees of future performance and involve a number of risks and uncertainties some of which are described in the Fund's annual report, annual information form and other continuous disclosure documents. Such forward-looking statements necessarily involve known and unknown risks and uncertainties and other factors, which may cause Parkland's actual performance and financial results in future periods to differ materially from any projections of future performance or results expressed or implied by such forward-looking statements. Such factors include, but are not limited to: general economic, market and business conditions; industry capacity; competitive action by other companies; refining and marketing margins; the ability of suppliers to meet commitments; actions by governmental authorities including increases in taxes; changes in environmental and other regulations; and other factors, many of which are beyond the control of Parkland. Any forward-looking statements are made as of the date hereof and the Fund does not undertake any obligation, except as required under applicable law, to publicly update or revise such statements to reflect new information, subsequent or otherwise.

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