

FOR IMMEDIATE RELEASE: Tuesday, May 15, 2007

PARKLAND INCOME FUND ANNOUNCES RECORD DATE FOR SUBDIVISION OF TRUST UNITS AND INTENTION TO EXTEND EXCHANGE DATE FOR HOLDERS OF CLASS B LIMITED PARTNERSHIP UNITS

Red Deer, Alberta, May 15, 2007: On May 4, 2007, Parkland Income Fund (TSX: PKI.UN) (the "Fund") announced that the Board of Directors of Parkland Industries Ltd., in its capacity as administrator of the Fund, had approved a division of the trust units of the Fund (the "Units") on a three for one basis (the "Subdivision"). Management of the Fund announced today that a record date of May 25, 2007 (the "Record Date") has been established to effect the Subdivision.

The Fund is undertaking the Subdivision to enhance the marketability of the Units and make the Units more accessible to a wider range of investors. The Subdivision will not change the rights of the holders of Units and each Unit outstanding after the Subdivision will be entitled to one vote for each Unit held. The Subdivision will also apply to the Class B and Class C Limited Partnership Units of Parkland Holdings Limited Partnership (the "Partnership"), which are indirectly convertible into Units on a one-for-one basis.

Holders of Units of record on the Record Date will keep their current certificates representing Units and will be provided with additional Unit certificates to which they are entitled as a result of the Subdivision. It is expected that registered holders of Units as of the Record Date will be mailed certificates representing the Subdivision on or about June 1, 2007 and the brokerage accounts of non-registered holders of Units will be credited for the additional Units representing the Subdivision on or about the Record Date. Currently outstanding certificates representing Units should be retained by the holders thereof and should not be forwarded to the Fund or the transfer agent of the Units. Pursuant to the terms of the deed of trust of the Fund, approval of holders of Units is not required in order to give effect to the Subdivision.

The Units are expected to begin trading on a post-Subdivision basis on the Toronto Stock Exchange on May 23, 2007. The completion of the Subdivision is subject to the receipt of all necessary regulatory approvals.

In addition to the foregoing, the Fund announced its intention to call and hold a meeting (the "Meeting") of the holders of Class B Limited Partnership Units (the "Class B Units") of the Partnership for the sole purpose of considering, and if deemed advisable, approving, the extension of the exchange date by which holders of the Class B Units are required to exchange such Class B Units for Units on a one-for-one basis from June 30, 2008 to June 30, 2011 (the "Extension"). This action is taken in light of the uncertainty as to restructuring which the Fund may undertake in the future in response to proposed taxation rules related to Trusts. If approved by the holders of Class B Units, the Extension will result in an amendment to the exchange

agreement pertaining to the Class B Units. Giving effect to the Extension is subject to the Fund and the Partnership seeking and obtaining all necessary regulatory approvals.

A record date and meeting date for the Meeting have not yet been set by the Fund. The Fund will make an advance announcement of the record date and meeting date for the Meeting once such dates have been determined. It is expected that the Meeting will be held prior to June 30, 2007.

Fund Description

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. Through Neufeld and Joy the Fund markets propane, gasoline, diesel, lubricants, industrial fluids, agricultural inputs and delivery services to commercial and industrial customers in northern Alberta, northeastern British Columbia and the Northwest Territories. 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 operates the Bowden refinery near Red Deer, Alberta producing drilling fluids on a contract basis.

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 future financial position, business strategy, budgets, projected costs, capital expenditures, financial results, taxes and plans and objectives of or involving Parkland. Many of these statements can be identified by looking for words such as "believe", "expects", "expected", "will", "intends", "projects", "projected", "anticipates", "estimates", "continues", or similar words and include but are not limited to, statements regarding the accretive effects of the acquisition and the anticipated benefits of the acquisition. 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 forward-looking 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 the Fund'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.

- 30 -

For further information, contact:

Parkland Industries Ltd., Administrator of Parkland Income Fund:

Red Deer: Mike W. Chorlton, President and CEO (403) 357-6400
John G. Schroeder, Vice President and CFO (403) 357-6400

If you prefer to receive Company news releases via e-mail, please request at corpinfo@parkland.ca