

FOR IMMEDIATE RELEASE Monday, May 28, 2007

**PARKLAND INCOME FUND ANNOUNCES CLOSING OF
UNITED PETROLEUM PRODUCTS ACQUISITION**

Red Deer, May 28, 2007 – Parkland Income Fund (“Parkland” or the “Fund”– TSX: PKI.UN) has closed its previously announced acquisition of all of the shares of United Petroleum Products Inc. (“UPPI”)

UPPI markets fuel and lubricants to a network of commercial accounts and independent service station operators throughout central and western British Columbia. Fuel sales volumes for the past year were in the range of 180 million litres.

The purchase price for the acquisition was \$17.6 million. The consideration consisted of 430,520 Class “C” limited partnership units of Parkland Holdings Limited Partnership (which are exchangeable into trust units on a one-for-one basis) valued at \$6.5 million, \$10.4 million of cash and \$0.7 million of assumed debt.

About Parkland

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 Petroleum and Propane 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:

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 Fund news releases via e-mail, please request at corpinfo@parkland.ca.