

FOR IMMEDIATE RELEASE: Monday, January 7, 2008

PARKLAND INCOME FUND ANNOUNCES ITS INTENTION TO PAY SPECIAL DISTRIBUTION AS A COMBINATION OF CASH AND FUND UNITS

Red Deer, Alberta, January 7, 2008: Parkland Income Fund (TSX: PKI.UN) previously announced that a special distribution of \$0.77 per Fund unit would be paid in cash or a combination of cash and Fund units on January 15, 2008 to unitholders of record on December 31, 2007. The Board of Directors has determined the payment will be made in a combination of cash and Fund units. The cash payments will total \$0.35 per Fund unit while the unit payments will total \$0.42 per Fund unit. The number of Fund units was established with reference to the 10 day weighted average trading price as at date of record December 31, 2007 which was \$16.05 per unit. Consequently, the Fund unit portion of the special distribution will be 0.02617 Fund units per Fund unit owned on the date of record. No fractional Fund units will be issued. A cash payment will be made for the fractional amounts. The special payments will apply equally to Parkland's Fund Units and Class B and Class C Limited Partnership units.

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 approximately 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. Through United Petroleum the Fund markets wholesale and commercial fuels and lubricants throughout southern British Columbia. 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.

- 30 -

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