

May 6, 2008

Attention Business/Financial Editors:

AutoCanada Income Fund Adjusts 2008 Acquisition Projections Downward:

EDMONTON, Alberta, May 6, 2008/CNW - AutoCanada Income Fund (the "Fund") (TSX: ACQ.UN) provided further information today with respect to discussions that have been held between Fund Management and Toyota Canada with respect to AutoCanada acquiring an existing Toyota branded franchised automotive dealership in Canada. Pat Priestner, CEO and Chairman of the Board of Directors stated that "I am very disappointed with the progress that the Fund has been able to make with respect to obtaining approval from Toyota Canada for the Fund to directly own Toyota dealerships in Canada, despite their acceptance of public ownership in other countries such as the United States."

Mr. Priestner further added "When we went public in May of 2006 we obtained approval from Chrysler Canada and Hyundai Canada to permit the Fund to own dealerships representing the Chrysler, Jeep®, Dodge and Hyundai brands. In less than two years the Fund entered into agreements with Nissan, Infiniti, Mitsubishi and Subaru to allow the Fund to directly own and operate dealerships of their respective brands. Despite this track record, we have not been able to replicate this success with Toyota Canada. We shall continue our efforts to cultivate our relationship with all manufacturers of brands not presently represented by the Fund to address issues that they may have with respect to the Fund, with the intent of building a relationship that shall benefit both the Fund and the manufacturers."

As a result, we are adjusting our projections with respect to the Fund's ability to grow the number of dealerships for the balance of the year from the three to six dealerships that we projected most recently when we released our December 31, 2007 results, to two or three additional dealerships."

About AutoCanada

AutoCanada is Canada's only publicly traded entity with interests exclusively in the operation of franchised automobile dealerships. Through its 54% interest in AutoCanada LP, it operates or manages 20 franchised automobile dealerships in six provinces and has over 1,070 employees. Through its owned and managed dealerships, it currently sells Chrysler, Dodge, Jeep®, Nissan, Infiniti, Hyundai, Subaru and Mitsubishi branded vehicles. In 2007, it's owned and managed dealerships sold approximately 23,300 vehicles, processed approximately 23,700 service and collision repair orders in 260 service bays, and generated revenue of approximately \$835 million.

Additional information about AutoCanada Income Fund is available at www.sedar.com and the Fund's website at www.autocan.ca.

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