

The issue of this press release is limited to Canada only. This press release should not be issued in the United States through U.S. newswire agencies.

COLABOR INCOME FUND ANNOUNCES CLOSING OF THE OVER-ALLOTMENT OPTION

BOUCHERVILLE, QUÉBEC – July 20, 2005 – Colabor Income Fund (the “Fund”) announced today that the underwriters of the initial public offering of trust units (the “Units”) of the Fund exercised in full their over-allotment option to purchase 275,000 additional Units at a purchase price of \$10.00 per Unit, for gross proceeds of \$2,750,000. The proceeds were used by the Fund to indirectly purchase 275,000 Exchangeable LP Units of Colabor Limited Partnership from Colabor Investments Inc., which will now hold a 46.8% indirect ownership interest in the Fund.

The underwriting syndicate for the offering was co-led by National Bank Financial Inc. and Canaccord Capital Corporation, and included CIBC World Markets Inc., Desjardins Securities Inc. and Sprott Securities Inc.

Colabor is a master distributor of food, food-related and non-food products which it purchases and supplies to wholesale distributors who redistribute the products to their customers operating in the retail and foodservice market segments. Today, Colabor is one of the leading master distributors catering to the needs of wholesale food distributors in Canada and the market leader in Quebec with total sales of \$377.6 million for the twelve-month period ended March 25, 2005.

The Units of the Fund have not been registered under the United States Securities Act of 1933, as amended, and may not be offered or sold within the United States or to or for the account or benefit of any U.S. person except in compliance with the registration requirements of the United States or pursuant to an exemption therefrom. This press release does not constitute an offer for sale of the Units in the United States.

For any additional information, please contact :

Mr. Gilles C. Lachance
President and Chief Executive Officer
(450) 449-0026, ext. 265

M. Michel Loignon C.A.
Vice President, Finance and Administration
(450) 449-0026, ext. 235