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NEWS RELEASE

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**COLABOR INCOME FUND DISCLOSES ITS FIRST ANNUAL RESULTS,
SURPASSING EXPECTATIONS**

BOUCHERVILLE, QUEBEC, February 21 2006 — Today, the Colabor Income Fund (TSX: CLB.UN) discloses its annual operating results, cash flow, and financial situation since the initial public offering, a 187-day period from June 28, 2005, to December 31, 2005.

Highlights

- **Conclusion of the initial public offering of 5,775,000 units for an injection of \$57,750,000 (\$54,285,000 net of the underwriters' fee);**
- **Increase in gross sales of 5.4% and in earnings before financial expenses and amortization (EBITDA) of \$1,063,000, or 13.6% compared to the same period last year;**
- **Distributable cash of \$8,121,000;**
- **Distributable cash per unit of \$0.7475;**
- **Distributed cash per unit of \$0.5207, for an annual yield of 10.25%, considering the original unit price issue at \$10;**
- **Distribution ratio on distributable cash of 69.66%.**

The Fund's fiscal year comprises thirteen 28-day periods, three quarters comprise three 28-day periods and the fourth quarter includes four 28-day periods. The Fund's year end is December 31.

Since the Fund does not have comparative financial statements for the corresponding period in 2004, and, in order to help readers compare, the Fund's results have been compared with the audited results of Colabor Investments Inc. (the "Vendor") for the 186-day period ended December 31, 2004 and the 112-day period starting September 10, 2004 for the fourth quarter, and these results were corrected to reflect special aspects of the Fund's activities, in particular customer rebates and amortization of intangible assets.

"Although we do not have a long way to look back in this regard, since the Colabor Income Fund was created on June 28, 2005, we are proud to present these first financial results," noted Jacques Landreville, chairman of the board of trustees of the Colabor Income Fund. "The best way to appreciate the value of an income fund is to look at its capacity to respect its monthly distributions to its unitholders. We have respected this commitment to date, and we will do everything within our power to continue in this way for many years to come."

Results of operations

Colabor Income Fund Consolidated Earnings ('000)

	Quarter ended			Year ended		
	December 31, 2005 (113 days)	December 31, 2004 (112 days)	Change %	December 31, 2005 (187 days)	December 31, 2004 (186 days)	Change %
Sales	140,109	132,050	6.1%	221,656	210,283	5.4%
Rebates	4,163	3,907	6.6%	6,564	6,216	5.6%
Net sales	<u>135,946</u>	<u>128,143</u>	<u>6.1%</u>	<u>215,092</u>	<u>204,067</u>	<u>5.4%</u>
Cost of sales	137,047	129,728	5.6%	216,631	206,068	5.1%
Rebates from suppliers	10,736	10,367	3.6%	16,427	15,653	4.9%
	<u>126,311</u>	<u>119,361</u>	<u>5.8%</u>	<u>200,204</u>	<u>190,415</u>	<u>5.1%</u>
Gross profit	9,635	8,782	9.7%	14,888	13,652	9.1%
Selling, distribution and administrative expenses	3,729	3,533	5.5%	6,018	5,845	3.0%
Earnings before financial expenses and amortization	5,906	5,249	12.5%	8,870	7,807	13.6%
Financial expenses	266	201	32.3%	427	350	22.0%
Amortization of property, plant and equipment	306	334	-8.4%	532	586	-9.2%
Amortization of intangible assets	993	993	0.0%	1,652	1,652	0.0%
	<u>1,565</u>	<u>1,528</u>	<u>2.4%</u>	<u>2,611</u>	<u>2,588</u>	<u>0.9%</u>
Earnings before non-controlling interest	4,341	3,721	16.7%	6,259	5,219	19.9%

The following table sets forth the calculation of distributable cash for the 187-day period ended December 31, 2005.

('000)

Earnings before financial expenses and amortization (as per Fund's December 31, 2005 financial statements)		8,870
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Deduct:

Financial expenses	427	
Acquisition of property, plant and equipment	<u>322</u>	<u>749</u>
Distributable cash		<u>8,121</u>

Number of units:

Colabor LP ordinary units	5,775,000	
Colabor LP exchangeable units held by the Vendor	<u>5,087,439</u>	<u>10,862,439</u>

Distributable cash per unit		\$0.7475
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Distributions paid

(as specified in the June 17, 2005 prospectus)

From June 28, 2005 to July 31, 2005	\$0.0937	1,018
From August 1, 2005 to December 31, 2005	\$0.0854/month	<u>4,638</u>
		<u>5,656</u>

Distributable cash per unit		\$0.5207
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Distribution ratio of distributable cash		<u>69.66%</u>
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Distributions were paid from cash from activities.

Distributions

The Fund intends to make equal monthly cash distributions to unitholders of its available cash to the maximum extent possible, net of acquisitions of property, plant and equipment, financial expenses and certain reserves that the Board of Trustees may deem necessary.

The Fund declares monthly distributions to unitholders of record on the last day of each month and pays the distributions on or about the 15th of the following month. The current annual distribution per unit should be \$1.025.

Outlook

“Our results for the 187-day period ending December 31, 2005 were above expectations, and we are beginning the first quarter of our 2006 financial year with optimism. We will continue to benefit from our network of affiliated wholesalers, our recent investments in information technologies, and the beneficial effect of our low operating costs,” stated Gilles C. Lachance, president and CEO, Colabor Limited Partnership.

“We will continue our efforts to broaden our product lines and the services offered to our affiliated wholesalers, and we will meet our growth objectives by recruiting new wholesale distributors. Sales of frozen food products and private-brand products will continue to grow, and we are very well placed to profit from this trend.”

Additional Information

In compliance with Canadian regulations regarding disclosure of annual results, unitholders of the Colabor Income Fund will receive, by mail, a copy of the *2005 Annual Report of the Colabor Income Fund* as well as a notice of meeting and a proxy form for the annual general meeting of unitholders. These documents will also be available on the Web site of SEDAR (www.sedar.com) within several days. Other information on the Colabor Income Fund is also available on the SEDAR site and on the Income Fund's Web site at www.colaborincomefund.com.

About Colabor

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 (supermarkets, convenience stores, etc.) and foodservice (cafeterias, restaurants, hotels, restaurant chains, etc.) market segments. Today, Colabor is one of the leading master distributors in Canada and the market leader in Quebec with total sales of \$402.5 million for the twelve-month period ended December 31, 2005.

Warning

This news release may contain certain forward-looking statements reflecting current opinions or expectations of the Colabor Income Fund or of Colabor Limited Partnership concerning their returns, respective commercial activities, and future events. These statements are subject to certain risks, uncertainties, and hypotheses. Real results and events may differ.

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