

Teranet boosts online payment security

TORONTO – June 11, 2007 – Teranet Inc. is pleased to announce today that it has successfully been validated as a fully compliant service provider with the Payment Card Industry (PCI) Data Security Standard (DSS).

“Security is our top priority and embracing controls that protect online credit card transactions are in the best interest of our clients and our company,” said Mike Sliwinski, Vice-President, Information Services at Teranet.

Teranet received this designation by fulfilling twelve comprehensive requirements designed to protect credit card security, card holder data, and information networks.

“The sophisticated processes we already had in place made the auditing experience go quickly and smoothly,” Sliwinski said.

Online payment services for parking and speeding tickets as well as hospital bills and other Teranet online services are all fully compliant with the stringent PCI DSS requirements.

By providing PCI-compliant eServices to governments and hospitals, Teranet shields its clients from the complexity and cost of meeting PCI DSS requirements themselves.

About the PCI Security Standards Council

The PCI Security Standards Council is an open global forum founded by American Express, Discover Financial Services, JCB, MasterCard Worldwide, and Visa International. The mission of the PCI Security Standards Council is to enhance payment account security by fostering broad adoption of the PCI Data Security Standard and other standards that increase payment data security.

About Teranet Income Fund and Teranet

Teranet Income Fund is an unincorporated, open-ended trust established under the laws of Ontario by way of a declaration of trust. The Fund was created to indirectly acquire all of the outstanding shares of Teranet Inc. The units of the Fund trade on the Toronto Stock Exchange under the symbol TF.UN.

Teranet is a leading provider of integrated land-based information products and services. Teranet operates in Ontario and provides access to the Ontario Electronic Land Registration System ("ELRS") through its proprietary application, *Teraview@* software. This product enables customers to conduct electronic registrations as well as title and writ searches relating to real property. Teranet has the exclusive right to access the data in and operate the ELRS and the Writs of Execution database, and create and market value-added products and services in connection with the ELRS and writs until March 31, 2017. These licences extend on a non-exclusive basis in perpetuity for the ELRS and until 2047 for writs. Teranet has leveraged its core capabilities to create electronic service offerings in complementary information and e-commerce areas.

Forward-Looking Statements

This news release contains statements that, other than statements of historical fact, may be forward-looking statements about the objectives, financial condition and results of operations of the Fund. These statements are forward-looking and reflect management's current views and are based on certain assumptions and expectations as of March 29,

2007. Actual results could be materially different from expectations if known or unknown risks affect the business, or if estimates or assumptions turn out to be inaccurate. No forward-looking statement is a guarantee of future results. Investors are cautioned not to place undue reliance on such forward-looking statements. Forward-looking statements do not take into account the effect that transactions or non-recurring items announced or occurring after the statements are made may have on the business. Teranet disclaims any intention or obligation to update any forward-looking statement even if new information becomes available, as a result of future events or for any other reason. These statements are subject to a number of risks described in the Risks and Uncertainties section of the MD&A, which is available at www.sedar.com. Risks and Uncertainties may cause actual results to differ materially from those contained in forward-looking statements.

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