

Teranet Secures Extension of Credit Agreement

Toronto, ON – June 16, 2008 – Teranet Income Fund (TSX: TF.UN) today announced that Teranet Inc. has formally executed the previously announced amendment (the “Third Amendment”) to the \$200 million credit agreement (the “Credit Agreement”) with a syndicate of lenders. The Third Amendment provides for an extension of the relevant repayment date under the Credit Agreement for an additional two years through to June 16, 2011 under similar terms to the existing Credit Agreement.

“We now have facilities in place to take us through to completion of the ELRS implementation project and a potential transition to a corporate structure in 2011,” said Brian Kyle, Vice President Finance and Chief Financial Officer. “Particularly given today’s credit environment, this demonstrates the confidence of our banking partners in our stability and growth strategy.”

The Third Amendment to the Credit Agreement will be filed on SEDAR at www.sedar.com.

About Teranet

Teranet offers e-services to the legal, real estate, government, financial and healthcare markets. Teranet provides exclusive access to Ontario’s Electronic Land Registration System (“ELRS”), enabling customers to conduct electronic registrations as well as title and writ searches relating to real property. Teranet has also leveraged its core competencies to create electronic service offerings in complementary areas. Teranet’s comprehensive products and services include property information, transaction management, collateral risk management, geospatial information, workflow software and enterprise solutions. Teranet Income Fund units are listed on the Toronto Stock Exchange under the symbol TF.UN. For more information about Teranet, visit www.teranet.ca.

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. 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, except as required by law. These statements are subject to a number of risks described in the Risks and Uncertainties section of the third quarter 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.