

Teranet Acquires Key Dye & Durham Operations

Delivering on Vision to Become Supplier of Choice to the Canadian Legal Market

Toronto, ON – September 15, 2008 – Teranet today announced that Teranet Enterprises Inc. has acquired the Ontario component of the search and registration and legal corporate supplies business of Dye & Durham, a member of The Cartwright Group Ltd. Dye & Durham, established in 1875, is one of the best-known and longest-standing suppliers to the Canadian legal market.

“By bringing together Teranet’s expertise in the delivery of electronic services with Dye & Durham’s breadth of corporate supplies and services and exceptional customer care, Teranet is solidifying its position as the supplier of choice for the Canadian legal market,” said Aris Kaplanis, President and Chief Executive Officer. “This accretive acquisition extends Teranet’s offering to law practices and increases our already strong presence on the legal desktop. It also diversifies our revenue, expands our opportunities across Canada, increases our customer base among different practice areas and strengthens our potential offering to other core markets.”

The acquisition will enable Teranet’s customers to perform a broad array of searches and registrations – at both the federal and provincial level across Canada – relating to statuses of business entities (such as incorporations, corporate and partnership status searches and searches of bankruptcy and litigation/court filings), business names (including NUANS® name searches, reports and reservations), asset ownership (such as motor vehicle registration and insurance searches as well as trademark and patent searches) and a variety of asset encumbrances (such as searches under the Personal Property Securities Act, the Corporate Securities Registration Act, the Bank Act and bulk sales). Dye & Durham is also Canada’s premier distributor of legal products such as minute books, corporate seals, and other corporate documents.

The addition of these services is a natural evolution of Teranet’s search and registration services beyond real estate in Ontario and into other solicitor practice areas nationally. Teranet’s comprehensive offering to the legal community now includes: the newly broadened search and registration services; workflow and file management software for business incorporation and corporate records, real estate transactions and estates administration; and specialty corporate supplies.

Teranet’s strong customer relationships in the legal market and its ability to deliver fast, efficient and highly secure electronic services present good opportunities to build the acquired businesses.

“Teranet welcomes the valued Dye & Durham employees who are so important to maintaining the high service level and experience their customers have come to expect,” said Mr. Kaplanis. “We are extremely pleased to have the opportunity to acquire these components of Dye & Durham, which is renowned for its outstanding service and long history.”

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 Risk Factors section of the last quarter's MD&A, which is available on the Teranet site at www.teranet.ca or at www.sedar.com. Risk Factors may cause actual results to differ materially from those contained in forward-looking statements.

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