

Teranet Added to S&P/TSX Composite Index

Toronto, Ontario, September 17, 2007 - Teranet Income Fund ("Teranet" or the "Fund") (TSX: TF.UN) is pleased to acknowledge that it has been selected to be added to the S&P/TSX Composite Index (the "Index") effective at TSX market open on Monday, September 24, 2007.

"We are proud to be selected for inclusion in the S&P/TSX Composite Index and believe this will serve to increase Teranet's visibility and liquidity for the benefit of unitholders," said Aris Kaplanis, President and Chief Executive Officer of Teranet Inc.

The addition is a result of the Quarterly S&P/TSX Composite Index Review. In conjunction with Teranet's addition to the Index, it will also be added to the S&P/TSX Capped Composite Index, the Information Technology Global Industry Classification Standard (GICS) index and the S&P/TSX SmallCap Index.

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 *Teraview*® application. 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 the date of this release. 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.

FOR MORE INFORMATION:

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