

Teranet Initiates Normal Course Issuer Bid

Toronto, ON – November 14, 2006 – Teranet Income Fund (the “Fund”) today announced that it has filed a notice of intention to make a normal course issuer bid (the “Bid”) with the Toronto Stock Exchange (TSX). The Bid is subject to TSX and regulatory approval. It is expected that under the Bid, up to 5,000,000 units (“Units”) of the Fund will be purchased, representing 3.6% of the units issued and outstanding and 4.1% of the public float.

As of November 13, 2006, there are 140,152,391 units issued and outstanding and a public float of 123,216,109. The Units will be purchased for cancellation through the facilities of the TSX in accordance with its policies and at market price.

In the opinion of the Fund's administrator, Teranet Inc., the Units have been trading at levels that do not reflect the underlying value of the Fund. As a result, Teranet Inc. believes that the Fund's Units represent an attractive investment at current and recent prices, and the purchases of Units would be an appropriate and desirable use of available funds. Management of Teranet Inc. is confident that the Fund's solid cash flow and credit capacity can support this bid without reducing its ability to execute its growth strategy.

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 Inc. 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 November 13, 2006. 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

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.

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