

CONTRANS INCOME FUND COMPLETES ACQUISITION OF WALSH TRANSPORTATION

NEWS RELEASE FOR IMMEDIATE RELEASE

Woodstock, Ontario, October 1, 2004. Contrans Income Fund (TSX: CSS.UN) (“Contrans”) today announced that it has completed the acquisition of Walsh Transportation Ltd. (“Walsh”).

Operating from Haileybury Ontario, Walsh provides school bus and other transportation services in Northeastern Ontario. Walsh recorded transportation revenues of approximately \$2.4 million in its most recent fiscal year ended June 30, 2004.

Stan Dunford, Chief Executive Officer of Contrans, stated that “Contrans is pleased to add to its position as the third largest school bus transportation provider in Canada. The Walsh operation will continue to be managed by Rick Walsh, who has owned and operated the business since 1976. We look forward to Walsh’s contribution to the Contrans team.”

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