

Attention Business Editors:

Agtech Income Fund completes Saskcan Pulse acquisition and \$14,000,000 financing

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TORONTO, Aug. 2 /CNW/ - Agtech Income Fund (the "Fund") (TSX-V:AGT.UN) is pleased to announce the closing of its previously announced acquisition of Saskcan Pulse Trading Inc. ("Saskcan"). The consideration for the acquisition consisted of the issuance of \$9,200,000 in units of the Fund at a deemed issue price of \$5.40 per unit, representing a total of 1,703,704 units. In addition, the shareholders of Saskcan will be entitled to earn up to an additional 555,556 units of the Fund if the North Dakota processing plant (described below) achieves certain performance targets (again based on a deemed issue price of \$5.40). 170,370 units (up to 225,926 if certain performance targets are achieved) were issued directly by the Fund in connection with the transaction and 1,533,334 units (up to 2,033,334 if certain performance targets are achieved) will become issuable by virtue of the issuance of exchangeable shares in the capital of the Fund's subsidiary Alliance Pulse Processors Inc. The exchangeable shares entitle the holder thereof to acquire units of the Fund through a put call arrangement with a subsidiary of the Fund.

In addition, to the foregoing the Fund also completed its previously announced offering of units at a price of \$5.40 per unit which raised aggregate gross proceeds of \$14,000,040. The offering was in high demand and was oversubscribed to a substantial degree. The syndicate of agents in the offering was led by Standard Securities Capital Corporation. As consideration for the services provided in connection with the offering, the agents received aggregate commissions of \$883,783 and 163,664 compensation options with each compensation warrant entitling the holder thereof to acquire one unit of the Fund at an exercise price of \$5.40 at any time until August 2, 2009.

"The response of the Canadian investment community to our private placement was overwhelming," said Steve Bodnoff, Chairman of the Board of Trustees of the Fund. "We want to thank the new unitholders for their confidence in our plan and we are sorry that many of the interested investors did not get their full allocations."

"Clients are demanding high quality, value-added food and ingredients. We are responding to the global demand for protein that is being stimulated by population growth and renewable fuels. Agtech Income Fund is a one stop shop for global buyers of whole lentils, split lentils, split peas and other specialty crops processed in our own plants," explained Murad Al-Katib, Trustee of the Fund and President and CEO of Saskcan Pulse.

About Saskcan

Saskcan is a global food processor with three processing plants in Saskatchewan and one processing plant in North Dakota, which Saskcan acquired on July 17, 2007. Saskcan's operations currently focus on red lentils and peas. It is intended that the Fund, through its operating companies, will operate three processing plants in Saskatchewan and one processing plant in North Dakota, with such plants having aggregate annual production capacity of 440,000MT. This is expected to make the Fund North America's largest exporter of value-added lentils and peas to the food and ingredient markets globally. Canada is the largest exporter in the world of peas and lentils, a staple protein food that is consumed by hundreds of millions of consumers world-wide.

About the Fund

The Fund is a limited purpose open-ended income trust originally created for the purpose of acquiring all of the voting securities of Agtech Processors Inc. ("Agtech"), which transaction was completed on March 22, 2005. Agtech is

engaged in the business of sourcing, processing (cleaning, sorting and bagging) and selling specialty crops, primarily for export markets, with one processing plant in Regina, Saskatchewan. Agtech specializes in the green lentil market but as of September 2004 it is also involved in the canary seed market. The units of the Fund are listed for trading on Tier 2 of the TSX Venture Exchange under the symbol "AGT.UN".

All of the securities issued in connection with the transaction and the financing are subject to a four month hold period.

Cautionary Statements

Certain statements in this press release are forward-looking statements. The reader is cautioned that assumptions used in the preparation of such information, although considered reasonable by Agtech at the time of preparation, may prove to be incorrect.

The TSX Venture Exchange has in no way passed upon the merits of the proposed transaction and has neither approved nor disapproved the contents of this press release.

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