

**Press Release**

**COMPANY: CERVUS LP**  
**TRADING SYMBOL: CVL.UN (TSX-V)**

**AND**

**COMPANY: PROVENTURE INCOME FUND**  
**TRADING SYMBOL: PVT.UN (TSX-V)**

**FOR IMMEDIATE RELEASE: June 2, 2006 Red Deer, Alberta**

**Proposed \$4.8 Million Private Placement by Cervus LP to Repay Debt Owed to Proventure Income Fund**

Management of Cervus LP today announced that Cervus LP plans to conduct an un-brokered proposed private placement of up to 400,000 limited partnership units of Cervus LP at \$12.00 per unit for aggregate gross proceeds of \$4.8 million. Each limited partnership unit issued pursuant to the private placement will also be accompanied by one-half of one warrant, each whole warrant entitling the holder thereof to purchase one additional limited partnership unit at any time on or before January 30, 2008 at an exercise price of \$13.00 per limited partnership unit. Of the net proceeds from the private placement offering, approximately \$3.9 million will be used by Cervus LP to repay debt currently owed by Cervus LP to Proventure Income Fund and to redeem fixed value units of Cervus LP held by Proventure Income Fund with the balance of approximately \$0.8 million to be used for general working capital purposes. Cervus LP has in the past issued promissory notes to Cervus Corporation, an indirect subsidiary of Proventure Income Fund, as consideration for the acquisition of certain John Deere dealerships from Cervus Corporation. The aggregate amount of the promissory notes currently outstanding is approximately \$3.7 million. In connection with those acquisitions, Cervus LP also issued fixed value partnership units to Cervus Corporation with a redemption value of approximately \$0.8 million. However, Cervus LP also currently has loans receivable from Proventure Income Fund of approximately \$0.6 million which results in a net amount amount owing from Cervus LP to Proventure upon satisfaction of the promissory notes and redemption of the fixed value units of approximately \$3.9 million.

It is anticipated that Proventure Income Fund will subscribe for approximately 160,804 Cervus LP limited partnership units under the private placement for gross proceeds of approximately \$1.93 million, such subscription to be paid for via the cancellation of an equivalent amount of debt owed by Cervus LP to Proventure Income Fund. It is anticipated that the remainder of the private placement of up to approximately \$2.87 will be subscribed for by other persons, many of whom may be insiders of Cervus LP, such subscriptions to be paid for in cash. Given that certain insiders may be subscribing for Cervus LP limited partnership units under the proposed private placement, and given that

Peter Lacey, the President and CEO of each of Cervus LP and Proventure Income Fund, owns in excess of 20% of the issued and outstanding voting securities of each of Cervus LP and Proventure Income Fund, the proposed private placement may be considered a “related party transaction” under the rules of the TSX Venture Exchange. Each of Cervus LP and Proventure Income Fund intend to rely upon exemptions under the applicable related party rule from the requirement to obtain a valuation on the related party transaction and from the requirement for “majority of the minority” approval to the related party transaction.

Completion of the proposed private placement is subject to a number of conditions such as the receipt of all required regulatory approvals including, but not limited to, the approval of the TSX Venture Exchange. Assuming satisfaction of those conditions, it is anticipated that the proposed private placement will close on or before June 30, 2006. The Cervus LP limited partnership units to be issued pursuant to the private placement will be subject to a statutory restriction on trading for a period of four months from the date of closing of the private placement.

Proventure Income Fund intends to use the cash to be received on payment of the outstanding debt to pursue commercial real estate property development and acquisition opportunities.

Cervus LP acquires and manages authorized equipment dealerships in Western Canada. The partnership presently operates 10 John Deere stores in Alberta, Saskatchewan and Manitoba and 5 construction equipment dealerships in Alberta that sell Bobcat, JCB and JLG equipment. The units of Cervus LP are listed on the TSX Venture Exchange and trade under the symbol “CVL.UN”.

Proventure Income Fund is an open-ended mutual fund trust established under laws of the Province of Alberta. The Fund is in the commercial property development business and provides financing and leases real estate to Cervus LP. The units of Proventure Income Fund are listed on the TSX Venture Exchange and trade under the symbol “PVT.UN”.

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