



**DEANS KNIGHT INCOME AND GROWTH FUND
ANNOUNCES EXERCISE OF OVER-ALLOTMENT OPTION**

TORONTO (April 6, 2006) – Fairway Advisors Inc. (“Fairway”), manager of the Deans Knight Income and Growth Fund (the “Fund”), is pleased to announce that the Fund’s syndicate agents for its initial public offering, led by CIBC World Markets Inc., RBC Capital Markets and TD Securities Inc., have exercised the over-allotment option for an additional 475,000 units of the Fund. In total, the Fund has issued 5.675 million units pursuant to the initial public offering. The units are listed for trading on the Toronto Stock Exchange under the symbol DKI.UN.

The Fund’s investment objectives are to provide unitholders with monthly distributions and to achieve long-term capital appreciation. The monthly distribution for the first 12 months of the Fund is expected to be \$0.05833 per Unit (\$0.70 per annum representing a yield of 7% based on the \$10.00 per Unit issue price). Commencing in 2007, the Fund will annually determine and announce each April an indicative distribution amount for the following 12 months based upon the prevailing market conditions and the estimate by the Manager of distributable cash flow for the year.

Fairway has retained Deans Knight Capital Management Ltd. (“Deans Knight”) as the portfolio manager of the Fund for the execution of the investment strategy of the Fund. Deans Knight provides investment advisory and portfolio management services, concentrating on specialized equity and income generating strategies, for institutional and private wealth clients and investment funds. As at December 31, 2005, Deans Knight had more than \$1.5 billion in assets under management.

The Fund’s portfolio will consist primarily of income-producing securities and, to a lesser extent, equity securities. The income-producing securities will include income trusts, corporate bonds and other income securities (including mezzanine and bridge loans). Deans Knight will actively manage the portfolio, employing a value-oriented approach, analyzing each investment with regard to several criteria, including attractive yields and valuations. From time to time, Deans Knight will, on an opportunistic basis, adjust the proportions of income-producing and equity securities based on its view of current and anticipated market conditions.

-30-

For further information, please contact:

Andrew McKay, Chief Executive Office, Fairway Capital Management Corp., at (416) 601-2422 or
Steven Hawkins, President and Chief Operating Officer, Fairway Capital Management Corp., at
(416) 601-2442