



For Immediate Release

**THE DATA GROUP INCOME FUND ANNOUNCES
SECOND QUARTER RESULTS FOR 2007**

HIGHLIGHTS

- Q2 Revenues of \$97.2 million, Q2 Gross Profit of \$25.4 million and Net Loss of \$8.5 million after a non-cash income tax charge of \$9.7 million and integration expenses of \$2.4 million
- Q2 Cash Available for Distribution of \$4.4 million or \$0.186 per unit and Cash Distributions of \$6.8 million or \$0.290 per unit
- Q2 EBITDA of \$7.4 million
- YTD Revenues of \$201.2 million, YTD Gross Profit of \$53.0 million and Net Loss of \$4.7 million after a non-cash income tax charge of \$9.7 million and integration expense of \$3.4 million
- YTD Cash Available for Distribution of \$11.7 million or \$0.499 per unit and Cash Distributions of \$13.6 million or \$0.579 per unit
- YTD EBITDA of \$17.4 million

Brampton, Ontario – August 13, 2007 – The DATA Group Income Fund (TSX: DGI.UN) (“the Fund”) today announced financial and operating results for the second quarter ended June 30, 2007.

“I am very pleased with our progress to date in the integration of our Relizon Canada acquisition. Our team is ahead of schedule and as a result, we expensed \$2.4 million in the quarter related to the integration. We now believe that our restructuring, integration and other initiatives relating to the combination of the Data Business Forms and Relizon Canada businesses will achieve synergies and cost savings of \$1.0 million to \$3.0 million greater than our original objective of achieving \$7.0 million per annum in pre-tax operating and other synergies and costs savings. Our team has done an excellent job of bringing this critical initiative together,” said David Odell, President and Chief Executive Officer. “We said last quarter that the restructuring initiatives would result in some variability in the Fund’s 2007 quarterly results. As a result of the restructuring initiatives, we incurred \$2.4 million in integration costs and \$1.0 million in maintenance capital expenditures for leasehold improvements. Adjusting our results for those one time costs would have increased cash available for distribution to \$7.7 million and reduced our payout ratio to 88.1%. We are very pleased with the execution of our plan to date.”

The Fund, directly and indirectly, owns all of the outstanding partnership units of The Data Group Limited Partnership (the “Data Group”) and all of the outstanding shares of the Data Group’s general partner, Data Business Forms Limited. The Data Group is a leading provider of total document management solutions, including printed products, and operates as three divisions. DATA East and West (which provided approximately 88% of total revenue in 2007) sells a broad range of printed products and document management services directly to end users. Sundog (which provided approximately 7% of total revenue in 2007) is a commercial printer specializing in the production of high-quality annual reports, marketing materials and event tickets. Multiple Pakfold (which provided approximately 5% of total revenue in 2007) sells forms and labels to independent brokers and resellers.

FORWARD-LOOKING STATEMENTS

Certain statements in this press release constitute “forward-looking” statements that involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance, objectives or achievements of the Fund, Data Business Forms Limited (“DBFL”) and/or its successor, the Data Group, or industry results to be materially different from any future results, performance, objectives or achievements expressed or implied by such forward-looking statements. When used in this press release, the words such as “may”, “would”, “could”, “will”, “expect”, “anticipate”, “estimate”, “believe”, “intend”, “plan”, and other similar expressions are intended to identify forward-looking statements. These statements reflect the Fund’s current views regarding future events and operating performance, are based on information currently available to the Fund, and speak only as of the date of this press release. These forward-looking statements involve a number of risks, uncertainties and assumptions and should not be read as guarantees of future performance or results, and will not necessarily be accurate indications of whether or not such performance or results will be achieved. Many factors could cause the actual results, performance or achievements of the Fund and the Data Group to be materially different from any future results, performance or achievements that may be expressed or implied by such forward-looking statements. The principal assumptions that the Fund made in the preparation of these forward-looking statements include the ability of management to achieve approximately \$8.0 million to \$10.0 million per annum in pre-tax operating and other synergies and cost savings, and other benefits expected to be realized, and the timing and net present value thereof, based on the achievement of operational efficiencies from restructuring, integration and other initiatives relating to the combination of the respective businesses previously carried on by DBFL and Relizon Canada Inc. (“Relizon Canada”); the completion of the proposed sale and leaseback by the Data Group of its Brockville, Ontario facility substantially upon the terms and conditions contained in the offer to purchase described under “Recent Developments – Proposed Disposition of Brockville, Ontario Facility”; the accuracy of estimated synergies in respect of expected cash flows, cost savings and profitability from the combination of the DBFL and Relizon Canada businesses; the risk that the DBFL and Relizon Canada businesses will not be integrated successfully; the risk that any savings, growth prospects or other synergies from the combination of those businesses will not be fully realized or will take longer to realize than expected; competition from competitors supplying similar products and services; the Data Group’s ability to grow its sales or even maintain historical levels of its sales of printed business documents; increases in the costs of paper and other raw materials used by the Data Group; the Data Group’s ability to maintain relationships with its customers; and the implementation of proposed changes to the income tax treatment of certain income trusts, such as the Fund, which will, if implemented in their current form, subject the Fund to tax commencing in 2011 and the effect of those proposed changes on the trading price of the Fund’s units. Additional factors are discussed under the heading “Risks and Uncertainties” in the Fund’s management’s discussion and analysis (“MD&A”) and in the Fund’s other publicly available disclosure documents, as filed by the Fund on SEDAR (www.sedar.com). Should one or more of these risks or uncertainties materialize, or should assumptions underlying the forward-looking statements prove incorrect, actual results may vary materially from those described in this press release as intended, planned, anticipated, believed, estimated or expected. Unless required by applicable securities law, the Fund does not intend, and does not assume any obligation, to update these forward-looking statements.

NON-GAAP MEASURES

This press release includes certain non-GAAP measures as supplementary information. When used in this press release, (“EBITDA”) means earnings before interest, taxes, depreciation and amortization, and (“Adjusted EBITDA”) means EBITDA adjusted for non-cash inventory fair value allocation charges. Management believes that, in addition to net income, EBITDA is a useful supplemental measure in evaluating the performance of the Data Group and/or the

Fund, as it provides investors with an indication of cash available for distribution (or distributable cash) prior to debt service, capital expenditures and income taxes. Cash available for distribution (or distributable cash) means cash provided by (used in) operating activities increased by, or reduced for, non-cash interest expense, maintenance capital expenditures, changes in non-cash working capital, partnership conversion costs and cash income taxes. Specifically, management views cash available for distribution as a measure generally used by Canadian income funds, investors and management as an indicator of financial performance. EBITDA, Adjusted EBITDA and cash available for distribution are not earnings or cash flow measures recognized by GAAP and do not have any standardized meanings prescribed by GAAP. Therefore, EBITDA, Adjusted EBITDA and cash available for distribution are unlikely to be comparable to similar measures presented by other issuers.

Investors are cautioned that EBITDA and Adjusted EBITDA should not be construed as an alternative to net income or loss determined in accordance with GAAP as indicators of the Data Group's or the Fund's performance or to cash flows from operating, investing and financing activities as measures of liquidity and cash flows. For a reconciliation of cash provided by (used in) operating activities to cash available for distribution, see Table 3 below.

RECENT DEVELOPMENTS

PROPOSED SALE AND LEASEBACK OF BROCKVILLE, ONTARIO FACILITY

On July 13, 2007, the Fund announced that the Data Group agreed to sell its Brockville, Ontario printing facility to Capital Wapiti Inc. ("Capital Wapiti"). The Data Group and Capital Wapiti have entered into an offer to purchase pursuant to which the Data Group has agreed to sell its Brockville, Ontario facility to Capital Wapiti for a purchase price of approximately \$4.5 million, subject to customary adjustments. Upon closing of sale and purchase of the facility, the Data Group and Capital Wapiti intend to enter into a lease pursuant to which Capital Wapiti will lease back to the Data Group the Brockville, Ontario facility. The term of the lease will be 10 years and the Data Group will have the option to renew the lease for an additional term of five years upon not less than 12 months' prior notice to Capital Wapiti. The net rent payable by the Data Group under the proposed lease is expected to be \$374,536 per year for the first five years, \$421,353 per year during the following five-year period, and \$468,170 per year during the five year renewal period, if applicable. Completion of this transaction is subject to several conditions, including the ability of Capital Wapiti to obtain necessary regulatory approval for the purchase of the Brockville, Ontario facility and to raise sufficient financing to fund the purchase price payable to the Data Group, and the mutual agreement of the parties to the terms of the proposed lease between them. The Offer will terminate if the sale of the Brockville, Ontario facility has not been completed by September 15, 2007, unless the parties otherwise agree.

RELIZON CANADA ACQUISITION

On August 31, 2006, the Fund acquired from The Relizon Company (the "Relizon Canada Acquisition") all of the shares of Relizon Canada for a purchase price of \$141.0 million. The purchase price consisted of a cash payment of \$112.0 million and 2,964,328 trust units of the Fund. The Purchase Price was adjusted down by \$1.0 million based on the closing calculation of the working capital of Relizon Canada.

REORGANIZATION

On September 30, 2006, the Fund reorganized its structure to carry on in a limited partnership (being the Data Group) the business previously carried on by DBFL (the "Reorganization"). The purpose of the Reorganization was

to establish a “flow-through” organizational structure which will enable the Fund to maximize cash available for distribution and provide a more flexible legal and operating structure, including future expansion opportunities. In light of the enactment of the SIFT rules, this flow through structure will effectively end by 2011.

Table 1 The following table sets out selected historical financial information for the periods noted.

The period from January 1, 2007 to June 30, 2007 includes the results of operations of the Relizon Canada business.

Consolidated Financial Information

For the periods ended June 30, 2007 and 2006 <i>(in thousands of dollars, unaudited)</i>	Apr. 1 to Jun. 30, 2007	Apr. 1 to Jun. 30, 2006	Jan. 1 to Jun. 30, 2007	Jan. 1 to Jun. 30, 2006
	\$	\$	\$	\$
Revenues	97,201	53,802	201,197	109,966
Cost of revenues	71,818	38,292	148,213	77,875
Gross profit	25,383	15,510	52,984	32,091
Selling, general and administrative expenses	17,793	9,886	36,575	20,377
Integration costs	2,363	-	3,419	-
Amortization of intangible assets	2,411	1,652	4,822	3,304
Income before interest and income taxes	2,816	3,972	8,168	8,410
Interest expense on long-term debt	1,565	567	3,107	1,110
Income before income taxes	1,251	3,405	5,061	7,300
Income tax expense (recovery)				
Current	-	312	-	312
Future	9,746	(1,219)	9,746	(1,327)
	9,746	(907)	9,746	(1,015)
Net (loss) income for the period	(8,495)	4,312	(4,685)	8,315

Table 2 The following table sets out selected historical financial information by business segment for the periods noted.

The period from January 1, 2007 to June 30, 2007 includes the results of operations of the Relizon Canada business.

Consolidated Financial Information

For the periods ended June 30, 2007 and 2006 <i>(in thousands of dollars, except percentage amounts, unaudited)</i>	Apr. 1 to Jun. 30, 2007 \$	Apr. 1 to Jun. 30, 2006 \$	Jan. 1 to Jun. 30, 2007 \$	Jan. 1 to Jun. 30, 2006 \$
Revenues				
DATA East and West	87,642	42,007	180,878	85,662
Sundog	6,734	7,068	13,645	14,528
Multiple Pakfold	4,245	5,545	9,587	11,747
Intersegment	(1,420)	(818)	(2,913)	(1,971)
	97,201	53,802	201,197	109,966
Gross Profit				
DATA East and West	22,750	12,155	47,015	24,891
Sundog	2,294	2,470	4,764	5,179
Multiple Pakfold	339	885	1,205	2,021
	25,383	15,510	52,984	32,091
Gross Profit, as a percentage of revenue				
DATA East and West	26.0%	28.9%	26.0%	29.1%
Sundog	34.1%	34.9%	34.9%	35.6%
Multiple Pakfold	8.0%	16.0%	12.6%	17.2%
	26.1%	28.8%	26.3%	29.2%
Selling, general and administrative expenses				
Selling, general and administrative expenses	17,793	9,886	36,575	20,377
As a percentage of revenue	18.3%	18.4%	18.2%	18.5%
Adjusted EBITDA				
Adjusted EBITDA	7,396	6,424	17,368	13,287
Adjusted EBITDA margin, as a percentage of revenue	7.6%	11.9%	8.6%	12.1%
Net (loss) income				
Net (loss) income	(8,495)	4,312	(4,685)	8,315

RESULTS OF OPERATIONS

THE DATA GROUP INCOME FUND

OVERVIEW

On August 31, 2006, the Fund completed the Relizon Canada Acquisition. At the time of the Relizon Canada Acquisition, both Relizon Canada and DBFL operated primarily within the same market segments. Since the date of the Relizon Canada Acquisition, the Data Group has been engaged in the integration of the former Relizon Canada and DBFL businesses, with a view to achieving operating and corporate synergies through the combination of those businesses. On March 1, 2007, the Fund announced a restructuring plan designed to realize on those synergies. See "Outlook". The following discussion and analysis includes the results of operations of the former Relizon Canada business for the quarter and six months ended June 30, 2007. Those operations now form part of the Data Group's DATA East and West division and represent the principal reason for changes in the Fund's results of operations in 2007 compared to 2006.

REVENUES

For the quarter ended June 30, 2007, the Fund recorded revenues of \$97.2 million, an increase of 80.7% or \$43.4 million compared with the same period in 2006. The revenue increase, before intersegment revenues, was substantially the result of a \$45.6 million increase in the DATA East and West segment resulting from the acquisition of Relizon Canada. The increase in DATA East and West was partially offset by declines of \$0.3 million and \$1.3 million in the Sundog and Multiple Pakfold segments, respectively. For the six months ended June 30, 2007, the Fund recorded revenues of \$201.2 million, an increase of \$91.2 million or 83.0% compared with the same period in 2006. The increase, before intersegment revenues, is the net result of a \$95.2 million increase in the DATA East and West segment, a \$0.9 million decrease in the Sundog segment and a \$2.2 million decrease in the Multiple Pakfold segment. A more detailed discussion of the results of operations of each of the Fund's reporting segments is set out below.

COST OF REVENUES AND GROSS PROFIT

For the quarter ended June 30, 2007, cost of revenues increased to \$71.8 million from \$38.3 million for the same period in 2006. The increase was a result of a \$35.0 million increase in the DATA East and West segment resulting substantially from the acquisition of Relizon Canada. This resulted in a gross profit in the second quarter of 2007 of \$25.4 million, which represented an increase of \$9.9 million or 63.7% from \$15.5 million in the second quarter of 2006. The increase in gross profit was attributable to a \$11.4 million increase in the DATA East and West segment resulting substantially from the acquisition of Relizon Canada. As a percentage of revenue the gross profit decreased to 26.1% from 28.8% in the same period in 2006 due to lower margins in the Relizon Canada business. For the six months ended June 30, 2007, cost of revenues increased from \$77.9 million for the same period in 2006 to \$148.2 million in 2007. This resulted in a gross profit for the six months ended June 30, 2007 of \$53.0 million, which represented an increase of \$20.9 million or 65.1% from \$32.1 million in the same period of 2006. As a percentage of revenue, gross profit decreased for the six months ended June 30, 2007 to 26.3% from 29.2%.

SELLING, GENERAL AND ADMINISTRATIVE EXPENSES AND INTEGRATION COSTS

Selling, general and administrative ("SG&A") expenses, including administrative expenses of the Fund, for the quarter ended June 30, 2007 were \$17.8 million as compared to \$9.9 million in the same period of 2006. SG&A expenses for the second quarter of 2007 were higher due to costs incurred in connection with the acquisition of the Relizon Canada business and the related integration expenses. In the second quarter of 2007, the Data Group incurred \$2.4 million of costs related to the integration of the DBFL and Relizon Canada businesses, which primarily consisted of

severance and moving expenses. SG&A expenses for the six months ended June 30, 2007, were \$36.6 million as compared to \$20.4 million in the same period of 2006. Excluding the expenses incurred by the operations of the Relizon Canada business, SG&A expenses for the six months ended June 30, 2007 were higher due to costs incurred in connection with the acquisition of the Relizon Canada business and the related integration expenses. In the six months ended June 30, 2007 the Data Group incurred \$3.4 million of costs related to the integration of the DBFL and Relizon Canada businesses, which primarily consisted of severance and moving expenses.

ADJUSTED EBITDA

For the quarter ended June 30, 2007, Adjusted EBITDA was \$7.4 million, or 7.6% of revenue. Adjusted EBITDA margin for the quarter ended June 30, 2007, increased \$1.0 million or 15.1% from the same period in the prior year and the Adjusted EBITDA margin for the quarter, as a percentage of revenue, decreased from 11.9% of revenue in 2006 to 7.6% of revenue in 2007. Adjusted EBITDA for the six months ended June 30, 2007 was \$17.4 million or 8.6%. As compared to the same period in 2006, Adjusted EBITDA for the six months ended June 30, 2007 increased \$4.1 million or 30.7% from the same period in the prior year and the Adjusted EBITDA margin for the six month period, as a percentage of revenue, decreased from 12.1% of revenue in 2006 to 8.6% of revenue in 2007. The decrease as a percentage of revenue was substantially attributable to the costs incurred in the integration of the DBFL and Relizon Canada businesses. The Adjusted EBITDA margin would have been 10.0% without these integration costs, and the remainder of the decline was attributable to reduced margins in the DATA East and West segment and the gross margin reductions in the Sundog and Multiple Pakfold segments as discussed below.

INTEREST EXPENSE

Net interest expense on long-term debt relating to the Data Group's credit facilities and the Fund's \$35.0 million aggregate principal amount of outstanding convertible debentures (the "Convertible Debentures") was \$1.6 million for the quarter ended June 30, 2007 compared to \$0.6 million for the same period in 2006. Net interest expense was \$3.1 million for the six months ended June 30, 2007 compared to \$1.1 million for the same period in 2006. Net interest expense increased due to the additional interest expense on the \$30.0 million drawn under the Data Group's credit facilities and the issuance of the Convertible Debentures, in each case to fund the Relizon Canada Acquisition.

Interest income of \$0.1 million and \$0.2 million earned during the three and six month periods ended June 30, 2007, respectively, were consistent with the applicable prior periods. This interest income was substantially related to the cash and cash equivalents held by the Data Group.

INCOME TAXES

On June 22, 2007, Bill C-52, which contained the SIFT rules, became law. As a result, under Canadian GAAP, the Fund commenced accounting for tax changes in its June 30, 2007 interim reporting. A net long term future income tax liability of \$9.3 million was recognized with a corresponding amount of \$9.7 million flowing through the Fund's income for the quarter ended June 30, 2007. The future income tax liability represents estimated temporary differences at June 30, 2007 that are expected to reverse starting in fiscal year 2011. Future income tax liabilities and assets will be assessed each quarter and any changes will be recognized on the Fund's consolidated statement of operations.

NET (LOSS) INCOME

Net loss for the quarter ended June 30, 2007 was \$8.5 million compared to net income of \$4.3 million for the quarter ended June 30, 2006. Net loss for the six months ended June 30, 2007 was \$4.7 million compared to net income of \$8.3 million for the six months ended June 30, 2006. The decrease in comparable profitability was due to the provision for future income taxes and the factors discussed above.

DATA EAST AND WEST

This segment includes the operations of the Relizon Canada business. In the three months ended June 30, 2007, revenue at the Data Group's DATA East and West segment increased \$45.6 million or 108.6% to \$87.6 million from \$42.0 million for the same period in the prior year. Revenue for the six months ended June 30, 2007 increased \$95.2 million or 111.2% to \$180.9 million from \$85.7 million for the same period in the prior year.

The increase in revenue in the quarter was due to a number of factors. The principal factor for the increase was the acquisition of Relizon Canada on August 31, 2006. The other factors which affected revenue for the second quarter of 2007 were increased sales of labels, form label combinations and laser cut sheets, offset by declines in traditional business forms.

Gross profit in the quarter ended June 30, 2007 increased \$10.6 million to \$22.8 million from \$12.2 million in the same period of 2006. The gross profit as a percentage of revenue declined to 26.0% from 28.9% for the same period in 2006. The decline in gross profit percentage was due to lower margins in the Relizon Canada business compared to those realized in the former DBFL business. For the six months ending June 30, 2007 gross profit increased \$22.1 million to \$47.0 million from \$24.9 million in the same period of 2006. The gross profit as a percentage of revenue declined to 26.0% from 29.1% for the same period in 2006. The decline in gross profit percentage was due to lower margins in the Relizon Canada business compared to those realized in the former DBFL business. Gross profit margins of the combined businesses are expected to improve as the plant restructurings and other integration initiatives related to the Relizon Canada Acquisition are completed.

As part of the Fund's restructuring plan announced on March 1, 2007, the Fund has closed three of its plants located in Hemmingford, Quebec; Orangeville, Ontario; and Medicine Hat, Alberta. The movement of the equipment from these plants to other Data Group facilities caused minor interruptions in production during the quarter. The movements were executed as planned with no adverse effects to consumer relationships. These plant closures are expected to reduce excess production capacity within the DATA East and West division following the combination of the former Relizon Canada and DBFL businesses. See "Outlook".

SUNDOG

Revenues at the Data Group's Sundog division declined \$0.3 million from \$7.1 million in the second quarter of 2006 to \$6.7 million in 2007. Revenue for the six months ending June 30, 2007 decreased \$0.9 million or 6.1% to \$13.6 million from \$14.5 million for the same period in the prior year. The decrease in revenue was due to a general softness for commercial printing in the Alberta market in the second quarter of 2007. In addition, Sundog is experiencing some increased competitive pressure in Western Canada.

For the quarter ended June 30, 2007, gross profit decreased 7.1% to \$2.3 million from \$2.5 million in 2006. Gross profit as a percentage of revenue decreased to 34.1% from 34.9% in the comparable period of 2006. For the six months ended June 30, 2007, gross profit decreased \$0.4 million to \$4.8 million from \$5.2 million in the same period of 2006. The gross profit margin was 34.9% compared to 35.6% for the same period in 2006. The decline in gross profit was due to the reasons outlined above with respect to the decrease in revenue, which resulted in lower press utilization.

MULTIPLE PAKFOLD

Revenue at the Data Group's Multiple Pakfold division decreased \$1.3 million to \$4.2 million in the second quarter of 2007 from \$5.5 million in the same period of 2006. Revenue for the six months ended June 30, 2007 decreased \$2.2 million or 18.4% to \$9.6 million from \$11.7 million for the same period in the prior year.

On March 1, 2007, the Data Group announced the closure of the Dorval facility as part of its restructuring plan. The decrease in revenue in the quarter was due to disruption in operations as the production at the Data Group's Dorval facility was moved to the Mississauga facility. In addition, the segment continues to experience sales declines in traditional business forms.

For the quarter ended June 30, 2007, gross profit decreased by \$0.5 million to \$0.3 million from the same period in 2006. The gross profit margin was 8.0% compared to 16.0% for the same period in 2006. For the six months ended June 30, 2007, gross profit decreased \$0.8 million to \$1.2 million from \$2.0 million in the same period of 2006. The gross profit margin was 12.6% compared to 17.2% for the same period in 2006. In each case, the decline was due to the reasons stated above.

CASH AVAILABLE FOR DISTRIBUTION

For the quarter ended June 30, 2007, the Fund generated \$4.4 million or \$0.186 per unit of cash available for distribution compared to \$5.1 million or \$0.343 per unit for the same period in the prior year. Cash available for distribution for the three months ended June 30, 2007 was calculated by deducting the changes in non-cash working capital of \$3.2 million and maintenance capital expenditures of \$1.6 million from cash provided by operating activities of \$9.1 million. If the integration costs of \$2.4 million and the capital expenditures of \$1.0 million related to the integration and incurred during the quarter were excluded, cash available for distribution would have been \$7.7 million or \$0.329 per unit. For the six months ended June 30, 2007, the Fund generated \$11.7 million or \$0.499 per unit of cash available for distribution compared to \$10.8 million or \$0.730 per unit in the prior year. Cash available for distribution for the six months ended June 30, 2007 was calculated by adding the changes in non-cash working capital of \$1.7 million and deducting the maintenance capital expenditures of \$2.8 million from cash provided by operating activities of \$12.6 million. If the integration costs of \$3.4 million and the capital expenditures of \$1.0 million related to the integration and incurred in the six months ended June 30, 2007 were excluded, cash available for distribution would have been \$16.1 million or \$0.687 per unit. See Table 3 below for a breakdown of these figures for the periods from January 1, 2007 to June 30, 2007 and January 1, 2006 to June 30, 2006, respectively.

For the quarter ended June 30, 2007, the Fund declared distributions of \$6.8 million or \$0.290 per unit. Actual distributions exceeded the calculation of cash available for distribution by \$2.4 million or \$0.104 per unit for the quarter ended June 30, 2007. For the same period in 2006, the calculation of cash available for distribution exceeded actual distributions by \$0.8 million or \$0.053 per unit. If the integration costs of \$2.4 million and the capital expenditures of \$1.0 million related to the integration and incurred during the quarter were excluded, cash available for distribution would have exceeded actual distributions by \$1.0 million or \$0.039 per unit. For the six months ended June 30, 2006, the Fund declared distributions of \$13.6 million or \$0.579 per unit. Actual distributions exceeded the calculation of cash available for distribution by \$1.9 million or \$0.080 per unit. For the same period in 2006, the calculation of cash available for distributions exceeded actual distributions by \$2.2 million or \$0.151 per unit. If the integration costs of \$3.4 million and the capital expenditures of \$1.0 million related to the integration and incurred for the six months ended June 30, 2007 were excluded, cash available for distribution would have exceeded actual distributions by \$2.5 million or \$0.108 per unit.

Distributions paid by the Fund on its outstanding trust units during the quarter ended June 30, 2007 were funded entirely from cash generated by the Data Group's operations.

Table 3 The following table sets out selected historical financial information for the periods noted.

The period from January 1, 2007 to June 30, 2007 includes results of operations of the Relizon Canada business.

Cash Available for Distribution

For the periods ended June 30, 2007 and 2006 <i>(in thousands of dollars, except per unit amounts, unaudited)</i>	Apr. 1 to Jun. 30, 2007	Apr. 1 to Jun. 30, 2006	Jan. 1 to Jun. 30, 2007	Jan. 1 to Jun. 30, 2006
	\$	\$	\$	\$
Cash provided by operating activities	9,093	7,703	12,632	11,827
<i>Capital adjustments</i>				
Maintenance capital expenditures ⁽¹⁾	(1,618)	(320)	(2,752)	(746)
<i>Other adjustments including discretionary items:</i>				
Non-cash interest expense ⁽²⁾	43	77	86	153
Changes in non-cash working capital and other ⁽⁴⁾	(3,163)	(2,293)	1,750	(235)
Cash income taxes ⁽³⁾	-	312	-	312
Cash available for distribution	4,355	5,090	11,716	10,846
Distributions to Unitholders ⁽⁵⁾	6,801	4,305	13,602	8,610
Excess (shortfall) of cash available for distribution over actual distributions	(2,446)	785	(1,886)	2,236
<i>Per unit ⁽⁶⁾</i>				
Cash available for distribution per unit ⁽⁶⁾	0.186	0.343	0.499	0.730
Distributions to Unitholders per unit ⁽⁶⁾	0.290	0.290	0.579	0.579
Excess (shortfall) of cash available for distribution per unit over actual distributions per unit	(0.104)	0.053	(0.080)	0.151
Payout ratio	156.2%	84.6%	116.1%	79.4%

Notes:

- ⁽¹⁾ Maintenance capital expenditures are additions, replacements or improvements to property, plant and equipment to maintain the Data Group's business operations. These expenditures involve the replacement of printing and digital equipment, computers and software, and leasehold improvements.
- ⁽²⁾ Non-cash interest expense is interest expense calculated in accordance with GAAP associated with accretion of convertible debentures and the unfavourable lease obligation.
- ⁽³⁾ Cash income taxes are current income taxes calculated in accordance with GAAP.
- ⁽⁴⁾ Cash provided by operating activities has been adjusted for changes in non-cash working capital so as to remove the impact of timing differences in cash receipts and cash disbursements, which generally reverse themselves but can vary significantly across quarters.
- ⁽⁵⁾ Distributions are in respect of the distributions declared and paid.
- ⁽⁶⁾ Per unit calculations are based upon the number of units outstanding at the end of each month consistent with the number of units upon which distributions are declared and paid and not the weighted average number of units outstanding. As at June 30, 2007, 23,475,659 units were outstanding and 14,861,333 units were outstanding as at June 30, 2006.

INVESTING ACTIVITIES

The Data Group takes a disciplined approach to monitoring its investments, whereby material capital expenditures are subjected to rigorous analysis and ongoing measurement and comparison against budgets to ensure a return on the investment. The Data Group's maintenance capital expenditures consist of replacement of existing capital assets to sustain cash flows, and typically include furniture, fixtures, computer equipment, printing equipment, and leasehold improvements. The Data Group's growth capital expenditures consist of purchases of capital assets to generate new cash flows, and typically include the purchase of new furniture, fixtures, computer equipment and printing equipment to support new business and organic business growth. In addition to maintenance and growth capital expenditures, the Data Group incurs recurring repair and maintenance expense that are expensed as they are incurred and not included in capital expenditures.

Capital expenditures for the quarter ended June 30, 2007 of \$1.6 million related primarily to maintenance capital expenditures and included \$1.0 million of maintenance capital expenditures for leasehold improvements required for the installation and upgrading of equipment transferred in connection with the closure of four plants. Capital expenditures for the six months ended June 30, 2007 of \$2.8 million related primarily to maintenance capital expenditures, and included \$1.0 million of maintenance capital expenditures for leasehold improvements required for the installation and upgrading of equipment transferred in connection with the closure of four plants. These capital expenditures were incurred in connection with the integration of the Relizon Canada business are not expected to recur. The level of capital expenditures in the combined businesses of DBFL and Relizon Canada for the balance of 2007 is expected to be approximately \$2.0 million.

OUTLOOK

Management believes that the Fund will continue to meet its objectives, continuing to meet its monthly per unit distributions to Unitholders of \$0.09656. The Fund's Board of Trustees does not currently anticipate increasing distributions to Unitholders based on the contribution of the Relizon Canada Acquisition, but will continue to monitor the Fund's cash available for distributions and its payout ratio.

In July 2007, the Fund announced that the Data Group had agreed to sell its Brockville, Ontario facility to Capital Wapiti for approximately \$4.5 million and to lease back that facility from Capital Wapiti for a period of 10 years, subject to certain renewal rights in favour of the Data Group. Completion of this transaction is subject to several conditions. See "Recent Developments – Proposed Sale and Leaseback of Brockville, Ontario Facility". This transaction is part of the Data Group's integration and restructuring of the Relizon Canada business. If completed upon the terms currently contemplated by the parties, the Data Group expects to use the net proceeds from the sale of the Brockville, Ontario facility to fund restructuring and integration costs. The leaseback of the building will result in additional annual lease costs of \$374,536 per year for the first five years and \$421,353 per year during the following five-year period.

As discussed in the Fund's MD&A for the year ended December 31, 2006, management has developed a plan to integrate and restructure the Relizon Canada business. On March 1, 2007, the Fund announced a restructuring plan resulting in the closure of four plants, the elimination of 121 jobs and the transfer of 99 jobs to other facilities. The plants to be closed in the proposed restructuring are located in Dorval, Quebec; Hemmingford, Quebec; Orangeville, Ontario; and Medicine Hat, Alberta. The plants had all substantially ceased operations as of June 30, 2007. As a result of this plan, the Data Group has recognized restructuring costs and provisions relating to the termination of certain employees of the acquired business and for other costs to exit or terminate specific leases and contracts which the Data Group intends to modify or terminate. In addition to the plan announced on March 1, management

has completed other initiatives to reduce management, sales and administration expenses. These restructuring and related liabilities are based on contractual obligations and management's best estimates and have been recognized as assumed liabilities in the preliminary purchase price allocation as they were contemplated at the time of the Relizon Canada Acquisition, and were therefore included in the underlying net identifiable assets acquired. The Data Group will continue to review its operations and undertake restructuring initiatives to maintain a competitive cost structure. These initiatives may result in the further consolidation of facilities, and the Data Group may incur additional severance costs, accelerated further depreciation expense, impairment charges related to property, plant and equipment, goodwill, and costs attributable to the termination of contracts for leases, supplier arrangements and other contractual obligations. The Fund believes that restructuring charges are likely to occur in 2007 as the Data Group continues to rationalize sales and operations as a result of the Relizon Canada Acquisition and other initiatives. Additional unanticipated costs may also be incurred to integrate the Relizon Canada business. Any costs relating to the closure of facilities leased by the Data Group prior to the acquisition will be expensed as incurred. These expenses will result in some variability in the Fund's quarterly operating results in 2007.

Management currently believes that the Data Group's restructuring, integration and other initiatives relating to the combination of the former DBFL and Relizon Canada businesses will achieve synergies and cost savings of \$8.0 million to \$10.0 million.

On June 22, 2007, Bill C-52 received Royal Assent. As a result, publicly traded Canadian resident trusts (a "SIFT"), including the Fund, will be subject to tax on the "non-portfolio earnings" distributed to its Unitholders at a rate similar to the combined federal and provincial corporate rates.

"Non-portfolio earnings" of a SIFT are generally income of the SIFT attributable to a business carried on by the SIFT in Canada or income from, or capital gains from the disposition of "non-portfolio properties". "Non-portfolio properties" of a SIFT include securities of a "subject entity" if the SIFT holds securities of the subject entity that have a fair market value greater than 10% of the subject entity's equity value, or if the SIFT holds securities of the subject entity that, together with securities held by the SIFT in entities affiliated with the subject entity, have a total fair market value greater than 50% of the equity value of the SIFT. A subject entity is a corporation resident in Canada, a trust resident in Canada, a Canadian resident partnership, or a non-resident person or partnership if the principal source of income is from one or more sources in Canada.

If a SIFT has "non-portfolio earnings" that are considered to have become payable to its beneficiaries in the year, this amount will be deemed to be a taxable dividend paid by a taxable Canadian corporation to the beneficiaries, which will be eligible for the enhanced tax credit if paid to an individual resident in Canada.

Generally, there will be a four year transition period for a SIFT, such as the Fund, the units of which were publicly listed on October 31, 2006, and the SIFT will not be subject to the tax imposed under these rules until 2011, provided the Fund does not exceed its "normal growth", as determined by reference to the "normal growth" guidelines issued by the Department of Finance on December 15, 2006, as amended from time to time (the "Guidelines").

Management expects that the tax changes will, all other things being equal, likely result in a reduction of cash available for distribution from the Fund commencing in 2011. With respect to the limitations on equity unit issuances under the Guidelines, the Fund believes that it should be able to fund its currently identified growth plan without exceeding its "normal growth". However, with the current uncertainty in the capital markets resulting from the tax changes, there can be no assurance that sufficient capital to fund further acquisitions or expansion projects will be available on terms acceptable to the Fund, or at all. The Fund, with input from external legal and financial advisors, is closely monitoring the SIFT rules and carefully assessing their impact on the business and financial outlook of the

Fund and the Data Group and its broader effect on the income trust sector as a whole, all with a view to adopting a strategy that will maximize value to Unitholders going forward.

Management believes that the acquisition of Relizon Canada has introduced a marginal amount of seasonality into the business. The gift card business as well as the buying pattern of a major customer appear to indicate that the fourth quarter may have higher revenues and profit than the other three quarters.

The Data Group will continue its strategic focus on being the leading document management service provider in Canada, concentrating on providing high value-added products and services. The Data Group will also pursue acquisition opportunities within its existing business segments.

About The DATA Group Income Fund

The DATA Group Income Fund owns a 100% interest in The DATA Group Limited Partnership ("The DATA Group"). The DATA Group is a leading provider of document management solutions including printed products. Founded in 1959, the company operates numerous facilities in 11 regions across Canada and has a leading market share in the total document management services segment.

Additional information relating to The DATA Group Income Fund is available on the System for Electronic Document Analysis and Retrieval (SEDAR) at www.sedar.com and www.datagroupincomefund.com.

-- 30 --

For further information, contact:

Mr. David Odell
President and CEO
Data Business Forms Limited
Tel: (905) 791-3151

Mr. Paul O'Shea
Chief Financial Officer
Data Business Forms Limited
Tel: (905) 791-3151

CONSOLIDATED BALANCE SHEETS

<i>(in thousands of dollars)</i>	June 30, 2007	December 31, 2006
	\$	\$
	<i>(unaudited)</i>	
Assets		
Current assets		
Cash and cash equivalents	2,127	4,767
Accounts receivable	49,381	55,010
Inventories	42,634	46,331
Prepaid expenses and other current assets	5,552	3,788
Income taxes recoverable	1,195	2,056
Asset held for sale	2,401	-
	<hr/>	<hr/>
	103,290	111,952
Property, plant and equipment	50,093	53,497
Goodwill	152,570	152,570
Intangible assets	71,540	76,362
Future income taxes	-	183
Deferred finance fees	-	2,601
	<hr/>	<hr/>
	377,493	397,165
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities	43,587	52,480
Accrued restructuring and integration provisions	9,465	10,473
Distribution payable	2,267	2,267
	<hr/>	<hr/>
	55,319	65,220
Revolving bank facility	70,000	70,000
Convertible debentures	34,241	34,155
Unfavourable lease obligation	1,304	1,355
Deferred lease inducement	1,164	459
Pension obligation	10,679	10,619
Post-employment benefits	711	700
Future income taxes	9,274	-
	<hr/>	<hr/>
	182,692	182,508
Unitholders' Equity		
Units	215,164	215,164
Conversion option	902	902
Accumulated other comprehensive income	743	-
Deficit	(22,008)	(1,409)
	<hr/>	<hr/>
	194,801	214,657
	<hr/>	<hr/>
	377,493	397,165

CONSOLIDATED STATEMENTS OF OPERATIONS AND COMPREHENSIVE LOSS

<i>(in thousands of dollars, except per unit amounts, unaudited)</i>	For the three months ended June 30, 2007	For the three months ended June 30, 2006
	\$	\$
Revenues	97,201	53,802
Cost of revenues (including depreciation of \$1,983 and \$703, respectively)	71,818	38,292
Gross profit	25,383	15,510
Expenses		
Selling, commissions and expenses	10,564	5,752
General and administration (including depreciation of \$186 and \$97, respectively)	7,229	4,134
Integration costs	2,363	-
Amortization of intangible assets	2,411	1,652
	22,567	11,538
Income before interest and income taxes	2,816	3,972
Interest expense on long-term debt (net of interest income of \$76 and \$88, respectively)	1,565	567
Income before income taxes	1,251	3,405
Income tax expense (recovery)		
Current	-	312
Future	9,746	(1,219)
	9,746	(907)
Net (loss) income for the period	(8,495)	4,312
Gain on cashflow hedges	622	
Comprehensive loss for the period	(7,873)	
Basic (loss) income per unit	(0.36)	0.29
Diluted (loss) income per unit	(0.36)	0.29
Weights average units outstanding	23,475,659	14,861,333

CONSOLIDATED STATEMENTS OF OPERATIONS AND COMPREHENSIVE LOSS

*(in thousands of dollars, except per unit amounts,
unaudited)*

	For the six months ended June 30, 2007	For the six months ended June 30, 2006
	\$	\$
Revenues	201,197	109,966
Cost of revenues (including depreciation of \$4,025 and \$1,407, respectively)	148,213	77,875
Gross profit	52,984	32,091
Expenses		
Selling, commissions and expenses	21,633	12,018
General and administration (including depreciation of \$353 and \$166, respectively)	14,942	8,359
Integration costs	3,419	-
Amortization of intangible assets	4,822	3,304
	44,816	23,681
Income before interest and income taxes	8,168	8,410
Interest expense on long-term debt (net of interest income of \$153 and \$195, respectively)	3,107	1,110
Income before income taxes	5,061	7,300
Income tax expense (recovery)		
Current	-	312
Future	9,746	(1,327)
	9,746	(1,015)
Net (loss) income for the period	(4,685)	8,315
Gain on cashflow hedges	685	
Comprehensive loss for the period	(4,000)	
Basic (loss) income per unit	(0.20)	0.56
Diluted (loss) income per unit	(0.20)	0.56
Weighted average units outstanding	23,475,659	14,861,333

CONSOLIDATED STATEMENTS OF UNITHOLDERS' EQUITY

<i>(in thousands of dollars, unaudited)</i>	Units \$	Conversion option \$	Accumulated other comprehensive income \$	Deficit \$	Total Unitholders' Equity \$
Balance as at December 31, 2005	137,519	-	-	(7,920)	129,599
Distributions declared	-	-	-	(8,610)	(8,610)
Net income for the period	-	-	-	8,315	8,315
Balance as at June 30, 2006	137,519	-	-	(8,215)	129,304
Balance as at December 31, 2006	215,164	902	-	(1,409)	214,657
Accounting policy change	-	-	58	(2,312)	(2,254)
Balance as at January 1, 2007	215,164	902	58	(3,721)	212,403
Distributions declared	-	-	-	(13,602)	(13,602)
Gain on cashflow hedges	-	-	685	-	685
Net loss for the period	-	-	-	(4,685)	(4,685)
Balance as at June 30, 2007	215,164	902	743	(22,008)	194,801

CONSOLIDATED STATEMENT OF CASH FLOWS

(in thousands of dollars, unaudited)

	For the three months ended June 30, 2007	For the three months ended June 30, 2006
	\$	\$
Cash provided by (used in)		
Operating activities		
Net (loss) income for the period	(8,495)	4,312
Items not involving cash		
Depreciation of property, plant and equipment	2,169	800
Amortization of intangible assets	2,411	1,652
Pension expense	746	344
Contributions made to pension plans	(694)	(554)
Amortization of deferred financing fees	-	77
Loss on disposal of property, plant and equipment	47	2
Accretion of convertible debentures	43	-
Unfavourable lease obligations	(34)	-
Amortization of lease inducement	(30)	-
Post-employment benefits	5	-
Future income taxes	9,746	(1,219)
	5,914	5,410
Changes in non-cash items relating to operating activities	3,179	2,293
	9,093	7,703
Investing activities		
Purchase of property, plant and equipment	(1,618)	(320)
Proceeds on disposal of property, plant and equipment	82	-
	(1,536)	(320)
Financing activities		
Distributions to Unitholders	(6,801)	(4,305)
	(6,801)	(4,305)
Increase in cash and cash equivalents during the period	756	3,078
Cash and cash equivalents - beginning of period	1,371	7,926
Cash and cash equivalents - end of period	2,127	11,004
Supplemental cash flow information		
Interest paid	1,036	605

CONSOLIDATED STATEMENT OF CASH FLOWS

(in thousands of dollars, unaudited)

	For the six months ended June 30, 2007	For the six months ended June 30, 2006
	\$	\$
Cash provided by (used in)		
Operating activities		
Net (loss) income for the period	(4,685)	8,315
Items not involving cash		
Depreciation of property, plant and equipment	4,378	1,573
Amortization of intangible assets	4,822	3,304
Pension expense	1,492	688
Contributions made to pension plans	(1,432)	(1,112)
Amortization of deferred financing fees	-	153
Loss (gain) on disposal of property, plant and equipment	61	(2)
Accretion of convertible debentures	86	-
Unfavourable lease obligations	(51)	-
Amortization of lease inducement	(61)	-
Post-employment benefits	11	-
Future income taxes	9,746	(1,327)
	14,367	11,592
Changes in non-cash items relating to operating activities	(1,735)	235
	12,632	11,827
Investing activities		
Purchase of property, plant and equipment	(2,752)	(746)
Proceeds on disposal of property, plant and equipment	82	4
Acquisition of business	1,000	(374)
	(1,670)	(1,116)
Financing activities		
Distributions to Unitholders	(13,602)	(8,610)
	(13,602)	(8,610)
(Decrease) increase in cash and cash equivalents during the period	(2,640)	2,101
Cash and cash equivalents - beginning of period	4,767	8,903
Cash and cash equivalents - end of period	2,127	11,004
Supplemental cash flow information		
Interest paid	2,923	1,199
Non cash lease inducement	766	-