



For Immediate Release

THE DATA GROUP INCOME FUND ANNOUNCES
THIRD QUARTER RESULTS FOR FISCAL 2005

HIGHLIGHTS

- Q3 Revenues of \$52.4 million, Adjusted EBITDA of \$5.7 million, Net Income of \$3.2 million
- Q3 Distributable cash of \$4.5 million or \$0.302 per unit
- Q3 Cash Distributions of \$4.3 million or \$0.287 per unit
- December 21, 2004 (date of issue) to September 30, 2005 Revenues of \$164.8 million, Adjusted EBITDA of \$19.2 million, Net Income of \$5.9 million
- Distributable cash of \$16.0 million or \$1.078 per unit, and Cash distributions of \$13.1 million or \$0.883 per unit (December 21, 2004 – September 30, 2005)

Brampton, Ontario – November 9, 2005 – The DATA Group Income Fund (TSX: DGI.UN) (“the Fund”) today announced financial and operating results for the third quarter ended September 30, 2005.

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 provides approximately 75% of total revenue) sells a broad range of printed products and document management services directly to end users. Sundog (which provides approximately 13% of total revenue) is a commercial printer specializing in the production of high-quality annual reports, marketing materials and event tickets. Multiple•Pakfold (which provides approximately 12% of revenue) sells forms and labels to independent brokers and resellers.

“Overall, our performance during the third quarter was strong with significant increases in revenue, gross profit and Adjusted EBITDA versus same quarter year ago. These results reflect our team’s continued focus on our key strategic initiatives and the implementation of new business agreements secured earlier in the year in the health care, gaming, financial services and transportation sectors,” said David Odell, President and Chief Executive Officer.

For the third quarter ended September 30, 2005, the Fund recorded revenues of \$52.4 million, an increase of 4.7% compared with the same period in 2004. The increase in the quarter was due to higher revenue in DATA East and West and Sundog of \$1.5 million and \$1.2 million respectively. Revenue for the nine months ended September 30, 2005 increased 2.0% to \$159.0 million.

Cost of revenues for the third quarter ended September 30, 2005 increased 4.4% from \$36.2 million in 2004 to \$37.8 million in 2005. This, combined with the above noted increase

in revenue, resulted in a gross profit of \$14.7 million in the third quarter, an increase of 5.3% or \$0.7 million. For the nine months ended September 30, 2005, cost of revenues increased from \$110.8 million in 2004 to \$118.8 million in 2005. This resulted in a gross profit of \$40.2 million which decreased from \$45.1 million in 2004. This decline resulted from a charge of \$5.8 million relating to the inventory fair value allocation on the purchase of Data Business Forms Limited by the Fund. Before the fair value inventory allocation charge, gross profit margins were 28.9% year to date in 2005.

For the quarter ended September 30, 2005, adjusted earnings before interest, taxes, depreciation and amortization (Adjusted EBITDA¹) was \$5.7 million, or 10.9% of revenue. As compared to the same period in 2004, Adjusted EBITDA was higher by 4.5% (before the impact of foreign exchange losses on advances to the former parent). Adjusted EBITDA¹ for the nine months ended September 30, 2005 was \$18.6 million compared to \$18.7 million in 2004 (before the impact of foreign exchange losses on advances to the former parent).

Net income for the quarter ended September 30, 2005 was \$3.2 million. For the nine months ended September 30, 2005, net income was \$6.4 million.

The Fund generated \$4.5 million or \$0.302 per unit of distributable cash for the period July 1, 2005 to September 30, 2005. For the period December 21, 2004 to September 30, 2005, the Fund generated \$16.0 million or \$1.078 per unit of distributable cash.

Distributions declared were \$4.3 million or \$0.287 per unit for the quarter. For the period December 21, 2004 to September 30, 2005 distributions declared were \$13.1 million or \$0.883 per unit.

DATA East and West

Revenues for the quarter ended September 30, 2005 increased 3.7% to \$41.3 million from \$39.8 million in 2004. For the nine months ended September 30, 2005, revenue also increased to \$123.2 million from \$121.4 million in the prior year.

The revenue increase in the quarter was due to the continued focus on higher value added Document Management Services (DMS) contracts and agreements. The business continues to experience growth in DMS revenue, variable imaging, labels and lottery slips. Year to date, the growth in the higher value added products and services has more than offset the decline in the very low value added stock tab segment.

Cost of revenues increased in the quarter from \$28.5 million in 2004 to \$29.5 million for the quarter ended September 30, 2005. The increase in cost of revenues of 3.5% was in line with the increase in revenues. For the quarter ending September 30, 2005 gross profit increased to \$11.8 million from \$11.3 million or 4.1% over the prior year. After adjusting for the inventory fair value allocation charge, cost of revenues on a year to date basis increased 1.4% from \$85.6 million in 2004 to \$86.8 million in 2005. As a result, gross profit remained consistent at 29.5% in 2005 year to date compared to 29.4% in 2004.

Sundog

Revenues for the quarter ended September 30, 2005 increased 23.5% to \$6.1 million from \$4.9 million in the same period in 2004. For the nine months ended September 30, 2005, revenue increased 8.0% to \$19.6 million from \$18.2 million in 2004.

The increase in revenue is due to a number of factors including completion of two major specialty book projects, production of programs for a major western exhibition, and various projects for a major Alberta based homebuilder. Demand in the Alberta marketplace continues to be strong and has been a significant contributor to revenue growth in this segment.

Cost of revenues increased 24.2% in the quarter from \$3.3 million in 2004 to \$4.1 million in 2005. The increase is in line with the revenue increases outlined above. For the nine months ended September 30, 2005, cost of revenues have increased 4.9% from \$12.3 million in 2004 to \$12.9 million. Gross profit has increased from \$1.6 million to \$2.0 million for the quarter ended September 30, 2005 and increased from \$5.9 million to \$6.7 million for the nine months ended September 30, 2005.

Multiple•Pakfold

Results at Multiple were disappointing as revenue for the quarter ended September 30, 2005 decreased by 2.6% to \$6.4 million from \$6.6 million. For the nine months ended September 30, 2005, revenue decreased 2.4% to \$19.4 million from \$19.8 million in 2004.

The decrease in revenue in the quarter was due to the loss of a significant order from a third party produced in the same quarter of the prior year. This loss has been partially offset by new sales initiatives.

Cost of revenues for the quarter ended September 30, 2005 decreased by 1.8% to \$5.4 million from \$5.5 million in 2004. Therefore, gross profit in the quarter decreased by 6.6%. For the nine months ended September 30, 2005, cost of revenues remained consistent at \$16.3 million which has resulted in year to date gross profit decline of 13.2% or \$0.5 million.

New management installed earlier in the year has started to make significant strides in reducing costs and improving operating efficiencies. These gains, in part, will materialize in early 2006.

Management have achieved significant improvements in one of two plants. Their challenge now is to achieve the same improvements in the other plant while replacing the aforementioned revenue loss in that location.

Outlook

Management believes that the Fund will continue to meet its objectives for the balance of the year, continuing, at minimum, to meet its monthly per unit distributions to unitholders of \$0.09656.

The Company will continue to fund necessary maintenance capital expenditures by utilizing cash flow from operations. Based on year to date and what is anticipated for the rest of the year, maintenance capital expenditures are expected to be considerably less than the conservative \$3.7 million forecast in the prospectus.

“We will continue our strategic focus on being the leading document management service provider in Canada, concentrating on providing high value added products and services,” said Mr. Odell.

Forward-Looking Statements

Certain statements in this document are “forward-looking statements”, which reflect management’s current beliefs and expectations regarding the Fund and The DATA Group’s future growth, results of operations, performance, and business prospects and opportunities. Forward-looking statements involve risks and uncertainties related to factors that could cause actual results to differ materially from anticipated results.

About The DATA Group Income Fund

The DATA Group Income Fund owns a 100% interest in Data Business Forms Limited ("The DATA Group"). The DATA Group is a leading provider of document management solutions including printed products. Founded in 1959, the Company operates 25 facilities in 11 cities across Canada and has a leading market share in the total document management services segment.

The DATA Group Income Fund will make its third quarter report to unitholders available before markets open at www.datagroupincomefund.com.

Additional information relating to The DATA Group Income Fund, including its third quarter report to unitholders and the audited balance sheet as at September 30, 2005 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
The DATA Group Income Fund
Tel: (905) 791-3151

Mr. Paul O’Shea
Chief Financial Officer
The DATA Group Income Fund
Tel: (905) 791-3151

Interim Consolidated Balance Sheet
(Unaudited)

(In thousands of dollars)

	September 30, 2005	December 31, 2004
	\$	\$
	(Unaudited)	
Assets		
Current assets		
Cash and cash equivalents	7,438	5,125
Accounts receivable	24,331	25,065
Inventories	21,629	27,966
Prepaid expenses	1,969	1,528
Income taxes recoverable	146	666
	<hr/>	<hr/>
	55,513	60,350
Property and equipment	14,511	16,036
Goodwill	88,194	88,194
Intangible assets	51,449	56,405
Deferred finance fees	677	906
	<hr/>	<hr/>
	210,344	221,891
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities	17,997	20,908
Distribution payable	1,435	-
Future income taxes	-	1,931
	<hr/>	<hr/>
	19,432	22,839
Term bank loan	40,000	40,000
Convertible note	-	13,970
Future income taxes	15,800	16,305
Pension obligation	4,824	5,693
	<hr/>	<hr/>
	80,056	98,807
Unitholders' Equity		
Units	137,519	123,549
Accumulated income (loss)	5,885	(465)
Cumulative distributions	(13,116)	-
	<hr/>	<hr/>
	130,288	123,084
	<hr/>	<hr/>
	210,344	221,891
	<hr/>	<hr/>

Unaudited Interim Consolidated Financial Information
For the periods ended September 30, 2005 and 2004

(in thousands of dollars, unaudited)

	Dec. 21 to Dec. 31, 2004	Jul. 1 to Sep. 30, 2005	Jan. 1 to Sep. 30, 2005	Dec. 21, 2004 to Sep. 30, 2005	Jul. 1 to Sep. 30, 2004	Jan. 1 to Sep. 30, 2004
	\$	\$	\$	\$	\$	\$
Revenues	5,715	52,447	159,045	164,760	50,114	155,905
Cost of revenues	4,972	37,771	118,801	123,773	36,173	110,820
Gross profit	<u>743</u>	<u>14,676</u>	<u>40,244</u>	<u>40,987</u>	<u>13,941</u>	<u>45,085</u>
Selling, general and administrative expenses	1,141	9,705	29,887	31,028	9,452	29,424
	<u>(398)</u>	<u>4,971</u>	<u>10,357</u>	<u>9,959</u>	<u>4,489</u>	<u>15,661</u>
Intercompany foreign exchange loss					969	737
Amortization	185	1,652	4,966	5,151	<u>(87) *</u>	<u>(261) *</u>
(Loss) income before interest and income taxes	<u>(583)</u>	<u>3,319</u>	<u>5,391</u>	<u>4,808</u>	<u>3,607</u>	<u>15,185</u>
Interest expense (income)						
Long-term debt	82	490	1,471	1,553	1,273	2,221
Other	-	-	-	-	-	<u>(52)</u>
	<u>82</u>	<u>490</u>	<u>1,471</u>	<u>1,553</u>	<u>1,273</u>	<u>2,169</u>
(Loss) income before income taxes	<u>(665)</u>	<u>2,829</u>	<u>3,920</u>	<u>3,255</u>	<u>2,334</u>	<u>13,016</u>
Provision for (recovery of) income taxes						
Current	-	-	-	-	1,189	3,971
Future	<u>(200)</u>	<u>(375)</u>	<u>(2,430)</u>	<u>(2,630)</u>	<u>-</u>	<u>-</u>
	<u>(200)</u>	<u>(375)</u>	<u>(2,430)</u>	<u>(2,630)</u>	<u>1,189</u>	<u>3,971</u>
Net (loss) income for the period	<u>(465)</u>	<u>3,204</u>	<u>6,350</u>	<u>5,885</u>	<u>1,145</u>	<u>9,045</u>

* Amortization of deferred gains in 2004

Unaudited Interim Consolidated Financial Information
For the periods from January 1 to September 30, 2005 and 2004

(in thousands of dollars, unaudited)

	Jul. 1 to Sep. 30, 2005 \$	Jan. 1 to Sep. 30, 2005 \$	Jul. 1 to Sep. 30, 2004 \$	Jan. 1 to Sep. 30, 2004 \$
Revenues				
DATA East and West	41,293	123,182	39,808	121,382
Multiple•Pakfold	6,388	19,352	6,559	19,822
Sundog	6,072	19,616	4,917	18,165
Intersegment	(1,306)	(3,105)	(1,170)	(3,464)
	<u>52,447</u>	<u>159,045</u>	<u>50,114</u>	<u>155,905</u>
Gross profit				
DATA East and West	11,767	30,479	11,308	35,746
Multiple•Pakfold	957	3,018	1,025	3,475
Sundog	1,952	6,747	1,608	5,864
	<u>14,676</u>	<u>40,244</u>	<u>13,941</u>	<u>45,085</u>
Gross profit, as a percentage of revenue				
DATA East and West	28.5%	24.7%	28.4%	29.4%
Multiple•Pakfold	15.0%	15.6%	15.6%	17.5%
Sundog	32.1%	34.4%	32.7%	32.3%
	<u>28.0%</u>	<u>25.3%</u>	<u>27.8%</u>	<u>28.6%</u>
Selling, general and administrative expenses				
	<u>9,705</u>	<u>29,887</u>	<u>9,452</u>	<u>29,424</u>
As a percentage of revenue	18.5%	18.8%	18.9%	18.9%
Adjusted EBITDA before intercompany foreign exchange loss *	5,712	18,556	5,465	18,723
Adjusted EBITDA ¹	<u>5,712</u>	<u>18,556</u>	<u>4,496</u>	<u>17,986</u>
Adjusted EBITDA ¹ margin, as a percentage of revenue	10.9%	11.7%	9.0%	11.5%
Net income	<u>3,204</u>	<u>6,350</u>	<u>1,145</u>	<u>9,045</u>

* For comparative purposes, foreign exchange losses on advances to the former parent incurred in the three and nine month periods ended September 30, 2004 of \$969 and \$737, respectively, have been added back to adjusted EBITDA¹

Cash Available for Distribution² and Adjusted EBITDA¹
For the periods ended September 30, 2005

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

Period ended	July 1 to September 30, 2005 \$	Dec. 21, 2004 to September 30, 2005 \$
Net Income	3,204	5,885
Add:		
Recovery of income taxes	(375)	(2,630)
Interest expense	490	1,553
Depreciation	741	2,555
Amortization	1,652	5,151
Non-cash inventory step-up charges	-	6,668
Adjusted EBITDA ¹	5,712	19,182
Add:		
Loss on disposal of fixed assets	212	244
Less:		
Cash interest expense †	414	1,315
Maintenance capital expenditures ††	722	1,194
Pension contributions in excess of expense **	295	900
Cash income taxes (recovery) †††	-	-
Cash available for distribution ²	4,493	16,017
Distributions to unitholders *	4,263	13,116
Excess of cash for distribution ² over actual distributions	230	2,901
Per unit (14,861,333 units)		
Cash available for distribution ² ***	0.302	1.078
Distributions to unitholders ***	0.287	0.883
Excess of cash for distribution ² over actual distributions	0.015	0.195
Payout ratio	94.9%	81.9%

† Cash interest expense is interest expense calculated in accordance with GAAP, less amortization of deferred finance fees.

†† Maintenance capital expenditures are additions, replacements or improvements to property and equipment to maintain the Company's business operations. These expenditures involve the replacement of printing and digital equipment, computers and software and leasehold improvements.

††† Cash income taxes are current income taxes calculated in accordance with GAAP.

* Distributions are in respect of the quarterly distribution declared, not what was paid in the quarter.

** Excludes special pension contribution of \$5 million funded from IPO proceeds.

*** Per Unit calculations are based on the total number of units outstanding as of the first distribution and not the weighted average number of units.

1. While Adjusted EBITDA (earnings before interest, taxes, depreciation and amortization adjusted for the non-cash inventory charges) is not a recognized measure under Canadian generally accepted accounting principles (GAAP), management believes it to be a useful supplemental measure.
2. Cash available for distribution, or distributable cash, is not intended to be representative of cash flow or results of operations determined in accordance with GAAP and does not have a standardized meaning prescribed by GAAP.