



Newport Partners Income Fund provides capital for strategic acquisition by Quantum Murray

Forward integration strategy accomplished with \$21.5 million investment in Thomson Metals

Toronto – May 30, 2007 -- Newport Partners Income Fund (TSX:NPF.UN) ("Newport" or "the Fund") announced today that its operating partnership, Quantum Murray LP ("Quantum Murray"), a leading full-service, national decommissioning and environmental remediation firm, has acquired 100% of the assets of Burlington-based Thomson Metals and Disposal ("Thomson") for total consideration of \$21.5 million. Founded in 1980 by President, Gary Thomson, Thomson offers a full spectrum of integrated metal and recycling services from demolition to collection, processing, management, transportation and sales.

Under the terms of the transaction, Thomson receives \$18.3 million in cash and \$3.2 million units of Quantum Murray. As a result of the transaction, the Fund's ownership of Quantum Murray is increased to 64.3%. In addition, Quantum Murray's management unitholders have subordinated their interest in Quantum Murray's cash flows to the Fund until January 31, 2009. Newport's annual priority income from Quantum Murray under the subordination provision is \$14.6 million.

For its fiscal year ended February 2007, Thomson generated revenues and EBITDA of approximately \$49.7 million and \$5.3 million, respectively. Thomson's maintenance capital expenditure requirements are typically \$500,000 to \$600,000 annually.

Thomson has primarily three business components, scrap metal salvage and recycling, waste management and demolition that are expected to provide strategic benefits and synergies with Quantum Murray's operations. The acquisition of Thomson provides forward integration into the marketing of scrap metal that should allow Quantum Murray to internalize margins from significant levels of scrap metals currently being sold to third parties. In addition, Quantum Murray gains access to employees and equipment from Thomson's demolition business, its waste transfer station and its fleet of 30 trucks and 1,000 containers that can be utilized on demolition and remediation projects.

"We have known Gary and his management team for many years as Thomson has historically been a purchaser of about 30 - 40% of the scrap metal from our demolition projects," explained Quantum Murray president, Shawn Murray. "In addition to the obvious strategic benefits, Gary's entrepreneurial spirit and reputation with respect to business conduct are second to none in the industry. There is great potential in this partnership."

"We are pleased to be funding the continuation of Quantum Murray's growth plan with this investment," said Peter Wallace, President & CEO of Newport. "Our holding in Quantum Murray has delivered a 21% annualized yield on our invested capital since our initial investment in March of 2006. With the strategic investments it has made, including Thomson, the company's LTM EBITDA has basically tripled and its market value has been increased significantly. Quantum Murray has been an excellent investment for the Fund and we look forward to supporting its growth over the long term."

ABOUT NEWPORT

Newport is an unincorporated, open-ended trust created to hold through the Fund's investment in Newport Partners Commercial Trust, interests in Newport Private Yield LP ("NPY"), a limited partnership established under the laws of the Province of Ontario. Newport began trading on the TSX on August 8, 2005 under the symbol NPF.UN.

Newport provides a simple way for investors to own private equity investments. Through ownership of Newport, investors gain access to a professionally-managed diversified portfolio of successful Canadian private businesses that offers income, growth, diversification and liquidity. Newport's core business is asset management. Its investment philosophy is to make long-term equity investments in leading or niche private businesses that have a track record of strong earnings, and potential for future growth. The Fund seeks to minimize risk through diversification, prudent use of leverage and investing in competent operating management who are known and trusted by Newport management. Newport's portfolio currently consists of 18 private company holdings representing a diverse cross-section of the Canadian economy. Newport's management has decades of investment experience and a significant ownership position in the Fund.

Forward-Looking Information

This news release contains certain forward-looking information, including, but not limited to, information relating to future events or future operating results and economic performance of Newport and Thomson and reflects management's current expectations and assumptions regarding the growth, results of operations, performance and business prospects and opportunities of Newport and Thomson. A number of factors, including risks and uncertainties, could cause actual events or results to differ materially from the events and results discussed in the forward-looking information. There can be no assurance that actual events or results will be consistent with this forward-looking information, and management's assumptions may prove to be incorrect. This forward-looking information is made as of the date of this news release, and Newport assumes no obligation to update or revise them to reflect new events or circumstances. Undue reliance should not be placed on forward-looking information.

Non-GAAP Measures

The terms "EBITDA", "LTM EBITDA", "Annualized Yield" and "Invested Capital" (collectively the "Non-GAAP Measures") are financial measures used in this news release and are not standard measures under Canadian GAAP. Therefore, Newport's Non-GAAP Measures, as presented in this NEWS RELEASE, may not be comparable to similar measures presented by other issuers.

EBITDA refers to earnings of Newport and NPY determined in accordance with generally accepted accounting principles, before depreciation and amortization, interest expense and income tax expense. Management believes that EBITDA is a useful supplemental measure of performance and is the primary basis on which management assesses financial performance and cash available for debt service, working capital, capital expenditures, income taxes and distributions.

LTM EBITDA refers to EBITDA for the twelve month period ended March 31, 2007.

Annualized Yield is the distributable cash as a percentage of time-weighted invested capital.

Invested Capital includes the cost to acquire the equity interest and excludes transaction costs and any working capital provided to the business being invested in.

Investors are cautioned that the Non-GAAP Measures should not, on their own, be construed as an indicator of Newport's or NPY's performance or cash flows, a measure of liquidity or as a measure of actual return on the Units. These Non-GAAP Measures should only be used in conjunction with the financial statements of Newport and NPY as at March 31, 2007.

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