



NEWS RELEASE

July 22, 2008 - For Immediate Release

TRADING SYMBOL: The Toronto Stock Exchange:
Village Farms Income Fund – VFF.UN

Village Farms Income Fund Announces July Monthly Distribution

Vancouver, B.C., July 22, 2008/CNW/ – Village Farms Income Fund (the “Fund”) (TSX: VFF.UN) today declared a cash distribution of \$0.01 per unit for the month ending July 2008. The distribution will be paid on August 29, 2008 to unitholders of record at the close of business on July 31, 2008. Unitholders who are non-residents of Canada may be subject to withholding taxes in respect of any distributions by the Fund.

About Village Farms

Village Farms is the largest producer, marketer and distributor of premium-quality, greenhouse grown tomatoes, bell peppers and cucumbers in North America. This premium product as well as product produced under exclusive arrangements with other greenhouse producers is grown in sophisticated, highly intensive agricultural greenhouse facilities located in British Columbia, Texas and Pennsylvania and is marketed and distributed under its Village Farms® brand name, primarily to retail supermarkets and dedicated fresh food distribution companies. Village Farms markets and distributes throughout the United States, Canada, Mexico and Japan, and currently operates seven distribution centres located across the United States and Canada. Since its inception, Village Farms has been guided by a sustainable agriculture policy which integrates three main goals – environmental health, economic profitability and social and economic equality.

Restriction on Non-Resident Ownership

The Declaration of Trust of the Fund contains provisions which prohibit non-residents of Canada from owning more than 49.9% of the Units of the Fund on a fully-diluted basis and give the Trustees of the Fund certain powers, including the power to require non-residents to sell their Units if this limitation is exceeded and the right to refuse to register transfers of units to non-residents if such a situation is imminent. The Fund estimates that in excess of 40% of its Units, on a fully-diluted basis, are held by non-residents. Should non-

residents acquire additional Units of the Fund, it may be necessary for the Trustees to exercise their powers to require non-resident Unitholders to sell their Units and/or to refuse Unit transfers to non-residents. Accordingly, non-residents may determine that it is not appropriate to acquire directly or indirectly Units of the Fund.

Forward-Looking Statements

This news release includes statements about expected future events and/or financial results that are forward-looking in nature and subject to risks and uncertainties. The Fund cautions that actual performance will be affected by a number of factors, many of which are beyond its control. Future events and results may vary substantially from what the Fund currently foresees.

For further information

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