



CanWel Building Materials Income Fund
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Press Release

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For Immediate Release

CANWEL EXPANDS NATIONAL ENGINEERED WOOD PRODUCTS PROGRAM AND IS APPOINTED AS EXCLUSIVE NATIONAL DISTRIBUTOR OF ALPAJOIST™ ENGINEERED FLOOR SYSTEMS.

Vancouver, Canada – September 7, 2006 – CanWel Building Materials Income Fund (the “Fund”) (TSX:CWX.UN) today announced that its subsidiary, CanWel Building Materials Ltd. (“CanWel”) has been appointed as the exclusive national distributor of ALPAJOIST™ engineered floor systems, and that CanWel will add the AlpaJoist™ Engineered Floor System to its Engineered Wood Products Program.

Engineered Wood Products, which continue to experience significant growth in the Canadian marketplace, are used primarily in the construction of floor and roofing systems in the new home construction and renovation segment. Alpa Floor Systems Inc., of Brampton, Ontario, is a market leader for engineered floor systems in the Greater Toronto region and will be expanding to a national presence through CanWel’s distribution network. The AlpaJoist™ product offers a patented, engineered opening which allows for fast and efficient installation of plumbing, heating and electrical systems.

The Fund trades on the Toronto Stock Exchange under the symbol CWX.UN and is one of Canada’s largest national distributors in the building materials and related products sector, operating 17 distribution centres across Canada. The Fund distributes a wide range of hardware, building materials, lumber and renovation products.

Further information on the Fund can be found in the disclosure documents filed by CanWel Building Materials Income Fund with the securities regulatory authorities, available at www.sedar.com.

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Certain statements in this press release may constitute “forward-looking” statements. When used in this press release, such statements use words, including but not limited to, “may”, “will”, “expect”, “believe”, “plan”, “intend”, “anticipate” and other similar terminology. These forward-looking statements reflect the current expectations of the Fund’s management regarding future events but involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of the Fund, including the performance of, and distributable cash generated by the Fund, or industry results, to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. Actual events could differ materially from those projected herein and depend on a number of factors. These factors include the risk that the new product lines will not be integrated successfully, may or may not be purchased by CanWel customers, that competing firms which manufacture or distribute competitive product lines will aggressively defend or seek market share reducing, eliminating or reversing any potential positive economic impact on the Fund of the new product lines; the risk that any increased sales, margin, profit or distributable cash resulting from the new product lines may not be fully realized, realized at all or may take longer to realize than expected; and disruption from the introduction and implementation of the new product lines making it more difficult to maintain relationships with customers, employees or suppliers. Additional risks and uncertainties include, among others: general economic and business conditions, product selling prices, product performance, design and liability risk, software and software design risk, commodity price fluctuations, information systems risk, interest rate changes, operating costs, and competitive conditions. These statements reflect management’s current expectations regarding future events and operating performance and speak only as of the date of this press release. Additional factors that could cause results to differ materially from those described in the forward-looking statements can be found in the periodic and other reports filed by the Fund with Canadian Securities Commissions and available on Sedar (<http://www.sedar.com>). The Fund does not undertake, and specifically disclaims, any obligation to update or revise any forward looking information, whether as a result of new information, future developments or otherwise.

Reference is also made to distributable cash of the Fund. This is a non-GAAP measure generally used by Canadian open-ended income funds as an indicator of financial performance. We define distributable cash as net earnings before depreciation, amortization, gain or loss on sale of fixed assets, provision for future income taxes, stock based compensation and after maintenance of business capital expenditure and contributions to any reserves the Board of Trustees deem to be reasonable and necessary for the operations of the Fund.