



FIRST NATIONAL ALARMCAP INCOME FUND CREATES COMMITTEE TO REVIEW STRATEGIC ALTERNATIVES TO MAXIMIZE VALUE

CALGARY, Alberta – May 11, 2007 – First National AlarmCap Income Fund (the “Fund”) (TSX: FNA.UN) announces that it has created a special committee to review strategic alternatives to maximize value for all Unitholders. These options include, but are not limited to, looking for a possible acquirer or partners with a view to a merger or acquisition of the Fund or a recapitalization of the Fund to continue previously-announced restructuring initiatives and pursue organic growth or acquisition possibilities. The special committee is comprised of Adrien D. Pouliot (Chairman), George Fink and Timothy G. Whyte. The Special Committee will retain strategic, legal and financial advisors as necessary during the process.

There can be no assurance that the review will result in any specific strategic or financial transactions and although no timetable has been set for its completion, the special committee has been requested to provide recommendations to the Board of Trustees as soon as possible.

The Fund is an unincorporated, open-ended, limited purpose trust and its Class A trust units are listed on the Toronto Stock Exchange under the ticker symbol “FNA.UN”. The Fund was established to acquire substantially all of the assets and shares of Microtec Enterprises Inc. (“Microtec”) and substantially all the assets of Securex Master Limited Partnership (“Securex”). Microtec, founded in 1989 in Quebec City, Quebec, is one of the largest residential security monitoring companies in Canada. Securex, founded in 1994 in Calgary, Alberta, is an alternative credit provider to dealers offering bundled financial, billing / back office and monitoring services to independent dealers throughout Canada.

For information, please contact:

Adrien D. Pouliot
Chairman of the Board
First National AlarmCap GP Inc.
(514) 952-2721
apouliot@alarmcap.com