

Merger of Acuity All Cap & Income Trust, Acuity Diversified Total Return Trust, Acuity Multi-Cap Total Return Trust and Acuity Growth & Income Trust

TORONTO, Oct. 31 /CNW/ - Acuity Funds Ltd. is announcing its intention to merge Acuity All Cap & Income Trust (TSX: AAI.UN), Acuity Diversified Total Return Trust (TSX: ADF.UN), Acuity Multi-Cap Total Return Trust (TSX: ART.UN) and Acuity Growth & Income Trust (TSX: AIG.UN) (collectively, the "Trusts"). It is intended that the Acuity Growth & Income Trust will be the continuing trust. Subject to obtaining all necessary regulatory approvals and satisfying all customary closing conditions, it is anticipated that the merger will occur by the end of December 2007. The merger is intended to combine the four Trusts in order to provide unitholders with the opportunity to hold units of a continuing trust that offers a larger market capitalization, increased trading liquidity and lower operating costs on a per unit basis. Additional information regarding the merger will be provided to unitholders in the near future.

Certain statements in this press release may be viewed as forward-looking statements. Any statements that express or involve discussions with respect to predictions, expectations, beliefs, plans, intentions, projections, objectives, assumptions or future events or performance (often, but not always, using words or phrases such as "expects", "is expected", "anticipates", "plans", "estimates" or "intends" (or negative or grammatical variations thereof), or stating that certain actions, events or results "may", "could", "would", "might" or "will" be taken, occur or be achieved) are not statements of historical fact and may be forward-looking statements. Statements which may constitute forward-looking statements relate to: the proposed timing of the merger and expected completion thereof; the expected benefits of the merger; and the Trusts that are proposed to be merged. Forward-looking statements are subject to a variety of risks and uncertainties which could cause actual events or results to differ from those reflected in the forward-looking statements including as a result of changes in the general economic and political environment, changes in applicable legislation, and the performance of each Trust. There are no assurances the Trusts can fulfill such forward-looking statements and the Trusts do not undertake any obligation to update such statements. Such forward-looking statements are only predictions; actual events or results may differ materially as a result of risks facing one or more of the Trusts, some of which are beyond the control of the Trusts.

The planned merger is subject to any required regulatory or exchange approval.

Acuity Investment Management Inc. ("Acuity") provides investment advisory and portfolio management services to the Trusts. Acuity was formed in 1990 and currently has assets under management of approximately \$9.3 billion.

This press release is not for distribution in the United States.

For further information, please contact George Henry, Chief Financial Officer at Acuity Funds Ltd., 40 King Street West, Scotia Plaza, 56th Floor, Toronto, Ontario, M5H 3Y2, Telephone: (416) 366-9933, Facsimile: (416) 366-2568, Toll Free: 1-800-461-4570.