



Markland Street Asset Management files preliminary prospectus for Markland AGF Precious Metals Corp.

Toronto, June 1, 2007 – Markland Street Asset Management Inc. (“Markland”) is pleased to announce that it has filed and has received a receipt from the securities regulators across Canada for a preliminary prospectus qualifying the initial public offering of Units of Markland AGF Precious Metals Corp. (the “Company”), a corporation incorporated under the laws of Ontario.

Each Unit will be made up of one equity share (“Equity Share”) and one half Equity Share warrant (“Warrant”). Each full Warrant will entitle the holder to purchase one Equity Share at a subscription price of \$10.25 on July 30, 2010 before 5:00 pm (Toronto time).

The Company’s investment objective is to provide shareholders with the opportunity for capital appreciation by investing in an actively managed portfolio of equity securities, consisting of gold and precious metals companies and, to a lesser extent, base metals and minerals companies, as well as direct and indirect investments in precious metals, such as gold and silver bullion.

Markland, the Manager of the Corporation, is a Canadian financial services firm and currently acts as manager on the Oil Sands Sector Fund.

AGF Funds Inc. (“AGF”) has been retained as the investment advisor to provide investment advisory and portfolio management services for the Company

For further information please contact your financial advisor or visit our website at <http://www.marklandstreet.com>

The offering is being made through a syndicate co-led by RBC Dominion Securities Inc., CIBC World Markets Inc., BMO Nesbitt Burns Inc., National Bank Financial Inc., Scotia Capital Inc., TD Securities Inc., Canaccord Capital Corporation, Berkshire Securities Inc., Dundee Securities Corporation, HSBC Securities (Canada) Inc., Raymond James Ltd., Blackmont Capital Inc., Desjardins Securities Inc., Research Capital Corporation, and Wellington West Capital Inc.

-30-

Media Inquiries, please contact Krista D. Matheson, Senior Vice President, Markland Street Asset Management Inc., Toronto (866) 412-9182 info@marklandstreet.com