



Flakeboard

Press Release

For Release: Upon receipt

July 7, 2008

Flakeboard to Install New Resin Application Technology

Markham, CANADA – Flakeboard is moving ahead with its dry resin system with the assistance of the Province of New Brunswick.

Premier Shawn Graham and Flakeboard CEO Kelly Shotbolt jointly announced that the Province would provide Flakeboard with a term loan to assist with the installation of the technology. This system is one that employs a patented MDF resin application process, resulting in a 40-50% reduction in resin requirements.

“This announcement stems from our government’s commitment to help industry as it becomes more productive and more competitive,” added Graham. “We are committed to our forest industry and it is encouraging to see Flakeboard investing in its operations.”

The St. Stephen mill, once a pilot plant designed to demonstrate panel manufacturing technology, now makes more specialty products from one site than any other mill in North America. This revolutionary technology promises near improbable benefits, such as reduced site emissions, lower resin costs, faster production speeds, and improved board qualities. Flakeboard has invested over \$7,000,000.00 in research and development on this revolutionary resin application system and is now ready to commercialize the technology on a larger scale.

At a time when the industry is facing unprecedented market and cost pressures, Flakeboard continues to commit to productivity improvements in an effort to supply cost competitive products to its customers.

###

Flakeboard is a privately-held company that manufactures a multi-faceted range of particleboard, medium and high density fiberboard panels. Since its incorporation in 1960, Flakeboard has been focused on growth within the composite panel industry, and on the formation of a highly integrated business model through constant reinvestment and optimization.

Contact(s): Mr. Kelly Shotbolt, President & CEO
Ms. Gillian Matthew, Marketing Coordinator
<http://www.flakeboard.com>

Ph. 800-268-9830
Ph. 800-268-9830