



FOR IMMEDIATE RELEASE

JULY 26, 2007

STOCK SYMBOL: PFB

**PFB CORPORATION ANNOUNCES SECOND QUARTER RESULTS
AND DECLARES REGULAR QUARTERLY DIVIDEND**

CALGARY, ALBERTA--(TSX – PFB) PFB Corporation reports its financial results for the three and six month periods ended June 30, 2007, and declares regular quarterly dividend.

Results for Three Months and Six Months Periods Ended June 30, 2007

Consolidated net income for the three months ended June 30, 2007 was \$1,281,000, \$0.20 per share, compared to net income of \$1,455,000, \$0.23 per share reported in the comparative three months of 2006. Sales were \$23,466,000 in the second quarter of 2007 as compared to sales of \$19,528,000 in the second quarter of 2006, an increase in sales of \$3,938,000 or 20.2% reflecting the very positive trading environment for our products.

PFB recorded a non-cash charge for unrealized foreign exchange losses of \$1,016,000 arising on forward foreign exchange contracts due to significant appreciation in the Canadian dollar versus the United States dollar during the period that reduced consolidated net income in the current quarter.

Despite an all time high in the price of raw materials during the quarter, gross margins of approximately 30% of sales were realized through a combination of selling price increases and a higher margin product mix.

Consolidated net income for the six months ended June 30, 2007 was \$51,000, \$0.01 per share, as compared to net income of \$1,570,000, \$0.25 per share in the comparative six months in 2006. Sales in the six months ended June 30, 2007 were \$37,103,000 as compared to sales of \$34,287,000 in the six months ended June 30, 2006, an increase in sales of \$2,816,000 or 8.2%.

Sales order demand in western and central Canada remains strong. In the United States sales for the quarter were slightly behind those in the comparative quarter of 2006; however, confirmed orders for fulfilment during the balance of the year are strong.

PFB is proceeding with the construction of additional production capacity in Western Canada which will be financed by operational cash flow and an increased non-revolving term loan facility in the amount of \$11 million extended by Canadian bankers.

Quarterly Dividend Payment

The Board of Directors has approved the payment of a regular quarterly dividend of \$0.06 per common share. The dividend will be paid on August 31, 2007, to shareholders of record on August 16, 2007.

