



FOR IMMEDIATE RELEASE

OCTOBER 29, 2008

STOCK SYMBOL: PFB

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

CALGARY, ALBERTA--(TSX – PFB) PFB Corporation reports its financial results for the three and nine month periods ended September 30, 2008, and declares regular quarterly dividend.

Results for the Three Month and Nine Month Periods Ended September 30, 2008

Consolidated net income for the three months ended September 30, 2008, was \$1,080,000, basic earnings of \$0.16 per share, compared to net income of \$2,286,000, basic earnings of \$0.35 per share reported in the comparative three months of 2007. Sales were \$24,625,000 in the third quarter of 2008 as compared to sales of \$25,659,000 in the third quarter of 2007, a decrease in sales of \$1,034,000 or 4.0%.

Consolidated net income for the nine months ended September 30, 2008 was \$1,137,000, basic earnings of \$0.17 per share, as compared to net income of \$2,337,000, basic earning of \$0.37 per share in the comparative nine months in 2007. Sales in the nine months ended September 30, 2008 were \$60,836,000 as compared to sales of \$62,762,000 in the nine months ended September 30, 2007, a decrease in sales of \$1,926,000 or 3.1%.

The risk scenario in our business environment has changed. The exceptional run-up in prices of refined products during the year has had the effect of squeezing manufacturing margins below normal levels. As a result, despite sales volumes and revenues remaining at relatively strong levels, net income has been adversely affected by the margin squeeze. Going forward, it is not clear at this time what effects recent economic developments will have on our business, although the reduction in crude oil prices is a positive to our raw material cost structures. The effects of a declining foreign exchange ratio with the United States dollar is mixed; in that raw material costs are increased when expressed in Canadian dollars, but sales revenues in United States dollars make a positive contribution when converted into Canadian currency. Nevertheless, the company is taking strong actions to reduce costs and remain competitive in future.

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 November 28, 2008, to shareholders of record on November 12, 2008.



Forward Looking Statements

Certain statements in this Press Release contain forward-looking statements about the objectives of PFB Corporation (“PFB” or the “Corporation”) and management’s expectations, beliefs, intentions or strategies for the future. Future events are subject to certain risks, uncertainties and assumptions that may cause the actual results, performance or achievements to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements.

Such risks, uncertainties and assumptions include, but are not limited to: general economic conditions; actions by government authorities; actions by regulatory authorities; availability of raw materials; changes in raw materials prices; foreign exchange rates; interest rates; competitor activity; industry pricing pressures; seasonality of the construction industry; and weather.

About PFB

PFB Corporation is a vertically integrated manufacturer of insulating building products that are marketed across North America under four brands. Plasti-Fab, EPS Product Solution[®] are products, manufactured using expanded polystyrene (EPS) as base raw materials, that are delivered to customers in five segmented markets. Advantage ICF Systems[®] are insulating concrete forming systems that are employed to build insulated foundations and walls from concrete in both residential and commercial markets. Insulspan[®] Structural Insulating Panels Systems (SIPS) are used to create a building’s structural wall frame and to replaces trusses on roof systems to form an energy-efficient structural envelope. Riverbend[®] Timber Framing manufactures and sells precision-cut, custom-crafted solid timbers to exacting standards which are delivered to customer’s jobsites as ready-to-assemble building packages in conjunction with Insulspan SIPS for the walls and roof, and Advantage ICFS for the building’s foundations.

PFB Corporation is listed for trading on the Toronto Stock Exchange, symbol PFB.

PFB Corporation’s interim consolidated financial statements and MD&A for the third quarter of fiscal 2008 will be posted on SEDAR (www.sedar.com) by November 10, 2008.

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