



MPAC INDUSTRIES CORP.

Suite 508 - 4438 West 10th Avenue
Vancouver, B.C.
V6R 4R8

NEWS RELEASE

August 23rd, 2006

SYMBOL: "MPN" on TSX-V

TOKAT COAL MINE MOU TO PROCEED TO DEFINITIVE AGREEMENT

Vancouver, BC, August 23rd, 2006: MPAC Industries Corp. (the "Company" or "MPAC") is pleased to announce that it has completed its preliminary due diligence on the Tokat/Zile coal mine (the "Coal Mine"), located in the Black Sea region of Anatolia, Turkey.

On March 30, 2006 MPAC signed a memorandum of understanding (the "MOU") to enter into a coal refining agreement to upgrade the coal at the Coal Mine subject to the Company completing its due diligence, including the further testing of the coal from the Coal Mine.

Various samples tested from the Coal Mine indicate that the coal has a very high ash content which not only reduces its calorific value, but also causes an environmental problem in its use as a fuel.

The Company has carried out and is carrying out various tests to ensure that it is able to deploy its coal refining process to reduce the ash content of the coal and increase its calorific value as an energy source.

MPAC is now proceeding to convert the MOU into a definitive agreement in accordance with the MOU.

The Tokat/Zile Coal Mine is located 420 km from Ankara and is producing coal on a limited basis for domestic use. The Coal Mine is an open pit mine and is reported by its owner to contain approximately 30 million tons of coal.

The Coal Mine is easily accessible by road. In addition to the domestic market for coal in the vicinity of the Coal Mine, within 100 km of the Coal Mine are

four operating cement factories and four sugar factories – all using coal as an energy source.

In addition to the Tokat/Zile Coal Mine, the Company is proceeding with its due diligence on the other coal mines that it has under memoranda of understanding as announced in its news release of April 18th, 2006.

For further corporate information, please contact RICHARD HALL, Investor Relations, 604 644 2244.

ON BEHALF OF THE BOARD OF DIRECTORS:

Firoz Lakhani
President and CEO

The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this news release.