



## MPAC INDUSTRIES CORP.

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### NEWS RELEASE

September 21, 2006

SYMBOL: "MPN"

#### Signing of Definitive Agreement for Tokat/Zile Coal Mine

**September 21, 2006: Vancouver, British Columbia** – MPAC Industries Corp. (the "Company" or "MPAC") is pleased to announce that it has entered into a definitive agreement (the Definitive Agreement") with **ALCE Cevre Teknigi Ltd** ("ALCE") to refine the coal deposit at ALCE's coal mine (the "Coal Mine") located at Tokat/Zile in the Black Sea Region of Anatolia, Turkey.

The Coal Mine is located some four hundred and twenty (420) kilometers from Ankara and is producing low-grade coal in limited quantities for the domestic market. Under the Definitive Agreement, the production will be increased to an annual minimum rate sufficient to allow MPAC to produce four hundred thousand (400,000) short tons (*or 363,000 metric tonnes*) of refined coal, once the operation is in full commercial production.

Initially, for the first year, MPAC's coal refining operation at the Coal Mine will be set up as a pilot project that will then be developed into a full commercial operation to cater to both the domestic and the industrial markets in the surrounding geographical area.

MPAC will use existing technology, sourced in Canada, to refine and upgrade the coal at the Coal Mine.

The following is a brief summary of the salient terms of the Definitive Agreement:

1. **Supply of Coal** – ALCE is responsible to deliver to MPAC, at the Coal Mine, sufficient unrefined coal so that MPAC will be able to produce at least four hundred thousand (400,000) short tons (*or 363,000 metric tonnes*) of refined coal per year. ALCE has represented that it has at least

thirty (30) million short tons (*or 27 million metric tonnes*) of unrefined coal available for refining at this site.

2. **Title, Price and Term** – All of the coal will remain the property of ALCE. The term of the agreement is forty (40) years (the “Term”), or until the Coal Mine is exhausted, or until MPAC determines that it is uneconomic to continue to refine this coal. During the first five (5) years of the Term, ALCE will pay to MAPC a refining charge of United States Forty-Three Dollars per short ton (**US\$43/ton**) (*or US\$47.40 per metric tonne*) (base price) with specialty coal products (for example, briquettes) being priced at a premium over the base price on a mutually agreed upon basis. For the balance of the Term, the base refining charge will be adjusted for each subsequent five (5) year period for the remainder of the Term. However, the price paid by ALCE to MPAC for the Refined Coal in any five (5) year period of the Term shall not be less than that paid in the preceding five (5) year period of the Term.
3. **Plant Site and Equipment** – MPAC is responsible for the supply, installation and operation of a coal processing plant at the Coal Mine.
4. **Royalty** – A royalty of fourteen percent (14%) of net operating revenues (EBITDA) generated by MPAC under the Agreement before allowing for taxes, amortization, and depreciation is payable to an arm’s length third party.

**For further corporate information, please contact:  
RICHARD HALL, Investor Relations at (604) 644-2244**

**BY THE ORDER OF THE BOARD**

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Firoz Lakhani  
President & CEO

*The TSX Venture Exchange neither approved nor disapproved the contents of this news release. The TSX Venture Exchange does not accept responsibility for the adequacy or accuracy of this news release.*