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FACT Corporation Announces Preliminary Operating Results for First Quarter 2006

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FACT Corporation (OTCBB:FCTOA), an emerging nutrition solutions company, today announced that core-business operating revenue during the three months ended March 31, 2006 totalled \$258,400, a 54% increase over year-ago results. The Company incurred an operating loss of \$64,353 for the quarter, a 70% improvement over comparable 2005 first-quarter results.

"We have recovered nicely from a significant business setback in the first part of 2005," said

Jacqueline Danforth, CEO of FACT Corporation. "Our greatly-improved operating results for the 2006 first quarter are clear evidence that our business plan is working and that the growth initiatives we are implementing should produce improving results every quarter for the rest of the year."

Danforth added, "In November of 2005 we announced an important customer win, and we're pleased that our business with that new customer is progressing well. The market for our products is very large, and we intend to take appropriate steps to address that market effectively. We are confident that our initiatives will be productive."

About FACT Corporation

FACT Corporation develops, licenses and markets proprietary nutrition solutions to commercial customers through its wholly-owned subsidiary, Food & Culinary Technology Group Inc. ("FACT Group"). FACT Group serves commercial bakery operators that manufacture and distribute functional baked goods (such as muffins, bagels, cookies and brownies) designed for a rapidly growing consumer marketplace focused on quality, taste and nutrition. These products are marketed via both conventional and alternative distribution channels, including branded and private-label retail opportunities, as well as foodservice and specialty markets.

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