

July 18, 2006

FACT Corporation To Receive CDN\$310,000 Withheld in 2005 From Sale Proceeds of Calgary Office Building

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Neptune, N.J. - (Business Wire) – July 18, 2006 -- FACT Corporation (OTCBB:FCTOA), an independent nutrition solutions company, today announced that it will recover CDN\$310,000 which was withheld by the Canadian tax authorities at the time of the sale of a Calgary office building in fiscal 2005. The entire amount should be received by the Company within the next four weeks.

“We’re very pleased to have made successful application for the return of these withheld funds”, said Jacqueline Danforth, CEO of FACT Corporation. “We spent considerable time working with our accountants to provide the Canadian tax authorities with the supplemental information required to clear these proceeds. The timing for the return of the funds could not be better, as FACT anticipates a need for increased inventory this fall to support significant new product rollouts by a major customer.”

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 high-fiber 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