



Tactex Reports Q1 Results

Victoria, BC, May 30, 2008

Tactex Controls Inc (TSX-V:TTX), the manufacturer of innovative tactile force sensors, reported its financial results for the quarter ended March 31, 2008. In this period, Tactex introduced two new products. However, management expressed disappointment with the sales revenue resulting from customers delaying product shipment. Total revenue for the period was \$169,768 (2007: \$217,487). Despite the reduction in revenue, the loss for the quarter was reduced to \$118,588 (2007: loss of \$162,101). The cash flow for the period was also improved over last year. Cash and cash equivalents decreased \$32,211 (2007: decrease of \$199,752).

Throughout the period, Tactex manufactured its advanced sleep monitoring sensors for a customer who anticipated a requirement in May. The order has now been deferred until August, and Tactex is anticipating maintaining its significant investment in inventory until that time. Furthermore, anticipated orders for the gait monitoring sensors have also been delayed. The investment in sleep sensor inventory and the deferred sales have strained Tactex's cash position. The Tactex board met recently to discuss the situation and the board has charged management with developing a detailed cash management plan. The Tactex board will meet again in June to review the plan and take appropriate action. Tactex has entered negotiations with Nitta Corporation of Japan—who hold a 120 million Yen (approximately \$1.2M) bond—to defer payment of the principal.

Tactex CEO David Lokhorst said, "Looking ahead, our prospects are very encouraging. In April we began delivering our new line of balance monitors, and in May we began shipping our quality-of-sleep monitoring sensors. Now our priority is to conserve our cash so as to realize these opportunities."

STATEMENT OF OPERATIONS AND DEFICIT FOR THE PERIOD ENDED MARCH 31

(Excerpt from unaudited financial statements – see interim financial statements for full details)

	Three month period ended <u>March 31, 2008</u>	Three month period ended <u>March 31, 2007</u>
SALES	91,901	187,148
COST OF GOODS SOLD	63,624	115,726
GROSS MARGIN	<u>28,277</u>	<u>71,422</u>
OTHER INCOME:		
Grants and tax credits	9,613	24,604
Sublicense	66,667	
Interest and other income	1,587	5,735
	<u>77,867</u>	<u>30,339</u>

EXPENSES:		
Marketing	42,303	61,533
Research and Development	48,575	97,970
Administration	112,779	76,732
Interest – long term debt	11,908	11,254
Amortization – property, plant and equipment	9,167	16,373
	<u>224,732</u>	<u>263,862</u>
NET INCOME (LOSS) FOR THE PERIOD	(118,588)	(162,101)
DEFICIT – Beginning of period	(4,007,424)	(3,890,323)
DEFICIT – End of period	<u>(4,126,012)</u>	<u>(4,052,424)</u>
Earnings (loss) per share – basic and diluted	<u>(0.01)</u>	<u>(0.01)</u>

For further information:

David Lokhorst, President & CEO, (250) 480-1132 x206, info@tactex.com

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