

## TORR Canada Reports 2008 First Quarter Results

**MONTREAL, QUEBEC – November 14, 2007** - TORR Canada Inc. (TSX: TOR) ("TCI"), dedicated to providing process solutions to the oil and gas industry, today reported its financial results for the first quarter ended September 30, 2007. The Company's financial statements and Management Discussion and Analysis are available at [www.torrCanada.com](http://www.torrCanada.com) or at [www.sedar.com](http://www.sedar.com).

### Q1 2008 highlights and subsequent events include:

- Completion of the acquisition of Pure Group AS
- Training and supervision for start-up of the seven TORR systems in Kuwait
- Successful commissioning and start-up of a TORR system on the Cervia ENI gas platform in the Adriatic Sea
- Appointment of Jacques L. Drouin as President and CEO

"With the integration of Pure Group well underway, I am very confident that we will have all the elements in place to become a premier global provider of process solutions for the O&G industry. We will focus on a three pronged approach: reach profitability as soon as possible, continue to grow our pipeline to achieve sustainable sales growth and build 'value added' for our customers and shareholders," said Jacques L. Drouin, President and Chief Executive Officer of TORR Canada. "We are already starting to see solid sales growth coming from our US and Norwegian operations, procurement synergies and better cost control, which will contribute to the improvement of our bottom line."

"In regards to the TORR system, the sales cycle has been longer than expected. During the last year, we have made significant progress demonstrated with the delivery of our systems to Kuwait and the successful field trials performed in the Middle-East, obtained status of approved supplier by Qatar Petroleum and lined-up several field trials in Saudi Arabia. In addition, two of our top ten projects have reached the preliminary engineering phase," concluded Jacques L. Drouin.

### Financial Results

The following results do not include financial results for Pure Group AS.

Revenue for the three months ended September 30, 2007, totalled \$102,405, compared to \$68,385 in the same period a year ago. Increased revenue in the quarter was primarily attributable to field trials from services rendered to Expro in Angola and on-site training services rendered in Kuwait related to the seven water treatment TORR systems delivered in the spring 2007. Other revenue recorded during the quarter includes RPA cartridges sold to Wood Group for the Triton platform located in the North Sea as well as the sale of RPA cartridges to Schlumberger.

For the first quarter of 2008, the gross loss amounted to \$140,370, compared to a gross loss of \$234,000 in the first quarter of 2007. Most of the costs relate to the production of cartridges, field trials and training conducted in Kuwait.

Sales and marketing expenses were slightly higher in the first quarter of 2008, totalling \$238,159 compared to \$210,391 during the same period a year ago.

General and administrative ("G&A") expenses for the first quarter of 2008, totalled \$665,677 compared to \$831,743 for the same quarter in 2007. The significant decrease in G&A expenses is mainly due to a decrease in professional fees. Professional fees related to the acquisition of Pure Group have been capitalized in the balance sheet as deferred costs.

Net loss for the first quarter of 2008 totalled \$2,491,759 or \$0.05 per share, compared to \$1,367,702 or \$0.03 per share for the same period in 2007.

As at September 30, 2007, the Company had cash and cash equivalents of \$9.0 million and access to a line of credit of \$5.5 million.

The Company previously announced that approximately \$9.0 million of its liquidities was invested in R1-High non-extensible asset-backed commercial paper ("ABCP") and currently remains outstanding. On November 6, 2007, DBRS downgraded the ABCP from R1-High to R4 indicating that 37.5% of the outstanding papers were exposed to US non-prime residential mortgage-backed securities. DBRS stated that the remaining 62.5% was considered strong from a credit and ratings migration perspective and the agency did not expect that portion to suffer losses. In line with several other ABCP holders and guidelines provided by the Canadian Institute of Chartered Accountants, TORR has adjusted the estimated fair value of this investment with the write-down of \$1,620,000, representing 18% of its total exposure to ABCPs. This investment will be classified as a long term investment.

As a subsequent event, TORR Canada is granting a total of 274,000 stock options to employees recently promoted. The stock options are vested into four equal tranches over the next three years, allowing for the purchase of one common share per option, and are exercisable at the November 14, 2007 closing price of \$0.42, subject to regulatory approval.

TCI will also be changing its fiscal year-end from June 30 to December 31. December 31, 2007, will mark TORR Canada's new fiscal year-end and will represent only six months of operations.

### **2008 First Quarter Results Conference Call & Web Cast**

Management of TORR Canada will host a conference call to discuss its 2008 first quarter financial results on November 15, 2007 at 8:30 a.m. EST. The conference call will also be audio-cast live at [www.newswire.ca](http://www.newswire.ca) and archived for 90 days at [www.torrcanada.com](http://www.torrcanada.com). For replay please call either 1-877-289-8525 or 1-416-640-1917 and enter in reference number 21252933 followed by the number sign.

### **About TORR Canada Inc.**

TCI is dedicated to providing process solutions to the oil and gas industry. TCI designs, develops, manufactures and commercializes technologies to separate oil, water and gas generated by oil and gas production. TCI recently acquired Pure Group AS of Norway. For more information, please visit [www.torrcanada.com](http://www.torrcanada.com).

#### Caution concerning forward-looking statements

*This press release contains forward-looking statements. Such statements inherently involve numerous risks and uncertainties. Actual future results may differ from the anticipated results expressed in the forward-looking statements contained in this press release and TCI does not undertake to update this information. Investors are cautioned against placing undue importance on forward-looking information contained herein and should consult the final short form prospectus and the documents incorporated by reference therein, which contain a more exhaustive analysis of risks and uncertainties connected to TCI's business.*

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