

For Immediate Release

June 5, 2008

Desert Spring Products and Thermolec Reach Agreement
Consolidation in Residential By-pass Humidifier Business

MISSISSAUGA, ON and St. LAURENT, QC– Today Desert Spring Products and Thermolec jointly announced the sale of Thermolec’s by-pass humidifier product line to Desert Spring Products for an undisclosed sum. The purchase includes all intellectual property, production tooling and inventory associated with Thermolec’s patented Series M600/550 water conserving flow-through humidifiers, as well as the innovative Series M400/300 self-cleaning drum humidifiers.

Thermolec’s President Cherif Menassa commented that “due to sustained and rapid growth in Thermolec’s core electric heating equipment and controls business, the residential humidifier business was not getting the attention it deserved and we believed that Desert Spring Products was the buyer best positioned to develop this business to its full potential”.

“These two products are ideal additions to Desert Spring Products’ patented Rotary Disc humidifier” said Mr. Peter VanderPlaat, Desert Spring Products CEO, “they provide Desert Spring Products with a broader range of products – each of which is consistent with our unique focus on providing patented water conserving humidifier technology”. He added that “having these products will allow us to expand our distribution channels beyond our current scope”. Desert Spring Products will continue to serve Thermolec’s existing customers for these products under its own brand as well as various existing OEM arrangements.

Desert Spring Products Limited is a private company with the near-term vision of significantly increasing its presence in the North American whole house indoor air quality market. Thermolec Ltd. is a private company and a leader in the North American electric heating equipment and controls market. For more information on these companies please visit their websites at www.desertspringproducts.com and www.thermolec.com

-30-

For further information, please contact:

Cherif Menassa, President, Thermolec Ltd.

T: 514.336.9130, cmenassa@thermolec.com

Peter VanderPlaat, CEO, Desert Spring Products Limited

T: 905.629.2010, x.22, peter@desertspringproducts.com