



TEMCO SERVICE INDUSTRIES, INC.

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PRESS RELEASE

FOR IMMEDIATE RELEASE

TEMCO REPORTS YEAR-TO-DATE RESULTS

New York, New York, May 29, 2008, Temco Service Industries, Inc. (OTC-Symbol: TMCO), an International Facility Services Company, today announced revenues and net income for the twelve months ended September 30, 2007 as follows:

	<u>Twelve Months Ended September 30,</u>	
	<u>2007</u>	<u>2006</u>
Revenues.....	\$ <u>327,788,125</u>	\$ <u>334,669,882</u>
Income (loss) before income taxes.....	545,877	(1,639,082)
Provision for income taxes.....	<u>641,404</u>	<u>118,502</u>
Net loss.....	\$ <u><u>(95,527)</u></u>	\$ <u><u>(1,757,584)</u></u>
Net loss per share common stock:		
Basic.....	\$ <u><u>(0.17)</u></u>	\$ <u><u>(3.21)</u></u>
Diluted.....	\$ <u><u>(0.17)</u></u>	\$ <u><u>(3.21)</u></u>
Average number of shares outstanding:		
Basic & Diluted.....	<u>558,284</u>	<u>548,250</u>

Beginning in 2006, the Company began the process of restructuring and upgrading their operations. The net loss for 2007 and 2006 includes pre-tax charges totaling \$809,000 and \$2,383,000, respectively, related to this process, of which \$560,000 and \$1,550,000, respectively, are for severance costs.

In 2006, the Company experienced an increase in costs on its workers compensation and general liability claims related to prior years. The 2006 net loss includes an additional \$1,500,000 pre-tax expense related to these claims.

The Company anticipates reporting its unaudited financial results for the six months ended March 31, 2008 by June 3, 2008.

About Temco Service Industries, Inc.

Temco is a major international provider of facility support services to corporate, commercial, manufacturing and educational facilities in the United States, Belgium, The Netherlands, Luxembourg and the United Kingdom. With revenues in excess of \$328 million and more than 10,000 employees, Temco provides cleaning, grounds care, labor sourcing solutions, technical support and security services to more than a thousand clients each day. Temco Service Industries, Inc., the parent company, is headquartered in New York City, while the European operations are headquartered in Brussels, Belgium.

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