

NEWS RELEASE

MARSULEX AWARDED CONTRACT BY MINNKOTA POWER FOR DESIGN, SUPPLY AND INSTALLATION OF FLUE GAS DESULFURIZATION SYSTEM

TORONTO, Canada, March 28, 2008 – Marsulex Inc. (TSX: MLX) announced today that Marsulex Environmental Technologies (“MET”) has been awarded a contract by Minnkota Power Cooperative, Inc. (“Minnkota”) to design, supply and install a wet flue gas desulfurization (“FGD”) system and lime preparation system at its Milton R. Young Station near Center, North Dakota. MET will supply technology, engineering and FGD equipment for Unit 1, rated at 250 megawatts, and will also design, supply and erect the lime storage, handling and preparation system. Burns & McDonnell will serve as Minnkota’s architect engineer for the project.

Engineering will commence immediately. Start-up of the FGD system is scheduled for April 2011.

Marsulex President and Chief Executive Officer, Laurie Tugman, said the win confirms MET’s success with the U.S. FGD market. “MET’s previous contract from the Lower Colorado River Authority (LCRA) to provide FGD systems for its Fayette Power Project marked the beginning of MET’s resurgence in the U.S. market. The contract value and projected revenues of the Minnkota project are comparable to those of the LCRA project, which is currently under execution. With a renewed view in the industry that fossil fuels, such as coal and lignite, are viable long-term sources of energy in the U.S., we have expanded our capabilities to both execute these projects and pursue additional opportunities as power generators add capacity or upgrade systems to improve environmental performance.”

MET has one of the largest installed bases of wet FGD systems in the world. In addition to its two latest projects in North America, MET continues to have ongoing success in China where it has won numerous contracts to supply engineering, technology and equipment for wet FGD systems.

Marsulex, which is based in Toronto, Ontario, is a leading provider of industrial services, including environmental compliance solutions for air quality control, processing or handling of industrial by-products or waste streams, and is a producer and marketer of sulphur-based industrial chemicals. The Company’s services and products are provided to a broad base of industrial customers in a wide range of industries. Website:

www.marsulex.com

Information in this news release that is not current or historical factual information may constitute forward-looking information, including future-oriented financial information and financial outlooks, within the meaning of securities laws. This information is based on certain assumptions regarding expected growth, results of operations, performance, and business prospects and opportunities (collectively, the “Assumptions”). While the Company considers these Assumptions to be reasonable, based on information currently available, they may prove to be incorrect. Forward-looking information is subject to a number of risks, uncertainties and other factors that could cause actual results to differ *materially* from what the Company currently expects.

These risks, uncertainties and other factors include, but are not limited to: the Company's ability to renegotiate contracts; the impact of acquisitions and growth opportunities; the timing and market acceptance of future products; competition in the Company's markets; the Company's reliance on customers; fluctuations in currency and exchange rates; commodity prices or interest rates; the Company's ability to maintain good relations with its employees; changes in the law or regulations regarding the environment or other environmental liabilities; the Company's ability to integrate acquisitions; and the Company's ability to protect its intellectual property (collectively, the "Risks"). For more exhaustive information on these Risks you should refer to our Company's filings with the securities regulatory authorities, including the Company's most recently filed annual information form, which is available on SEDAR at www.sedar.com. To the extent any forward-looking information in this news release constitutes future-oriented financial information or financial outlooks, within the meaning of securities laws, such information is being provided to demonstrate the potential of the Company and readers are cautioned that this information may not be appropriate for any other purpose. Future-oriented financial information and financial outlooks, as with forward-looking information generally, are based on the Assumptions and subject to the Risks.

Actual results may differ materially from what the Company currently expects. Other than as required under securities laws, we do not undertake to update any forward-looking information at any particular time. The reader should not place undue importance on forward-looking information and should not rely upon this information as of any other date. All forward-looking information contained in this news release is expressly qualified in its entirety by this cautionary statement.

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