

Photon Control Reports Financial Results for Quarter ended June 30, 2008

Burnaby, B.C., August 21, 2008 ~ Photon Control Inc. ("Photon") (TSX-V: **PHO**), a leading developer of photonic sensors, released its unaudited financial results for Q208.

Revenue for the second quarter of 2008 was \$1.5 million compared with revenue of \$1.4 million for the first quarter of 2008, representing an increase of 11%. Gross Margin for Q208 was 38% compared to 37% for Q108. Cash in hand at June 30, 2008 was \$0.1 million and usage of the Company's bank line of credit was nil as of June 30, 2008.

The loss for the quarter ended June 30, 2008 was \$0.5 million (\$0.01 per share) as compared to the quarter ended March 31, 2008 of \$0.7 million (\$0.01 per share).

Michael Weston, Interim President, would like to thank the Photon management team and all the staff for their support and commitment on reallocation of resources to meet the challenges of the U.S. market and strengthening of the Canadian dollar. This will lead us toward a much stronger Q3 and Q4.

Photon's financial results and MD&A are available at www.sedar.com and will be posted on Photon's website.

Forward-Looking Statements: This news release contains forward looking statements, including statements regarding the business and anticipated financial performance of the Company, which involve risks and uncertainties. These risks and uncertainties may cause the Company's actual results to differ materially from those contemplated by the forward-looking statements. Factors that might cause or contribute to such differences include, among others, competitive pressures, competing technologies and the market acceptance of the Company's photonic-based products as a replacement to existing technologies and products. Readers are encouraged to consider the other risks and uncertainties discussed in and additional information contained in the Company's required financial statements and filings filed on SEDAR at www.sedar.com.

About Photon Control Inc. www.photon-control.com

Photon Control Inc. develops and manufactures opto-electronic products for measurement and control. All Photon's products have competitive advantages in both performance and cost. Markets for Photon's products include semiconductor capital equipment, oil and gas, power industry, life sciences and research.

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