



FOR IMMEDIATE RELEASE

June 28, 2006

IPEC Holdings Inc. Announces Proposal to Adjust to its Equity Structure through Reverse and Forward Stock Splits

NEW CASTLE, PA, June 28, 2006. IPEC Holdings Inc. (“IPEC” or the “Company”) [(PINK SHEETS: IPEC)] today announced that the Company intends to implement a reverse stock split of its common stock at a ratio of 1,000,000-to-1, to be followed immediately by a 1-to-1,000,000 forward stock split of its common stock (the “Transaction”). As a result of the reverse stock split, any block of 1,000,000 shares of the Company’s common stock held by a shareholder will be converted into one new whole share of common stock. No fractional shares will be issued in connection with the reverse stock split. In lieu of receiving fractional shares, shareholders who hold fewer than 1,000,000 shares of common stock will be entitled to receive \$2.90, without interest, for each pre-split share. Each “new” whole post-split share existing after the reverse stock split will then become the equivalent of 1,000,000 shares following the forward stock split.

As a result of the Transaction, the Company expects that the number of shares of its common stock issued and outstanding will be reduced to approximately 8,000,000 shares.

The Transaction is part of a plan to provide liquidity to the Company’s outside shareholders following the deregistration of the Company’s securities and termination of its reporting obligations under the Securities Exchange Act of 1934, as amended, in November 2005.

If approved by the Company’s shareholders at the special meeting of shareholders scheduled for July 14, 2006, the Company anticipates that the Transaction will be effected on July 17, 2006. The Company expects that a notice of special meeting, together with an information statement describing the Transaction, will be mailed to its shareholders beginning today. Interwest Transfer Company, Inc. has been retained by the Company to manage the exchange of stock certificates and payment of fractional shares.

IN CONNECTION WITH THE COMPANY’S SPECIAL MEETING OF THE SHAREHOLDERS AND THE PROPOSED TRANSACTION, SHAREHOLDERS ARE URGED TO READ THE INFORMATION STATEMENT WHEN IT BECOMES AVAILABLE BECAUSE IT WILL CONTAIN IMPORTANT INFORMATION ABOUT THE COMPANY AND THE PROPOSED TRANSACTION.

ABOUT IPEC HOLDINGS INC.:

IPEC Holdings, Inc. manufactures and sells tamper evident plastic closures through its wholly-owned operating subsidiary, International Plastics and Equipment Corp. These closures are predominantly used in the bottling of non-carbonated beverages including bottled water, milk and fruit and sports drinks. The Company also designs and manufactures equipment for the bottling industry. IPEC's customer base primarily consists of dairy and bottled water manufacturers both domestically and internationally. The Company's two principal manufacturing facilities are located in Pennsylvania and Alabama.

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FORWARD LOOKING STATEMENTS:

This press release contains forward-looking statements, including statements regarding, among other items, (i) anticipated shareholder approval for the proposed Transaction, (ii) consummation of the Transaction, and (iii) the impact and effects of the Transaction. Forward-looking statements are typically identified by the words "expect," "propose," "intend," "anticipate," "will" and similar expressions. These forward-looking statements involve known and unknown risks, uncertainties and other factors, many of which are beyond IPEC's control. Actual results could differ materially from those contemplated by these forward-looking statements. In light of such risks and uncertainties, there can be no assurance that the results and events contemplated by the forward-looking information contained in this press release will in fact transpire. IPEC assumes no obligation to publicly update or revise any forward-looking statements.