



NEWS RELEASE
QUESTOR TECHNOLOGY INC.
ANNOUNCES SECOND QUARTER 2009 FINANCIAL RESULTS

Calgary, Alberta (August 27, 2009) – Questor Technology Inc. (“Questor” or the “Company”) (TSX-V: QST) announced today its financial and operating results for the three-month and six-month periods ended June 30, 2009. The Company reported net income of \$21,031 (\$0.001 per basic share) for the second quarter of 2009 and net income of \$103,720 (\$0.004 per basic share) for the six months ended June 30, 2009 compared to a net loss of \$169,877 (\$0.007 per basic share) for the second quarter of 2008 and a net loss of \$234,925 (\$0.01 per basic share) for the six months ended June 30, 2008.

Financial Results Summary

(\$ unless otherwise noted)

For the	Three months ended June 30		Six months ended June 30	
	2009	2008	2009	2008
Total revenue	1,228,584	387,164	2,391,780	1,013,257
Gross margin ⁽¹⁾	369,863	(27,278)	813,838	75,876
EBITDA ⁽¹⁾	94,532	(161,590)	249,691	(185,739)
Net income (loss)	21,031	(169,877)	103,720	(234,925)
Funds generated from (used in) operations ⁽¹⁾	101,807	(265,718)	265,761	(253,706)
Total assets	6,434,159	5,703,009	6,434,159	5,703,009
Long-term liabilities	44,596	31,934	44,596	31,934
Shares outstanding <i>(thousands)</i> ⁽²⁾				
Basic	24,007	23,795	24,007	23,795
Diluted	24,710	23,795	24,710	23,795
Net income (loss) per share – Basic and diluted	\$ 0.001	\$ (0.007)	\$ 0.004	\$ (0.010)

⁽¹⁾ Non-GAAP financial measure. Please see discussion in the Non-GAAP Financial Measures section of the Company’s Management’s Discussion and Analysis for the three and six months ended June 30, 2009.

⁽²⁾ Weighted average.



“We are pleased with our profitability during the first six months of 2009, a period of considerable economic uncertainty. Compared to the first half of 2008, Questor’s total revenue increased \$1.4 million, or 136%. We remain focused on managing the business and maintaining this momentum during the continued low natural gas price environment,” said Audrey Mascarenhas, President and Chief Executive Officer. “But the second half of the year will not be without its challenges. We are observing a general delay in purchasing decisions as our clients continue to cope with the current economic environment. And because Questor’s activities are positively correlated to the oil and gas industry’s prospects, an extended period of lower commodity prices and capital spending may impact Questor’s results in the short term.”

Ms. Mascarenhas added, “To mitigate the effects of economic uncertainty, Questor continues to develop new air quality solutions compatible with existing technology and alternate markets for application of the technology. One of Questor’s strengths is its ability to design products for specific operational needs of its clients. Due to changing and more stringent legislation in the United States, Questor recognizes that there is a growing market for the efficient combustion of waste gases characterized by low flow and lower heat content. For these situations in the United States and elsewhere, Questor has recently developed a scaled-down version of its successful, larger incinerators and has developed a new incinerator that will, through design and fabrication efficiencies, perform to meet and exceed new regulatory standards while remaining cost competitive. Questor also continues to pursue its research of the recovery of excess heat to be made available to facility processes. We expect to be at the testing stage later this year and the first commercially available unit would be introduced following completion of this phase.

“Given the global attitude evolving towards the effect of climate change and the corresponding shift in corporate responsibility for sustainable development, we remain optimistic about Questor’s future,” concluded Ms. Mascarenhas.

The Company continues to build brand awareness and recognition for its expertise in matters relating to air quality as demonstrated by its invitation to present at several conferences worldwide. Ms. Mascarenhas has committed to participate at the following events in the coming months:

- Global Gas Flaring: A Burning Concern Summit in New Delhi, India on Friday, September 18, 2009 at 2:30 p.m. (IST) on the topic of “Curbing Climate Change: A Simple and Sustainable Solution” during the “Emerging Gas Utilization Technologies: Possibilities and Barriers” portion of the international Summit;
- 2009 Northeast BC Energy Conference in Dawson Creek, British Columbia, Canada on Thursday, September 24, 2009 at noon (PDT) on the topic of “Waste Gas Combustion: Economic, Efficient and Effective”;
- Acid Gas Injection Symposium in Calgary, Alberta, Canada on Monday, October 5, 2009 at 1:00 p.m. (MDT) on the topic of “Acid Gas: When to Inject and When to Incinerate”; and
- Managing Total Emissions Conference in Calgary, Alberta, Canada on Thursday, November 19, 2009 at 2:30 p.m. (MST) on the topic of “Best Practices for the Combustion and Conservation of Solution and Waste Gas”.

A copy of each presentation will be made available on the Company’s website.

Questor’s second quarter 2009 financial statements and notes thereto and Management’s Discussion and Analysis for the three months and six months ended June 30, 2009 will be available shortly on the Company’s website at www.questortech.com and through SEDAR at www.sedar.com.

ABOUT QUESTOR TECHNOLOGY INC.

Questor is an international environmental oil field service company founded in late 1994 and headquartered in Calgary, Alberta, Canada with a field office located in Grande Prairie, Alberta, Canada. The Company is focused on clean air technologies with activities in Canada, the United States, Europe and Asia. Questor designs and manufactures high efficiency waste gas incinerators for sale or for use on a rental basis and also provides combustion-related field services. The Company's proprietary incinerator technology destroys noxious or toxic hydrocarbon gases which ensures regulatory compliance, environmental protection, public confidence and reduced operating costs for clients. Questor is recognized for its particular expertise in the combustion of sour gas (H₂S). While the Company's current client base is primarily in the oil and gas industry, this technology is applicable to other industries such as landfills, water and sewage treatment, tire recycling and agriculture.

Questor trades on the TSX Venture Exchange under the symbol "QST".

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Certain information in this news release constitutes forward-looking statements. When used in this news release, the words "may", "would", "could", "will", "intend", "plan", "anticipate", "believe", "seek", "propose", "estimate", "expect", and similar expressions, as they relate to the Company, are intended to identify forward-looking statements. In particular, this news release contains forward-looking statements with respect to, among other things, business objectives, expected growth, results of operations, performance, business projects and opportunities and financial results. These statements involve known and unknown risks, uncertainties and other factors that may cause actual results or events to differ materially from those anticipated in such forward-looking statements. Such statements reflect the Company's current views with respect to future events based on certain material factors and assumptions and are subject to certain risks and uncertainties, including without limitation, changes in market, competition, governmental or regulatory developments, general economic conditions and other factors set out in the Company's public disclosure documents. Many factors could cause the Company's actual results, performance or achievements to vary from those described in this news release, including without limitation those listed above. These factors should not be construed as exhaustive. Should one or more of these risks or uncertainties materialize, or should assumptions underlying forward-looking statements prove incorrect, actual results may vary materially from those described in this news release and such forward-looking statements included in, or incorporated by reference in this news release, should not be unduly relied upon. Such statements speak only as of the date of this news release. The Company does not intend, and does not assume any obligation, to update these forward-looking statements. The forward-looking statements contained in this news release are expressly qualified by this cautionary statement.

Neither TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.

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QUESTOR TECHNOLOGY INC.
BALANCE SHEETS
(unaudited)

As at	June 30 2009	December 31 2008
ASSETS		
Current assets		
Cash and cash equivalents	\$ 3,107,827	\$ 3,259,037
Accounts receivable	1,578,137	1,761,597
Income and other taxes receivable	29,973	6,226
Inventory	400,796	384,914
Prepaid expenses and deposits	41,861	80,340
Deferred expenses	31,045	29,160
	5,189,639	5,521,274
Property and equipment	1,214,339	1,176,529
Intangibles	30,181	44,680
Deferred expenses	-	30,575
	\$ 6,434,159	\$ 6,773,058
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities		
Accounts payable and accrued liabilities	\$ 397,903	\$ 667,792
Current portion of long-term debt	27,886	37,498
Income and other taxes payable	8,346	285,795
Deferred revenue and deposits	218,729	146,707
Future income tax liability	-	9,281
	652,864	1,147,073
Long-term debt	5,077	15,232
Other long-term liabilities	-	30,575
Future income tax liability	39,519	26,710
	697,460	1,219,590
Shareholders' equity		
Share capital	5,265,736	5,265,736
Contributed surplus	363,063	283,552
Retained earnings	107,900	4,180
	5,736,699	5,553,468
	\$ 6,434,159	\$ 6,773,058

QUESTOR TECHNOLOGY INC.
STATEMENTS OF INCOME, COMPREHENSIVE INCOME
AND RETAINED EARNINGS (DEFICIT)
(unaudited)

For the	Three months ended June 30		Six months ended June 30	
	2009	2008	2009	2008
Revenue				
Incinerator sales and services	\$ 932,382	\$ 16,727	\$ 1,504,974	\$ 294,364
Incinerator rentals and services	132,024	108,970	571,294	353,384
Combustion services	115,169	71,658	261,175	158,110
	1,179,575	197,355	2,337,443	805,858
Less: Direct costs	809,712	224,633	1,523,605	729,982
	369,863	(27,278)	813,838	75,876
Other revenue	49,009	189,809	54,337	207,399
Expenses				
General and administrative	333,592	320,642	698,219	626,936
Foreign exchange loss (gain)	20,980	31,619	(21,359)	(100,894)
Depreciation and amortization	10,369	10,237	20,626	19,933
	364,941	362,498	697,486	545,975
Income (loss) before interest expense and income tax expense	53,931	(199,967)	170,689	(262,700)
Interest expense				
Short-term debt	-	4,176	322	4,497
Long-term debt	504	504	1,008	1,008
Income (loss) before income tax expense	53,427	(204,647)	169,359	(268,205)
Income tax expense				
Current income tax	33,532	37,711	62,111	37,711
Future income tax (recovery)	(1,136)	(72,481)	3,528	(70,991)
Net income (loss) and comprehensive income (loss)	21,031	(169,877)	103,720	(234,925)
Retained earnings (deficit), beginning of period	86,869	(688,924)	4,180	(623,876)
Retained earnings (deficit), end of period	\$ 107,900	\$ (858,801)	\$ 107,900	\$ (858,801)
Net income (loss) per share				
Basic and diluted	\$ 0.001	\$ (0.007)	\$ 0.004	\$ (0.010)
Weighted average number of shares outstanding				
Basic	24,007,370	23,794,870	24,007,370	23,794,870
Diluted	24,709,526	23,794,870	24,553,537	23,794,870

QUESTOR TECHNOLOGY INC.
STATEMENTS OF CASH FLOWS
(unaudited)

For the	Three months ended June 30		Six months ended June 30	
	2009	2008	2009	2008
Operating activities				
Net income	\$ 21,031	\$ (169,877)	\$ 103,720	\$ (234,925)
Items not involving cash:				
Depreciation and amortization	40,601	38,377	79,002	76,961
Future income taxes	(1,136)	(72,481)	3,528	(70,991)
Share-based compensation	41,311	37,531	79,511	74,517
Gain on disposition of assets	-	(99,268)	-	(99,268)
	101,807	(265,718)	265,761	(253,706)
Net change in non-cash working capital	(154,887)	(516,327)	(296,382)	(249,371)
Foreign exchange loss (gain) on cash	47,694	34,451	30,149	(82,772)
	(5,386)	(747,594)	(472)	(585,849)
Investing activities				
Additions of property and equipment	(30,303)	(10,033)	(100,823)	(30,435)
Dispositions of property and equipment	-	139,733	-	139,733
Decrease to development costs	-	9,373	-	-
	(30,303)	139,073	(100,823)	109,298
Financing activities				
Increase to short-term debt	-	296,710	-	219,559
Repayment of long-term debt	(9,883)	(15,067)	(19,766)	(32,251)
	(9,883)	281,643	(19,766)	187,308
Effect of exchange rates on cash	(47,694)	(34,451)	(30,149)	82,772
Decrease in cash and cash equivalents	(93,266)	(361,329)	(151,210)	(206,471)
Cash and cash equivalents, beginning of period	3,201,093	2,908,855	3,259,037	2,753,997
Cash and cash equivalents, end of period	\$ 3,107,827	\$ 2,547,526	\$ 3,107,827	\$ 2,547,526