



AVALANCHE RESOURCES ANNOUNCES LATEST FUNDING/NEW MANUFACTURING SUBSIDIARY

HOUSTON, TX – March 12, 2007 – Avalanche Resources, Ltd. has agreed to provide start-up financing totaling up to \$2.5 million for ZEQ Manufacturing, LLC, (“ZEQ”) a new manufacturer of recycled composite products.

ZEQ will begin operations in Indianapolis, IN in June 2007 with an initial product range supporting the transportation industry. Two manufacturing lines will be installed and begin operations at that time. ZEQ will build a third manufacturing line in Fall 2007 and add new products for OEM and furniture manufacturers. Business plans call for increased capacity for both of these product lines of business and the addition of new residential building products in 2008.

Management of the new company includes Mr. Kevin C. Maddox, CEO, and Mr. Scott K. House, COO. Mr. Maddox is also CEO of Avalanche Management Corporation, parent of Avalanche Resources, Ltd., the venture capital arm of Avalanche companies. He will oversee all strategic and financial activities of ZEQ. Mr. House has over 20 years of experience in plastics products manufacturing. He brings a team of experienced operating and marketing personnel for the industry.

“We’re very excited about our most recent venture,” stated Mr. Maddox. “Our goal at Avalanche Resources is to provide resource in the way of not only capital, but also in the way of expertise and hard work. We enjoy working beside the management team to create results.”

Avalanche Resources further agreed to an equity position of 55% in the LLC. Mr. House is majority owner of ZEQ Manufacturing Company, LLC, the group taking the other 45% equity position in ZEQ Manufacturing, LLC.

About Avalanche Resources

Based in Houston, Texas, Avalanche Resources is a venture capital company that provides capital for growing organizations across North America. The company provides funding and advisory services to entrepreneurial organizations that demonstrate vision and passion in their business endeavors and illustrate a clear competitive advantage in their marketplace. Visit the company’s website at www.avalancheresources.com.

Safe Harbor Statement: The Private Securities Litigation Reform Act of 1995 provides a safe harbor for forward-looking information made on the Company's behalf. All statements, other than statements of historical facts which address the Company's expectations of sources of capital or which express the Company's expectation for the future with respect to financial performance or operating strategies, can be identified as forward-looking statements. Such statements made by the Company are based on knowledge of the environment in which it operates, but because of the factors previously listed, as well as other factors beyond the control of the Company, actual results may differ materially from the expectations expressed in the forward-looking statements.

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