

Press Release

GINGER BEEF CORPORATION Reports Third Quarter Activities and Developments

December 1, 2005

Ginger Beef Corporation (the "Corporation") (TSX Venture – "GB") is pleased to report to you the activities of the Company for the third quarter ending September 30, 2005.

Financial Highlights

- Ginger Beef Corporation generated revenues of \$1,827,417 for this quarter compared to \$1,338,310 for the same period in 2004 for an increase of 36.5%. In comparison to the third quarter of 2003 in which wholesale revenues were \$1,044,656, sales increased 75% over this two-year period.
- Gross margins were \$291,572 or 16% for this quarter compared to the \$377,823 or 28.2% for the same period in 2004.
- Total expenses decreased to \$243,001 for this quarter compared to \$284,591 for the same period in 2004 for a 14.6% improvement.
- Earnings before income tax were \$63,818 for this quarter compared to \$105,407 in the third quarter of 2004. As a result, net earnings for the period were \$33,818 compared to \$105,407 for the same period in 2004.
- Basic and fully diluted earnings per share for the period was \$0.002 per share.

Third Quarter Activities and Development

The Corporation had another strong quarter of growth as it continues to expand its business across Canada. Revenues for this quarter grew 36.5% over the same period in 2004. With various business opportunities still ahead, the company expects to continue growing organically quarter over quarter for the remainder of 2005 and into the new year.

Like most food processors in this quarter, the Corporation faced volatile market conditions beyond its control. Raw material shortages caused by Hurricane Katrina, the avian flu, and meat plant strikes increased raw material costs dramatically such as energy, transportation, meat, plastics, and paper. In conjunction, labour costs were also affected by the recent increase in the minimum wage in Alberta. As a result, gross margins dipped to 16% compared to 28% in the same period last year. However, compared to the gross margin of 18.3% for first nine months for this year, the gross margin for this quarter decreased only 2.3% from this median.

Despite these tough market conditions and in light of higher revenues, management continued to control expenses by reducing expenses from \$284,591 in the third quarter of 2004 to \$243,001 for this quarter for a 14.6% improvement.

Net earnings for the quarter was \$33,818 compared to \$105,407 for the same period in 2004. However, for the first nine month period ended September 30, 2005, net earnings was \$128,694 compared to \$63,912 for the same period in 2004 for a 101% increase. “This quarter was an abnormality as raw materials and labour costs increased astronomically beyond our control. Once these market conditions stabilize and return to normal levels, we anticipate everything will settle back to the positive things that we were consistently doing. To offset these higher costs, we have increased prices to our customers and purchased more machinery to reduce labour costs in the long run. As long as we continue to improve on the things that we can control, everything will fall into place.”, says Stanley Leung, President and CEO.

In addition, the company has started shipping out their ready-to-eat entrees with a new look. The company anticipates that the new labels featuring an attractive product picture on a bright colourful background will help capture new consumers and increase sales. To further grow their revenues in the upcoming quarters, the company is currently developing a new product line to capitalize on the popularity and demand for more ethnic foods in the retail market. The Corporation plans to introduce this new product line in the first quarter of 2006.

All Ginger Beef products follow the highest quality and safety standards established by the Canadian Food Inspection Agency and use only meat inspected by this Agency.

About Ginger Beef Corporation

Ginger Beef Corporation is a food company based in Calgary, Alberta. It is a public company listed on the TSX Venture Exchange. Through two wholly owned subsidiaries, Ginger Beef Express Ltd. and Ginger Beef Choice Ltd., Ginger Beef franchises a number of take out/delivery service restaurants in Alberta and produces a number of frozen or ready to serve deli Chinese food products. The Corporation’s manufacturing facility is certified and licensed by the Canadian Food Inspection Agency as a federally regulated plant and therefore, all products manufactured can be shipped to all provinces and territories in Canada.

This press release contains forward-looking statements that involve risks, which may cause actual results to differ materially from the statements made, and accordingly may be deemed to be forward-looking statements made pursuant to the safe harbor provisions of the Private Securities Litigation Reform Act of 1995. The forward-looking statements are made as of the date hereof, and the Corporation disclaims any intention and has no obligation or responsibility to update or revise any forward-looking statements, whether as a result of new information, future events, or otherwise.

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