

Phosphate Holdings, Inc.

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For Immediate Release

News Release

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Phosphate Holdings, Inc. and Mississippi Phosphates Corporation announce that the Holders of MPC Statutory Trust have approved the dissolution of the Trust and distribution of shares of Phosphate Holdings common stock.

Madison, Miss. (June 22, 2007) Phosphate Holdings, Inc. and Mississippi Phosphates Corporation announced today that the unit holders of MPC Statutory Trust approved the dissolution of the Trust on Wednesday, June 20, 2007 by a vote of 1,301,500 units in favor of the dissolution, none opposed and 224 units abstaining. MPC Statutory Trust was the sole shareholder of Phosphate Holdings, the parent company of Mississippi Phosphates. As a result of the dissolution, each unit holder of MPC Statutory Trust will receive its proportionate interest in 7,564,290 shares of Phosphate Holdings common stock. The Trust plans to distribute the shares of Phosphate Holdings common stock to the various Trust unit holders next week.

Robert Jones, President of Phosphate Holdings and Chief Executive Officer of Mississippi Phosphates, stated that, "The Board of Directors of Phosphate Holdings felt that the Delaware statutory trust structure was confusing and cumbersome to potential investors. We believe that the decision to dissolve the Trust is in the best interests of the Trust unit holders, and we are pleased that the Trust unit holders agreed."

Phosphate Holdings, Inc. is a Delaware corporation and the sole stockholder of Mississippi Phosphates Corporation. Mississippi Phosphates Corporation is a Delaware corporation with its executive headquarters in Madison, Mississippi. Mississippi Phosphates Corporation owns and operates manufacturing facilities in Pascagoula, Mississippi, which produce diammonium phosphate, the most common form of phosphate fertilizer that is used as a source of phosphate on all major row crops.

This release contains "forward-looking statements" within the meaning of the federal securities law, which are intended to qualify for the safe harbour from liability provided thereunder. All forward looking statements are subject to numerous risks and uncertainties that could cause actual results to differ materially from those expressed or implied in the forward-looking statements. Neither Phosphate Holdings, Inc., Mississippi Phosphates Corporation, or MPC Statutory Trust undertake any obligation to update any forward-looking statement, whether as a result of new information, future events or otherwise.

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