

**FOR IMMEDIATE RELEASE      TSX Venture Exchange symbol: FOX**

**FOX-TEK Opens Russian Market with Sale to Gazprom Subsidiary**

*Certification Received; Project Starts immediately; FOX-TEK Exhibiting at Major Exhibition*

TORONTO, Ontario (June 20, 2007) – Fiber Optic Systems Technology, Inc. (“FOX-TEK”), (TSX-V: FOX), a developer and manufacturer of patented non-intrusive sensing systems, today announced opening of activities in Russia. Highlights:

- FOX-TEK’s FT Systems are now certified for general use in Russia.
- The first sale in Russia of FOX-TEK products is valued at more than CAD \$321,911. FOX-TEK is supplying monitors, sensors, support analysis services, and training for JSC Krasnodargazstroy (KGS) for installation immediately at six locations on the Pochinki – Izobilnoye Pipeline, in Southern Russia near the city of Volgograd.
- FOX-TEK has agreed to co-exhibit at Russia’s largest oil and gas show, the “Moscow International Oil & Gas Conference & Exhibition” on June 26-29.

Dr. Essam Zaghoul, FOX-TEK’s president and CEO commented, “KGS is an industry leader and we are very impressed with their capabilities. They have over 6,000 staff and offices in five cities across Russia. KGS is a subsidiary of OAO Gazprom, and we believe that will facilitate introduction of our systems. We are very excited about our expansion into the Russian market.”

Mr. Victor Andreev, General Director of KGS stated “FOX-TEK has been consistently professional in helping us understand how their advanced non-intrusive systems can support our business objectives. We now understand the strong benefits of the FT System for monitoring bending or other pipeline shape distortions, compared to other techniques.”

**About FOX-TEK:**

Fiber Optic Systems Technology, Inc. "FOX-TEK" develops non-intrusive asset health monitoring sensor systems for the oil and gas market to help operators track the thinning of pipelines and refinery vessels due to corrosion/erosion, strain due to bending/buckling, and process pressure and temperature. FOX-TEK's FT fiber optic sensor and Pinpoint systems allow cost-effective, 24/7 remote monitoring capabilities to improve scheduled maintenance operations, avoid unnecessary shutdowns, and prevent accidents and leaks.

FOX-TEK has offices in Toronto, ON, Calgary, AB, Houston, TX, and Al-Khobar, Saudi Arabia. FOX-TEK is traded on the TSX Venture Exchange under the symbol “FOX”. For more information, visit [www.fox-tek.com](http://www.fox-tek.com).

**About JSC Krasnodargazstroy (KGS):**

KGS is one of Russia’s leading pipeline construction and repair companies. The company is a subsidiary of OAO Gazprom, the world’s largest gas company. JSC Krasnodargazstroy has five

offices across Russia with approximately 6,000 engineering, construction, and sales staff. The company has international quality certification in all areas of construction and repairs and has built or repaired major gas and oil pipelines in Russia, Algeria, Iran, Iraq, Libya, Nigeria, Finland, and Cuba. For general information visit <http://gazstroy.com/eng/>

*This press release contains forward-looking statements based on assumptions, uncertainties and management's best estimates of future events. Actual results may differ materially from those currently anticipated. Investors are cautioned that such forward-looking statements involve risks and uncertainties. Important factors that could cause actual results to differ materially from those expressed or implied by such forward-looking statements are detailed from time to time in FOX-TEK's periodic reports filed with the Ontario Securities Commission and other regulatory authorities. FOX-TEK has no intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.*

The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this press release.

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