

**FOR IMMEDIATE RELEASE**

**TSX Venture Exchange symbol: FOX**

## **FOX-TEK ANNOUNCES FIRST QUARTER RESULTS**

**TORONTO, Ontario, (May 30, 2008)** -- Fiber Optic Systems Technology, Inc. ("FOX-TEK" or "the Company"), (TSX-V: FOX), a developer of patented non-intrusive sensing systems, today announced financial and operating results for the period ended March 31, 2008. The quarterly statements have been filed on SEDAR ([www.sedar.com](http://www.sedar.com)). All amounts are expressed in Canadian dollars unless otherwise noted.

### **Q1 2008 Developments**

Among the financial results for the period ended March 31, 2008, FOX-TEK reported revenue of \$85,000 compared to \$20,000 in 2007 representing the installation of two monitoring units versus six slope inclinometers in the previous year. The net loss for the first quarter was \$1,487,000 or \$0.04 per share, compared to a net loss of \$1,331,000, or \$0.04 per share in 2007. The comparable loss reflects the Company's continued expenses as it builds the sales, marketing and operational teams working toward successful product roll out and commercialization.

During the quarter, the Company completed a non-brokered private placement (the "Offering"). The Offering resulted in gross proceeds to the Company of \$3,124,200 on the issuance of 10,414,000 units at a price of \$0.30 per unit. Each unit consists of one common share and one-half of one warrant. Each whole warrant entitles the holder to acquire one common share of the Company at any time within twenty-four (24) months from the closing date of the private placement at a price of \$0.50 per common share.

FOX-TEK also eliminated eight full time positions from its cost structure in order to reduce overhead costs. These positions were not essential to the current operation of the company at these production levels. "These positions will eventually be re-hired, once the large number of quotes that have been issued turn into bona fide purchase orders. In the meantime, it was prudent to stop incurring the costs associated with these staff members" said Dr. Zaghoul.

### **About FOX-TEK:**

Fiber Optic Systems Technology, Inc. "FOX-TEK" develops patented 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).

*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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