

FOR IMMEDIATE RELEASE

TSX Venture Exchange symbol: FOX

Partnership with Influential Zamil Group Expands FOX-TEK's Saudi Arabian Footprint

Key Distributor Agreement Targets Saudi Arabia and Gulf Region with In-Demand Corrosion Monitoring Technology for Oil and Gas Industry

TORONTO, Ontario (March 14, 2007) – Fiber Optic Systems Technology, Inc. ("FOX-TEK"), (TSX-V: FOX), a developer of patented non-intrusive sensing systems, today announced that it has entered into a Distributor Agreement with Zamil Group, a Saudi Arabian-based provider of industrial, commercial and consumer solutions and services. This agreement signifies the beginning of a powerful alliance to provide Saudi-based Oil and Gas and Petrochemical companies with FOX-TEK's novel new approach to monitoring corrosion. FOX-TEK plans to increase the availability of its product and service offerings within the area, with Zamil Group playing the role of marketing, sales, engineering and support services in the Kingdom of Saudi Arabia. A key technical expert from FOX-TEK will be stationed in Saudi Arabia to service the region, assist in the rollout and provide technical expertise.

"We have conducted our due diligence on FOX-TEK's sensing technology and are confident in its ability to significantly impact cost savings for our clients," said Mr. Khalid Al-Zamil, Director of the Board of Zamil Group. "FOX-TEK's ability to monitor pipeline and vessel wall thickness, pitting caused by corrosion and bending of pipelines should prove to be an invaluable asset to clients who understand the importance of maintaining pipeline integrity and see the value in lowering the total cost of ownership."

"This agreement with Zamil Group marks the beginning of our association with another well-respected and highly influential player in the Saudi Arabian market, underscoring the strength of our growing network and the demand for our solutions," said Dr. Essam Zaghoul, FOX-TEK's President and CEO. "Having personally known the Zamil family for more than 15 years, I am confident of our combined synergies and in the Zamil Group's ability to efficiently roll out our systems in Saudi Arabia and the Gulf region, while maintaining the quality service and support required by our joint customers."

About Zamil Group

Zamil Group Holding Company is a family controlled global investment company with diverse industrial, petrochemical, commercial and consumer interests worldwide.

Zamil Group, through a vast network of manufacturing facilities in over 55 countries offers high quality, innovative, competitive products and solutions, as well as investment opportunities to stakeholders through more than 60 businesses worldwide. The group employs over 10,000 people in more than 80 countries. For more information, visit www.zamil.com.

About Fiber Optic Systems Technology

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, and Houston, TX. FOX-TEK is traded on the TSX Venture Exchange under the symbol "FOX". For more information, visit 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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