

FOX-TEK GRANTS OPTIONS TO NON-MANAGEMENT DIRECTORS

TORONTO, Ont. (June 28, 2006) – Fiber Optic Systems Technology, Inc., (the “Company” or “FOX-TEK”), a developer of patented fiber optic sensing products, today announced that, effective June 27, 2006, it has granted 55,000 options to each non-management member of the Board of Directors: J. Douglas Young, David J. Horsley and Julian L. Doyle. The exercise price of the options is \$3.89 (the FOX closing price as of June 27, 2006). The options will vest in equal quarterly installments over the next 18 months.

About Fiber Optic Systems Technology

Established in 2000, FOX-TEK has developed patented fiber optic sensing products that deliver a cost-effective solution for companies to continually monitor their critical infrastructure. The company’s primary market is the global oil and gas industry, for the monitoring of pipelines and refineries. In addition to its monitoring systems, FOX-TEK delivers a full range of professional services to its customers, including engineering design services, training, supervision of on-site installation and turnkey fiber optic sensing systems. FOX-TEK is headquartered in Toronto, Ontario and is traded on the TSX Venture Exchange under the symbol “FOX”.

This press release contains forward-looking statements based on assumptions, uncertainties, and managements’ 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.

FOR ADDITIONAL INFORMATION PLEASE CONTACT:

Gary Jolly
President & Chief Executive Officer
E-mail: gjolly@fox-tek.com
Tel: 416-665-2288

Web Site: www.fox-tek.com

Andreas Curkovic
Investor Relations
The Equicom Group
E-mail: acurkovic@equicomgroup.com
Tel: 416-815-0700 x262