



## **Tactex Reports 2007 Q2 Results**

Victoria, BC, August 17, 2007

Tactex Controls Inc, manufacturer of innovative tactile sensors, reports its fourth consecutive quarter-over-quarter increase in sales revenue with the period ended June 30, 2007. Sales for the quarter were \$250,242 compared to \$187,148 in first quarter 2007 and \$25,298 in second quarter 2006.

The company saw increases in the sale of both product and engineering services. President and CEO David Lokhorst says, "In second quarter, we saw increasing demand for our line of elder-care sensors with repeat orders from many of our core bed sensor customers and an order for delivery to a new European location." Tactex BEDsensors™ are used for dementia care, wandering management, and fall prevention. The line is sold directly into the long-term care market and offered as a component for OEM patient monitoring systems.

"A significant contribution to second quarter revenue was the funded development of a niche-market electronic device that we announced in April," continued Lokhorst. Commercial deliveries for the device have started and products are now being sold to end users. Tactex expects to continue the production run through the quarter ending September 30 and into fourth quarter 2007.

In addition, the company had a foreign exchange gain on the bond payable resulting from the Japanese Yen decreasing in value against the Canadian dollar.



**STATEMENT OF OPERATIONS AND DEFICIT  
FOR THE THREE MONTH PERIOD ENDED JUNE 30, 2007**

(Excerpt from unaudited financial statements – see interim financial statements for full details)

	Three month period ended <u>June 30, 2007</u>	Three month period ended <u>June 30, 2006</u>
<b>SALES</b>	250,242	25,298
<b>COST OF GOODS SOLD</b>	61,779	46,651
<b>GROSS MARGIN</b>	188,463	(21,353)
<b>OTHER INCOME:</b>		
Grants and tax credits	11,777	27,040
Interest and other income	16,558	12,170
	28,335	39,210
<b>EXPENSES:</b>		
Marketing	95,641	107,211
Research and Development	100,107	106,132
Administration	(1,890)	162,475
Interest – long term debt	11,324	12,833
Amortization – property, plant and equipment	16,467	11,808
	221,649	400,459
<b>NET INCOME (LOSS) FOR THE PERIOD</b>	(4,851)	(382,602)
<b>DEFICIT – Beginning of period</b>	(4,052,424)	(3,095,754)
<b>DEFICIT – End of period</b>	(4,057,275)	(3,478,356)
<b>Earnings (loss) per share – basic and diluted</b>	(0.00)	(0.02)

**About Tactex**

Tactex develops and manufactures sensors based on a patented technology called Kinotex®. Tactex provides off-the-shelf and custom sensor solutions for consumer, medical, and industrial applications, as well as product development services to help clients realize their concepts. Tactex is publicly traded on the TSX Venture Exchange (TSX-V:TTX).

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