

TSX Venture: CTS

For Immediate Release

CANTRONIC Reports Strong First Quarter Revenue and Net Earnings

July 3, 2007 – Vancouver, BC -- Cantronic Systems Inc. (“Cantronic” or the “Company”) (TSX Venture: CTS) is pleased to announce for the first quarter, revenues of \$1,776,278 and earnings of \$107,573 compared to revenues of \$463,008 and losses of \$245,645 in the prior year first quarter, which resulted in 284% revenue growth and positive earnings for the first quarter ended April 30, 2007.

These earnings are due to higher sales and stronger gross margins. The earnings per share during the quarter ended April 30, 2007 was \$0.002 compared with a loss per share of \$0.004 in the prior year first quarter.

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About Cantronic Systems Inc.

Cantronic is a leader in infrared night vision technology, specializing in passive and active Infrared cameras, infrared illuminators, low light infrared sensitive CCD cameras and long-range night vision surveillance systems for demanding homeland security applications. Cantronic serves a rapidly expanding worldwide base of military, government, commercial and residential customers. Cantronic has also been approved by Health Canada as a Medical Device manufacturer and is working on using imaging as a diagnostic tool for breast cancer screening. In addition, Cantronic’s Fever Scan M3000 is currently being used in several airports around the world for detection of fever-borne illness such as SARS and the Avian Flu. Cantronic’s technology has been widely featured by national and local media.

Cantronic, through its US subsidiary QWIP Technologies, Inc. (“QWIPTECH”), holds a worldwide exclusive license from the California Institute of Technology (“Caltech”) to produce and sell infrared detectors and sensors based on Caltech’s Quantum Well Infrared Photodetector technology. This technology, developed by the renowned NASA Jet Propulsion Laboratory in Pasadena, California, has many applications in defense as well as in the field of security and surveillance. The technology was inducted into the NASA Space Technology Hall of Fame in April of 2001. QWIPTECH is currently developing an aerial land mine detection system for the US Army Research Laboratory. It has also been contracted by SELEX (formerly BAE Systems), a world-renowned leader in infrared systems, to supply infrared detectors for their Sigma Hunter large format infrared camera.

Cantronic is a Tier 1 issuer on the TSXV trading under the symbol CTS. For further information about Cantronic and QWIPTECH, please visit our websites at www.cantronics.com and www.qwip.com.

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