



## **SCANNER TECHNOLOGIES ANNOUNCES RESULTS FOR THIRD QUARTER 2006**

MINNEAPOLIS--(BUSINESS WIRE)--November 14, 2006--Scanner Technologies Corporation (OTCBB:SCNI - News):

Scanner Technologies Corporation (OTCBB:SCNI - News) with headquarters in Minneapolis, MN today announced the results for the third quarter, 2006.

Sales for the three months ended September 30, 2006, were \$572,784 compared to \$355,280 for the three months ended September 30, 2005. The sales increase in 2006 relates primarily to increased sales of the Company's VisionFlex robotic inspection systems. The net loss for the three months ended September 30, 2006 was \$217,717, or \$.02 per share, compared to a net loss of \$208,841, or \$.02 per share in the same quarter of 2005.

Sales for the nine months ended September 30, 2006, were \$2,144,521 compared to \$1,310,618 for the nine months ended September 30, 2005. The sales increase in 2006 relates primarily to increased sales of the Company's VisionFlex robotic inspection systems. The net loss for the nine months ended September 30, 2006 was \$422,181, or \$.03 per share, compared to a net loss of \$1,532,959, or \$.13 per share in the same period of 2005.

### **About Scanner Technologies Corporation:**

Scanner is a New Mexico corporation that invents, develops and markets vision inspection products that are used in the semiconductor industry for the inspection of integrated circuits. Scanner's headquarters are located in Minneapolis, Minnesota and has a manufacturing facility in Tempe, Arizona. Scanner's stock is traded on the Over-The-Counter Bulletin Board under the symbol "SCNI." For more information please visit [www.scannertech.com](http://www.scannertech.com).

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# SCANNER

## TECHNOLOGIES CORPORATION

**SCANNER TECHNOLOGIES CORPORATION AND SUBSIDIARY  
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS  
(unaudited)**

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2006	2005	2006	2005
REVENUES	\$572,784	\$355,280	\$2,144,521	\$1,310,618
COST OF GOODS SOLD	326,866	125,542	957,708	591,808
GROSS PROFIT	245,918	229,738	1,186,813	718,810
OPERATING EXPENSES				
Selling, General and Administration	406,653	385,802	1,439,946	1,479,258
Research and Development	12,294	31,670	29,551	109,430
Legal fees	33,597	3,366	87,064	633,178
	452,544	420,838	1,556,561	2,221,866
INCOME (LOSS) FROM OPERATIONS	(206,626)	(191,100)	(369,748)	(1,503,056)
OTHER INCOME	6,221	2,116	5,884	6,289
INTEREST EXPENSE	(17,312)	(19,857)	(55,517)	(34,292)
INCOME (LOSS) BEFORE INCOME TAXES	(217,717)	(208,841)	(419,381)	(1,531,059)
INCOME TAXES	0	0	2,800	1,900
NET INCOME (LOSS)	(\$217,717)	(\$208,841)	(\$422,181)	(\$1,532,959)
NET INCOME (LOSS) PER SHARE - BASIC	(\$ .02)	(\$ .02)	(\$ .03)	(\$ .13)
NET INCOME (LOSS) PER SHARE - DILUTED	(\$ .02)	(\$ .02)	(\$ .03)	(\$ .13)
WEIGHTED AVERAGE NUMBER OF SHARES - BASIC	12,216,068	12,216,068	12,126,068	12,127,207
WEIGHTED AVERAGE NUMBER OF SHARES - DILUTED	12,216,068	12,216,068	12,126,068	12,127,207

# SCANNER

## TECHNOLOGIES CORPORATION

### SCANNER TECHNOLOGIES CORPORATION AND SUBSIDIARY CONDENSED CONSOLIDATED BALANCE SHEETS

	Sept. 30, 2006	December 31, 2005
	----- (unaudited)	----- (audited)
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 960,950	\$ 1,168,532
Accounts receivable, less allowance of \$18,000	285,098	331,085
Inventories, less allowances of \$236,000 and \$152,000	1,212,286	1,620,027
Prepaid expenses	28,462	29,174
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TOTAL CURRENT ASSETS	2,486,796	3,148,818
PROPERTY AND EQUIPMENT, net	18,222	29,763
PATENT RIGHTS, net	113,210	159,523
OTHER	7,199	7,199
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	\$ 2,625,427	\$ 3,345,303
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LIABILITIES AND STOCKHOLDERS' EQUITY		
CURRENT LIABILITIES		
Bank line of credit	\$ -	\$ 490,000
Accounts payable	130,773	107,643
Accrued expenses	99,566	45,177
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TOTAL CURRENT LIABILITIES	230,339	642,820
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COMMITMENTS AND CONTINGENCIES		
STOCKHOLDERS' EQUITY		
Preferred stock, no par value, 50,000,000 shares authorized; no shares issued and outstanding	-	-
Common stock, no par value, 50,000,000 shares authorized; 12,216,068 shares issued and outstanding	6,436,116	6,434,551
Warrants	728,697	724,528
Stock options	86,221	29,103
Deferred financing costs, net	-	(51,934)
Note receivable for common stock	(153,900)	(153,900)
Accumulated deficit	(4,702,046)	(4,279,865)
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	2,395,088	2,702,483
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	\$ 2,625,427	\$ 3,345,303
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