

Paragon Technologies News Release

EASTON, PA, August 12, 2015 -- Paragon Technologies, Inc. (OTC Pink: PGNT), a holding company, today announced its results for the six months ended June 30, 2015.

Paragon Technologies, Inc.'s Consolidated Statements of Operations for the six months ended June 30, 2015 and 2014 are summarized below. For further detail on our results, shareholders should carefully review our quarterly report which can found at www.pgntgroup.com.

<i>(In Thousands)</i>	Six Months Ended <u>June 30, 2015</u>	Six Months Ended <u>June 30, 2014</u>
Net Sales	4,446	3,863
Operating income (loss)	<u>238</u>	<u>(108)</u>
Other income (expense)		
Interest expense	(1)	(1)
Interest Income	9	4
Gain on investment, marketable securities	<u>11</u>	<u>18</u>
Total other income (expense), net	<u>19</u>	<u>21</u>
Income (loss) before income taxes	257	(87)
Income tax expense	<u>102</u>	<u>12</u>
Net income (loss)	<u>\$ 155</u>	<u>\$ (99)</u>

Analysis of Results:

Investment gains or losses reflect realized gains or losses in the company's investment portfolio.

Paragon utilizes pre-tax operating income, a non-GAAP financial measure, in its analysis of financial results. Paragon Technologies defines pre-tax operating earnings outside of the investment gains/losses of the Company.

About Paragon Technologies

Paragon Technologies, Inc. is a holding company with diverse business activities. Paragon's wholly owned operating subsidiary, SI Systems, Inc., offers branded technologies and material handling solutions that serve manufacturing operations and order fulfillment applications. Operating decisions for Paragon's operating businesses are made by the management of those businesses. All investment decisions under Paragon's investment policy are made by Sham Gad, Chairman and CEO of Paragon pursuant to the Company's investment management policy.