

**RELEASE:** NEW HARTFORD, NY, July 28, 2009  
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## **PAR TECHNOLOGY CORPORATION**

### **-REPORTS SECOND QUARTER RESULTS-**

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NEW HARTFORD, NY, PAR TECHNOLOGY CORPORATION (NYSE:PTC)

New Hartford, NY--July 28, 2009--PAR Technology Corporation (NYSE: PTC) today announced results for the second quarter ended June 30, 2009.

PAR reported second quarter revenues of \$54.5 million, a 4.8% decrease from the \$57.2 million reported in the same period a year ago. Net income of \$238,000 was reported for the second quarter 2009, compared with net income of \$674,000 in the second quarter of 2008. Diluted earnings per share were \$0.02 for the second quarter of 2009, compared to diluted earnings per share of \$0.05 for the second quarter of last year.

For the six months ended June 30, 2009, PAR reported revenues of \$114.9 million, a 5.1% increase from the \$109.3 million reported one year ago. The Company reported net income of \$485,000 for the first six months of 2009 versus a net loss of \$71,000 reported for the first six months of 2008 that resulted in earnings per diluted share of \$0.03 in 2009 and \$0.00 per diluted share over the same period in 2008.

John W. Sammon, PAR Chairman & CEO commented, "Overall, we experienced steady performance in this difficult economic environment. A few sectors of our business struggled while the remaining filled in to achieve our results. We believe the steps taken over the last year across all our business lines have enabled us to put the Company on solid footing allowing future growth as the economy recovers."

Sammon added, "Our Springer-Miller subsidiary (hotels/resorts/spas) continued to be the most impacted by the current recession, especially in high end resort markets. Sales to the independent table-serve market continue to be challenging in this economic environment. Fortunately, we have seen continued strength in certain segments of the quick-serve restaurant market which traditionally account for the largest portion of our total business. PAR's government business again provided a strong foundation for our business by delivering a solid quarterly performance. Finally, our Logistics Management business continued to show promise as we added important new accounts in the emerging "cold chain" market."

Certain Company information in this release or by its spokespersons from time to time may contain forward-looking statements. Any statements in this document that do not describe historical facts are forward-looking statements. Forward-looking statements are made pursuant to the safe harbor provisions of the Private Securities Litigation Reform Act of 1995. Investors are cautioned that all forward-looking statements involve risks and uncertainties, including without

limitation, delays in new product introduction, risks in technology development and commercialization, risks in product development and market acceptance of and demand for the Company's products, risks of downturns in economic conditions generally, and in the quick service sector of the restaurant market specifically, risks of intellectual property rights associated with competition and competitive pricing pressures, risks associated with foreign sales and high customer concentration, and other risks detailed in the Company's filings with the Securities and Exchange Commission.

## **ABOUT PAR TECHNOLOGY**

PAR Technology Corporation creates and markets products that help hospitality operators around the world to better manage money, materials, people and the guest experience. PAR has provided hardware, software and services to the world's largest restaurant chains and their franchisees for almost 30 years. Today the Company's extensive offering includes technology solutions for the full spectrum of hospitality operations, from boutique hotels and independent table service restaurants to international QSR chains, all backed by PAR's global service network. The Company has over 50,000 installations in 105 countries worldwide. PAR is also a leader in providing computer-based system design and engineering services to the Department of Defense and various federal agencies. Through PAR Logistics Management Systems, the Company is a provider of best of breed integrated solutions for shipping asset management and tracking. PAR Technology Corporation's stock is traded on the New York Stock Exchange under the symbol PTC. For more information visit the Company's website at [www.partech.com](http://www.partech.com).

**PAR TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
(in thousands, except share amounts)  
(unaudited)

	June 30, 2009	December 31, 2008
<b>Assets</b>		
Current assets:		
Cash and cash equivalents	\$ 8,103	\$ 6,227
Accounts receivable-net	38,310	53,582
Inventories-net	41,875	41,132
Income tax refunds	240	208
Deferred income taxes	5,273	5,301
Other current assets	2,659	3,588
Total current assets	96,460	110,038
Property, plant and equipment - net	6,737	6,879
Deferred income taxes	989	1,525
Goodwill	26,005	25,684
Intangible assets - net	7,604	8,251
Other assets	1,583	1,611
<b>Total Assets</b>	<b>\$ 139,378</b>	<b>\$ 153,988</b>
<b>Liabilities and Shareholders' Equity</b>		
Current liabilities:		
Current portion of long-term debt	\$ 2,830	\$ 1,079
Borrowings under lines of credit	5,500	8,800
Accounts payable	10,759	15,293
Accrued salaries and benefits	7,938	8,360
Accrued expenses	2,752	3,962
Customer deposits	2,276	6,157
Deferred service revenue	14,363	16,318
Total current liabilities	46,418	59,969
Long-term debt	3,600	5,852
Other long-term liabilities	1,867	1,910
Shareholders' Equity:		
Preferred stock, \$.02 par value, 1,000,000 shares authorized	-	-
Common stock, \$.02 par value, 29,000,000 shares authorized; 16,258,195 and 16,189,718 shares issued; 14,605,440 and 14,536,963 outstanding	325	324
Capital in excess of par value	40,733	40,173
Retained earnings	53,153	52,668
Accumulated other comprehensive loss	(1,209)	(1,399)
Treasury stock, at cost, 1,652,755 shares	(5,509)	(5,509)
Total shareholders' equity	87,493	86,257
<b>Total Liabilities and Shareholders' Equity</b>	<b>\$ 139,378</b>	<b>\$ 153,988</b>

**PAR TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF OPERATIONS**  
(in thousands, except per share amounts)  
(unaudited)

	For the three months ended June 30,		For the six months ended June 30,	
	2009	2008	2009	2008
Net revenues:				
Product	\$ 17,178	\$ 20,751	\$ 37,415	\$ 37,648
Service	19,065	17,729	39,046	34,144
Contract	18,216	18,754	38,466	37,549
	54,459	57,234	114,927	109,341
Costs of sales:				
Product	11,485	12,612	24,553	22,037
Service	13,385	12,877	27,862	25,360
Contract	17,227	17,713	36,463	35,553
	42,097	43,202	88,878	82,950
Gross margin	12,362	14,032	26,049	26,391
Operating expenses:				
Selling, general and administrative	8,647	8,742	18,242	17,803
Research and development	3,048	3,890	6,357	8,011
Amortization of identifiable intangible assets	368	389	733	779
	12,063	13,021	25,332	26,593
Operating income (loss)	299	1,011	717	(202)
Other income, net	156	229	263	543
Interest expense	(82)	(121)	(222)	(470)
Income (loss) before provision for income taxes	373	1,119	758	(129)
(Provision) benefit for income taxes	(135)	(445)	(273)	58
Net income (loss)	\$ 238	\$ 674	\$ 485	\$ (71)
Earnings (loss) per share				
Basic	\$ .02	\$ .05	\$ .03	\$ (.00)
Diluted	\$ .02	\$ .05	\$ .03	\$ (.00)
Weighted average shares outstanding				
Basic	14,501	14,394	14,487	14,386
Diluted	14,787	14,798	14,757	14,386