

Quadlogic Controls Corporation Reports Financial Results for the interim six months ended August 31, 2018 and August 31, 2017

Long Island City, New York

Quadlogic Controls Corporation (OTC Markets: QDLC), today announced its financial results for the interim six months ended August 31, 2018 and August 31, 2017.

Total revenues for the six months ended August 31, 2018 were \$6.4 million as compared to \$7.4 million for the six months ended August 31, 2017. The Company reported a net loss for the six months ended August 31, 2018 of approximately \$82,000, compared to a net income of approximately \$249,000, for the six months ended August 31, 2017. The decline in revenues and profitability is attributable to the cessation of approximately \$1,000,000 in royalty income related to a licensee in Mexico with whom the Company is presently in litigation.

Detailed interim six months financial information may be downloaded at www.quadlogic.com or <http://www.otcmarkets.com>

The Company releases annual audited financial results as well as unaudited interim six month financial statements. The Company is planning to hold an investors' meeting in early 2019 and a Shareholders' Meeting as soon as practicable after the release of the annual financial results for fiscal year 2019. The subject of the investor meeting will include an update on the status of the ongoing restructuring and efforts to enhance shareholder liquidity.

About Quadlogic.

The Company is engaged in the business of electricity metering, monitoring and control with products featuring its proprietary power line communications technology. The Company's principal markets are the United States and Canada. The business consists of two principal segments. First, the design, manufacture and sale of the Company's smart metering system, a line of digital electricity meters that measures and remotely monitors and collects the time and amount of electricity consumption. The second segment consists of technical services including meter reading, customer billing, and system repair and maintenance. The Company's customers include real estate development companies, electrical contractors, owners and operators of multi-tenant commercial and residential buildings, distributors, foreign electric utilities and licensees.

Forward Looking Statements: This press release may contain forward-looking information concerning Quadlogic's plans, objectives, future expectations, forecasts and prospects. These statements may include those regarding Quadlogic's past financial performance including but not limited to lists of customers, revenue and profit, use of cash, investments, relationships and the actual or potential impact of stock option expense, and the results of its product development efforts. Quadlogic's future results will depend on many factors, including Quadlogic's ability to attract new customers and preserve or expand its relationship with existing clients, its ability to retain and attract high quality employees, including its management staff, the ability to deliver new innovative products in a timely manner, changing accounting treatments, and other risks applicable to the Company. Readers are cautioned not to place undue reliance on these forward-looking statements, which speak only as of the date hereof.

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