



NEWS RELEASE

**For Immediate Release
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Corporate Office

Unit 1- 1555 Dublin Avenue
Winnipeg, Manitoba Canada R3E 3M8
Tel. (204) 786-3994; Fax (204) 783-5805
Internet: www.omt.net

Contacts:

Marieke Wijtkamp, President
mwijtkamp@omt.net

Bill Baines, Executive Chairman
bbaines@omt.net

OMT Reports Results for Three Months Ended March 31, 2006

Winnipeg, Manitoba, May 30, 2006 -- OMT Inc. (TSXV: OMT) announced today the Company's consolidated results for the period ended March 31, 2006.

First Quarter Highlights

- *Signed a multi-year licensing agreement for Intertain's Retail Preview service with the Audio-Video Licensing Agency Inc. (AVLA), making it the first license for this type of service in Canada*
- *Extended OMT's market reach by signing Preco, a U.K.-based distributor, to market the iMediaTouch and iMediaLogger suite*
- *Expanded Intertain's Retail Radio background music and messaging service with continued deployments into the national locations of a major retail chain as well as new customer contracts to support our continued product growth*
- *Continued to grow Intertain's Retail Preview penetration across Best Buy and Future Shop stores to a total network of 290 kiosks*

Description of Business

OMT Inc. (TSXV: OMT) is a digital media content and technology solution provider to radio broadcasters and retailers with two business units. Intertain Media, the digital entertainment division, offers background music and messaging services as well as media previewing systems to major retailers. The OMT Technologies division delivers radio automation systems to over 1,500 domestic and international clients. OMT's broadcasting, multi-media technology, and content are heard daily by over 50 million people worldwide through radio, satellite, television and Internet delivered broadcasts. To learn more about the Company, its products and services, visit its website at www.omt.net.

Management's Discussion and Analysis

Certain statements made in the following Management's Discussion and Analysis contain forward-looking statements including, but not limited to, statements concerning possible or assumed future results of operations of the Company. Forward-looking statements represent the Company's intentions, plans, expectations and beliefs, and are not guarantees of future performance. Such forward-looking statements represent our current views based on information as at the date of this report. They involve risks, uncertainties and assumptions and the Company's actual results could differ, which in some cases may be material, from those anticipated in these forward-looking statements. Unless otherwise required by applicable securities law, we disclaim any intention or obligation to publicly update or revise this information, whether as a result of new information, future events or otherwise. The Company cautions investors not to place undue reliance upon forward-looking statements.

Results of Operations

This review contains Management's discussion of the Company's operational results and financial condition, and should be read in conjunction with the consolidated financial statements for the three months ended March 31, 2006 and the associated notes.

The unaudited consolidated financial statements provide a comparison of the three months ended March 31, 2006 to the three months year ended March 31, 2005.

Eight Quarter Review (numbers shown in '000s) (unaudited)

	2006	2005				2004		
	<u>Q1</u>	<u>Q4</u>	<u>Q3</u>	<u>Q2</u>	<u>Q1</u>	<u>Q4</u>	<u>Q3</u>	<u>Q2</u>
Total Sales	\$929	\$1,139	\$1,105	\$1,044	\$888	\$1,072	\$645	\$849
Gross Profit	\$625	\$661	\$695	\$611	\$628	\$616	\$435	\$572
Gross Profit %	67%	58%	63%	58%	70%	57%	67%	67%
Operating Expenses	\$582	\$622	\$598	\$633	\$539	\$698	\$544	\$570
EBITDA	\$43	\$39	\$97	(\$22)	\$89	(\$82)	(\$109)	\$2
Other Expenses	\$194	\$229	\$214	\$214	\$215	\$242	\$175	\$141
Net Income (Loss)	(\$151)	(\$190)	(\$117)	(\$236)	(\$126)	(\$324)	(\$284)	(\$139)
Net Income (Loss) per share (basic & diluted)	(0.004)	(\$0.007)	(\$0.004)	(\$0.008)	(\$0.004)	(\$0.03)	(\$0.02)	(\$0.01)

Sales in the first quarter increased by \$41,000 (5%) over the same quarter last year as a result of our increased Retail product sales. First quarter 2006 Gross profit decreased very slightly by \$3,000 (-1%) because of the higher Retail product sales mix that occurred in first quarter 2005.

As already stated, Sales in the Retail segment were up substantially in the first quarter because of increased emphasis on the Retail Radio service and additional deployments of the Retail Preview system. The Company added dedicated sales and marketing staff to this Retail segment, which contributed to the increase of \$43,000 (8%) in operating expenses over the first quarter of last year. The Company continues to operate with tight control on expenses, and as a result, operating expenses in 2006 have remained fairly consistent with those in 2005, except for the planned increase in sales staff to support our continued growth plans.

EBITDA is defined as Earnings before interest, tax, depreciation and amortization and is a measure that has no standardized meaning under Canadian GAAP and is considered a non-GAAP earnings measure. Therefore this measure may not be comparable to similar measures reported by other companies. EBITDA can be used to compare the Company's operating performance on a consistent basis. It is presented in this MD&A to provide the reader with additional information regarding the Company's liquidity and ability to generate funds to finance its operations. EBITDA was positive in three quarters of 2005 and amounted to \$203,000 for the year. This performance is an improvement of \$352,000 over 2004 when EBITDA was a loss of \$149,000 and both of the last two quarters of 2004 were negative. The first quarter of 2006 was, again, EBITDA positive.

Other expenses that reduce EBITDA to arrive at net loss include:	Q1-2006	Q1-2005
Interest, finance and related expense	\$144	\$150
Amortization	\$ 50	\$ 65
Total	<u>\$194</u>	<u>\$215</u>

Cash Flow

Cash flow in the first quarter of 2006 was positive at \$150,000. Cash provided by operations, net of any financing or capital investing, was positive in each of the three months of the quarter. This compares very favorably with the first quarter of last year, when cash provided by operations was a negative \$275,000.

Changes in Accounting Policies

No changes in accounting policies were contemplated or implemented in 2006. Details of significant accounting policies are fully disclosed in the financial statements.

Liquidity

Current assets less current liabilities results in a working capital balance of \$141,000 as of March 31, 2006, which represents a decrease of \$27,000 since December 31, 2005. When current liabilities are adjusted to remove deferred revenue of \$454,000, the working capital is actually \$595,000. Total accounts payable and accrued liabilities are \$106,000 less than the start of the quarter. As of May 30, 2006, the Company had no borrowings on its operating line of credit of \$400,000.

Related Party Transactions

In October 2005, ENSIS Growth Fund Inc. provided a guarantee for \$400,000 to the Bank of Nova Scotia in support the Company's Line of Credit. This guarantee is ongoing and requires payments of a monthly administration fee of \$1,000 as well as a monthly standby fee of \$1,000. If the Company actually draws down on the guarantee, then the interest rate would be 20% of the amount received. The Company needed to consummate this related party transaction to support the operating Line of Credit with the Bank.

During the quarter ended March 31, 2006, the Company made interest payments to three major shareholders, ENSIS Growth Fund Inc., ENSIS Investment Limited Partnership and Renaissance Capital Manitoba Ventures Fund Limited Partnership in the amounts of \$34,000, \$5,000 and \$20,000 respectively.

The Company has contracted to supply Radio Automation Software and Services to a corporation in which one of OMT's directors is also an officer and director. The amount of the contract is for approximately \$600,000. At March 31, 2006 the project was partially completed and \$60,000 had been invoiced. The project is scheduled for completion in October, 2006.

Disclosure Controls

Under new rules, which became effective on December 31, 2005, all public companies are required to certify that certain procedures have been put in place to ensure that information required to be disclosed is reported in a timely and appropriate manner. The President and CFO have evaluated the effectiveness of the procedures and disclosure controls and are satisfied that the procedures are, in fact, in place and they have reviewed such procedures and find them adequate and effective.

Risks and Uncertainties

We are confident about OMT Inc.'s long-term prospects. However, the risks and uncertainties discussed below must be taken into account, as they may affect our ability to achieve our strategic goals. Investors are therefore advised to consider the following items in assessing the Company's future prospects as an investment.

Competition and technological obsolescence

Our products' markets experience ongoing technological changes and apart from the fact that OMT Inc. must compete with existing technology and service providers, new companies and advancing technologies remain a competitive fact. In order to remain fully competitive in our target markets, OMT must continue to innovate and respond with advanced generations of software, products and services. The inability to react in a timely

fashion to technological and competitive changes could have an impact on the value of the Company's intangible assets and our ability to attract and retain our customers. Moreover, the highly competitive market in which we operate could cause the Company to reduce its prices and offer other favorable terms in order to compete successfully with its rivals. These practices could, over time, limit the prices that OMT can charge for its products. If we were unable to offset such potential price reductions by a corresponding increase in sales or to lower expenses, such a decline in revenues from software sales and related products could negatively impact our profit margins and operating results.

Growth management and market development

There can be no assurance that OMT Inc. will be able to significantly develop its market, which would affect its profitability. On the other hand, rapid growth would put significant pressure on management, operations and technical resources. To manage growth, the Company would have to increase its technical and operational complement and manage its staff while effectively maintaining numerous relationships with third parties.

Capital requirements

OMT Inc. would need to find the necessary funds to execute its strategic goals if net revenues from operations were insufficient to do so. In the event that financing were required, there can be no assurance that additional capital will be available under acceptable conditions for OMT and according to terms favorable to its growth.

Additional Information

Additional information related to the Company, including all public filings, is available on SEDAR. (www.sedar.com).