



Baldwin Technology Company, Inc.  
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**FOR RELEASE Thursday, April 27**

## Baldwin Reports Increased FY Q3 Sales and Net Income

**Shelton, CT, April 27, 2006** -- Baldwin Technology Company, Inc. (AMEX: BLD), a leading global manufacturer of printing press accessories and control equipment reported today net sales of \$45,447,000 for the third fiscal quarter ended March 31, 2006, compared with net sales of \$43,673,000 for the third quarter last year, an increase of 4.1%. Excluding significant unfavorable effects of currency translation of \$3,717,000 in the quarter, sales would have been \$49,164,000, an increase of approximately 13%.

Net income for the third quarter was \$1,745,000 or \$0.12 per basic share and \$0.11 per diluted share, a gain of approximately 16% over net income of \$1,509,000, or \$0.10 per basic and diluted share for the comparable period a year earlier. Currency translation negatively impacted the net income by \$271,000. Excluding the impact of currency translation, net income would have increased by 34%.

The Company's backlog at March 31, 2006 was \$53,557,000, up from \$51,580,000 at December 31, 2005. Orders for the third quarter were \$47,424,000, compared to \$43,470,000 for the previous quarter, representing an increase of 9%.

Vice President and CFO Vijay C. Tharani said, "This was another quarter of double-digit sales growth when measured in local currencies. The Company's performance, when compared to the prior year, was better than the reported results would indicate due to several factors. First, last year's third quarter results included royalty income as well as positive adjustments relating to restructuring reserves, which in total amounted to \$600,000. Second, there was also a significant negative currency impact on reported sales and net income due to the strength of the U.S. dollar during the quarter."

President and COO Karl Puehringer said, "Business conditions continue to be favorable, particularly in Europe and the Americas. This is reflected by the increases in our backlog and order flow. We are also encouraged by the interest level shown in our products at two recent trade shows, IPEX in the U.K. and NEXPO in the U.S. During the quarter, we hired a new deputy general manager to head our Chinese operations and opened a new office in Shanghai to spearhead our China initiative. We believe we have excellent opportunities in this fast-growing market."

Baldwin will review its third quarter results and discuss its business outlook during a conference call today beginning at 11 a.m. EST. To participate, call (888) 390-0474 any time after 10:55 a.m. The toll dial-in number is +1 (210) 234-0010. The passcode is "Baldwin Q3." Interested investors are encouraged to log onto <http://www.vcall.com/CustomEvent/NA000113/index.asp?id=103564>, and either participate in the call or access the webcast and replay of the call. The replay will be available from one hour after the call through Thursday, May 4, 2006, toll free at (800) 430-5981 and toll +1 (402) 220-2055.

The financial statements are attached.

### **About Baldwin**

Baldwin Technology Company, Inc. is a leading global manufacturer of press accessories and controls for the commercial and newspaper printing industries. Baldwin offers its customers a broad range of market-leading technologies, products and systems that enhance the quality of printed products and improve the economic and environmental efficiency of printing presses. Headquartered in Shelton, Ct., the company has sales and service centers, product development and manufacturing operations in the Americas, Asia and Europe. Baldwin's technology and products include cleaning systems, fluid management and ink control systems, web press protection systems and drying systems. For more information, visit <http://www.baldwintech.com>.

Investors may contact Frank Hawkins or Julie Marshall at (305) 451-1888 or e-mail [info@hawkassociates.com](mailto:info@hawkassociates.com). For an online investor relations kit, visit <http://www.hawkassociates.com>. An investor profile about Baldwin Technology may be found at <http://www.hawkassociates.com/baldwin/profile.htm>.

*Cautionary Statement: This release may contain statements regarding expected future order, backlog and sales rates, operating margins and profitability or other statements, which may constitute "forward-looking" information as defined in the Private Securities Litigation Reform Act of 1995 or by the Securities and Exchange Commission. Investors are cautioned that any such forward-looking statements are not guarantees of future performance and actual results may differ. See Exhibit 99 to the company's Form 10-K Report for the fiscal year ended June 30, 2005.*

Baldwin Technology Company, Inc.  
 Condensed Consolidated Statements of Income  
 (Unaudited, in thousands, except per share data)

	Quarter ended March 31	
	<u>2006</u>	<u>2005</u>
Net Sales	\$ 45,447	\$ 43,673
Cost of Goods Sold	<u>30,384</u>	<u>29,232</u>
Gross Profit	15,063	14,441
Operating Expenses	12,143	12,345
Restructuring Charges	<u>---</u>	<u>(338)</u>
Operating Income	2,920	2,434
Interest Expense	256	462
Interest (Income)	(31)	(26)
Other (Income), net	<u>(43)</u>	<u>(375)</u>
Income before income taxes	2,738	2,373
Provision for income taxes	<u>993</u>	<u>864</u>
Net income	<u>1,745</u>	<u>1,509</u>
Net income per share – basic	<u>\$ 0.12</u>	<u>\$ 0.10</u>
Net income per share – diluted	<u>\$ 0.11</u>	<u>\$ 0.10</u>
Weighted average shares outstanding – basic	<u>14,966</u>	<u>14,911</u>
Weighted average shares outstanding – diluted	<u>15,806</u>	<u>15,274</u>

  

	Nine Months ended March 31	
	<u>2006</u>	<u>2005</u>
Net Sales	\$ 131,918	\$ 124,902
Cost of Goods Sold	<u>88,013</u>	<u>85,663</u>
Gross Profit	43,905	39,239
Operating Expenses	36,466	34,482
Restructuring Charges	<u>---</u>	<u>(338)</u>
Operating Income	7,439	5,095
Interest Expense	803	1,985
Interest (Income)	(92)	(79)
Other (Income), net	<u>(164)</u>	<u>(1,768)</u>
Income before income taxes	6,892	4,957
Provision for income taxes	<u>2,571</u>	<u>1,941</u>
Net income	<u>4,321</u>	<u>3,016</u>
Net income per share – basic	<u>\$ 0.29</u>	<u>\$ 0.20</u>
Net income per share – diluted	<u>\$ 0.28</u>	<u>\$ 0.20</u>
Weighted average shares outstanding – basic	<u>14,947</u>	<u>14,895</u>
Weighted average shares outstanding – diluted	<u>15,649</u>	<u>15,315</u>

Baldwin Technology Company, Inc.  
 Condensed Consolidated Balance Sheets  
 (Unaudited, in thousands)

	March 31, <u>2006</u>	June 30, <u>2005</u>
Current assets		
Cash	\$ 17,059	\$ 15,443
Trade receivables	37,387	35,250
Inventories	23,609	22,755
Prepaid expenses and other	<u>3,417</u>	<u>3,548</u>
Total current assets	81,472	76,996
Property, plant and equipment, net	3,289	3,415
Intangible assets	13,121	13,483
Other assets	<u>14,970</u>	<u>15,457</u>
Total assets	<u><u>112,852</u></u>	<u><u>109,351</u></u>
Current liabilities		
Loans payable	\$ 2,549	\$ 2,705
Current portion of long-term debt	1,248	1,033
Other current liabilities	<u>48,428</u>	<u>47,759</u>
Total current liabilities	52,225	51,497
Long-term debt	10,574	12,223
Other long-term liabilities	<u>6,748</u>	<u>6,400</u>
Total liabilities	<u><u>69,547</u></u>	<u><u>70,120</u></u>
Shareholders' equity	<u>43,305</u>	<u>39,231</u>
Total liabilities and shareholders' equity	<u><u>\$ 112,852</u></u>	<u><u>\$ 109,351</u></u>