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PAR TECHNOLOGY CORPORATION
-REPORTS FIRST QUARTER RESULTS-

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

New Hartford, NY--April 26, 2007—PAR Technology Corporation (NYSE:PTC) today announced results from operations for the first quarter ended March 31, 2007.

PAR reported first quarter revenues of \$47.8 million, a 9% decrease over the \$52.6 million reported in the same period a year ago. A net loss for the first quarter of \$1.3 million was reported compared with net income of \$2 million in the first quarter of 2006. The Company reported diluted loss per share of \$0.09 for the first quarter of 2007, compared to diluted earnings per share of \$0.14 for the first quarter of last year.

John W. Sammon, PAR Chairman and CEO commented, “PAR’s first-quarter results primarily reflected lower revenues and operating profits for the Hospitality segment of our business. Profits were impacted by revenue weakness in our Quick Service restaurant segment, caused by internal and third party software development delays. Our Government business performed on plan with a small decrease in revenues year over year. With new contract starts, we expect to see this segment return to normal growth trends and remain on plan for the year.”

Sammon added, "We are disappointed that 2007 has started out weaker than anticipated and feel that the remainder of this year will be a challenge for our Company. However, we remain confident in the long-term strategy we have initiated for our business. That strategy calls for the continued investment into our SIVA software development program, increasing our distribution capabilities with dealers and resellers and expanding our business in international markets, specifically China and the entire Pacific Rim. Through the continued investment in these initiatives we are providing a strong foundation for our future business.”

Statements in this release or by the Company’s 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 hospitality technology 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 is a leading provider of professional services and enterprise business intelligence software and hardware to the hospitality industry. PAR develops, markets and supports hardware and software products that improve the ability of hospitality business professionals to make timely, fact-based business decisions. The Company is a premier provider of I/T management solutions to hotel and restaurant companies, with over 45,000 installations worldwide in over 100 countries. PAR is a leader in providing computer-based system design and engineering services to the Department of Defense and Federal Government Agencies. 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.

PAR TECHNOLOGY CORPORATION AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS

(in thousands, except share amounts)

(Unaudited)

Assets	<u>March 31, 2007</u>	<u>December 31, 2006</u>
Current assets:		
Cash and cash equivalents	\$ 2,484	\$ 4,273
Accounts receivable-net	42,938	46,791
Inventories-net	38,841	35,948
Income tax refunds	1,573	1,103
Deferred income taxes	5,323	5,139
Other current assets	3,047	2,737
Total current assets	<u>94,206</u>	<u>95,991</u>
Property, plant and equipment - net	7,412	7,535
Goodwill	25,811	25,734
Intangible assets - net	10,596	10,695
Other assets	3,188	2,841
	<u>\$ 141,213</u>	<u>\$ 142,796</u>
 Liabilities and Shareholders' Equity		
Current liabilities:		
Current portion of long-term debt	\$ 387	\$ 240
Borrowings under lines of credit	7,870	7,713
Accounts payable	11,812	12,470
Accrued salaries and benefits	6,724	8,279
Accrued expenses	2,155	1,861
Customer deposits	3,718	3,656
Deferred service revenue	12,933	12,254
Total current liabilities	<u>45,599</u>	<u>46,473</u>
Long-term debt	<u>7,535</u>	<u>7,708</u>
Deferred income taxes	<u>786</u>	<u>653</u>
Other long-term liabilities	<u>2,298</u>	<u>1,879</u>
Commitments and contingent liabilities		
Shareholders' Equity:		
Preferred stock, \$.02 par value, 1,000,000 shares authorized	-	-
Common stock, \$.02 par value, 29,000,000 shares authorized; 16,014,135 and 15,980,486 shares issued; 14,361,380 and 14,327,731 outstanding	320	320
Capital in excess of par value	38,906	38,602
Retained earnings	51,851	53,159
Accumulated other comprehensive loss	(573)	(489)
Treasury stock, at cost, 1,652,755 shares	(5,509)	(5,509)
Total shareholders' equity	<u>84,995</u>	<u>86,083</u>
	<u>\$ 141,213</u>	<u>\$ 142,796</u>

PAR TECHNOLOGY CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME

(in thousands, except per share amounts)

(Unaudited)

For the three months ended March 31,

	<u>2007</u>	<u>2006</u>
Net revenues:		
Product	\$ 16,706	\$ 23,020
Service	15,529	13,745
Contract	<u>15,601</u>	<u>15,832</u>
	<u>47,836</u>	<u>52,597</u>
Costs of sales:		
Product	10,308	12,798
Service	12,166	10,710
Contract	<u>14,554</u>	<u>14,726</u>
	<u>37,028</u>	<u>38,234</u>
Gross margin	<u>10,808</u>	<u>14,363</u>
Operating expenses:		
Selling, general and administrative	8,709	8,075
Research and development	3,814	2,899
Amortization of identifiable intangible assets	<u>390</u>	<u>307</u>
	<u>12,913</u>	<u>11,281</u>
Operating income (loss)	(2,105)	3,082
Other income, net	240	157
Interest expense	<u>(222)</u>	<u>(85)</u>
Income (loss) before provision for income taxes	(2,087)	3,154
Provision (benefit) for income taxes	<u>779</u>	<u>(1,142)</u>
Net income (loss)	<u>\$ (1,308)</u>	<u>\$ 2,012</u>
Earnings (loss) per share		
Basic	\$ (.09)	\$.14
Diluted	\$ (.09)	\$.14
Weighted average shares outstanding		
Basic	<u>14,320</u>	<u>14,151</u>
Diluted	<u>14,320</u>	<u>14,806</u>