

Fonix Reports on Annual Shareholders' Meeting

SALT LAKE CITY, UT (June 23, 2006) Fonix Corporation (OTC BB: FNIX), an integrated communications carrier providing telecommunications services and value-added speech technologies, held its 2006 annual meeting of shareholders today. Approximately 79% percent of the Company's shares were represented in person or by proxy at the meeting.

Shareholders approved three proposals submitted by the Company:

- Shareholders approved the reelection of directors Thomas A. Murdock, Roger D. Dudley and William A. Maasberg to serve until the next annual meeting of shareholders and/or until their successors are elected to the board.
- Shareholders approved Hansen, Barnett & Maxwell as the Company's independent public accountants for the fiscal years ending December 31, 2005 and 2006.
- Shareholders approved an amendment to the Company's certificate of incorporation to increase the authorized capital of the Company to 5,000,000,000 shares of common stock.

Shareholders approved one proposal submitted by a shareholder of the Company:

- Shareholders approved a proposal that urges the board of directors of the Company to adopt within 60 days corporate governance guidelines that require that the members of the board of directors of the Company be independent of executive management of the Company, except in rare and defined circumstances.

About Fonix

Based in Salt Lake City, UT, Fonix Corporation is an innovative communications and technology company that provides integrated telecommunications services and value-added speech technologies through Fonix Telecom, Inc., LecStar Telecom, Inc. and Fonix Speech, Inc. The combination of interactive speech technology and integrated telecommunications services allows Fonix to provide customers with comprehensive cost-effective solutions to enhance and expand their communications needs. Visit www.fonix.com for more information, or call (801) 553-6600 and say "Sales."

Statements released by Fonix that are not purely historical are forward-looking within the meaning of the "Safe Harbor" provisions of the Private Securities Litigation Reform Act of 1995, including statements regarding the Company's expectations, hopes, intentions and strategies for the future. Investors are cautioned that forward-looking statements involve risk and uncertainties that may affect the Company's business prospects and performance. The Company's actual results could differ materially from those in such forward-looking statements. Risk factors include general economic, competitive, governmental and technological factors as discussed in the Company's filings with the

SEC on Forms 10-K, 10-Q and 8-K. The Company does not undertake any responsibility to update the forward-looking statements contained in this release.