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USA Technologies Showcases Clean Air Capability of its Energy Management Products at the EPA Air Innovations Show

MALVERN, PA, August 29, 2005 -- USA Technologies (OTCBB: USTT) last week demonstrated to the Nation's environmental professionals its full range of energy management products designed to help reduce harmful pollutants from the atmosphere.

The Pennsylvania-based company had on display its full product line of energy controls: VendingMiser®, VM2iQ?, CoolerMiser?, CM2iQ?, SnackMiser, and PlugMiser? at the EPA Air Innovations Show, at the Four Seasons Hotel, Chicago, Illinois.

The show was attended by federal, state, and local air professionals seeking latest information on new and innovative approaches and technologies for clean air.

The show, hosted by the Environmental Protection Agency, was organized to showcase alternative air pollution solutions and related quality of life improvements.

The USA Technologies exhibit featured how its energy management technologies not only reduce energy consumption, but reduce the amount of CO₂ from the air.

"USA Technologies is the global leader in designing technologies to reduce harmful greenhouse gasses generated by refrigerated vending machines and coolers," said John McLaughlin, Vice President of Sales, USA Technologies. "There are an estimated one-million vending machines and coolers located in Federal Sector public buildings alone, each emitting harmful CO₂ greenhouse gasses. The energy management product line can immediately reduce that emission by half," he said.

USA Technologies already has a strong Federal Sector customer base after negotiating a five-year contract with the General Services Administration (GSA), which allows federal government agencies to purchase its product line at pre-approved prices, quickly and conveniently, and online.

The contract allows both Federal and State agencies to participate in the program under a Cooperative Purchasing contract, and already the Company has closed sales totaling in the thousands of units with a variety of government agencies, including the defense forces.

"Our goal is to install a VendingMiser on every vending machine and a CoolerMiser on every cooler in government owned buildings, as well as in the private sector nationwide, and already we are in negotiations with a growing number of government agencies, as well as major businesses, including fortune 500 companies operating tens of thousands of vending machines and coolers," said Mr. McLaughlin.

USA Technologies' program to drive greater energy conservation in the federal and state sectors is supported by the recent signing by the President of the Energy Policy Act of 2005, which includes investment in energy efficiency and conservation technologies, research and development and energy tax provisions.

USA Technologies has launched a nationwide marketing campaign to promote and generate greater awareness of its energy management product line, which is also receiving widespread attention overseas, including Italy, Germany and Spain.

Statement under the Private Securities Litigation Reform Act:

With the exception of the historical information contained in this release, the matters described herein contain forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995, Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934. These statements relate to future events or our future financial performance and involve known and many involve unknown risks, uncertainties and other factors that may cause our actual results, levels of activity, performance or achievements to be materially different from any future results, levels of activity, performance or achievements expressed or implied by forward-looking statement including, but not limited to prospects for future market growth. In some cases, you can identify forward-looking statement by terminology such as "may," "will," "should," "expects," "anticipates," "believes," "estimates," "potential," "continue," or the negative terms or other comparable terminology. Although we believe that the expectations in the forward-looking statements contained in this release are reasonable, we cannot guarantee future results, levels of activity, and performance achievements including the success of our anticipated

product demonstration, ability to obtain orders for or install products described in this release, our ability to obtain new customers and our ability to commercialize products (including the eZ80Acclaim! Flash MCU for e-Port solution and the e-Port on a chip). These forward-looking statements are based on our current expectations, and we disclaim any obligation to update these forward-looking statements for subsequent events or to explain why actual results differ unless otherwise required by law. You should not place undue reliance on these forward-looking statements.