

Quarterly Disclosure Report

June 30, 2008

Item 1. Exact name of the issuer and address of its principal offices:

Optical Systems, Inc.
888 West Sam Houston Parkway South
Suite 180
Houston, Texas 77042
Phone: 713 226 7700
Fax: 866 283 2946
<http://www.saveadeal.net>

Item 2. Shares outstanding.

- a. Period End Date-June 30, 2008
- b. Number of Shares Authorized- 200,000,000
- c. Number of Shares Outstanding- 95,221,379
- d. Freely Tradable Shares- 10,378,905
- e. Total number of Beneficial Shareholders- 4
- f. Total number of Shareholders of Record- 3,400

Item 3. Interim Financial Statements.

- i) The interim financial statements are attached at the end of this quarterly update.
- ii) Attached items include Balance Sheet, Statement of Income, Statement of Cash Flows, Statement of Changes in Stockholders' Equity.
- iii) Published on Pink Sheets (OTC) August 19, 2008.

Item 4. Management discussion and analysis of operations.

B. Management's Discussion and Analysis of Financial Condition and Results of Operations.

The Company, through the wholly owned subsidiary, ASD, provides front office software for automotive dealerships called 'save-a-deal' that significantly improves dealership efficiency by automating workflow within a dealership, eliminating manual forms, and reducing the time to desk and finance a deal. The save-a-deal system offers customers the following:

Document and source all sales prospects from the Internet, telephone, walk-in traffic and appointments.

- Track advertising expense and effectiveness
- Monitor Traffic counts and key sales process percentages
- Internet lead management tool
- Monitor inbound sales calls and their follow-up

Facilitate, control and monitor follow-up with the CRM tool.

- Sales person daily work plans
- Letter-Writing and email tool
- Manager controlled sales follow-up
- Protection on privacy issues and security of customer database
- Increase CSI scores and repeat business

Control and monitor the sales process with a customized DEAL DESKING TOOL.

- Dealer controls the sale approach
- Customer friendly and consistent presentation of figures and negotiation
- Dramatically shorten transaction time
- Free up sales managers to use time more productively
- Eliminate COS mistakes and maximize deal potential

Control New and Used vehicle inventories with inventory management tools.

- Tied to the desking system to facilitate inventory turns
- Identifies aged inventory every time a deal is worked
- Tracks used vehicles from appraisal through sale
- Provides historical data on turn, gross margins and values of used vehicles

C. Off-Balance Sheet Arrangements

-none

Item 5. Legal proceeding

None.

Item 6. Defaults upon senior securities

None.

Item 7. Other information

None

Item 8. Exhibits

None

Item 9. Certifications

I, B.J. Crisaffi, certify that:

1. I have reviewed this quarterly updated disclosure statement of Optical Systems, Inc.
2. Based on my Knowledge, this disclosure statement does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this disclosure statement; and
3. Based on my knowledge, the statements, and other financial information included or incorporated by reference in this disclosure statement, fairly present in all material respects the financial condition, results of operations and cash flows of the issuer as of, and for, the periods presented in this disclosure statement.

September 11, 2008:

A handwritten signature in black ink, appearing to read "B.J. Crisaffi", is written over a large, light-colored oval scribble.