
**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549**

FORM 8-K

CURRENT REPORT

**PURSUANT TO SECTION 13 OR 15(D) OF THE
SECURITIES EXCHANGE ACT OF 1934**

Date of Report: (Date of earliest event reported): September 7, 2006

INX INC.

(Exact name of registrant as specified in its charter)

Delaware
(State of Incorporation)

1-31949
Commission file number

76-0515249
(I.R.S. Employer Identification No.)

**6401 Southwest Freeway
Houston, Texas 77074**
(Address of Registrant's principal executive offices)

(713) 795-2000
(Registrant's telephone number, including area code)

(Not Applicable)
(Former name or former address, if changed since last report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
 - Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
 - Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
 - Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))
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Item 7.01 Regulation FD Disclosure

On September 7, 2006, Chairman and CEO James H. Long will speak at the Kaufman Brothers Ninth Annual Investor Conference to be held at The W Hotel, 541 Lexington Avenue/49th St., New York, NY at 1:15 p.m. (EDT). Attached as Exhibit 99.1 are PowerPoint slides that will be presented at the Conference. Pursuant to Regulation FD, INX Inc. hereby furnishes the presentation materials as Exhibit 99.1 to this report.

Note: The information in this report (including Exhibit 99.1) is furnished pursuant to Item 7.01 and shall not be deemed to be “filed” for purposes of Section 18 of the Securities Exchange Act of 1934 or otherwise subject to the liabilities of that Section.

Item 9.01 Financial Statements and Exhibits

(c) Exhibits

<u>Exhibit Number</u>	<u>Description</u>
99.1	PowerPoint Presentation

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

INX Inc.

Date: September 7, 2006

By: /s/ Brian Fontana
Brian Fontana
Chief Financial Officer

EXHIBIT INDEX

Exhibit Number

Description

99.1

PowerPoint Presentation.



Jim Long
Chairman & CEO

Kaufman Brothers
Ninth Annual Investor Conference
September 6, 2006

INX Inc.

Nasdaq: INXI

www.INXI.com

Safe Harbor Statement

This presentation contains "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995.

Statements associated with words such as "anticipate," "believe," "expect," "hope," "should," "will" or other similar words are forward-looking statements.

Actual events, performance or results may differ materially from those indicated due to numerous factors, many of which we have little or no control over, and some of which we may not be successful in addressing.

Numerous of these factors are set forth in our 2005 annual report on Form 10-K/A, which we urge you to read.

All financial results shown are for continuing operations unless otherwise noted



INX Inc.

Provider of Cisco-centric IP Communications solutions to enterprise organizations



Our goal is to build the premier focused, national provider of Cisco-based IP communications solutions for enterprise organizations



Investment Highlights

- A multi-billion dollar, high growth market/industry opportunity
- Aligned with Cisco, the dominant manufacturer in networking and well positioned in the IP communications market
- The only pure play public company focused on delivering Cisco's IP Telephony solutions to enterprise customers
- Solid revenue growth due to geographic expansion and market/industry growth
- A primary financial goal is to improve operating profit margin and grow operating profit more rapidly than revenue through



Our “Market”

Within the enterprise class organization space:

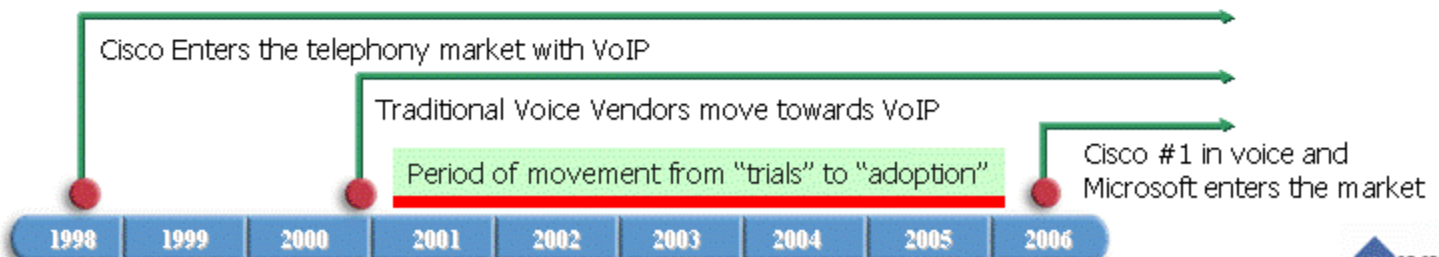
- Upgrades of and new installations of the Internet Protocol (“IP”) network
- IP-based voice and video solutions that replace antiquated traditional phone systems
- Wireless networking solutions
- Network security solutions
- Network storage solutions
- Network-centric software applications for unified messaging and collaboration that unlock the power of a converged communications platform
- Remote monitoring and management of all components of an enterprise organization’s IP Communications network infrastructure



Industry Evolution and Industry Leadership



- Cisco dominates the IP network equipment business that VoIP relies on.
- Cisco recently reached #1 position in worldwide enterprise voice systems, including traditional TDM systems, offering only IPT systems.
- Microsoft is aggressively pushing into voice applications and we believe this will accelerate adoption of voice and unified messaging applications.
- As the market for VoIP has evolved we have partnered with the right manufacturers to maximize our success.



Early Stages Of The Initial Upgrade Cycle

Recent survey of North American enterprise organization land-line decision makers showed:

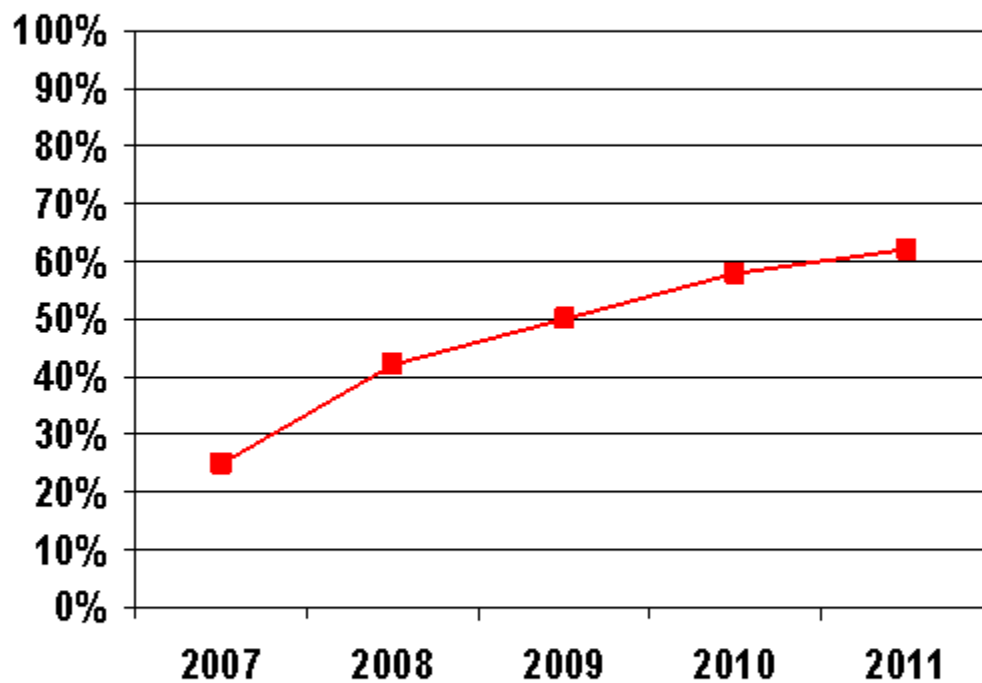
- 78% planned to migrate to IP Telephony technology
- 14% were "fully deployed or upgrade was underway"
- 32% were "rolling out or partially deployed"
- 32% were "evaluating or piloting"
- More than half plan to increase spending

FORRESTER

Source: Forrester's Business Technographics March 2006
North American and European Enterprise Network and
Telecommunications Survey



Anticipated North American Enterprise Completions of Migration to IP Telephony



FORRESTER

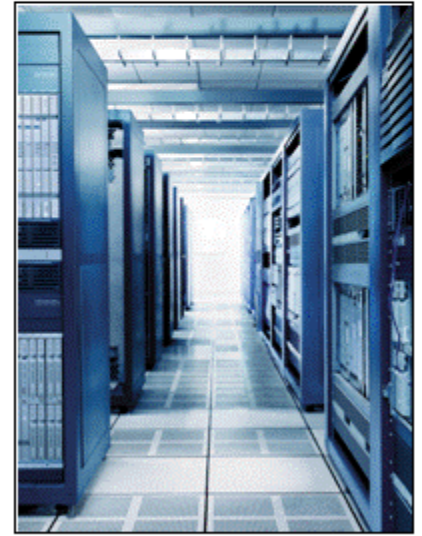
Source: Forrester's Business Technographics March 2006 North American and European Enterprise Network and Telecommunications Survey



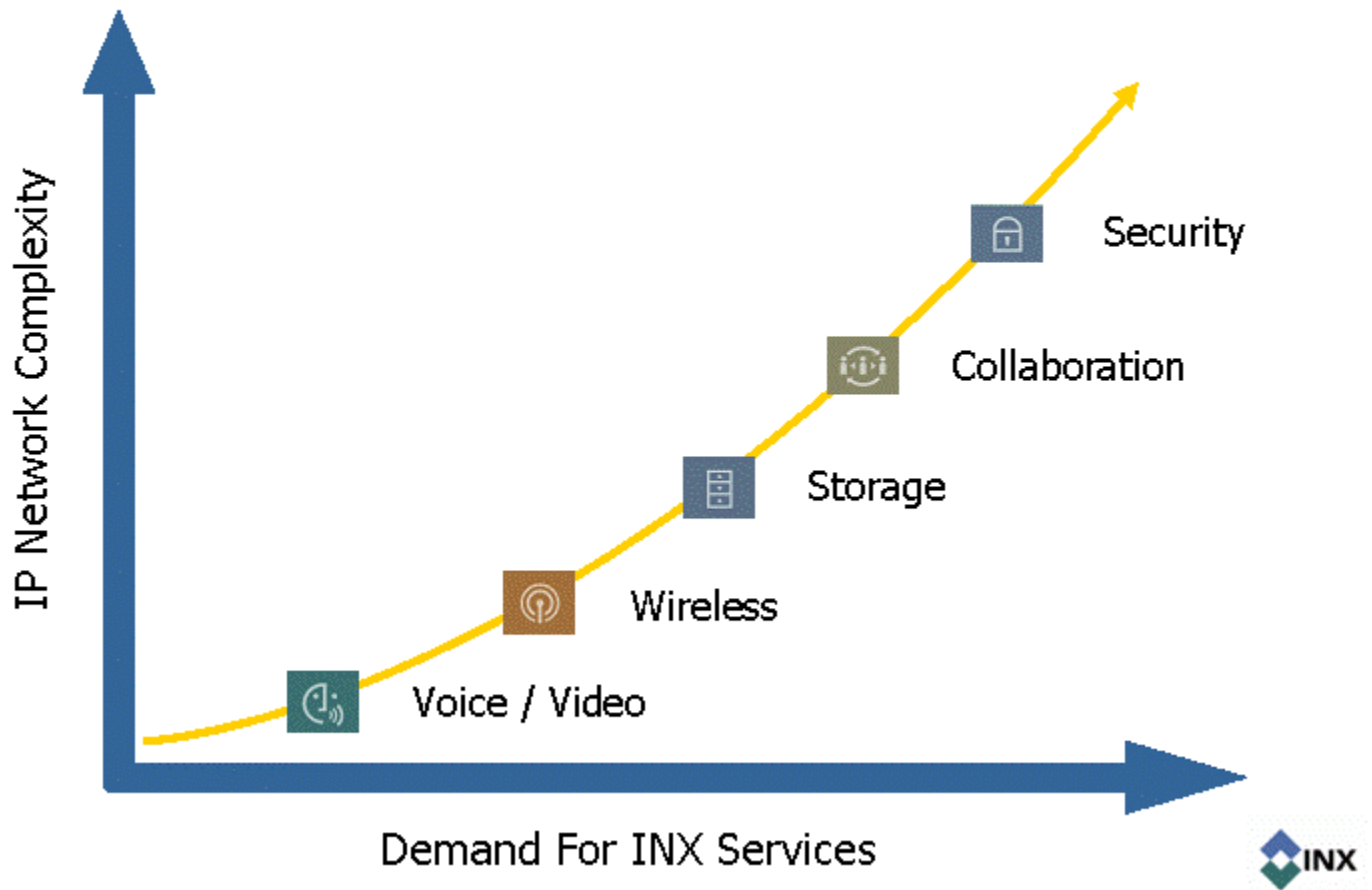
The IP Network Is Changing

“For every dollar of IP Telephony products purchased, enterprise customers spend between \$2 and \$5 on IP network infrastructure upgrades.”

- Voice applications and increasing complexity demand a state-of-the-art IP network
- Voice, video, security, storage, collaboration moving to the network is changing the importance of the network
- The IP network is now the most critical IT infrastructure technology for enterprise organizations
- Increased network complexity creates demand for expertise in design, implementation and support
- Increased reliance on a more complex IP network drives increased security demands and need for 24x7 reliability



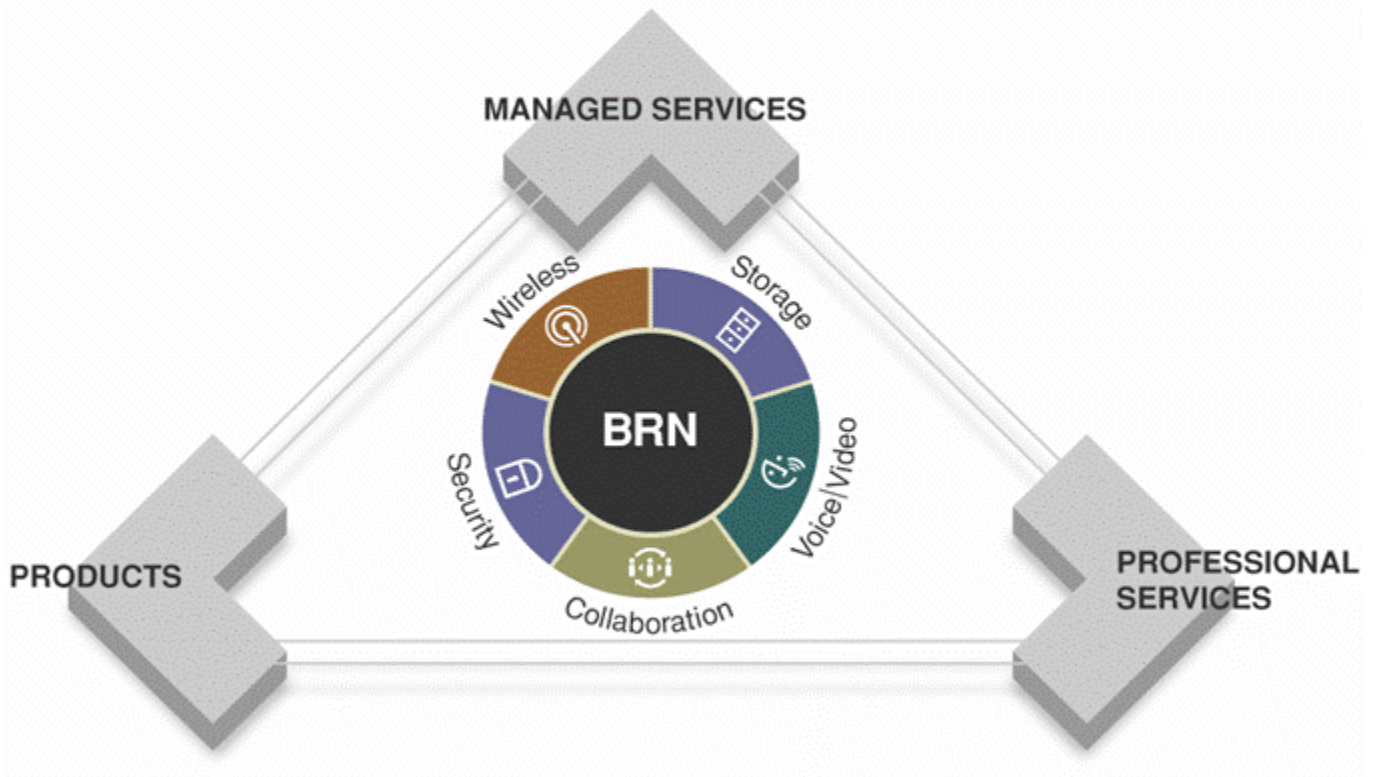
Increasing IP Network Complexity Drives Our Growth





The Company

Our "Business Ready Networks" Approach to IP Network Solutions for Enterprises



NetSurant Managed Support Services

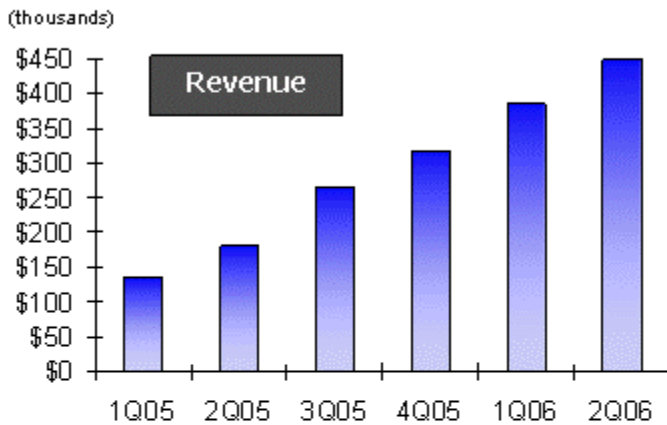
A Key Differentiator



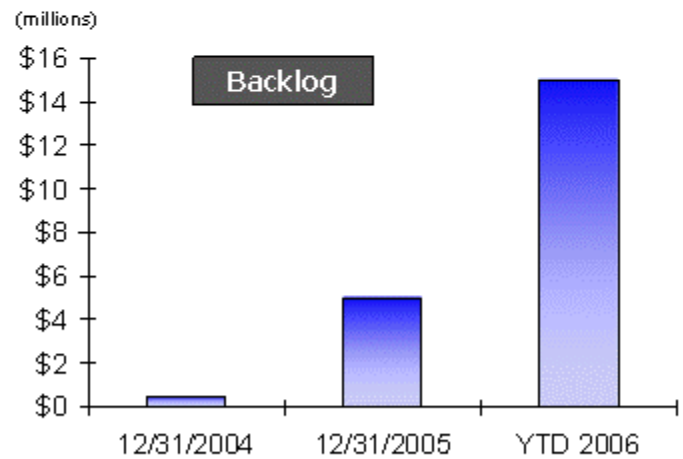
- Remote monitoring and managed support services:
 - IP network
 - IP telephony system
 - Network security
- Benefits to the customer:
 - 24x7 support
 - Access to highly trained engineers
 - Fixed cost over contract term
- Benefits to INX:
 - Long term recurring revenue stream
 - Ability to leverage cost – higher margins
 - Improved customer satisfaction and loyalty
 - A key differentiator in the sales process



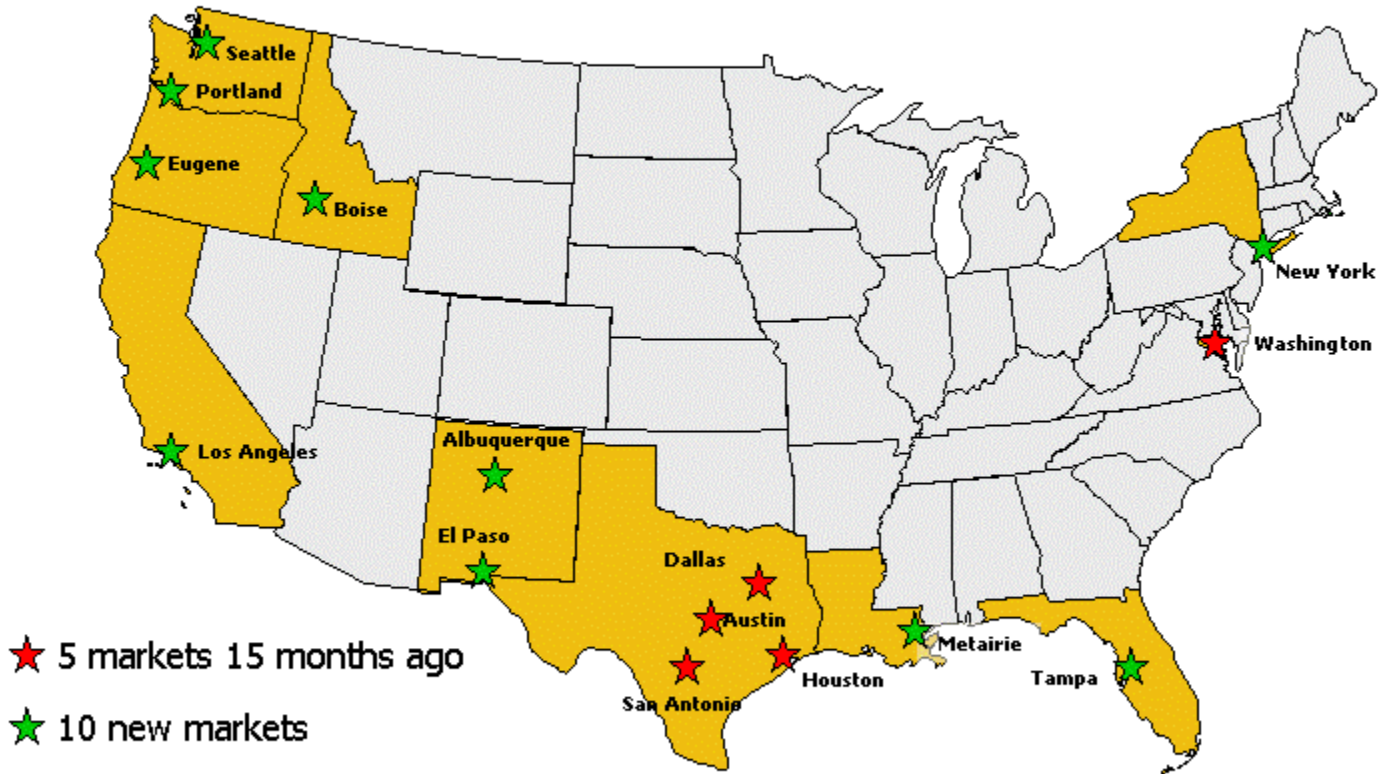
NetSurant Managed Support Services Recurring Service Revenue



- NetSurant revenues more than doubled over the past 12 months
- Our backlog of contracted future recurring services revenues has grown 3x YTD



Recent Geographic Expansion A Growth Driver That Increased Expenses



Tripled Markets Served Between May 2005 and April 2006



Long-Term Benefits Expected From Recent Investments In Strategic Initiatives

- New green-field branch office openings
- Custom IP communications products
 - Mobile IP communications node
 - Stealth video surveillance
- NetSurant managed support services offering
- Substantial increase in sales and engineering staffing



Staffing – Investing For Growth

- Substantial increase in engineering and sales staffing to drive revenue growth
- Lesser increases in administrative and operations staffing

	Fifteen Month Period		
	3/31/05	6/30/06	% Incr.
Engineers	34	106	212%
Sales	26	70	169%
Operations	16	26	63%
Branch office administration	11	21	90%
Corporate administration	17	18	6%
Totals	104	241	132%



Blue Chip Customer Base

Corporate

Schlumberger

HALLIBURTON

Neiman Marcus

Reliant Energy

FOUR SEASONS
Hotels and Resorts

SAMSUNG

CHASE

Apache
CORPORATION

GENERAL DYNAMICS
Strength On Your Side

STAUBACH
A World of Real Estate Knowledge

Alaska Airlines / Horizon Air

Contractor

IBM

EDS

Qwest
Spirit of Service

verizon

Government

US Military	Homeland Security
National Guard	Department of Justice
City of Houston	Texas Lottery

Education

Dallas ISD	Houston ISD
Austin ISD	Univ. of Texas
Univ. of Oregon	

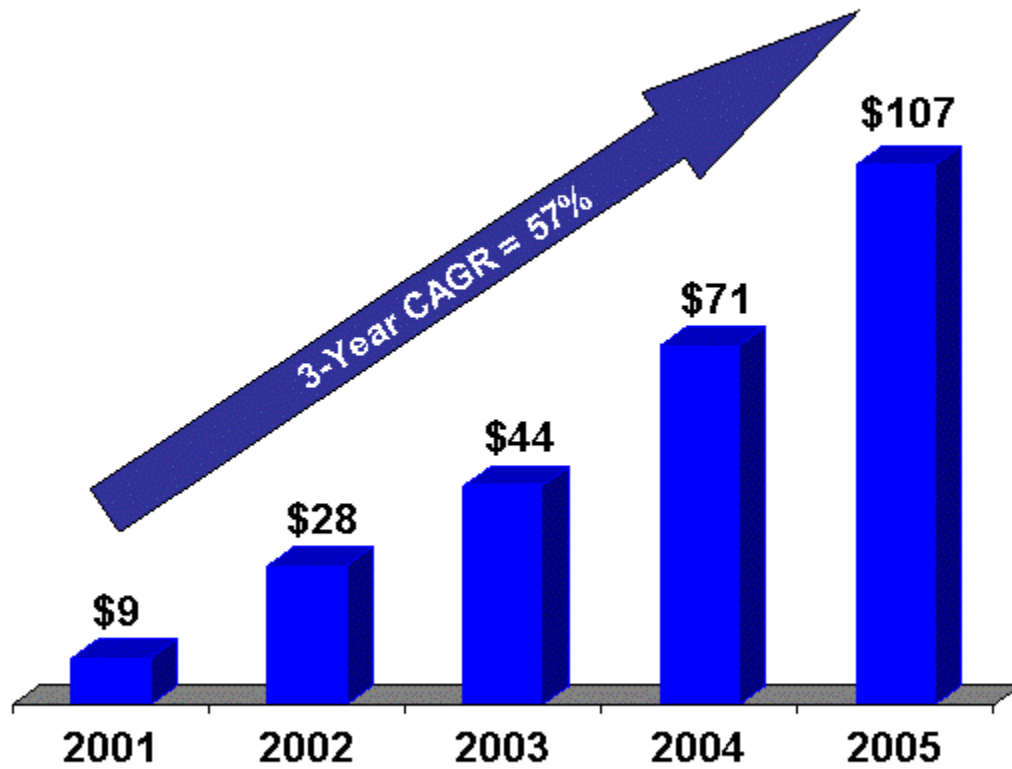


Management

- **Jim Long** – *Chairman & CEO* – founded company in 1982.
- **Mark Hilz** – *President & COO* – experience as CEO of larger public company; acquisitions experience; served on our board prior to joining management in July 2000.
- **Brian Fontana** – *CFO* – since January 2005; experience as CFO with larger public companies; acquisitions experience.
- **Ex-Cisco management members:** VP of Sales; VP of Federal; VP of managed services business; Austin office general manager.



Attractive Revenue Growth



Dollars in millions



Financial Highlights

- Overall revenue growth due to:
 - Industry growth
 - Market share gains in existing markets
 - Increasing the number of markets served through geographic expansion
- Services revenue is the most profitable revenue component and also the highest growth revenue component
 - 103% growth in 2005
 - 115% year-over-year growth for 1H06
- Gross margin on service revenue is expected to increase as recent engineering staff additions become more fully utilized and productive
- Potential to leverage the somewhat fixed components of SG&A expense



Complementary Revenue Mix

Cisco-Centric Products

- 85%-88% of total revenue
- 30% TTM growth
- Minimal inventory requirements
- Minimal working capital investment

Professional Services

- 11%-13% of total revenue
- 120% TTM growth
- Numerous Cisco specialty certifications
- Expect gross margin to improve as new offices improve productivity

Managed Support Services

- 1%-2% of total revenue
- 190% TTM growth
- Growing as a function of installed base
- Expect gross margin to improve as somewhat fixed cost is leveraged

Higher margin services revenues are growing rapidly and becoming a larger portion of total revenue



Margins And Potential For Operating Leverage

	FY 2005	2Q06	Target
Revenue	100%	100%	100%
Gross Margin:			
Products	15.7%	19.1%	16-19%
Services	29.2%	23.7%	30-35%
Total Gross Margin	17.3%	19.7%	20-22%
Operating Expenses *	15.9%	18.1%	14-15%
Operating Income *	1.4%	1.6%	4-7%

* 2005 results exclude a one-time non-cash charge



Most Recent Quarter Results

	Quarter Ended June 30, 2006	Y/O/Y Increase
Revenue		
Products	\$33,322	31%
Services	5,356	90%
Total revenue	38,678	37%
Gross profit margin %	19.7% vs 17.3%	
Gross profit	7,632	71%
SG&A expenses	7,001	73%
Operating profit	631	53%
Net profit	756	N/A

Dollars in thousands



Balance Sheet Highlights

Dollars in millions

	12/31/05	6/30/06
Cash	\$2.6	\$4.3
A/R	\$24.9	\$35.3
Debt	\$2.7	\$4.6
Stockholders Equity	\$18.0	\$20.8



Summary

- Mass implementation of VoIP technology by enterprises is beginning
- IP communications is a multi-billion dollar, growing market opportunity
- Cisco is the dominant manufacturer and INX is the only pure play public company focused on delivering Cisco VoIP solutions for enterprises
- Expect to benefit from the way the IP network is changing – more complexity and increasingly important technology
- Expect continued revenue growth - geographic expansion, investments in sales and engineering staff and market growth
- Improving mix of services revenue + maturing of newer offices + potential to leverage costs should = improving profit margin %



