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On September 1, 2006, we entered into a loan agreement with Amalgamated Bank. The loan agreement provides for a one-year secured revolving credit facility of up to \$15 million. Borrowings under the facility have been used to refinance our \$4,500,000 note to Bank of America and our debt of approximately \$172,000 to Trade Investment Services, LLC, each of which has been paid in full with the proceeds of the revolving credit facility. Remaining amounts available under the credit facility may be used for the redemption of our Series B Redeemable Convertible Preferred Stock and for ongoing working capital purposes. As of the date hereof, we had \$5,000,000 in borrowings under the facility, most of which was used to retire the debt described above.

The interest rate on borrowings under the credit facility is equal to, at our option, either (1) the lender's publicly announced base rate, or (2) 1.50% plus the applicable LIBOR rate. Interest is payable monthly, quarterly or semi-annually, at our election, in arrears not later than the end of each such period.

The credit facility requires that all principal be repaid in full on the first anniversary of the closing date, which may be extended for up to one year at the lender's option.

The facility is secured by a first priority lien on our accounts receivable, equipment, inventory and deposit accounts. The obligations under the credit facility are also guaranteed by each of our current and future subsidiaries.

The credit facility contains covenants restricting our ability to, among other things: (1) incur or guarantee additional debt; (2) make any investments (other than in the ordinary course); (3) engage in any asset sales or dispose of any assets (other than in the ordinary course); (4) engage in transactions with affiliates; (5) incur liens; and (6) declare or pay dividends. The credit facility also requires us not to exceed a maximum total leverage ratio, to maintain a minimum consolidated EBITDA, to maintain a minimum fixed charge coverage ratio and to maintain minimum deposit balances with the lender (unless certain revenue and EBITDA thresholds are met).

The credit facility also provides for customary events of default, including non-payment defaults and covenant defaults.

The descriptions of the credit facility and loan agreement are qualified in their entirety by the full text of the loan agreement, which is attached hereto as Exhibit 10.1 and incorporated herein by reference.

Our press release announcing the credit facility is attached hereto as Exhibit 99.1 and incorporated herein by reference.

Item 9.01. Financial Statements and Exhibits

(d) Exhibits.

Exhibit No.	Description
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10.1	Loan Agreement, dated September 1, 2006, between Integrated BioPharma, Inc. and Amalgamated Bank
99.1	Press Release issued by Integrated BioPharma, Inc. on September 7, 2006.

SIGNATURES

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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 thereunto duly authorized.

INTEGRATED BIOPHARMA, INC.

Date: September 8, 2006

By: /s/ Dina Masi

Dina Masi
Chief Financial Officer