

UNITED STATES SECURITIES AND EXCHANGE COMMISSION
Washington, DC 20549

FORM 10-QSB

Quarterly Report Pursuant to Section 13 or 15(d)
of the Securities Exchange Act of 1934
For the quarterly period ended August 31, 2006

or

Transition Report Pursuant to Section 13 or 15 (d) of
the Securities Exchange Act of 1934

Commission file No. 0-33259

SECURITY DEVICES INTERNATIONAL INC.

(Exact name of registrant as specified in its charter)

Delaware Applied For
(State of incorporation) (I.R.S. Employer Identification Number)

464 Old Orchard Grove
Toronto, Ontario
Canada M5M 2G4

(Address of Principal Executive Office) Zip Code

(647) 388-1117

(Registrant's telephone number, including area code)

Check whether the issuer: (1) filed all reports required to be filed by Section 13 or 15 (d) of the Securities Exchange Act of 1934 during the proceeding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.

YES NO

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act):

Yes No X
----- -----

As of October 9, 2006, the Company had 10,214,880 issued and outstanding shares of common stock.

SECURITY DEVICES INTERNATIONAL, INC.
(A Development Stage Enterprise)
INTERIM FINANCIAL STATEMENTS
AUGUST 31, 2006
(Amounts expressed in US Dollars)
(Unaudited)

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TABLE OF CONTENTS

Page No

Interim Balance Sheets as of August 31, 2006 and November 30, 2005	1
Interim Statement of Operations for the nine months and three months ended August 31, 2006 and August 31, 2005.	2
Interim Statement of Cash Flows for the nine months ended August 31, 2006 and August 31, 2005.	3
Interim Statement of Changes in Stockholders' Equity (Deficiency) for the nine months ended August 31, 2006 and nine months (since inception) ended November 30, 2005.	4
Condensed Notes to Interim Financial Statements	5-7

SECURITY DEVICES INTERNATIONAL, INC.
(A Development Stage Enterprise)
Interim Balance Sheets
As at August 31, 2006 and November 30, 2005
(Amounts expressed in US Dollars)
(Unaudited)

ASSETS

	August 31, 2006	November 30, 2005
	-----	-----
CURRENT ASSETS		
Cash	254,405	126
	=====	=====

LIABILITIES

	August 31, 2006	November 30, 2005
	-----	-----
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	9,160	16,076
Loans from Directors/Shareholders (note 5)	8,787	8,029
	-----	-----
	17,947	24,105
	-----	-----

STOCKHOLDERS' EQUITY (DEFICIENCY)

CAPITAL STOCK (note 4)	10,215	6,923
ADDITIONAL PAID-IN CAPITAL	708,905	157,797
DEFICIT, ACCUMULATED DURING THE DEVELOPMENT STAGE	(482,662)	(188,699)
	-----	-----
	236,458	(23,979)
	-----	-----
	254,405	126
	=====	=====

See condensed notes to the interim financial statements

1

SECURITY DEVICES INTERNATIONAL, INC.
(A Development Stage Enterprise)
Interim Statement of Operations
For the nine months and three months ended August 31, 2006 and August 31, 2005
(Amounts expressed in US Dollars)
(Unaudited)

<TABLE>

<S>	<C>	<C>	<C>	<C>	<C>
	For the	For the	For the	For the	
	nine months	nine months	three months	three months	
	ended	ended	ended	ended	
	August 31,	August 31,	August 31,	August 31,	
	2006	2005	2006	2005	
	-----	-----	-----	-----	
	\$	\$	\$	\$	

RESEARCH AND PRODUCT DEVELOPMENT COST	298,200	218,200	70,000	128,025	37,000
--	---------	---------	--------	---------	--------

OTHER OPERATING EXPENSES

General and administration	49,546	28,071	17,229	13,603	13,168
Legal and accounting	60,916	38,942	898	12,825	210
Consulting and professional	74,000	8,750	65,250	-	-
	-----	-----	-----	-----	-----

TOTAL EXPENSES	482,662	293,963	153,377	154,453	50,378
	-----	-----	-----	-----	-----

LOSS BEFORE INCOME TAXES	(482,662)	(293,963)	(153,377)	(154,453)	(50,378)
--------------------------	-----------	-----------	-----------	-----------	----------

Income taxes	-	-	-	-	-
	-----	-----	-----	-----	-----

NET LOSS	(482,662)	(293,963)	(153,377)	(154,453)	(50,378)
	-----	-----	-----	-----	-----

Loss per share - basic and diluted	(0.04)	(0.02)	(0.02)	(0.01)
	-----	-----	-----	-----

Weighted average common shares outstanding	7,989,179	6,771,360	8,367,054	6,962,010
	-----	-----	-----	-----

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See condensed notes to the interim financial statements

SECURITY DEVICES INTERNATIONAL, INC.
(A Development Stage Enterprise)
Interim Statement of Cash Flows
For the nine months ended August 31, 2006 and August 31, 2005 (Amounts expressed
in US Dollars) (Unaudited)

<TABLE>

<S>

<C> <C> <C>

	For the nine months ended August 31, 2006	For the nine months ended August 31, 2005		
Cumulative since inception	-----	-----	-----	-----
	\$	\$	\$	
\$				
CASH FLOWS FROM OPERATING ACTIVITIES				
Net loss for the period	(482,662)	(293,963)	(153,377)	
Items not requiring an outlay of cash:				
Issue of shares for professional services	74,000	8,750	65,250	
Increase/(Decrease) in accounts payable and accrued liabilities	9,160	(6,916)	(3,791)	
	-----	-----	-----	
NET CASH USED IN OPERATING ACTIVITIES	(399,502)	(292,129)	(91,918)	
CASH FLOWS FROM INVESTING ACTIVITIES				
	-----	-----	-----	
NET CASH USED IN INVESTING ACTIVITIES	--	--	--	
CASH FLOWS FROM FINANCING ACTIVITIES				
Increase in loans from directors/shareholders	8,787	758	150	
Proceeds from issuance of common shares	645,120	545,650	99,470	
NET CASH PROVIDED BY FINANCING ACTIVITIES	653,907	546,408	99,620	
	-----	-----	-----	
NET INCREASE IN CASH AND CASH EQUIVALENTS FOR THE PERIOD	254,405	254,279	7,702	
Cash and cash equivalents, beginning of period	--	126	-	
	-----	-----	-----	
CASH AND CASH EQUIVALENTS, END OF PERIOD	254,405	254,405	7,702	
	=====	=====	=====	
INCOME TAXES PAID	=====	=====	=====	
	--	--	--	
INTEREST PAID	=====	=====	=====	
	--	--	--	

</TABLE>

See condensed notes to the interim financial statements

SECURITY DEVICES INTERNATIONAL, INC.
(A Development Stage Enterprise)
Interim Statement of Changes in Stockholders' Equity (Deficiency) For the nine months ended August 31, 2006 and nine months (since inception) ended November 30, 2005 (Amounts expressed in US Dollars) (Unaudited)

<TABLE>

<S>	<C>	<C>	<C>	<C>	<C>
	Number of Common Shares	Common Shares amount	Additional Paid-in Capital	Deficit Accumulated	Total
		\$	\$	\$	\$
Balance as of March 1, 2005	--	--	--	--	--
Issuance of common shares for professional services	6,525,000	6,525	58,725	--	65,250
Issuance of common shares for cash	397,880	398	99,072	--	99,470
Net loss for the period	--	--	--	(188,699)	(188,699)
November 30, 2005	6,922,880	6,923	157,797	(188,699)	(23,979)
Issuance of common shares for cash	956,000	956	94,644	--	95,600
Issuance of common shares for cash	286,000	286	49,764	--	50,050
Issuance of common shares to consultant for services	50,000	50	8,700	--	8,750
Issuance of common shares for cash	2,000,000	2,000	398,000	--	400,000
Net loss for the period	--	--	--	(293,963)	(293,963)
Balance as of August 31, 2006	10,214,880	10,215	708,905	(482,662)	236,458

</TABLE>

See condensed notes to the interim financial statements

SECURITY DEVICES INTERNATIONAL, INC.
(A Development Stage Enterprise)
Condensed Notes to Interim Financial Statements
August 31, 2006
(Amounts expressed in US Dollars)
(Unaudited)

1. BASIS OF PRESENTATION

The accompanying unaudited interim consolidated financial statements do not include all the information and footnotes required by generally accepted accounting principles for complete financial statements. In the opinion of management, all adjustments (consisting of all recurring accruals) considered necessary for fair presentation have been included. Operating results for the interim period are not necessarily indicative of the results that may be expected for the year ended November 30, 2006. Interim financial statements should be read in conjunction with the Company's audited financial statements for the nine-month period

ended November 30, 2005.

The financial statements include the accounts of Security Devices International Inc. (the "Company"). The Company was incorporated on March 1, 2005. The first period for financial statements of the Company commenced March 1, 2005 and ended November 30, 2005.

2. NATURE OF OPERATIONS AND GOING CONCERN

The Company was incorporated under the laws of the state of Delaware on March 1, 2005. The company plans to develop and market a wireless, non-lethal weapon for use in law enforcement, defense and personal security. The company's product in the making is similar to the widely used Stun Gun, except that it can effectively incapacitate offenders from a distance as far as 30 meters without a trail of wires leading back to the launcher.

The company has not commenced operations. It has no source for operating revenue and expects to incur significant expenses before establishing operating revenue. The Company's future success is dependent upon its ability to raise sufficient capital, not only to maintain its operating expenses, but to continue to develop and be able to profitably market its product. There is no guarantee that such capital will be available on acceptable terms, if at all.

3. RESEARCH AND PRODUCT DEVELOPMENT

Research and Product Development costs, other than capital expenditures but including acquired research and product development costs, are charged against income in the period incurred.

SECURITY DEVICES INTERNATIONAL, INC.
(A Development Stage Enterprise)
Condensed Notes to Interim Financial Statements
August 31, 2006
(Amounts expressed in US Dollars)
(Unaudited)

4. ISSUANCE OF COMMON SHARES

a) Changes to Issued Share Capital

- i) On December 31, 2005 the Company authorized the issuance of 486,000 common shares for cash for a total consideration of \$48,600.
- ii) On January 31, 2006 the Company authorized the issuance of 470,000 common shares for cash for a total consideration of \$47,000.
- iii) On March 8, 2006 the Company authorized the issuance of 286,000 common shares for cash @ \$0.175 per share for a total consideration of \$50,050. On the same day, the Company authorized the issuance of 50,000 shares to a consultant for the services rendered as finder's fees. These services were valued @\$0.175 per common share and expensed as consulting fees in the amount of \$8,750.
- iv) By means of a prospectus dated May 5, 2006 the Company offered to the public up to 2,000,000 shares of its common stock at a price of \$0.20 per share. The Company closed the offering on July 31, 2006 after receiving consideration of \$400,000 and issued 2,000,000 common shares in August, 2006.

b) Purchase Warrants

During the current quarter no warrants were issued.

6

SECURITY DEVICES INTERNATIONAL, INC.
(A Development Stage Enterprise)
Condensed Notes to Interim Financial Statements
August 31, 2006
(Amounts expressed in US Dollars)
(Unaudited)

5. RELATED PARTY TRANSACTIONS

During the nine month period ended May 31, 2006 no director was paid any compensation in cash. All out of pocket expenses of directors/promoters were expensed. The Directors made advances to the Company to meet the operating expenses. These advances of \$8,787 as on August 31, 2006 are unsecured and bear interest at 4% p.a. Further, a Company Director has charged the Company a total amount of \$2,250 for providing office space for the nine month period ended August 31, 2006.

The Company's officers and directors have agreed to serve without compensation until commercial sales begin. The Company has agreed to pay a director a royalty equal to 3.5% of the Company's sales

6. LISTING OF COMMON STOCK

The common stock of the Company was listed for trading on the OTC Bulletin Board under the symbol "SDEV" effective August 28, 2006.

7. INCOME TAXES

The Company did not record any recovery for income taxes for the period ended August 31, 2006 as the net loss carry forwards are fully offset by a valuation allowance

8. SUBSEQUENT EVENT

By means of a prospectus dated September 7, 2006 a number of shareholders of the Company are offering to sell up to 2,814,880 common shares at a price of \$0.20 per share. The Company will not record any proceeds for the sale of the common stock by the selling stockholders.

7

MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND PLAN OF OPERATIONS

Security Devices International was incorporated on March 1, 2005 and as of October 10, 2006 had not generated any revenue.

Security Devices is developing a wireless, non-lethal weapon for use in law enforcement, defense and personal security. Known as the W-EMDT Wireless Electro-Muscular Disruption Technology, (previously referred to as the "WERS"), Security Devices' weapon will be similar to the widely used Stun Gun and TASER(R), except that it will be able to effectively incapacitate offenders from

a distance as far as 30 meters without a trail of wires leading back to the launcher. The W-EMDT weapon will have a range which is more than four times farther than TASER(R), providing a significant safety advantage for law enforcement officers and security personnel.

During the period from inception (March 1, 2005) through August 31, 2006 Security Devices' operations used \$(399,502) in cash. During this period, Security Devices borrowed \$8,787 (net) from its officers and directors, raised \$245,120 from the sale of its common stock in private transactions and raised \$400,000 from the public sale of its shares.

Security Devices' plan of operation during the twelve months ending August 31, 2007 is as follows:

Activity	Projected Completion Date	Estimated Cost
-----	-----	-----
Completion of fully operational Long Range W-EMDT prototype (rifle fired) for production	10/06	\$177,000
Completion of fully operational Long Range W-EMDT prototype (shotgun fired) for production	2/07	30,000
Design production system for Long Range W-EMDT	2/07	536,000

	\$743,000	
	=====	

Security Devices plans to develop a Short Range version of the W-EMDT after the development to the Long Range W-EMDT has been completed. However since the development of the Long Range W-EMDT is not complete, Security Devices does not know the time or cost involved in developing the Short Range W-EMDT.

Security Devices anticipates that its capital requirements for the twelve months ending August 31, 2007 will be:

Research and Development	\$743,000
General and administrative expenses	70,000
Offering Expenses	30,000

Total	\$843,000
	=====

Security Devices' future plans will be dependent upon the amount of capital Security Devices is able to raise.

Security Devices will attempt to raise any additional capital which it may need through the private or public sale of its equity securities or borrowings from third parties. Security Devices does not have any commitments or arrangements from any person to provide Security Devices with any capital. If additional financing is not available when needed, Security Devices may continue to operate in its present mode or Security Devices may need to reduce its level of operations.

Controls and Procedures

Sheldon Kales, the Company's Chief Executive and Financial Officer, has evaluated the effectiveness of the Company's disclosure controls and procedures as of the end of the period covered by this report, and in his opinion the Company's disclosure controls and procedures are effective to ensure that material information relating to the Company, is made known to him by others within those entities, particularly during the period in which this report is being prepared, so as to allow timely decisions regarding required disclosure. There have been no changes in the Company's internal controls or in other factors that could significantly affect the Company's internal controls. As a result, no corrective actions with regard to significant deficiencies or material weakness in the Company's internal controls were required.

PART II

6. EXHIBITS

The following exhibits are filed with this report:

Number	Description
31	Rule 13a-14(a)/15d-14(a) certifications
32	Section 1350 certifications

SIGNATURES

Pursuant to the requirements of Section 12 of the Securities Exchange Act of 1934, the registrant has duly caused this registration statement to be signed on its behalf by the undersigned, thereunto duly authorized on October 9, 2006.

SECURITY DEVICES INTERNATIONAL INC.

By /s/ Sheldon Kales

Sheldon Kales, President and Principal
Accounting Officer

CERTIFICATIONS

I, Sheldon Kales, certify that:

1. I have reviewed this quarterly report on Form 10-QSB of Security Devices International, Inc.;
2. Based on my knowledge, this report 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 report;
3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the small business issuer as of, and for, the periods presented in this report;
4. The small business issuer's other certifying officer(s) and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) for the small business issuer and have:
 - a) designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the small business issuer, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;
 - b) designed such internal control over financial reporting, or cause such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;
 - c) evaluated the effectiveness of the small business issuer's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and
 - d) disclosed in this report any change in the small business issuer's internal control over financial reporting that occurred during the small business issuer's most recent fiscal quarter (the small business issuer's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the small business issuer's internal control over financial reporting; and
5. The small business issuer's other certifying officer(s) and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the small business issuer's auditors and the audit committee of the small business issuer's board of directors (or persons performing the equivalent functions):
 - a) all significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the small business issuer's ability to record, process, summarize and report financial information; and
 - b) any fraud, whether or not material, that involves management or other employees who have a significant role in the small business issuer's internal control over financial reporting.

October 9, 2006

/s/ Sheldon Kales

Sheldon Kales

CERTIFICATIONS

I, Sheldon Kales, certify that:

1. I have reviewed this quarterly report on Form 10-QSB of Security Devices International, Inc.;

2. Based on my knowledge, this report 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 report;

3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the small business issuer as of, and for, the periods presented in this report;

4. The small business issuer's other certifying officer(s) and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) for the small business issuer and have:

a) designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the small business issuer, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;

b) designed such internal control over financial reporting, or cause such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;

c) evaluated the effectiveness of the small business issuer's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and

d) disclosed in this report any change in the small business issuer's internal control over financial reporting that occurred during the small business issuer's most recent fiscal quarter (the small business issuer's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the small business issuer's internal control over financial reporting; and

5. The small business issuer's other certifying officer(s) and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the small business issuer's auditors and the audit committee of the small business issuer's board of directors (or persons performing the equivalent functions):

a) all significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the small business issuer's ability to record, process, summarize and report financial information; and

b) any fraud, whether or not material, that involves management or other employees who have a significant role in the small business issuer's internal control over financial reporting.

October 9, 2006

/s/ Sheldon Kales

Sheldon Kales, Principal Financial Officer

EXHIBIT 32

In connection with the Quarterly Report of Security Devices International Inc. (the "Company") on Form 10-QSB for the period ending August 31, 2006 as filed with the Securities and Exchange Commission (the "Report"), Sheldon Kales, the President and Principal Financial Officer of the Company, certifies pursuant to 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002, that to the best of his knowledge:

- (1) The Report fully complies with the requirements of Section 13(a) or 15(d) of the Securities Exchange Act of 1934; and
- (2) The information contained in the Report fairly presents, in all material respects the financial condition and results of the Company.

October 9, 2006

/s/ Sheldon Kales

Sheldon Kales, President and Principal
Financial Officer