



Press release

UBS ANNOUNCES 2003 YEAR-END AND FOURTH QUARTER RESULTS

Company expects Look Communications to play major role in future success

Toronto, Canada (September 26, 2003) – In announcing its year-end and fourth quarter results for fiscal 2003, Unique Broadband Systems, Inc. (TSX Venture: UBS) highlighted its increased ownership in Look Communications Inc. as a milestone that will play an increasingly significant role in its business. “Look is the largest Canadian independent Internet and wireless digital TV service provider in Canada and our purchase of shares has allowed for both UBS and Look to focus on realigning our strengths to provide customers with improved high-speed wireless Internet access, Web hosting, E-mail, E-business and other associated services,” said Gerald T. McGoey, Chairman and CEO of UBS. “As that process continues to unfold, we expect Look’s operations to have a growing influence on UBS and its future success.”

UBS and Look had been in discussions through much of the 2003 fiscal year, with an initial announcement about the relationship made in August 2002. Since that time, the relationship has been strengthened to the point now where UBS owns 29.9% of Look the ISP and digital TV service provider with a fully paid assignable option to acquire and additional 21.1% from Telesystems Ltd. The exercise of the option by UBS is subject only to CRTC approval.

For the fiscal year that ended May 31, 2003, UBS reported a net loss of \$15.9 million, or \$0.16 per common share, compared with a net loss of \$31 million, or \$0.30 per common share in fiscal 2002. For the fourth quarter, the net loss was \$4.7 million, or \$0.05 per common share, compared to a loss of \$8.9 million, or \$0.08 per common share last year.

Revenues for the year ended May 31, 2003 totaled \$4.2 million, and were 60% from the Company’s digital broadcasting product lines and 40% from the Company’s passive and waveguide business. In the prior year, the Company’s revenues of \$25.2 million primarily reflected the contract with Hughes Network Systems for a digital audio broadcast (DAB) terrestrial network built for XM Radio in the USA. This contract was successfully completed in the third quarter of the 2002 fiscal year.

Throughout fiscal 2003, UBS took steps to reduce its cash burn rate, by reducing both head count and realigning its operations at its Toronto base. At the end of the fiscal year, the Company had 91 employees, down from a one-time high of 130. Subsequent to the year-end, the Company further reduced its workforce through a combination of layoffs and through the divestiture of its legacy equipment business, leaving six employees.

“UBS was incurring a very significant level of costs in its equipment division and, given ongoing weakness in wireless equipment markets, was not prepared to maintain the level of cash burn associated with continuing it. Further significant reductions in staffing and R&D would have resulted in an inability to achieve the necessary level of technological advancement. Accordingly, the decision was made to

divest this business which will allow us to focus on UBS' key asset, its investment in Look Communications," said Mr. McGoey. "We're pleased that we have been able to effect this restructuring while still maintaining a relationship with the new equipment company."

At the end of the fiscal year, UBS reported cash and cash equivalents of \$11.5 million, compared to \$38.3 million at the end of the 2002 fiscal year.

About Unique Broadband Systems, Inc.

UBS is a publicly listed Canadian company that has investments in a technology company, licensed spectrum and a 51% equity investment in Look Communications Inc. (TSX Venture: LOK). With its licensed spectrum through its affiliate, Look Communications, UBS is a Canadian digital television broadcaster and broadband wireless service provider. The Company's web sites may be found at www.uniquesys.com and www.look.ca.

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No stock exchange or regulatory authority has reviewed or accepts responsibility for the adequacy or accuracy of this release.

UNIQUE BROADBAND SYSTEMS, INC.Consolidated Balance Sheets
(in thousands of dollars)

May 31, 2003, with comparative figures for 2002

	2003	2002
Assets		
Current assets:		
Cash and cash equivalents	\$ 11,505	\$ 38,271
Accounts receivable	269	388
Inventory	1,848	913
Prepaid expenses and other assets	638	318
	14,260	39,890
Capital assets	2,463	1,807
Restricted cash	1,989	2,000
Investment in Look Communications Inc.	7,874	-
	\$ 26,586	\$ 43,697
Liabilities and Shareholders' Equity		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 3,192	\$ 4,388
Income taxes payable	185	240
	3,377	4,628
Shareholders' equity:		
Share capital	58,222	58,139
Contributed surplus	150	150
Deficit	(35,163)	(19,220)
	23,209	39,069
	\$ 26,586	\$ 43,697

UNIQUE BROADBAND SYSTEMS, INC.Consolidated Statements of Operations and Retained Earnings (Deficit)
(in thousands of dollars, except per share data)

Year ended May 31, 2003, with comparative figures for 2002

	2003	2002
Sales	\$ 4,182	\$ 25,235
Cost of sales	1,449	22,214
Gross profit	2,733	3,021
Expenses:		
Selling, production and administrative	11,892	11,844
Research and development	6,450	7,901
Other charges	-	10,320
Reorganization costs	-	3,568
Interest	-	164
Amortization	742	1,260
	19,084	35,057
Loss before the undernoted items	(16,351)	(32,036)
Equity in loss of Look Communications Inc.	(299)	-
Foreign exchange gain (loss)	36	(224)
Interest income	715	1,323
Loss before income taxes	(15,899)	(30,937)
Income taxes	44	90
Net loss	(15,943)	(31,027)
Retained earnings (deficit), beginning of year	(19,220)	11,807
Deficit, end of year	\$ (35,163)	\$ (19,220)
Net loss per common share:		
Basic and diluted	\$ (0.16)	\$ (0.30)

UNIQUE BROADBAND SYSTEMS, INC.

Consolidated Statements of Cash Flows
(in thousands of dollars)

Year ended May 31, 2003, with comparative figures for 2002

	2003	2002
Cash flows from operating activities:		
Net income (loss)	\$ (15,943)	\$ (31,027)
Items not involving cash:		
Amortization and other	825	1,260
Equity interest in losses of Look Communications Inc.	299	-
Change in non-cash operating working capital	(1,991)	16,871
Net cash flows used in operating activities	(16,810)	(12,896)
Cash flows from investing activities:		
Investment in Look Communications Inc.	(8,173)	-
Restricted cash	11	(2,000)
Purchase of capital assets	(1,794)	(292)
Net cash flows used in investing activities	(9,956)	(2,292)
Cash flows from financing activities:		
Decrease in bank indebtedness	-	(3,129)
Reduction in long-term debt	-	(390)
Proceeds from options and warrants exercised	-	371
Repayment of shareholder loan	-	874
Net cash flows used in financing activities	-	(2,274)
Decrease in cash and cash equivalents	(26,766)	(17,462)
Cash and cash equivalents, beginning of year	38,271	55,733
Cash and cash equivalents, end of year	\$ 11,505	\$ 38,271