



UBS ANNOUNCES FIRST QUARTER RESULTS

Toronto, Canada (January 24, 2005) – Unique Broadband Systems, Inc. (TSX Venture: UBS) today reported its results for the first quarter of fiscal 2005, which ended November 30, 2004. UBS experienced a significant improvement in its financial results compared with the same period a year ago.

The net loss for the period was \$1.2 million, or \$0.01 per common share, compared with a net loss of \$7.4 million, or \$0.07 per common share in the quarter ended November 30, 2003. The cash inflow from operating activities was \$0.6 million in the quarter compared with cash used in operations of \$2.7 million for the comparative quarter in 2003.

These improvements were a result of various restructuring actions, particularly the divestiture of the engineering and manufacturing business in October 2003.

That divestiture, along with the acquisition of a 51% controlling interest in Look Communications Inc. (Look) has positioned UBS to capitalize on the rapid evolution in the wireless market.

“We see mobile broadband as the next stage in the expansion of the wireless market” said Gerald McGoey, Chairman and Chief Executive Officer. “Our new mobile multimedia service – the Mobile Broadband Video Network – that we will jointly offer with Look is ideally positioned for this exciting new service. At Look we have the necessary licensed spectrum to deliver mobile services and we have a broadcasting license which allows us to provide extensive content. At UBS, we can capitalize on extensive experience in the field, including the development, design and build of the terrestrial network deployed by XM Satellite Radio Inc. in the USA. And finally, consumer interest in this area is high, which we believe will result in explosive growth in mobile broadband services.”

About Unique Broadband Systems, Inc.

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

Look delivers a full range of communications services, including high-speed and dial-up Internet access, Web applications, digital television distribution and customer service to

both the business and residential markets across Canada. In addition, Look provides a number of value-added services to meet its customers' needs, such as Web hosting, domain name registration, Web mail, parental filters and virus scanning. Look's shares are listed on the TSX Venture Exchange under the symbol LOK. The Company's web site may be found at 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
(Unaudited) (In thousands of dollars)

November 30, 2004 August 31, 2004

Assets

Current assets:

Cash and cash equivalents	\$ 4,661	\$ 4,920
Short-term investments	3,000	2,510
Restricted cash	510	492
Accounts receivable	2,984	2,809
Inventory	53	53
Prepaid expenses and deposits	750	3,019
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	11,958	13,803

Capital assets 26,029 26,101

Deferred charges 316 342

\$ 38,303 \$ 40,246

Liabilities and Shareholders' Equity

Current liabilities:

Accounts payable and accrued liabilities	\$ 13,154	\$ 12,557
Income taxes payable	-	40
Unearned revenue	1,625	1,571
Current portion of long-term debt	32	31
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	14,811	14,199

Long-term debt 1,234 1,242

Non-controlling interest 13,719 15,109

Shareholders' equity:

Share capital	58,139	58,139
Contributed surplus	422	375
Deficit	(50,022)	(48,818)
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	8,539	9,696

\$ 38,303 \$ 40,246

UNIQUE BROADBAND SYSTEMS, INC.

Consolidated Statements of Operations and Deficit

(Unaudited) (In thousands of dollars, except shares and per share amounts)

	Three months ended November 30	
	2004	2003
Service and sales revenue	\$ 10,066	\$ —
Carrier charges and cost of sales	5,330	—
Gross margin	4,736	—
Expenses:		
Marketing and sales	1,240	—
Customer care	1,143	—
Engineering and operations	1,492	—
General and administration	1,967	558
Amortization of capital assets	1,334	—
Amortization of deferred charges	27	—
	7,203	558
Equity interest in losses of Look	(2,467)	(558)
Interest	-	171
Loss from continuing operations before income taxes and non-controlling interest	16	—
Income taxes	(2,483)	(387)
Loss from continuing operations before non-controlling interest	15	(12)
Non-controlling interest	(2,498)	(375)
Loss from continuing operations	1,294	—
Loss from discontinued operations	(1,204)	(375)
Loss for the period	-	(7,001)
Deficit, beginning of period	(1,204)	(7,376)
Deficit, end of period	(48,818)	(38,129)
Loss per share from continuing operations:		
Basic and diluted	\$ (0.01)	\$ (0.00)
Loss per share:		
Basic and diluted	\$ (0.01)	\$ (0.07)
Weighted average number of outstanding shares in thousands:		
Basic and diluted	102,748	102,748

UNIQUE BROADBAND SYSTEMS, INC.

Consolidated Statements of Cash Flows
(Unaudited) (In thousands of dollars)

	Three months ended November 30	
	2004	2003
Cash flows from operating activities:		
Loss from continuing operations	\$ (1,204)	\$ (375)
Non-controlling interest	(1,294)	-
Equity interest in losses of Look	-	(171)
Amortization of capital assets	1,334	-
Amortization of deferred charges	27	-
Amortization of stock based compensation	55	-
Change in non-cash operating working capital	2,228	(12)
Cash flows from/(used in) continued operations	1,146	(558)
Cash flows used in discontinued operations	(506)	(2,172)
Cash flows from/(used in) operating activities	640	(2,730)
Cash flows from financing activities:		
Interest on convertible debentures	(105)	-
Repayment of obligations under capital leases	(7)	-
Cash flows used in financing activities	(112)	-
Cash flows from investing activities:		
Restricted cash	(18)	-
Purchase of short-term investments	(490)	-
Cash acquired on consolidation of Look	-	1,896
Purchase of capital assets	(279)	-
Cash flows (used in)/from investing activities	(787)	1,896
Decrease in cash and cash equivalents	(259)	(834)
Cash and cash equivalents, beginning of period	4,920	10,353
Cash and cash equivalents, end of period	\$ 4,661	\$ 9,519