



UBS ANNOUNCES FIRST QUARTER RESULTS

Toronto, Canada (January 19, 2006) – Unique Broadband Systems, Inc. (TSX Venture: UBS) today reported its results for the first quarter of fiscal 2006, which ended November 30, 2005.

“We have continued the successful restructuring of our existing operations, resulting in this being the second consecutive quarter and the eighth consecutive month that Look has been EBITDA positive,” said Gerald T. McGoey, Chairman and CEO of UBS. “By enhancing and simplifying our present fixed service offerings, we are positioning the Company to be able to offer our customers Mobile Multi Media services.”

Revenue for the three months ended November 30, 2005 was \$8.4 million and gross margin was \$4.3 million, or 52.9% of service revenue compared with revenue of \$10.1 million and gross margin of \$4.7 million, or 50.2% of service revenue for the comparative quarter in fiscal 2005. The decline in revenue was the result of a lower subscriber base and the improvement in gross margin percentage was due to re-negotiating contracts with suppliers and moving costs from fixed to variable.

The net loss for the quarter was \$0.5 million, or \$0.01 per common share, compared with a net loss of \$1.3 million, or \$0.01 per common share in the quarter ended November 30, 2004. This improvement was a result of various restructuring actions implemented in fiscal 2005.

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. With its licensed spectrum through its subsidiary, Look, UBS is a Canadian digital television broadcaster and broadband wireless service provider. The Company's web site may be found at www.uniquebroadband.com.

About Look Communications Inc

Look's mission is to be a mobile multimedia entertainment and information service provider in Ontario and Québec. The Company is developing a Mobile Multi Media network and currently delivers a full range of communications services, including high-speed and dial-up Internet access, Web applications, digital television distribution and superior customer service to both the business and residential markets across Canada. Look shares are listed on the TSX Venture Exchange under the symbols “LOK.SV and LOK.MV”.

The corporate information contained in this release contains forward-looking statements regarding future events and the future performance of the Company that involve risks and uncertainties that could cause actual results to differ materially. Assumptions used in the preparation of such information, although considered reasonable by the Company at the time of preparation, may prove to be incorrect. The actual results achieved will vary from the information provided herein and the variations may be material. Consequently, there is no representation by the Company that actual results achieved will be the same in whole or in part as those forecasted.

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

Readers of this release are referred to Look's press release, of January 19, 2006, containing its First quarter results for fiscal 2006.

UNIQUE BROADBAND SYSTEMS, INC.

Unaudited Consolidated Balance Sheets

In thousands of dollars

	November 30, 2005	August 31, 2005 Restated
Assets		
Current assets:		
Cash and cash equivalents	\$ 6,111	7,520
Restricted cash	1,296	1,170
Accounts receivable	1,983	975
Inventory	182	182
Prepaid expenses and deposits	516	525
	10,088	10,372
Capital assets	21,063	22,268
Deferred charges	205	229
	\$ 31,356	\$ 32,869
Liabilities and Shareholders' Equity		
Current liabilities:		
Accounts payable	\$ 10,479	\$ 9,967
Accrued liabilities	2,467	3,102
Income taxes payable	-	5
Unearned revenue	1,024	1,353
Current portion of obligation under capital leases	64	67
Mortgage payable	1,200	-
Current portion of liability component of convertible debentures	117	30
	15,351	14,524
Obligation under capital leases	38	1,253
Liability component of convertible debentures	996	1,061
Non-controlling interest	9,863	10,478
Shareholders' equity:		
Share capital	58,139	58,139
Contributed surplus	710	642
Deficit	(53,741)	(53,228)
	5,108	5,553
	\$ 31,356	\$ 32,869

UNIQUE BROADBAND SYSTEMS, INC.

Unaudited Consolidated Statements of Operations and Deficit

Three months ended November 30, 2005 and November 30, 2004

In thousands of dollars, except shares and per share amounts

	2005	2004 Restated
Service and sales revenue	\$ 8,359	\$ 10,066
Carrier charges and cost of sales	4,034	5,330
Gross margin	4,325	4,736
Expenses:		
Marketing and sales	183	1,240
Customer care	869	1,143
Engineering and operations	1,267	1,492
General and administration	1,787	1,967
Amortization of capital assets	1,314	1,334
Amortization of deferred charges	24	22
	5,444	7,198
Interest expense	(1,119)	(2,462)
Accretion charges on liability component of convertible debenture	(51)	(48)
Interest income	(48)	(117)
	41	32
Loss before income taxes and non-controlling interest	(1,177)	(2,595)
Income taxes recovery/(provision)	2	(15)
Non-controlling interest	662	1,294
Loss for the period	(513)	(1,316)
Deficit, beginning of period as previously reported	(53,176)	(48,818)
Change in accounting policy	(52)	(16)
Deficit, end of period	\$ (53,741)	\$ (50,150)
Loss per share:		
Basic and diluted	\$ (0.01)	\$ (0.01)
Weighted average number of outstanding shares in thousands:		
Basic and diluted	102,748	102,748

UNIQUE BROADBAND SYSTEMS, INC.

Unaudited Consolidated Statements of Cash Flows

Three months ended November 30, 2005 and November 30, 2004

In thousands of dollars

	2005	2004
Cash flows from/(used in) operating activities:		
Loss for the period	\$ (513)	\$ (1,316)
Non-controlling interest	(662)	(1,294)
Amortization of capital assets	1,314	1,334
Amortization of deferred charges	24	22
Amortization of stock based compensation	90	55
Accretion on liability component of convertible debenture	44	111
Change in non-cash operating working capital	(1,384)	2,086
Cash flows from/(used in) continued operations	(1,087)	998
Cash flows used in discontinued operations	(68)	(506)
Cash flows from/(used in) operating activities	(1,155)	492
Cash flows used in financing activities:		
Interest on convertible debentures	(4)	(5)
Repayment of obligations under capital leases	(15)	(7)
Cash flows used in financing activities	(19)	(12)
Cash flows used in investing activities:		
Restricted cash	(126)	(18)
Purchase of short-term investments	-	(490)
Purchase of capital assets	(109)	(231)
Cash flows used in investing activities	(235)	(739)
Decrease in cash and cash equivalents	(1,409)	(259)
Cash and cash equivalents, beginning of period	7,520	4,920
Cash and cash equivalents, end of period	\$ 6,111	\$ 4,661