



## UBS ANNOUNCES FIRST QUARTER 2007 FISCAL RESULTS

**Toronto, Canada (January 26, 2007)** – Unique Broadband Systems, Inc. (TSX Venture: UBS) today reported its financial and operating results for the quarter ended November 30, 2006.

### **Financial highlights of the quarter ended November 30, 2006 include the following:**

- Gross revenue for the quarter ended November 30, 2006 was \$6.6 million compared to \$8.4 million for the quarter ended November 30, 2005;
- Service gross margins increased to 53.3% (\$3.5 million) for the quarter ended November 30, 2006 compared to 52.9% (\$4.3 million) for the quarter ended November 30, 2005;
- Operating expenses decreased by \$0.4 million or 8% to \$5 million for the quarter ended November 30, 2006 over a year ago (\$5.4 million);
- The net loss for the quarter ended November 30, 2006 was \$1.8 million or \$0.02 per share compared with \$0.5 million or \$0.01 per share for November 30, 2005.

“During the first quarter, Look continued to restructure its existing operations to improve efficiencies and reduce costs” said Gerald McGoey, Chairman and Chief Executive Officer. “At the same time, Look has continued to work closely with Greenhill & Co. Canada Ltd. to explore its strategic opportunities to maximize shareholder value. Look’s unique combination of assets which include the single largest solely-owned amount of contiguous licensed spectrum in the biggest economic markets in Canada – approximately 100MHz of licensed spectrum in Ontario and Quebec – along with Canada’s only mobile broadcast license, position Look extremely well to capitalize on the rapidly evolving telecommunications sector”

### About Unique Broadband Systems, Inc.

UBS is a publicly listed Canadian company that has a 51.5% fully diluted economic interest in Look Communications Inc. and other assets. 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](http://www.uniquebroadband.com).

### About Look Communications Inc.

Look’s mission is to be an M<sup>3</sup> - Mobile Multi Media - entertainment and information service provider in Ontario and Québec. The Company is developing an M<sup>3</sup> - 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. Look’s shares are listed on the TSX Venture Exchange under the symbols “LOK” and “LOK.A”.

The corporate information contained in this release contains forward-looking statements regarding future events and the future performance of the Company that involves 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 UBS and Look 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 press release are referred to Look's press release of January 26, 2007 reporting its results for the quarter ended November 30, 2006.

# UNIQUE BROADBAND SYSTEMS, INC

## UNAUDITED CONSOLIDATED CONDENSED BALANCE SHEETS

(in thousands of dollars)

	November 30, 2006	August 31, 2006
<b>ASSETS</b>		
Total current assets	\$11,796	\$11,192
Capital assets, net	17,056	18,091
Deferred charges	172	196
	<b>\$29,024</b>	<b>\$29,479</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
Total current liabilities	\$17,560	\$15,643
Long-term debt	1,806	1,814
Liability component of convertible debentures	793	793
<b>Total liabilities</b>	<b>20,159</b>	<b>18,250</b>
<b>Non controlling interest</b>	<b>7,096</b>	<b>7,752</b>
<b>Shareholders' equity</b>		
Share capital	58,139	58,139
Contributed surplus	1,171	1,041
Deficit	(57,541)	(55,703)
<b>Total shareholders' equity</b>	<b>1,769</b>	<b>3,477</b>
	<b>\$29,024</b>	<b>\$29,479</b>

# UNIQUE BROADBAND SYSTEMS, INC

## UNAUDITED CONSOLIDATED STATEMENTS OF OPERATIONS AND DEFICIT

Quarters ended November 30, 2006 and 2005  
(in thousands of dollars, except shares and per share amounts)

	2006	2005
<b>Service and sales revenue</b>	<b>\$6,636</b>	<b>\$8,359</b>
Carrier charges and cost of sales	<b>3,142</b>	4,034
<b>Gross margin</b>	<b>3,494</b>	<b>4,325</b>
<b>Operating Expenses</b>	<b>5,021</b>	<b>5,444</b>
Income/(Loss) before the following:	<b>(1,527)</b>	(1,119)
Interest and finance charges, net	<b>52</b>	(10)
Accretion on liability component of convertible debentures	<b>(39)</b>	(48)
Loss before income taxes and non controlling interest	<b>(1,514)</b>	(1,177)
Income taxes recovery	<b>-</b>	2
Non controlling interest	<b>676</b>	662
<b>Loss from continuing operations</b>	<b>(838)</b>	<b>(513)</b>
Loss from discontinued operations	(1,000)	-
<b>Loss for the period</b>	<b>(1,838)</b>	<b>(513)</b>
Deficit, beginning of period	<b>(55,703)</b>	(53,228)
<b>Deficit, end of period</b>	<b>\$(57,541)</b>	<b>\$(53,741)</b>
<b>Basic and diluted loss per share</b>	<b>\$(0.02)</b>	<b>\$(0.01)</b>
<b>Weighted average number of shares outstanding</b>	<b>102,747,854</b>	<b>102,747,854</b>

# UNIQUE BROADBAND SYSTEMS, INC

## UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS

Quarters ended November 30, 2006 and 2005  
(in thousands of dollars)

	2006	2005
Cash flows from/(used in) operating activities:		
Loss from continuing operations	\$ (838)	\$ (513)
Non-controlling interest	(676)	(662)
Amortization of capital assets	1,160	1,314
Amortization of deferred charges	24	24
Amortization of stock based compensation	150	90
Accretion on liability component of convertible debentures	39	44
Change in non-cash operating working capital	1,610	(1,384)
Cash flows from/(used in) continued operations	1,469	(1,087)
Cash flows used in discontinued operations	-	(68)
<b>Cash flows from/(used in) operating activities</b>	<b>1,469</b>	<b>(1,155)</b>
Cash flows from/(used in) financing activities:		
Interest on convertible debentures	-	(4)
Repayment of obligations under capital leases	(15)	(15)
<b>Cash flows from/(used in) financing activities</b>	<b>(15)</b>	<b>(19)</b>
Cash flows from investing activities:		
Restricted cash	13	(126)
Purchase of capital assets	(125)	(109)
<b>Cash flows from investing activities</b>	<b>(112)</b>	<b>(235)</b>
<b>Increase in cash and cash equivalents</b>	<b>1,342</b>	<b>(1,409)</b>
Cash and cash equivalents, beginning of period	8,481	7,520
<b>Cash and cash equivalents, end of period</b>	<b>\$ 9,823</b>	<b>\$ 6,111</b>