



## UBS REPORTS THIRD QUARTER 2008 RESULTS

**Toronto, Canada (July 25, 2008)** – Unique Broadband Systems, Inc. (TSX Venture: UBS) today reported its financial and operating results for the third quarter of fiscal 2008.

### **Financial highlights for Quarter 3, ended May 31, 2008 included the following:**

- Service and sales revenue for the quarter ended May 31, 2008 was \$4.9 million compared with \$6.0 million for the quarter ended May 31, 2007;
- Operating expenses decreased by \$0.7 million or 12.5% to \$4.4 million for the quarter ended May 31, 2008 compared with \$5.1 million for the quarter ended May 31, 2007; and
- Loss and comprehensive loss for the quarter ended May 31, 2008 was \$2.0 million or \$0.02 per share compared with the loss and comprehensive loss of \$1.1 million or \$0.01 per share for the quarter ended May 31, 2007.

### **About Unique Broadband Systems, Inc.**

*UBS is a publicly listed Canadian company that has a 51.7% 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 website 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 – information, communications and entertainment service provider in Ontario and Québec. The Corporation 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" for Multiple Voting Shares and "LOK.A" for Subordinate Voting Shares. Look's website may be found at [www.look.ca](http://www.look.ca).*

*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 forecasts.*

*The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this release.*

*For additional information, please review the Company's and Look's Audited Consolidated Financial Statements and Management's Discussion and Analysis of Financial Condition and Results of Operations for the years ended August 31, 2007 and 2006.*

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# UNIQUE BROADBAND SYSTEMS, INC.

## INTERIM UNAUDITED CONSOLIDATED CONDENSED BALANCE SHEETS

(in thousands of Canadian dollars)

As at

	May 31, 2008	August 31, 2007
<b>ASSETS</b>		
Total current assets	\$ 7,330	\$ 11,366
Capital assets	8,703	12,508
Deferred charges	73	129
	<b>\$ 16,106</b>	<b>\$ 24,003</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY/(DEFICIT)</b>		
Total current liabilities	\$ 17,055	\$ 18,921
Long-term debt	1,784	1,800
Liability component of convertible debentures	765	769
<b>Total liabilities</b>	<b>19,604</b>	<b>21,490</b>
<b>Non controlling interest</b>	<b>422</b>	<b>2,202</b>
<b>Shareholders' equity/(deficit)</b>		
Share capital	58,139	58,139
Contributed surplus	2,373	2,056
Deficit	(64,432)	(59,884)
<b>Total shareholders' equity/(deficit)</b>	<b>(3,920)</b>	<b>311</b>
	<b>\$ 16,106</b>	<b>\$ 24,003</b>

# UNIQUE BROADBAND SYSTEMS, INC.

## UNAUDITED CONSOLIDATED STATEMENTS OF OPERATIONS AND DEFICIT

(in thousands of Canadian dollars, except shares and per share amounts)

Three and nine months ended May 31, 2008 and 2007

	Three months ended May 31,		Nine months ended May 31,	
	2008	2007	2008	2007
Service and sales revenue	\$ 4,945	\$ 6,013	\$ 15,608	\$ 18,995
Carrier charges and cost of sales	2,584	2,975	7,936	9,136
Gross margin	2,361	3,038	7,672	9,859
Operating expenses	4,422	5,054	14,125	15,667
Loss before the following:	(2,061)	(2,016)	(6,453)	(5,808)
Accretion on liability component of convertible debenture	(39)	(39)	(117)	(119)
Net interest income/(expense)	(32)	49	42	140
Gain/(loss) on disposal of capital assets	2	(14)	10	(14)
Loss before non-controlling interest	(2,130)	(2,020)	(6,518)	(5,801)
Non-controlling interest	151	913	1,970	2,256
Loss from continuing operations	(1,979)	(1,107)	(4,548)	(3,545)
Loss from discontinued operations	-	-	-	(1,000)
Loss and comprehensive loss	(1,979)	(1,107)	(4,548)	(4,545)
Deficit, beginning of period	(62,453)	(59,141)	(59,884)	(55,703)
Deficit, end of period	\$ (64,432)	\$ (60,248)	\$ (64,432)	\$ (60,248)
Basic and diluted loss per share – continuing operations:	\$ (0.02)	\$ (0.01)	\$ (0.04)	\$ (0.03)
Basic and diluted loss per share – discontinued operations:	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.01)
Basic and diluted loss per share:	\$ (0.02)	\$ (0.01)	\$ (0.04)	\$ (0.04)

# UNIQUE BROADBAND SYSTEMS, INC.

## INTERIM UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS

(in thousands of Canadian dollars)

Three and nine months ended May 31, 2008 and 2007

	Three months ended May 31,		Nine months ended May 31,	
	2008	2007	2008	2007
<b>Cash flows from/(used in) operating activities:</b>				
Loss from continuing operations	\$ (1,979)	\$ (1,107)	\$ (4,548)	\$ (3,545)
Non-controlling interest	(151)	(913)	(1,970)	(2,256)
Amortization of capital assets	1,304	1,178	3,894	3,487
Amortization of deferred charges	13	14	40	54
Amortization of stock based compensation	92	260	422	985
Accretion on liability component of convertible debenture	39	39	117	119
Loss/(Gain) on disposal of capital assets	(2)	14	(10)	14
Change in non-cash operating working capital	275	1,097	80	3,966
Cash flows from/(used in) continued operations	(409)	582	(1,975)	2,824
Cash flows used in discontinued operations	-	-	(1,724)	(350)
Cash flows from/(used in) operating activities	(409)	582	(3,699)	2,474
<b>Cash flows used in financing activities:</b>				
Interest on convertible debentures	-	-	-	(1)
Repayment of obligations under capital leases	-	(8)	(14)	(31)
Cash flows used in financing activities	-	(8)	(14)	(32)
<b>Cash flows from/(used in) investing activities:</b>				
Restricted cash	5	(21)	20	(3)
Purchase of capital assets	(41)	(5)	(89)	(136)
Proceeds of disposition of capital assets	2	24	10	24
Cash flows used in investing activities	(34)	(2)	(59)	(115)
Increase/(decrease) in cash and cash equivalents	(443)	572	(3,772)	2,327
Cash and cash equivalents, beginning of period	6,321	10,236	9,650	8,481
Cash and cash equivalents, end of period	\$ 5,878	\$ 10,808	\$ 5,878	\$ 10,808