Proxim Wireless Enables Surveillance and Wireless Access Solutions for Chicago’s Premier Full Service Yachting Facility

Proxim Tsunami™ and ORiNOCO® Product Lines Ensure Property Security, Increase Customer Confidence and Provide Wireless Access for Boaters and Employees

San Jose, CA, October 19, 2006 – Proxim Wireless Corporation, a global pioneer of end-to-end solutions in Wi-Fi®, WiMAX, WLAN, and wireless backhaul and wholly owned subsidiary of Terabeam, Inc. (NASDAQ: TRBM), today announced that its Tsunami MP.11 product is providing 24-hour premise and property surveillance, and its ORiNOCO AP-4000 outdoor mesh units are enabling wireless access for boaters and employees at Crowley’s Yacht Yard, a 25-acre site located along the Calumet River on the south side of Chicago. The wireless networks have been designed and deployed by Air2Access, a leading provider of wireless networking systems to the marine industry and Proxim Gold Partner.

Air2Access has installed Proxim’s Tsunami MP.11 products at Crowley’s supporting a 16 camera IP video system that provides 24-hour security and surveillance of premises and property. Real-time video from each camera is transmitted directly to the MP.11 base station, then back to the security center where the wireless network remotely controls the cameras. The MP.11 features Quality of Service (QoS) and supports converged voice, video, and data transmission in both fixed and mobile applications.

To provide Crowley’s employees and customers with broadband wireless access, Air2Access also deployed Proxim’s ORiNOCO AP-4000 dual-radio outdoor mesh and AP-700 access points. The dual-radio architecture of the AP-4000 separates the mesh backbone traffic from the edge access traffic, doubling capacity, while the AP-700 provides high performance wireless client access. Seamless integration between ORiNOCO indoor and outdoor mesh access points enables Crowley’s existing indoor Wi-Fi network to extend outdoors.

“We chose Air2Access and Proxim Wireless because of their combined expertise in broadband wireless access. The solutions they have provided help us to better manage our property – and that of our customers – and know that it is secure. Moreover, by providing our yachting customers with wireless access, we are able to offer an amenity that makes our facility more attractive to boaters and more competitive in our market,” said Grant Crowley, owner of Crowley’s Yacht Yard. “Most important, the network is highly reliable, installation was quick and cost-effective, and performance has exceeded our expectations.”

“Proxim Wireless is pleased to join our partner Air2Access in delivering solutions to customers such as Crowley’s who serve the marine industry, a market in which security, surveillance and wireless access are becoming increasingly important,” said Geoff Smith, Vice President of Worldwide Marketing, Proxim Wireless. “Air2Access has the expertise and experience required to bring these types of solutions to additional marine customers throughout the Great Lakes Region, and we look forward to working with them on future projects.”

About Proxim Wireless

Proxim Wireless Corporation is a wholly owned subsidiary of Terabeam, Inc. (NASDAQ: TRBM). Proxim Wireless is a global pioneer in developing and supplying scalable broadband wireless networking systems for enterprises, governments, and service providers. From Wi-Fi to wireless Gigabit Ethernet – our WLAN, mesh, point-to-multipoint, and point-to-point products are available through our extensive global channel network, backed by world-class support. Proxim is a Principal Member of the WiMAX Forum and is ISO-9001 certified. Information about Proxim and its products and support can be found at http://www.proxim.com.

Safe Harbor Statement

Statements in this press release that are not statements of historical facts are forward-looking statements that involve risks, uncertainties, and assumptions. Our actual results may differ materially from the results anticipated in these forward-looking statements. The forward-looking statements involve risks and uncertainties that could contribute to such differences including those relating to the intense competition in our industries and resulting impacts on our pricing, gross margins, and general financial performance; lack of any further product deployments; delays or changes in or cancellation of planned or potential product deployments; and difficulties or delays in developing and supplying new products with the contemplated or desired
features, performance, compliances, certifications, cost, price, and other characteristics. Further information on these and other factors that could affect our actual results is and will be included in filings made by Terabeam from time to time with the Securities and Exchange Commission and in our other public statements.