San Jose, CA, May 23, 2006 – Terabeam, Inc. (NASDAQ:TRBM), a leading developer and supplier of broadband wireless solutions, today announced that Pankaj Manglik has been appointed to serve as President and Chief Operating Officer for Terabeam, Inc. and its wholly owned subsidiary Proxim Wireless Corporation.

Mr. Manglik is the co-founder and former CEO of Aruba Networks, a leading startup with innovations in wireless LAN switching architectures. Aruba Networks manufactures fixed and modular mobility controllers, wired and wireless access points, and mobility software. Prior to Aruba, Mr. Manglik held senior management positions with Cisco Systems, Nortel Networks, and Intel Corporation. He holds an MBA from The Wharton School.

Robert Fitzgerald, Terabeam's CEO, stated "We were looking for a new President with a track record of success to grow our company into a leader in scalable broadband wireless. Pankaj's strong execution skills, his drive to build innovative products that exceed customer expectations, and his proven ability to lead top performing teams make him the ideal choice to lead the company and accelerate its growth and success."

Mr. Manglik said, "Terabeam is a global pioneer in wireless technology, with a proud history of innovation, outstanding talent, and a broad product line. I am convinced that the broadband wireless markets will be led by vendors that offer an end to end solution, such as Proxim Wireless’ Mesh and WiMAX products. As part of the leadership team, I look forward to driving Proxim's product execution as the company extends its leadership in the broadband wireless market."

About Terabeam and Proxim Wireless
Terabeam, Inc. has two primary subsidiaries Proxim Wireless Corporation and Ricochet Networks, Inc. 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 - its WLAN, mesh, point-to-multipoint, and point-to-point products are available through its extensive global channel network, backed by world-class support. Proxim is a Principal Member of the WiMAX Forum and is ISO-9001 certified. Ricochet Networks, Inc. is a leading portable Wireless Internet Service Provider (WISP) with operational markets in Denver, Colorado and San Diego, California. Additional information about Terabeam can be found at its website located at http://www.terabeam.com or by contacting the company by telephone at 413-584-1425 or by email at IR@terabeam.com. 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 and arising from the intense competition in our industries and resulting impacts on our pricing, gross margins, and general financial performance; time and costs associated with developing and launching new products; uncertainty about market acceptance of products we introduce; potential long sales cycles for new products such that there may be extended periods of time before new products contribute positively to our financial results; time, costs, political considerations, typical multitude of constituencies, and other factors involved in evaluating, equipping, installing, and operating municipal networks; difficulties or delays in developing and supplying new products with the contemplated or desired features, performance, compliances, certifications, cost, price, and other characteristics and at the times and in the quantities contemplated or desired; Terabeam's recent acquisition of Proxim Corporation's operations, assets, and relationships; and the impacts and effects of any other strategic transactions Terabeam may evaluate or consummate. 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.