Proxim Wireless Mesh Enables Largest Hot Zone in Joliet, Illinois

Network Provides Wi-Fi® Internet Access, Voice over Internet Protocol, and Secured Merchant Transaction Processing

San Jose, CA, May 30, 2006 – Proxim Wireless, Inc., a global provider of broadband wireless equipment and wholly-owned subsidiary of Terabeam, Inc. (NASDAQ: TRBM), today announced that it is exclusively providing the broadband wireless equipment to power a public Wi-Fi, voice over Internet Protocol (VoIP), and secured merchant transaction processing network at Bronk's Corners, a 275,000 square foot retail, office, and restaurant open-air center located in Joliet, Illinois. The network is being designed and installed by ITP Wireless, Inc., a licensed Illinois Wireless Internet Service Provider (WISP) and Proxim Wireless Platinum Partner. Bronk's Corners will be Joliet's largest Wi-Fi hot zone.

ITP Wireless will be installing Proxim Wireless' new ORiNOCO® AP-4000MR outdoor wireless mesh access points to support the campus-wide network. In a mesh network, nodes provide Wi-Fi access to end users while also connecting to each other to share bandwidth, identify fastest routes around the network, and enable complete redundancy. The advantages of Proxim's mesh products include: the enterprise-class features of the ORiNOCO Wi-Fi platform; two radios, with one handling Wi-Fi access and the other handling the mesh backhaul; and multiple operating frequencies to mitigate interference. These products also include quality of service (QoS) which supports the differentiated transport of VoIP.

"We chose ITP and Proxim Wireless because of their established track records of providing turnkey wireless network solutions, outstanding technical support throughout Illinois, and their collaborative, creative approach to help solve problems. For example, we captured the idea of disguising the wireless equipment in a unique clock tower, which satisfied the City of Joliet and provides a distinguished landmark for the center," summarized Shawn Adams, Vice President of Marketing for developer Ardmin Properties.

"Wi-Fi is a proven technology for broadband Internet access, and, with enhanced features such as mesh networking, quality of service, and robust authentication and encryption, Proxim's ORiNOCO product line has allowed us to offer even more applications such as secure transaction processing and voice services," said Chuck Brown, Bronk's Corners Account Manager, ITP Wireless.

"Proxim Wireless is proud to deliver this solution for an advanced open air center like Bronk's Corners," said Amit Malhotra, Proxim Vice President of Marketing. "Our unparalleled reputation for wireless technology leadership and world-class support, and ITP Wireless' strengths in delivering total solutions, are continuing to enhance communications throughout Illinois."

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; 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.

Additional information:

About Ardmin Properties
Ardmin Properties Real Estate Investment Group, Inc., headquartered in Woodridge, IL, is a diversified real estate investment firm that owns and manages a broad portfolio of commercial, retail and housing properties throughout the Chicago region and Northwest Indiana. Founded in 2001, Ardmin Properties’ goal is to effectively acquire, develop, manage, and sell select properties throughout the region. Please click on www.ardminproperties.com for more information.

Bronk’s Corners development website is www.bronkscorners.com

About ITP Wireless
ITP Wireless (Integrated Technology Providers, Inc.) offers a full spectrum of IT and telecommunications services specializing in Wireless Technology, with expertise in installation, configuration and support services for the IT environment. ITP is a licensed Illinois WISP (wireless internet services provider) with over a gigabyte backbone located at its NOC (network operations center) based in Naperville. The NOC in Naperville also provides a 24 x 7 help desk / support staff. ITP works closely with Proxim Wireless serving the Midwest. To learn more, please click on www.itpwireless.com or call 815-609-8553.