Chicago Suburb Deploys Proxim Wi-Fi® Mesh Municipal Network as Cornerstone of "Digital City" Project

Wireless Network Enables Village of Bellwood to Provide Citizens with Safer Streets and Enhanced Quality of Life

San Jose, CA, May 22, 2007 - Proxim Wireless Corporation, a global pioneer of end-to-end solutions in Wi-Fi® mesh, WiMAX, WLAN, and wireless backhaul and wholly owned subsidiary of Terabeam, Inc. (NASDAQ: TRBM), today announced that the Village of Bellwood, Illinois, a suburb of Chicago, has deployed a Proxim Wireless Wi-Fi mesh municipal network to provide its citizens with safer streets and an enhanced quality of life. Assisting Bellwood in network design, deployment, and expansion is Current Technologies Corporation, a Proxim Wireless partner, and networking infrastructure consulting and integration company based in Lisle, Illinois that specializes in Municipal Wi-Fi and Surveillance projects.

Bellwood's multi-faceted wireless plan, called the "Digital City" project, initially is using cost-effective Proxim wireless technology to improve public safety, to increase the ability of police officers to concurrently monitor multiple areas of the Village, and to promote traffic and pedestrian safety to residents and commuters. To date, the network has resulted in a 20% decrease in property crimes and a decrease of 21% in 911 calls. It is also being used for traffic monitoring to issue citations to motorists who run red-lights, make illegal turns, or commit other moving violations.

The Bellwood network features Proxim's ORINOCO® AP4000 Series Wi-Fi mesh products for access, Tsunami™ MP.11 point-to-multipoint products for fixed, building-to-building connectivity, and Tsunami GX point-to-point products for data backhaul.

"While Public Safety is the first and most critical application of our wireless network, it is only the beginning," said Roy McCampbell, Comptroller/Administrator, Village of Bellwood. "We are in the process of working with Current Technologies Corp. to expand our Proxim wireless network to support our mobile workforce and deliver city services more cost-effectively, and to provide ubiquitous Wi-Fi coverage to the businesses and citizens who make their homes here. The benefits to our community are tangible. Property values have increased; we are attracting more commercial tenants; and we have provided Bellwood with the safety and security of a gated community without the associated costs. We couldn't be more pleased."

"With an experienced partner like Current Technologies, we have provided the Village of Bellwood with a robust, cost-effective, and scalable municipal network that can be expanded easily to support additional applications," said Len Gee, Vice President of Sales Americas East and Government Systems, Proxim Wireless. "We appreciate the confidence that the Village has placed in our products and technology, and we are pleased that the network has made such a difference in the lives of Bellwood's citizens and businesses."

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, MeshMAX™, WiMAX, 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.

About Current Technologies

Current Technologies Corporation is a privately owned company located 30 minutes west of Chicago, IL. Current Technologies is a recognized leader in the development and deployment of municipal wireless and surveillance networks. Through their relationships with hardware and software manufacturers they have developed a "Complete Municipal Solution" to offer to their clients. From Municipal Wi-Fi for public Internet access to high speed bandwidth in a squad car, from monitoring wireless cameras throughout an entire city to utilizing Computer Aided Dispatch and video analytics to move cameras, Current Technologies is able to implement wireless solutions that have a purpose. More information can be found at www.currenttech.net.

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 delays or changes in or cancellation of planned or possible network expansions or equipment deployments; difficulties in overcoming the network installation and operational challenges relating to any specific customer; and difficulties or delays in supplying products with the features, performance, compliances, certifications, cost, price, and other characteristics desired by customers. 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.