Proxim Wireless Solutions Connect India's Rural Communities

Network to Supply India's Remote Locations with Tele-education, Healthcare, and Other Information/Content Services

San Jose, CA, June 21, 2007 – Proxim Wireless Corporation, a global pioneer of end-to-end solutions in Wi-Fi® mesh, WiMAX, MeshMAX™, WLAN, and wireless backhaul and wholly owned subsidiary of Terabeam, Inc. (NASDAQ: TRBM), today announced it is working with Sakthi PURA and Proxim partner Microsense Pvt. Ltd. to supply rural areas and remote villages in the Pollachi region of India with wireless broadband connectivity to provide tele-education, healthcare, and other information and content.

The Sakthi PURA project (Provision of Urban Amenities in Rural Areas) is an initiative championed by the President of India, Dr. A.P.J. Abdul Kalam, to assist in the development of India's rural communities by providing reliable communication networks. The goal of the PURA initiative is to benefit the more than two-thirds of India's population living in rural areas. These communities require wireless links with quality of service (QOS) for voice and video at distances up to 25km over hilly terrain with no line of sight. A minimum throughput of 2Mbps is required for the longest links. The PURA initiative also encompasses, among other things, greater provision of roads and power, more professional institutions, and realizing the best value for products and services of rural people.

Proxim's Tsunami™ MP.11 base stations and subscriber units are being deployed because they are cost effective and have been proven to provide reliable broadband access with QOS, regardless of regional challenges such as vegetation and uneven, hilly territory limiting line of sight visibility.

"The Sakthi PURA deployment is a strong endorsement of our WiMAX technology and product line," said Lionel Chmilewsky, Senior Vice President, Proxim International. "A robust wireless connection that meets performance and reliability requirements is essential in India's uneven, hilly terrains. We are pleased Sakthi PURA and Microsense have identified Proxim as their partner in this effort."

Drawing on Proxim's leadership in broadband wireless and WiMAX, the Tsunami MP.11 product family of ruggedized base stations, and indoor and outdoor subscriber units, have been developed as a platform to enable WiMAX capabilities for license-free frequency bands. Awarded a 2006 Product Innovation Award by Frost & Sullivan for "Truly Innovative WiMAX Solutions," the Tsunami MP.11 Series supports converged video, voice and data transmission in both fixed and mobile applications.

About Microsense

Microsense, a Proxim Wireless partner, provides integrated network infrastructure, consultancy services and cutting edge solutions to the technology needs of ISPs and corporations. The company offers its customers expertise and experience in WAN and Internet-related technologies and has implemented systems for large private and public corporations, educational, and R&D institutions.

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 service providers, municipalities, governments, and enterprises. The company's end-to-end wireless products – including Wi-Fi® mesh, WiMAX, MeshMAX™, WLAN, and wireless backhaul – are available through an 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 uncertainties as to the extent of any specific equipment deployments or network expansions or any specific types of services available in any specific geographic region; delays or changes in or cancellation of planned or possible
equipment deployments, network expansions, or service offerings; difficulties in overcoming the network installation and operational challenges relating to any specific customer or geographical area; factors beyond our control such as weather, geographic, governmental, and interference issues; 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.