



Source: Mitec Telecom Inc.
Contact: Mr. Hubert Marleau
Chairman
Tel.: (514) 397-0188

Mitec Telecom Inc.
Mr. Dan Piergentili
President and CEO
Tel.: (514) 694-9000

MITEC TELECOM RAISES \$4.3 MILLION FROM RIGHTS OFFERING

Montreal, Québec, Oct. 6, 2006 - Mitec Telecom Inc. (TSX: MTM) today announced that it has completed a rights offering, issuing approximately 43 million common shares at \$0.10 per share for gross proceeds of \$4.3 million. The proceeds will be used for general corporate purposes.

Mitec's transfer agent is in the process of distributing shares to those shareholders who participated in the rights offering, either directly or through their brokers.

Given that more than 35 million rights were exercised, the Stand-By Agreement was not called upon. Accordingly, a previously announced private placement of up to 35 million shares at \$0.10 per share is underway and is expected to close by October 16, 2006.

If the private placement is completed, Mitec will raise additional gross proceeds of \$3.5 million. Combined with proceeds from the rights offering, this financing would generate proceeds in excess of \$7.8 million.

About Mitec Telecom

Mitec Telecom is a leading designer and provider of radio frequency (RF) products for the telecommunications and satellite communications industries, as well as a variety of other sectors. The Company sells its products worldwide to network providers for incorporation into high-performing wireless networks used in voice and data/Internet communications. Headquartered in Montreal, Canada, the Company also operates facilities in the United States and China.

Mitec Telecom Inc. is listed on the Toronto Stock Exchange under the symbol MTM. On-line information about Mitec is available at www.mitectelecom.com.

Except for historical information provided herein, this press release may contain information and statements of a forward-looking nature concerning the future performance of the Company. These statements are based on suppositions and uncertainties as well as on management's best possible evaluation of future events. Such factors may include, without excluding other considerations, fluctuations in quarterly results, evolution in customer demand for the Company's products and services, the impact of price pressures exerted by competitors, and general market trends or economic changes. As a result, readers are advised that actual results may differ from expected results.