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## MITEC REPORTS THIRD QUARTER RESULTS

**Montreal, March 13, 2007** - Mitec Telecom Inc. (TSX: MTM) today announced the results for the three months period ended January 31, the third quarter of its 2007 fiscal year.

According to Dan Piergentili, President and CEO of Mitec Telecom, results for the third quarter of fiscal 2007 show that the stated objectives of generating cash flow and increasing shareholder value are on track. "Our gross margins are up to 22.1% from 20.1% in the second quarter," said Mr. Piergentili. "Mitec's EBITDA without restructuring costs and foreign exchange gain improved \$1.1M from the second quarter of 2007." Mr. Piergentili added that Mitec is taking advantage of new opportunities to improve sales in the current quarter while continuing to pursue its program to align costs to its revenue base.

Sales for the third quarter were \$8.5 million, a decrease of \$2.8 million compared to the \$11.4 million reported in the third quarter of fiscal 2006, but gross profit for the quarter increased to \$1.9 million, representing 22.1% of total sales, versus a gross profit of \$1.8 million or 15.9% of the sales reported in the third quarter of 2006; an increase of 40% on a percentage basis. Operating expenses for the third quarter of fiscal 2007 totaled \$3.3 million, compared to operating expenses of \$3.9 million for the same period last year. The Company generated a net loss of \$2.6 million or \$0.02 per share which included a restructuring cost of \$1.2 million, compared to a net loss of \$2.8 million or \$0.04 per share for the comparable quarter of the last fiscal year.

For the year-to-date, revenues were \$26.1 million, as compared to \$34.2 million for same period of the previous year. The net loss from continuing operations for the period was \$11.2 million or \$0.10 cents per share, versus a net loss of \$12.7 million or \$0.17 for the comparable period in the previous year. At the end of January 31, 2007, Mitec had cash and cash equivalents of \$6.4 million and a working capital position of \$12.7 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 a facility in 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](http://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.

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