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## **MITEC TELECOM COMPLETES \$3.47 M PRIVATE PLACEMENT TO SUPPORT BUSINESS DEVELOPMENT INITIATIVES**

**Montreal, March 30, 2007** - Mitec Telecom Inc. (TSX: MTM) announced today it has completed a private placement involving the sale of 19 million units of the Company at a price of \$0.18 per unit for gross proceeds of \$3.47 million. The net proceeds of this proposed private placement will be used for working capital and potential acquisition purposes.

According to Dan Piergentili, Mitec's President and Chief Executive Officer, "Mitec's restructuring program remains on track, as the recently reported third quarter financials demonstrate."

"At the same time, several business development initiatives are underway and having some additional working capital available will provide Mitec with the flexibility to effectively accomplish our objectives, while retaining a solid cash balance to support our ongoing business segments in both Satcom and Wireless."

Mitec's cash position at January 31, 2007 was approximately \$6.4 million.

Mr. Piergentili continued, "Mitec is in the process of introducing a new high power Distributed Antenna System (DAS) product to the market. The high-power DAS is a way for operators to provide coverage in areas where traditional base station cannot be deployed. DAS provides coverage and capacity benefits to multiple wireless providers via a single fiber distribution backbone. This allows the operators to improve network performance in traditionally problematic areas at much lower cost."

Howson Tattersall Investment Counsel Ltd., which already controls 11.41% of Mitec's outstanding common shares, participated in the private placement by subscribing for 3.5 million units.

Each unit consists of one common share and one common share purchase warrant, with each warrant entitling the holder to acquire one additional common share at a price of \$0.22 per share for a period of two years. If the closing price of Mitec's common shares is equal to or exceeds \$0.35 for a period of 20 consecutive trading days, Mitec may notify the holders that it intends to trigger the exercise of any outstanding warrants, failing which, the warrant would expire. Additional proceeds raised under the warrant exercise would be up to a maximum of \$4.25 million. The units were issued pursuant to applicable prospectus and registration exemptions and will be subject to a four-month hold period.

The private placement received all necessary approvals, including that of the Toronto Stock Exchange and satisfied all other customary conditions.

**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 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.