

NEWS RELEASE

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Personal Communications Systems

VSE SYMBOL: PCS

PCS WIRELESS, INC. ANNOUNCES MICROCELL 1-2-1 ORDER CANCELLATION

Vancouver, B.C. - December 9, 1994. PCS Wireless, Inc. announced today that a Canadian Operator, Microcell 1-2-1, has requested to cancel its initial order of \$3.5 Million for CT2+ Distributed Antenna Array (DAA) products as a result of the recent statements by Industry Canada regarding their proposal to allow 1.9GHz wireless Personal Communications Services (PCS) in Canada next year. PCS Wireless and Microcell 1-2-1 are currently in discussions on resolving this issue.

Current CT2+ licenses in Canada operate at 944 MHz while new U.S. PCS networks are operating at 1.9GHz. This move by the Government of Canada potentially allows Microcell 1-2-1 and the other 3 PCS Canadian Operators to offer wireless services that would be compatible with similar networks south of the boarder.

Ralph Scobie states: "While this impacts our business revenues in the short term, it ensures that the Canadian PCS industry will remain viable and will in fact improve its potential as a stronger source of revenues for our company than has otherwise been projected by us up to now. We are very well positioned in the U.S. market with 1.9GHz DAA products and now these same products can be sold to the Canadian market as well."

With installations in over 12 countries and patents pending in 25, PCS Wireless, Inc. is recognized worldwide as a leader in deploying wireless Distributed Antenna Array (DAA) telecommunications systems.

On Behalf of the Board

Ralph G. Scobie *President & CEO*