

DATACOM WIRELESS CORPORATION
QUARTERLY MANAGEMENT REPORT
Three Months Ended June 30, 2008

MANAGEMENT DISCUSSION AND ANALYSIS

This report is a review of the financial results and situation of Datacom Wireless Corporation for the three-month period ended June 30, 2008. These comments must be read in conjunction with the unaudited financial statements of Datacom Wireless Corporation and their related notes for the corresponding period. To obtain more information on Datacom Wireless Corporation ("Corporation"), visit the SEDAR website at HYPERLINK "<http://www.sedar.com>" www.sedar.com or the Corporation's website at HYPERLINK "<http://www.datacom.com>" www.datacom.com.

The unaudited interim consolidated financial statements and management's discussion and analysis ("MD&A") have been reviewed by the Corporation's Audit Committee and approved by its Board of Directors. The external auditors have not reviewed the unaudited interim consolidated financial statements nor the MD&A.

In this report, the terms "we", "us", "our", "Datacom", "enterprise", "Company" and "Corporation" refer to Datacom Wireless Corporation. The financial statements for the Corporation were prepared in accordance with Canadian Generally Accepted Accounting Principles ("GAAP"). The Corporation reports its results in Canadian dollars, and all amounts stated in this report are in Canadian dollars, unless otherwise specified.

This report is based on information available to management on August 26, 2008.

FORWARD-LOOKING STATEMENTS

This MD&A includes certain statements that may be deemed "forward-looking statements". Forward-looking statements are frequently characterized by words such as "plan", "expect", "project", "intend", "believe", "anticipate", "estimate", and other similar words, or statements that certain events or conditions "may" or "will" occur. All statements in this MD&A, other than statements of historical facts, that address future events or developments that the Corporation expects or anticipates, are forward-looking statements. Although the Corporation believes the expectations expressed in such forward-looking statements are based on reasonable assumptions, such statements are not guarantees of future performance and actual results or developments may differ materially from those in forward-looking statements. Factors that could cause actual results to differ materially from those in forward-looking statements include market prices and general economic, market or business conditions. There can be no assurance that forward-looking statements will prove to be accurate, as results and future events could differ materially from those anticipated statements. The Corporation undertakes no obligation to update forward-looking statements if circumstances or management's estimates or opinions should change. The reader is cautioned not to place undue reliance on forward-looking statements.

I. OVERVIEW

Founded in 1999, the Corporation has grown to become one of the Canadian leaders in the design, development and marketing of mission critical vehicle fleet management and theft prevention and recovery solutions. Its products and services use wireless communications and satellite-based tracking technologies (GPS) and a state-of-the-art ASP information portal.

II. NON-GAAP FINANCIAL MEASURES

EBITDA (earnings before interest, taxes, depreciation and amortization) is used to compare operating results from one period to another. EBITDA is not an earnings measure recognized by GAAP and does not have a standard meaning prescribed by GAAP. The method for calculating EBITDA may differ from that used by other companies under the same designation.

The reader is advised that EBITDA should not be substituted for determined net income as an indicator of operating results in line with GAAP, nor for cash flow from operating and investing activities as a measure of liquidity and cash flow. The financial indicator that conforms to GAAP and is the closest to EBITDA is net income.

III. SECOND QUARTER HIGHLIGHTS

- During the second quarter of 2008, the following new customers and/or units were added:
 - 41 new Mobicom customers (commercial market)
 - ✦ 502 Mobicom units sold (335 in 2007)
 - 486 Mobilus units (consumer market) (656 in 2007)
 - 4,860 Mobiguard units (consumer market) (2,609 in 2007)
 - 187 Vigil GPS units (consumer market) (nil in 2007)
- Eric Morin was appointed General Manager with responsibility for the Corporation's day-to-day operations. Mr. Morin originally joined the Corporation in June 2002 and was named Vice-President of Operations in February 2007. As General Manager, he will be responsible for the Corporation's day-to-day operations, in addition to retaining his duties as Vice-President of Operations.
- Gradual Termination of Mobilus and Vigil products' activities.
 - Management initially believed that longer delays would be given by wireless network operators for the termination of analogue service but said termination is finally scheduled in November 2008. As previously indicated in the March 31st 2008 Management Discussion and Analysis report, this termination will mean that some 9,000 Mobilus and Vigil security units will be unable to send or receive signals, thus preventing them from detecting the theft of a vehicle or the transmission of its location. Because of this situation, there will be a loss of the recurring revenues that had been generated by these units, as of November 2008.
 - To maintain its recurring revenues, Datacom considered the option to replace analogue units now in service with their digital counterparts. Such replacement, would, however, have required the investment of \$3,500,000 to \$4,000,000, clearly not warranted by the products' levels of profitability. The Company's Board of Directors therefore decided not to offer the replacement of analogue with digital units and take this opportunity to concentrate its efforts on the Fleet Management products where a larger potential of growth and profitability exists.

- Furthermore, based on an economic analysis demonstrating the unprofitability of this sector of activity in this context, the Company will stop selling Mobilus and Vigil Digital products over the third quarter and will focus its efforts and financial resources around the sale of its flagship product: Mobicom, while continuing with the sale of Mobiguard product.
 - In July 2008, the Company also finalized its agreements with its principal clients with respect to the termination of analogue service. We shall maintain analogue service until the scheduled network shutdown date for analogue units in November 2008 and shall maintain digital service until December 31, 2010.
 - We estimate that the annual loss of recurring revenue for 2009 associated with analogue security products (the digital product will continue to generate revenues until December 31, 2010) will be approximately \$1,085,000 with an estimated reduction in the gross profit margin of \$520,000. Management expects to fully offset this loss of profit margin through cost-cutting efforts that were initiated in the second quarter and that will continue due to the reorganization that will follow the completion of this activity. Datacom will lay off about a dozen employees within the next two months in the course of this reorganization.
 - The anticipated cost of implementing the cost-reduction plan, expenses related to agreements we have finalized with our principal clients with respect to the termination of this activity and expenses for maintaining digital service until December 31, 2010 are estimated at some \$525,000, which we plan to pay according to the following schedule: \$475,000 in 2008 and \$50,000 in 2010.
 - This decision complies with the action plan that the Company instituted at the start of the second quarter and that is designed to enhance the Company's profitability by orienting activities around profitable Fleet Management solutions and by cutting operating expenses.
 - In light of the decision to stop selling the Mobilus security product and its Vigil equivalent (VGSM-150t, VGSM-150i), together with the large-scale investments that would have been required with respect to deployment in the Vigil distribution network, the Corporation reviewed its strategy and withdrew from Vigil's consumer distribution networks in order to focus on corporate customers and promote the Mobicom product.
 - The Corporation reassessed the value of the intangible assets created following the Vigil acquisition in order to reflect the impact of the analogue network closing and the termination of Mobilus and VGSM-150t security product sales. This revaluation had no impact on the Corporation's cash position
- During the quarter, the Corporation introduced its new all-inclusive instalment sales plan, which enables customers to make monthly payments over a three-year period covering equipment and service charges. Under this plan, the Corporation will have a competitive market offer; in addition, customer feedback has been very positive. The Corporation has begun seeking private financing for the all-inclusive instalment sales plan with a view to limiting the potentially negative short-term impact on the Corporation's cash position if the Corporation provides the financing.
 - As at June 30, 2008, 3,024 Web-based fixed wireless management systems (Rosemount 753R with ITraX) have been sold. The Corporation took part in the development of this product in association with a subsidiary of Emerson Electric Co. and continues to provide development and IT support services. The original agreement between the Corporation and Emerson Electric Co. under which royalties are paid to Datacom based on the number of units sold expired in July 2008. Discussions are under way to renew this agreement.

IV. SECOND QUARTER RESULTS OF OPERATIONS

The following tables highlight selected financial information for the periods indicated and are derived from the Corporation's unaudited financial statements.

Table 1: Selected financial information

| | Three-month period ended June 30 | | Six-month period ended June 30 | |
|--|-------------------------------------|------------|-----------------------------------|------------|
| | 2008 | 2007 | 2008 | 2007 |
| <i>(Amounts in thousands, except for per share data and weighted average number of shares outstanding)</i> | | | | |
| Revenue | 2,650 | \$ 2,052 | \$ 4,851 | \$ 3,715 |
| Gross margin | 1,251 | 768 | 2,200 | 1,459 |
| General and administrative | 579 | 529 | 1,447 | 1,022 |
| Sales and marketing | 563 | 428 | 1,211 | 746 |
| Research and development | 354 | 289 | 672 | 545 |
| Research and development tax credits | (71) | (75) | (116) | (172) |
| Operations | 242 | 177 | 481 | 333 |
| Imputed interest on redeemable preferred shares | — | 258 | — | 738 |
| Interest on promissory notes | — | 40 | — | 100 |
| Other financial expenses (revenue) | 1 | 34 | (47) | 56 |
| Stock-based compensation | 6 | 114 | 13 | 114 |
| Amortization of deferred financing costs/accretion charges | | 190 | | 190 |
| Amortization of intangible assets | 34 | — | 67 | — |
| Write-down of intangible assets | 486 | — | 486 | — |
| Depreciation and amortization | 31 | 29 | 66 | 57 |
| Net loss | (974) | \$ (1,245) | \$ (2,080) | \$ (2,270) |
| Net loss per share: | | | | |
| Basic and fully-diluted | (0.03) | \$ (0.15) | \$ (0.07) | \$ (0.50) |
| Weighted average number of shares outstanding | 27,951,221 | 8,108,105 | 28,026,274 | 4,523,965 |

Table 2 below represents a non-GAAP measure that management believes is useful for comparing financial results with other companies in its sector.

Table 2: Net loss to EBITDA reconciliation

| | Three-month period ended June 30 | | Six-month period ended June 30 | |
|--|-------------------------------------|----------------|-----------------------------------|------------------|
| | 2008 | 2007 | 2008 | 2007 |
| <i>(Amounts in thousands, except for per share data and weighted average number of shares outstanding)</i> | | | | |
| Net loss | \$(974) | \$(1,245) | \$(2,080) | \$(2,270) |
| Imputed interest on redeemable preferred shares | – | 258 | – | 738 |
| Interest on promissory notes | – | 40 | – | 100 |
| Other financial expenses | 1 | 34 | (47) | 56 |
| Amortization of reported financial expenses | – | 190 | – | 190 |
| Amortization of intangible assets | 34 | – | 67 | – |
| Depreciation of intangible assets | 486 | – | 486 | – |
| Depreciation and amortization | 31 | 29 | 66 | 57 |
| EBITDA | \$(422) | \$(694) | \$(1,508) | \$(1,129) |
| EBITDA per share basic and diluted | \$(0.01) | \$(0.09) | \$(0.05) | \$(0.25) |
| Weighted average number of shares outstanding | 27,951,221 | 8,108,105 | 28,026,274 | 4,523,965 |

Revenue

Revenue is generated through the sale of telematics products and the monthly recurring service fees associated with these products. A small percentage of the revenue is generated from professional services, installations, repairs and from the sale of long-term warranties.

Revenue for the second quarter of 2008 totalled \$2.65 million, up 29.2% from 2007 second quarter figures of \$2.05 million. During the first six months of 2008, revenue totalled \$4.9 million, up 32.4% from \$3.7 million for the same period in 2007. These revenue increases were primarily due to the increase in recurring revenue and the increase in the number of Mobiguard units sold.

Recurring revenue increased 45.3% year-over-year from \$0.79 million in the second quarter of 2007 to \$1.15 million for the same period in 2008. Recurring revenue represents 47.4% of total revenue to date in 2008. This figure compares favourably with 2007 second quarter results, in which recurring revenue represented 41.6% of total revenue.

Virtually all of the Corporation's revenue is generated from Canada by its direct sales forces and agents/distributors network in Quebec, Ontario and Alberta.

Gross Margin

Gross margin is equivalent to revenue minus the cost of goods sold. The cost of goods sold primarily includes the cost of the units sold, as well as that of their assembly, installation and warranty coverage, plus telecommunication costs and other related fees.

Gross margin stood at 47.2% of revenue for the second quarter and at 45.4% for the first six months of 2008, up 9.75% and 6.1% respectively from the same periods in 2007.

Gross margin totalled \$1.25 million for the second quarter and \$2.20 million for the first six months of 2008, up 62.3% and 50.1% respectively from the same periods in 2007 (\$0.77 million for the second quarter and \$1.46 million for the six-month period ended June 30, 2007).

This increase was primarily due to lower network costs following the implementation of a control and monitoring tool and to effective management of our product installation process.

Operating Expenses

General and Administrative

General and administrative expenses relate primarily to costs associated with administrative personnel, legal, audit and other and professional fees, occupancy, insurance and other corporate and overhead costs. Bad debts associated with accounts receivable are also recorded as administrative expenses. For the most part, general and administrative expenses are fixed in nature and do not fluctuate as a proportion of revenue, with the exception of those associated with bad debt.

General and administrative expenses rose by \$0.050 million (9.4%) year-over-year in the second quarter, from \$0.529 million in 2007 to \$0.579 million in 2008. This increase was due primarily to the \$0.060 million payment relating to employee layoffs under our expenditure reduction plan.

During the six-month period ended June 30, 2008, general and administrative expenses rose by \$0.424 million, up 41.5% from the same period in 2007. This increase was due to expenses relating to hiring new personnel in the first quarter, the payment made to the Chief Executive Officer following his departure, the expenses relating to operating a public company and increased business volume.

General and administrative expenses decreased from \$0.868 million in the first quarter of 2008 to \$0.579 million in the second quarter of 2008.

Sales and Marketing

Sales and marketing expenses primarily consist of sales personnel salaries, commissions on indirect product sales and hospitality and travel expenses. Other significant components include advertising and trade show costs.

Expenses related to sales and marketing rose by \$0.135 million (31.6%) year-over-year from \$0.428 million in the second quarter of 2007 to \$0.563 million in the second quarter of 2008. This increase in expenses was primarily due to higher salaries and sales commissions following the hiring of additional personnel, in addition to professional fees for product and market analyses.

During the first six months of 2008, sales and marketing expenses rose to \$1.21 million in 2008, compared with \$0.747 million in 2007, for an increase of \$0.463 million or 62.0%.

In 2008, sales and marketing expenses dropped from \$0.648 million in the first quarter to \$0.563 million in the second quarter.

Research and Development

The Corporation invests in research and development to maintain its leadership in the markets that it currently serves and to enhance its product portfolio with new features and functionalities. Research and development expenditures do not fluctuate with revenue, but are periodically monitored in relation to revenue and adjusted when appropriate. Research and development expenditures primarily consist of personnel, consulting and material costs. These expenses are presented on a gross basis (before deducting research and development tax credits). Research and development tax credits are shown separately.

During the second quarter, research and development investments rose to \$0.353 million, up 22.1% from the \$0.289 million invested in the same period of 2007. This increase was primarily due to the additional efforts made to improve the Mobicom product and to develop new IT products and tools. During the first six months of the year, research and development investments rose to \$0.672 million, up \$0.128 million or 23.3% from the same period in 2007.

Since closing of the IPO, the provision for the R&D tax credit was decreased in order to properly reflect the effective rates for public corporations. This re-evaluation negatively affected the R&D tax credit amount indicated on the Statement of Operations.

Operations

Operating expenses relate primarily to customer service and to the Corporation's alarm central. It is expected that the analogue network closing will lead to lower costs in the coming quarters.

Operating expenses increased by 36.7%, rising from \$0.177 million in the second quarter of 2007 to \$0.242 million in the second quarter of 2008. This increase related directly to the Corporation's increased volume of business. During the first six months of the year, operating expenses rose to \$0.481 million, compared with \$0.333 million for the same period in 2007, for a \$0.148 million or 44.4% increase.

Amortization of Intangible Assets

Depreciation and amortization relate to capital assets. Please refer to note 1 to the audited financial statements for further details on the amortization methods used.

The Corporation revalued its intangible assets created following the Vigil acquisition to reflect the impact of the analogue network closing and the termination of Mobilus VGSM-150i and VGSM-150t security product sales. A \$0.486 million adjustment was recorded to reflect this revaluation. This revaluation had no impact on the Corporations' cash position.

Financial Expenses (Revenue)

Financial expenses (revenue) are primarily made up of interest revenue, imputed interest on redeemable preferred shares, interest on promissory notes and amortization of deferred financing costs/accretion charges.

Imputed interest on redeemable preferred shares and interest on promissory notes

The imputed interest on redeemable preferred shares and on promissory notes (as detailed in Tables 1 and 2) relates to redeemable preferred shares issued between 2003 and 2005 and to promissory notes issued in 2006 and 2007. Immediately prior to the closing of the Corporation's initial public offering (IPO), which took place on June 6, 2007, all redeemable preferred shares and promissory notes, in addition to the cumulative imputed interest and dividends, were automatically converted into common shares as part of the Corporation's capital restructuring.

Amortization of deferred financing costs/accretion charges

The amortization of deferred financing costs relates to redeemable preferred shares and warrants. When the redeemable preferred shares and promissory notes were automatically converted into common shares, the financing costs were written off and recorded in the income statement under amortization of deferred financing costs/accretion charges.

Financial expenses (revenue)

Financial expenses (revenue) are made up of interest earned on bank balances, net bank charges, credit card interest charges, bank charges and foreign exchange gains or losses.

Since bank charges are relatively stable, changes in other financial expenses (revenue) are primarily due to fluctuations in bank balances and foreign exchange rates.

During the second quarter of 2008, changes in interest revenue were significant because the Corporation deposited the funds from the share capital issued under the IPO in 2007 with a view to managing its cash resources effectively and prudently. Interest expenses totalling \$0.006 million were recorded during the second quarter following repayment of a loan from Canada Economic Development.

The Corporation recorded foreign exchange losses totalling \$0.004 million during the second quarter, compared with a \$0.002 million loss for the same period in 2007.

Stock-based Compensation

Canadian GAAP requires companies to record a compensation expense for stock options granted to employees and directors. The fair value is determined using the Black-Scholes option pricing model, and the compensation expense is charged to income over the vesting period.

During the second quarter of 2008, the Corporation recorded a stock-based compensation expense of \$0.062 million. This expense rose to \$0.114 million for the six-month period ended June 30, 2008 following the grant of options under the IPO.

V. ACCOUNTING POLICIES

The Corporation's unaudited interim financial statements are prepared in accordance with Canadian GAAP using the same accounting policies disclosed in its audited annual financial statements for the year ended December 31, 2007, except for new accounting policies adopted as at January 1, 2008 which are described in note 2 of the unaudited interim financial statements.

VI. CURRENT SHARE CAPITAL AS AT JUNE 30, 2007

The share capital of the Corporation consists of an unlimited number of common shares.

The following table presents the changes in the share capital during the six-month period ended June 30, 2008.

5. Share capital

(a) Issued and paid share capital:

Unlimited number of common shares, with no par value

| | June 30, 2008 | December 31, 2007 |
|---|------------------|----------------------|
| 27,951,221 common shares (28,230,733 as at December 31, 2007) | \$31,350,345 | \$31,413,681 |

The variation related to the issued share capital is summarized as follows:

| | Number ⁽¹⁾ | Amount |
|--|-----------------------|--------------|
| Issued and outstanding as at December 31, 2007 | 28,230,733 | \$31,413,681 |
| Cancellation of the shares to the Chief Executive Officer ⁽¹⁾ | (279,512) | (63 336) |
| Issued and outstanding as at June 30, 2008 | 27,951,221 | \$31,350,345 |

(1): The Corporation granted an interest free loan to its Chief Executive Officer of \$251,561, enabling him to purchase 1% of the total number of common shares on Closing of the IPO. This loan was cancelled and the shares were remitted by the chief executive officer following his departure. The shares were subsequently cancelled and the amount of \$63,336 was recorded to contributed surplus.

No new share capital was issued since December 31, 2007.

VII. LIQUIDITY AND CAPITAL RESOURCES**Balance Sheet**

| <i>(Amounts in thousands of dollars, except where indicated otherwise)</i> | June 30, 2008 | December 31, 2007 |
|---|----------------------|--------------------------|
| Working capital | \$4,139 | \$5,638 |
| Working capital ratio | 2.48 : 1 | 2.68 : 1 |
| Long-term debt (including obligation under capital lease and current portion) | 119 \$ | 156 |
| Common shares <i>(in dollars)</i> | 31,350,345 | 31,413,681 |
| Stock purchase warrant <i>(in dollars)</i> | 2,111,111 | 2,111,111 |
| Contributed surplus <i>(in dollars)</i> | 134,296 | 58,360 |

Management is confident that in the normal course of business the current working capital position is adequate to fund the Corporation's operations for at least the next 12 months.

Statement of cash flow summary

| <i>(Amounts in thousands of dollars)</i> | Three-month period ended June 30 | | Six-month period ended June 30 | |
|--|---|-------------|---|-------------|
| | 2008 | 2007 | 2008 | 2007 |
| Operating activities | \$ (362) | \$ (681) | \$(1,876) | \$(1,165) |
| Financing activities | (34) | 8,881 | (43) | 9,205 |
| Investing activities | – | (45) | (11) | (51) |
| Net decrease in cash and cash equivalents | \$(396) | \$8,155 | \$(1,930) | \$ 7,989 |

Operating Activities

Operating activities consumed \$0,362 million in cash flow during the second quarter of 2008, compared with \$0.681 million in 2007. The use of funds pertaining to operating activities was primarily due to the net loss realized over the period, in addition to the receipt of Research and development credit receivable.

For the six-month periods ended June 30, 2008 and 2007, the use of funds pertaining to operating activities was primarily due to the net loss incurred during the period, less imputed interest on preferred shares outstanding for the 2007 loss and less changes in non-cash working capital items.

Financing Activities

In the second quarter of 2008, funding used in financing activities totalled \$0.034 for the reimbursement of obligations pertaining to capital leasing contracts, as well as for the repayment of long-term debt.

During the first six months of 2008, financing activities generated net cash flow of \$ 0.043 million, compared with cash flow of \$9,205 million as at June 30, 2007 following the issue of shares under the IPO, less financing costs.

Investing Activities

During the second quarter of 2008, there were no investing activities. For the same period in 2007, investing activities consisted of acquisitions of capital assets.

Contractual Obligations

Cash flow from operations are dependent on a number of factors including fluctuations in operating results and working capital management. As a result, the impact of contractual obligations on liquidity and capital resources in the future should be analyzed in conjunction with those factors. Products are typically sold with a product warranty of 12 months. Management reviews historical warranty costs relative to sales and accrues warranty expenses accordingly. As at June 30, 2008, the Corporation's long-term debt consists of an interest free loan from Canada Economic Development with a remaining obligation of approximately \$99,000.

The following table sets forth the contractual obligations and commitments of the Corporation to make future payments under contracts as at June 30, 2008.

| <i>(Amounts in thousands of dollars)</i> | Total | 2008 | 2009 | 2010 | 2011 | 2012+ |
|--|--------------|--------------|--------------|--------------|-------------|--------------|
| Long-term debt | \$ 99 | \$ 25 | \$ 49 | \$ 25 | \$ – | \$ – |
| Capital lease obligations | 33 | 25 | 8 | – | – | – |
| Operating lease obligations | 35 | 13 | 9 | 9 | 4 | – |
| Office rent | 594 | 128 | 229 | 217 | 20 | – |
| Total | \$761 | \$191 | \$295 | \$251 | 24 | \$ – |

The Corporation does not have any off-balance sheet arrangements other than as disclosed under this section.

Related Party Transactions

The Corporation granted an interest free loan to its Chief Executive Officer of \$251,561, enabling him to purchase 1% of the total number of common shares on Closing of the IPO. This loan has been cancelled following the departure of the Chief Executive Officer.

Credit risk and concentration of credit of credit risk

In the normal course of business, the Corporation evaluates the financial condition of our customers and reviews the creditworthiness of all new customers. The Corporation determines an allowance for doubtful accounts to reflect specific customer risk.

Outlook

Management expects that revenue from sales of the Mobicom product will continue to increase; it aims to offer an improved product by late 2008. Management also expects that Mobiguard revenue will hold steady through 2009 although it cannot predict how the market for this product will change after that date. Management continues to review all activities for the purposes of optimizing operating efficiency and reducing expenses.

Research and development will continue to be key areas of investment for the Corporation. IT tools will be developed and processes implemented for the sales and administration sectors with a view to improving performance, reducing costs and enhancing the products and services.

VIII. RISKS AND UNCERTAINTIES

Several inherent risks on the level of the daily operations of the Corporation can have an impact on the future financial results. The most significant risks are:

- We have not yet achieved profitability nor have we achieved the critical mass required in order to ensure our long-term viability and there is no guarantee we ever will.
- Our ability to further penetrate our core markets and existing geographic markets or to successfully expand our business nationally and internationally is subject to numerous factors, many of which are beyond our control. We cannot guarantee that our efforts will be successful. Our failure to do so could have a material adverse effect on our business, financial condition and/or results of operations.

- We depend on several suppliers to provide us with critical electronic components for our products and services. There is no assurance that we will not experience some delays or difficulties for our components provisioning and/or network coverage which are imperative to meet our anticipated growth objectives.
- Management is seeking a source of financing for its all-inclusive instalment sales program. The inability to find financing could temporarily have a negative impact on the Corporation's cash position.

Mobicom, Mobilus, Mobiguard and HIKO are trademarks of Datacom Wireless Corporation.

Datacom Wireless Corporation, 440 Armand-Frappier Blvd., Suite 350, Laval, Quebec, Canada H7V 4B4

Telephone: +1 450 781-6000; Fax: +1 450 781-6001; Web site: _ HYPERLINK "http://www.datacom.com" www.datacom.com

Un exemplaire en français est disponible sur demande adressée auprès du Service des relations avec les investisseurs ou sur le site Internet de SEDAR à l'adresse _ HYPERLINK "http://www.sedar.com" www.sedar.com ou le site Internet de Corporation Datacom Wireless à l'adresse _ HYPERLINK "http://www.datacom.com" www.datacom.com.