



NEWS RELEASE

Suite 95
200 Granville St.
Vancouver, B.C.
Canada, V6C 1S4

Tel: (604) 689-7722
Fax: (604) 689-7745

Personal Communications Systems

VSE SYMBOL: PCS

CANADIAN GOVERNMENT GRANTS NATIONAL PCS LICENSES

Vancouver, B.C. - December 19, 1995. Industry Canada announced yesterday that it has granted a national 30 Mhz PCS license for operation of wireless phone service at 1.9 Ghz to Microcell Telecommunications Inc. PCS Wireless, Inc. and Microcell announced a renewed agreement covering 1.9 Ghz equipment delivery and support for dedicated in-building wireless networks as well as wide area cable-based wireless networks back on May 31, 1995. One other 30 Mhz license was granted to Clearnet PCS, Inc. and two smaller 10 Mhz PCS licenses were granted to Rogers Cantel and Mobility Canada.

The scope of the agreement between Microcell and PCS Wireless concluded the effective cancellation of an earlier agreement and orders for the delivery of MEX/BEX products operating at 944 Mhz. The national 1.9 Ghz license granted yesterday to Microcell will now allow compatible wireless phone service with similar networks in the U.S. The renewed agreement calls on both parties to conduct trials of PCS Wireless' in-building MEX/BEX and cable-based RAD/RASP products. Subject to the successful outcome of these trials, Microcell will standardize on PCS Wireless products for RF deployment where active distributed antenna technology is appropriate.

Ralph Scobie, President & CEO of PCS Wireless stated: "It is very satisfying to move forward again in the Canadian PCS market, and in particular, to rekindle the relationship with Microcell that was put on hold a year ago. We are confident that Microcell will enjoy the same cost and performance benefits from the deployment of our 1.9 Ghz distributed antenna technology that our U.S. customers have experienced".

The Globe and Mail Report on Business stated today: "Estimates of the potential size of the burgeoning [Canadian] market for wireless communications, of which PCS is one part, vary widely. But these four successful entrants believe revenue will be many billions of dollars. Combined, the four PCS operators plan to spend more than CDN\$3 Billion to build their networks in the next five years."

On Behalf of the Board

Ralph G. Scobie
President & CEO