



FOR IMMEDIATE RELEASE

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TRADING UPDATE: FIRST QUARTER 2006

London – 8 May 2006 - MTI Wireless Edge Ltd., (ticker: MWE) ('MTI' or 'the Company'), a market leader in the manufacture of flat panel antennas for fixed wireless broadband, today announced its summary unaudited results for the three months ended 31 March 2006, its thirteenth consecutive quarter of revenue growth.

Highlights

- Revenues up 31% year on year to US\$ 3.4 million (US\$ 2.6 million)
- Gross profit up 37% year on year to US\$ 1.5 million (US\$ 1.1 million) with gross margin of 43.7% (41.8%)
- Net profits up 46% year on year to US\$ 0.6 million (US\$ 0.4 million) with increased net margin of 17.1% (15.4%)
- Basic earnings per share up 31%
- Positive outlook for remainder of 2006 with healthy order book and opportunity pipeline
- Successful initial public offering and admission to AIM in March 2006 with offering oversubscribed and raising net proceeds of GB £5 million
- Net cash position of US\$ 11.7 million as at 31 March 2006

Financial Summary

(US\$ '000s)	1 Jan – 31 March 2006	1 Jan – 31 March 2005
Turnover	3,404	2,592
Gross Profit	1,486	1,084
Operating Profit	600	406
Net Profit	583	398
Basic earnings per share (US Cents)	1.65	1.26

Dov Feiner, Chief Executive Officer, commented: “MTI continued its strong top line and earnings momentum in the first three months of the year, with improved margins at all levels. Our contracted but as yet unfulfilled order book is very healthy with US\$ 3.8 million of committed revenues for the remainder of 2006, compared to US\$ 2.6 million at this stage last year. US\$ 3 million of this current order book is due for completion during the second quarter. We have won significant new contracts and our forward opportunity pipeline is encouraging. We sell our products to the world’s leading original equipment manufacturers of wireless broadband systems, and our antennas are now installed in over 130 countries, worldwide.

“The fixed wireless broadband equipment market is estimated to be growing by more than 40% per year, according to Skylight Research, and therefore presents an enormous potential for MTI as the world leader in the provision of fixed broadband wireless antennas. We continue to work hard to develop long-term business relationships with key partners and customers around the world, as well as to leverage our market leading position by developing additional emerging applications such as Radio Frequency Identification (‘RFID’) antennas for use in inventory tracking and supply chain management in large warehouses.

“The successful completion of our IPO is a major step for the Company, providing us with additional capital to pursue our strategic international expansion and product development whilst, at the same time, helping to raise our international profile.”

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About MTI Wireless Edge

MTI designs and manufactures flat panel antennas, largely supplied to international OEMs of fixed broadband wireless access systems. With over 30 years of technical 'know-how', flexible high volume manufacturing capabilities and low failure rates, MTI's antennas now comprise approximately 25% of the global fixed broadband wireless antenna market. In addition, the Company has successfully developed products for new commercial applications as wireless systems become increasingly prevalent in new markets.