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For Immediate Release

\*\*\*CORRECTED PRESS RELEASE\*\*\*

## CRAIG WIRELESS ANNOUNCES THIRD QUARTER FINANCIAL RESULTS

**Rancho Mirage, California, July 16, 2011/CNW** – Craig Wireless Systems Ltd. (“**Craig Wireless**” or the “**Company**”) (TSX: CWG), released its financial results for the third quarter ended May 31, 2011 on July 14, 2011. Due to a clerical error, an earlier version of the press release prepared to accompany the results was inadvertently issued. The correct version of the release follows. Particular note should be made of the fact that while the Company continues to be in technical compliance in Greece, commercial operational activity is not expected in the near to medium term.

All dollar figures are reported in Canadian currency.

Boyd Craig, the Company’s President and Chief Executive Officer commented on the Company’s third quarter results and continuing operations by stating: “These results showed a marked improvement in continuing operations quarter over quarter. With our cash reserve and no debts, we believe that we are in an excellent position to capitalize on our strategy of opportunistically acquiring 4G spectrum worldwide and maximizing the value in due course.”

### **Financial highlights:**

#### *Cash Reserves*

As at May 31, 2011 the Company had cash reserves of approximately \$24.0 million. The cash reserve was built from the sale of the Company’s Canadian spectrum assets in Fiscal 2010, net of significant dividend of \$20.5 million, taxes and funding ongoing operations.

The Company intends to utilize such reserves to continue to execute on its strategies as outlined in the Company’s most recently filed management discussion and analysis dated July 14, 2011.

#### *Consolidated Operations*

The Company reported a net loss of \$1,998,176 (\$0.04 per share) for the third quarter ended May 31, 2011, compared to net income of \$43,946,271 (\$0.87 per share) for the quarter ended May 31, 2010. The net income in the third quarter last year was largely attributable to the gain on sale of the Company’s Canadian operations.

#### *Continuing and Discontinued Operations*

The Company reported a net loss of \$1,765,247 (\$0.03 per share) from continuing operations in the third quarter ended May 31, 2011, a substantial improvement compared to a net loss of \$4,289,481 (\$0.09 per share) for the third quarter ended May 31, 2010. The Company also

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reported a net loss of \$232,929 (\$0.01 per share) from discontinued operations for the current quarter compared to a net income of \$48,235,752 (0.96 per share) last year attributable to the gain on sale of the Canadian operations.

The detailed financial statements for the three and nine months ended May 31, 2011, the management discussion and analysis of financial condition and results of operations in relation thereto and the Company's annual information form dated November 24, 2010 are all available for viewing on the SEDAR website at [www.sedar.com](http://www.sedar.com).

### **About Craig Wireless Systems Ltd.:**

Craig Wireless and its affiliates (collectively, the "**CWS Group**") offer a broad range of telecommunications services, including, broadband internet access, business connectivity solutions, hosting, security and telecommunications solutions. Through certain members of the CWS Group, Craig Wireless holds or leases licenses for spectrum in the 2.5 GHz, 2.6 GHz or 3.5 GHz bands in Riverside County in Southern California, United States and in Greece. The CWS Group also has spectrum interests in Norway and New Zealand. Spectrum in these ranges is effective for delivery of point-to-multipoint signals, possesses robust bandwidth capability and supports emerging 4G-based services and applications, including portable and mobile applications.

*The Toronto Stock Exchange does not accept responsibility for the adequacy or accuracy of this release.*

### **Notice on forward-looking statements**

This release includes forward-looking statements regarding Craig Wireless and its business. Such statements are based on management's current expectations. The forward looking events and circumstances discussed in this release may not occur and actual results could differ materially as a result of known and unknown risk factors and uncertainties affecting Craig Wireless and its business. No forward-looking statement can be guaranteed. Forward-looking statements speak only as of the date on which they are made and Craig Wireless does not undertake any obligation to publicly update or revise any forward-looking statement, whether as a result of new information, future events, or otherwise.

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