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NEWS RELEASE

For Immediate Release

CANADA SPECTRUM LICENSE RENEWED FOR PROVISION OF APRIZE MSS SERVICES

SpaceQuest Canada Inc. is Spectrum License Holder

Burlington, Ontario, September 7, 2006 – SpaceQuest Canada Inc., the wholly-owned subsidiary of Spacequest, Ltd. of Fairfax, Virginia, today announced that its Canada-wide commercial Spectrum License which it has held annually since 2004 has once again been renewed by Industry Canada. SpaceQuest, Ltd. is the technology arm of Aprize Satellite, a provider of worldwide asset monitoring and tracking services. SpaceQuest Canada is the distributor of Aprize services throughout Canada.

Canada is one of the world's largest producers and exporters of energy and the largest foreign source of U.S. energy imports, supplying 17 percent of U.S. imports of crude and refined oil products – more than any other country at over 2.3 million barrels per day. Canada also provides 86 percent of all U.S. natural gas imports. As a leading energy producer and distributor, Canada is a major market for Aprize services, where the pipeline industry as well as the gas and oil well industries are seeking low-cost communications solutions that can eliminate the need for periodic manual data gathering, work effectively and reliably in remote areas, are easy to install, and user friendly.

For example, over 350,000 miles of Canadian pipelines must be monitored regularly to prevent the occurrence of corrosion, the primary risk factor controlling the life of an asset that has an estimated replacement cost of \$1 million per mile. Leakage or ruptures can have a devastating effect - significant replacement costs, damage to the environment, safety risk to workers and to the general public. Cathodic Protection (CP) systems, an electrochemical process that prevents corrosion of metallic underground fuel storage tanks and pipelines, must undergo periodic inspection and testing to ensure they are working properly. The AprizeStar Pipeline Monitoring System allows CP performance data to be collected from remote locations and delivered to an office desktop, laptop computer or anywhere a simple Internet connection is available, eliminating the need for considerable numbers of personnel to travel to remote field sites to take measurements. This in turn dramatically increases the number of sites that can be evaluated during a given time period, improves safety and environmental performance, and frees personnel for other duties. Use of the AprizeStar technology also reduces life cycle costs because of improved asset management and increased structure service life.

Aprize also offers low-cost solutions for well monitoring, where there is a definite need for the head office to see oil, gas and water flow from each well, daily production volumes, as well as other measurements. “Our customers tell us that they just need to know once per day if everything is OK,” says Dr. Dino Lorenzini, President of SpaceQuest and its sister company Aprize.

“The Spectrum License granted to SpaceQuest Canada by Industry Canada, allows us to deliver critical data from an asset such as a CP rectifier on a pipeline to a corporate desktop,” Dr. Lorenzini explains. “We are able to monitor the location and status of assets worldwide by sending short data messages to one of our satellites in space. The satellite then relays this information through one of our ground stations to a secure data server where the information is readily available to our customers through a user-friendly Web interface.”

In addition to the energy industry, Aprize applications include mobile asset tracking of commercial trucks, trailers, containers, and marine vessels as well as environmental monitoring activities in such fields as meteorology, oceanography, climatology and hydrology

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About SpaceQuest (www.spacequest.com)

SpaceQuest has been a developer of advanced satellite technology for government, university and commercial use for over fifteen years, specializing in the design, development, testing and manufacture of spacecraft as well as space and ground components for operation with low-Earth orbiting satellites. SpaceQuest Canada Inc., a subsidiary of SpaceQuest, Ltd, was established as a Canadian corporation in 2001 to better serve government and private organizations throughout Canada.

About Aprize (www.aprizesat.com)

Aprize Satellite Inc., a privately held company headquartered in Fairfax, Virginia, was established to provide reliable low-cost services for monitoring the status of remote and mobile assets worldwide. The company is deploying a next generation low-Earth orbit satellite communications system using an innovative system architecture that significantly reduces user equipment costs and monthly services fees.

For more information please e-mail info@spacequest.com or call (703) 273-7010.