

Vecima Signs New Module Supply Agreement for Cable Vendor's Platform

VICTORIA – (July 6, 2010) – Vecima Networks Inc. ("Vecima" or "the Company") (TSX:VCM), a leading designer and manufacturer in the broadband cable and wireless network infrastructure market, today announced that it has signed an agreement to supply Quadrature Amplitude Modulation (QAM) output modules to a leading US-based original equipment manufacturer (OEM). QAM technology is used by cable operators to provide digital video, high definition television, high speed data, video on demand, and other services. The Edge QAM platform will be marketed through the OEM's leading worldwide sales and distribution channels. Volume deliveries are expected to begin in the fourth quarter of the 2010 calendar year.

The total annual market for Universal Edge QAM platforms is estimated to grow to \$450M worldwide by 2014 as cable operators leverage their investments in all-digital networks to deliver high definition and next generation high speed data services. Additionally, international operators are now investing in state of the art digital cable technology for HD, broadband internet, and video on demand services with demand for infrastructure volume matching the scale of their population densities.

"As the leading supplier of QAM module technology, which is broadly deployed worldwide across multiple generations, this announcement further cements the execution of our multi-pronged growth strategy," said Surinder Kumar, Chairman and CEO of Vecima. "Having our QAM modules selected by this OEM for its flagship Universal Edge QAM ensures Vecima a robust market share position in this growth market."

About Vecima Networks

Vecima Networks Inc. (TSX:VCM) designs, manufactures and sells products that enable broadband access to cable, wireless and telephony networks. Vecima's hardware products incorporate original embedded software to meet the complex requirements of next-generation, high-speed digital networks. Service providers use Vecima's solutions to deliver services to a converging worldwide broadband market, including what are commonly known as "triple play" (voice, video and data) and "quadruple play" (voice, video, data and wireless) services. Vecima's solutions allow service providers to rapidly and cost-effectively bridge the final network segment that connects the system directly to end users, commonly referred to as "the last mile," by overcoming the bottleneck resulting from insufficient carrying capacity in legacy, last mile infrastructures. Vecima's products are directed at two principal markets: Converged Wired Solutions and Broadband Wireless. The Company has also

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developed, and continues to focus on developing, products to address emerging markets such as Voice over Internet Protocol, fibre to the home and IP video. www.vecima.com

Forward-Looking Statements

Certain statements in this press release may constitute forward-looking statements within the meaning of applicable securities laws. All statements other than statements of historical fact are forward-looking statements. These statements include but are not limited to statements regarding management's intentions, belief or current expectations with respect to market and general economic conditions, future costs and operating performance. These statements are not guarantees of future performance and involve risks and uncertainties that are difficult to predict, and/or are beyond our control. A number of important factors could cause actual outcomes and results to differ materially from those expressed in these forward-looking statements. These factors include, but are not limited to, the current significant general economic uncertainty and credit and financial market volatility and the distinctive characteristics of Vecima's operations and industry that may have a material impact on, or constitute risk factors in respect of Vecima's future financial performance, as set forth under the heading "Risk Factors" in the Company's Annual Information Form dated September 28, 2009, a copy of which is available at www.sedar.com. In addition, although the forward-looking statements in this press release are based on what management believes are reasonable assumptions, such assumptions may prove to be incorrect. Consequently, readers should not place undue reliance on such forward-looking statements. In addition, these forward-looking statements relate to the date on which they are made. Vecima disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise, except as required by law.

Vecima Networks

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