



RUGGEDCOM INC. FILES PRELIMINARY PROSPECTUS FOR INITIAL PUBLIC OFFERING OF ITS COMMON SHARES

Woodbridge, Ontario May 14, 2007. RuggedCom Inc. ("RuggedCom") announces that it has filed a preliminary prospectus with the securities regulatory authorities in each of the provinces of Canada in connection with the initial public offering and secondary offering of its common shares.

TD Securities Inc. and Genuity Capital Markets are co-lead managers of the underwriting syndicate, which also includes Canaccord Capital Corporation, CIBC World Markets Inc. and GMP Securities L.P.

RuggedCom is a leading provider of rugged communications networking solutions designed for mission-critical applications in harsh environments. RuggedCom's robust technology solutions include Ethernet switches, network routers, wireless devices, serial servers, media converters, software and professional services. RuggedCom products are designed for use in harsh environments such as those found in electrical power substations, oil refineries, military applications, roadside traffic control cabinets and metals and minerals processing. RuggedCom is well positioned to capitalize on emerging trends within the rugged communications industry, including the growing worldwide demand for IP-based communications networks suitable for harsh environments and the global initiative to integrate communications networks with electric power grids, known as "Smart Grids".

Further information on RuggedCom and a copy of the preliminary prospectus may be obtained from any member of the underwriting syndicate and will be available on SEDAR (<http://www.sedar.com>) under RuggedCom's profile.

This press release shall not constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of these securities in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to the qualification under the securities law of such jurisdiction, including the United States. RuggedCom's shares have not been registered under the United States *Securities Act of 1933*, as amended, and may not be offered or sold in the United States absent registration or an applicable exemption from the registration requirements.

**NOT FOR DISTRIBUTION TO THE U.S. NEWS WIRE SERVICES OR FOR
DISSEMINATION IN THE UNITED STATES**

Contact: Pino Porciello, RuggedCom's Director of Marketing, at (905) 266-1758.