



LOOK COMMUNICATIONS REPORTS FIRST QUARTER 2007 RESULTS

TORONTO and MONTRÉAL, January 26, 2007 – Look Communications Inc. (TSX Venture: LOK and LOK.A) today reported its financial and operating results for the first quarter of the 2007 fiscal year, ended November 30, 2006.

Financial highlights of the first quarter ended November 30, 2006 include the following:

- Gross revenue for the quarter ended November 30, 2006 was \$6.6 million compared to \$8.4 million for the quarter ended November 30, 2005;
- Service gross margin percentage increased to 53.3% (\$3.5 million) for the quarter ended November 30, 2006 compared to 52.9% (\$4.3 million) for the quarter ended November 30, 2005;
- Operating expenses decreased \$0.8 million or 13.9% to \$4.8 million for the quarter ended November 30, 2006 (quarter ended November 30, 2005 - \$5.6 million);
- EBITDA* (earnings before interest, financing charges, income taxes, depreciation and amortization) for the quarter ended November 30, 2006 was \$0.1 million compared to EBITDA of \$0.3 million for the quarter ended November 30, 2005;
- The net loss for both quarters ended November 30, 2006 and November 30, 2005 was \$1.4 million, or \$0.01 per share.

“During the first quarter, we continued to restructure our existing operations to improve efficiencies and reduce costs” said Gerald McGoey, Vice Chairman and Chief Executive Officer. “At the same time, Look has continued to work closely with Greenhill & Co. Canada Ltd. to explore its strategic opportunities to maximize shareholder value. Look’s unique combination of assets which include the single largest solely-owned amount of contiguous licensed spectrum in the biggest economic markets in Canada – approximately 100MHz of licensed spectrum in Ontario and Quebec – along with Canada’s only mobile broadcast license, position Look extremely well to capitalize on the rapidly evolving telecommunications sector.”

*The following table reconciles net loss to earnings before interest, financing charges, income taxes, depreciation and amortization:

Three months ended
(In thousands of dollars)

	November 30 2006	November 30 2005
Net loss for the period	\$(1,380)	\$(1,350)
Interest and finance charges, net	(4)	19
Amortization of capital assets and deferred charges	1,383	1,570
Accretion on liability component of convertible debentures	92	100
EBITDA	91	339

Management views EBITDA as an important measure of operating performance of the Company; however, since EBITDA does not have any standardized meaning prescribed by Canadian GAAP, it may not be considered in isolation of GAAP measures such as (1) net loss, as an indicator of operating performance or (2) cash flows from operating, investing and financing activities, as a measure of liquidity. We believe, however, that it is an important measure as it allows us to assess our ongoing business without the impact of depreciation or amortization expenses as well as non-operating factors. It is intended to indicate our ability to incur or service debt and invest in capital assets while allowing us to compare our business to our peers and competitors. This measure is not a defined term under Canadian GAAP and might not be comparable to similar measures presented by other issuers.

About Look Communications Inc.

Look Communications' mission is to be an M³ - Mobile Multi Media - entertainment and information service provider in Ontario and Québec. The Company is developing an M³ network and currently delivers a full range of communications services, including high-speed and dial-up Internet access, Web applications, digital television distribution, and superior customer service to both the business and residential markets. Look's shares are listed on the TSX Venture Exchange under the symbols "LOK" for Multiple Voting Shares and "LOK.A" for Subordinate Voting Shares.

The corporate information contained in this release contains forward-looking statements regarding future events and the future performance of Look that involve risks and uncertainties that could cause actual results to differ materially. Assumptions used in the preparation of such information, although considered reasonable by Look at the time of preparation, may prove to be incorrect. The actual results achieved may vary from the information provided herein and the variations may be material. Consequently, there is no representation by Look that actual results achieved will be the same in whole or in part as those forecast.

The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this release.

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Look Communications Inc.

UNAUDITED CONSOLIDATED CONDENSED BALANCE SHEETS

As at
(In thousands of dollars)

	November 30 2006	August 31 2006
ASSETS		
Total current assets	\$8,500	\$7,461
Capital assets, net	21,799	23,033
Deferred charges, net	172	196
	\$30,471	\$30,690
LIABILITIES AND SHAREHOLDERS' EQUITY		
Liabilities		
Total current liabilities	\$14,431	\$13,282
Long-term debt	1,806	1,814
Liability component of convertible debentures	2,726	2,726
Total liabilities	18,963	17,822
Shareholders' equity		
Share capital	32,534	32,534
Equity component of convertible debentures	1,504	1,504
Contributed surplus	10,740	10,720
Deficit	(33,270)	(31,890)
Total shareholders' equity	11,508	12,868
	\$30,471	\$30,690

Look Communications Inc.**UNAUDITED CONSOLIDATED CONDENSED STATEMENTS OF OPERATIONS AND DEFICIT**

Three months ended
(In thousands of dollars, except shares and per share amounts)

	November 30 2006	November 30 2005
Service and sales revenue	\$6,636	\$8,359
Carrier charges and cost of sales	3,142	4,034
Gross margin	3,494	4,325
Operating expenses	4,786	5,556
Loss before the following:	(1,292)	(1,231)
Interest and finance charges, net	4	(19)
Accretion on liability component of convertible debentures	(92)	(100)
Loss for the period	(1,380)	(1,350)
Deficit, beginning of period	(31,890)	(25,259)
Deficit, end of period	\$(33,270)	\$(26,609)
Basic and diluted loss per share	\$(0.01)	\$(0.01)
Weighted average number of shares outstanding	123,938,976	116,187,053

Look Communications Inc.**UNAUDITED CONSOLIDATED CONDENSED STATEMENTS OF CASH FLOWS**Three months ended
(In thousands of dollars)

	November 30 2006	November 30 2005
OPERATING ACTIVITIES		
Net loss for the period	\$(1,380)	\$(1,350)
Add items not affecting cash:		
Amortization of capital assets and deferred charges	1,383	1,570
Amortization of stock-based compensation	20	22
Accretion on liability component of convertible debentures	92	96
	115	338
Changes in non-cash operating working capital	1,682	(1,323)
Cash provided by (used in) operating activities	1,797	(985)
FINANCING ACTIVITIES		
Interest on convertible debentures	-	(4)
Repayment of obligations under capital leases	(15)	(15)
Cash used in financing activities	(15)	(19)
INVESTING ACTIVITIES		
Purchase of capital assets	(125)	(109)
(Increase)/decrease in restricted cash	13	(126)
Cash used in investing activities	(112)	(235)
Net increase/(decrease) in cash and cash equivalents during the period	1,670	(1,239)
Cash and cash equivalents, beginning of period	5,102	5,366
Cash and cash equivalents, end of period	\$6,772	\$4,127
