

Momentum Advanced Solutions Inc.
155 Commerce Valley Drive East
Markham, ON L3T 7T2
www.momentum.com

For Immediate Release

Momentum Announces Third Quarter Results

Toronto, Ontario March 8, 2007 – **Momentum Advanced Solutions Inc. (TSX:WWW)**, (formerly OnX Enterprise Solutions Inc.), (“Momentum” or the “Company”), a leader in the emerging world of Internet outsourcing, today announced results for the third quarter ended January 31, 2007.

Q3 FY'07 vs. Q3 FY'06 Summary

- Total revenue increased 19% to \$4,280,000 vs. \$3,590,000
- Web Solutions and Services revenue increased 10% to \$2,997,000 vs. \$2,716,000
- Managed Services revenue increased 47% to \$1,283,000 vs. \$874,000
- Adjusted operating earnings⁽¹⁾ of \$261,000
- Net loss from continuing operations of \$159,000 vs. \$796,000
- Gain on sale of VAR Business⁽²⁾ of \$3,887,000
- Net income including gain on sale of VAR Business of \$3,689,000 or EPS of \$0.06 vs. \$103,000 or EPS of \$0.00
- Working capital improved to \$7,382,000

Q3 FY'07 vs. Q3 FY'06

Total revenue increased 19% to \$4,280,000 in the third quarter of the current year compared with \$3,590,000 in the third quarter of the prior year due to increases in business from both Web Solutions and Services and Managed Services. Total gross profit increased 34% to \$1,825,000 in Q3 of the current year from \$1,362,000 in Q3 of the prior year also due to increases in revenue from both business segments as well as improved leverage over certain costs of sales.

Web Solutions and Services (“WSS”) revenue increased 10% in the third quarter of the current fiscal year to \$2,997,000 from \$2,716,000 in the same quarter of the previous year due largely to increased billings to a new customer in the automotive industry. WSS revenue in the third quarter of \$2,997,000 was also up from the \$2,535,000 recorded in Q2 and the \$2,221,000 recorded in Q1 of the current fiscal year.

WSS gross profit as a percentage of sales was 39.0% in Q3 of the current year, up from 38.7% in the same quarter of the prior year. This resulted in gross profit of \$1,169,000 for the third quarter and \$2,756,000 on a year to date basis compared with \$1,050,000 and \$2,792,000 in the corresponding periods of the prior year.

Managed Services (“MS”) revenue increased by 47% to \$1,283,000 in the third quarter of the current fiscal year compared with \$874,000 recorded in the same period of the prior fiscal year. On a year to date basis, MS revenue increased 39% to \$3,434,000 from \$2,463,000. MS revenue in the third quarter of \$1,283,000 was also up from the \$1,113,000 recorded in Q2 and the \$1,038,000 recorded in Q1 of the current fiscal year. This increase was due to growth in the customer base as well as enhancing the service offering provided to existing customers.

MS gross profit doubled to \$656,000 in the third quarter of the current fiscal year compared with \$312,000 recorded in the third quarter of the prior fiscal year and to \$1,719,000 from \$921,000 on a year to date basis. These increases were due to both the increase in revenue as well as maintaining tight controls over expenses.

Momentum Q3 FY'07 Results**Page 2**

Total selling and administrative expenses increased slightly to \$1,804,000 compared with \$1,759,000 in the same quarter of the previous year. As the VAR Business was sold on November 30, 2006 (Discontinued Operations), selling and administrative expenses for the third quarter ending January 31, 2007 includes one month of expenses which could not be allocated to the VAR Business as the allocation of these expenses is not objectively determinable. Also, due to the sale, Momentum restructured its business incurring, among other costs, severance and other payroll related costs in the third quarter which are not expected to continue. Management's estimate of the combined amount of unallocated November expenses and restructuring costs included in selling and administrative expenses in the third quarter is approximately \$240,000.

Operating earnings⁽¹⁾ for the third quarter were \$21,000, an increase of \$418,000 compared with the \$397,000 operating loss incurred in the third quarter of the previous year. After taking into account Management's estimate of the unallocated November expenses and restructuring costs of \$240,000 included in selling and administrative expenses, adjusted operating earnings⁽¹⁾ were \$261,000 for the third quarter of fiscal 2007.

Amortization decreased to \$174,000 from \$372,000 primarily as a result of the Company revising its estimate of the remaining useful life of its leasehold improvements based on an extension of its head office facility lease. Interest and exchange costs were \$6,000 compared with \$27,000 in the same quarter of the prior year due primarily to the repayment of the Company's term bank debt during Q4 FY'06.

Net loss from continuing operations for the third quarter of FY'07 was \$159,000 or \$0.00 per share, an improvement from the net loss of \$796,000 or \$0.01 per share recorded in the same quarter of the prior year. The third quarter net loss of the current year of \$159,000 includes unallocated November expenses and restructuring costs estimated by Management to be \$240,000.

"With the divestiture of the VAR business now complete, I am looking forward to delivering our promise to shareholders of building a high value, growth oriented business model that is underpinned by a more predictable recurring revenue base" stated Sheldon Pollack, CEO of Momentum. "With a much improved balance sheet the company is also in a much better position to make appropriate investments to help expand our business both organically and through accretive acquisitions."

Discontinued Operations

At the Company's Annual and Special Meeting held on November 28, 2006, shareholders approved the sale of the Company's VAR Business as more particularly described in the Management Information Circular for the year ended April 30, 2006. The Company completed the sale on November 30, 2006 for proceeds of \$6,800,000 of which \$2,300,000 is due May 31, 2007 subject to adjustment based on collection of VAR accounts receivable. The Company recorded a gain on the sale of \$3,887,000 during the third quarter of fiscal 2007 net of \$396,000 in transaction costs. This gain is included in net income from discontinued operations for the third quarter of \$3,848,000 or \$0.06 cents per share.

Liquidity and Capital Resources

At January 31, 2007, the Company had cash of \$2,001,000, restricted cash of \$250,000 and no bank debt. Working capital was \$7,382,000 compared with \$3,585,000 at April 30, 2006. The proceeds of \$4,500,000 received from the sale of the VAR Business were used in part to repay a bank operating line of credit of approximately \$1,400,000 at the time of the sale, for capital asset additions during the third quarter of \$421,000 and for transaction costs which totaled \$396,000. The remaining cash and proceeds receivable from the sale of the VAR Business will be available for working capital, to fund growth and for strategic acquisitions.

Momentum Advanced Solutions Inc.

(formerly OnX Enterprise Solutions Inc.)

Consolidated Balance Sheets (unaudited)

As at January 31, 2007 and April 30, 2006

(In thousands of Canadian dollars)

	January 31, 2007	April 30, 2006
Assets		
Current assets:		
Cash	\$ 2,001	\$ 3,357
Accounts receivable	4,308	2,316
Proceeds receivable from sale of business	2,300	-
Prepays and other assets	835	637
<u>Current assets of discontinued operations</u>	<u>-</u>	<u>7,803</u>
	9,444	14,113
Restricted cash	250	-
Capital assets	3,888	3,623
Goodwill	550	583
Long-term assets of discontinued operations	-	217
	<u>\$ 14,132</u>	<u>\$ 18,536</u>
Liabilities and Shareholders' Equity		
Current liabilities:		
Accounts payable	\$ 663	\$ 1,100
Accrued liabilities	928	876
Deferred revenue	247	541
Note payable	16	84
Current portion of obligations under capital leases	208	167
<u>Current liabilities of discontinued operations</u>	<u>-</u>	<u>7,760</u>
	2,062	10,528
Obligations under capital leases	306	170
Long-term facility lease accrual	159	208
Shareholders' equity	11,605	7,630
	<u>\$ 14,132</u>	<u>\$ 18,536</u>

Momentum Advanced Solutions Inc.

(formerly OnX Enterprise Solutions Inc.)

Consolidated Statements of Income (unaudited)

For the three and nine months ended January 31, 2007 and 2006

(In thousands of Canadian dollars except share amounts)

	Three months ended January 31		Nine months ended January 31	
	2007	2006	2007	2006
Sales				
Web solutions and services	\$ 2,997	\$ 2,716	\$ 7,753	\$ 8,049
Managed services	1,283	874	3,434	2,463
Sales	4,280	3,590	11,187	10,512
Cost of Sales				
Web solutions and services	1,828	1,666	4,997	5,257
Managed services	627	562	1,715	1,542
Cost of Sales	2,455	2,228	6,712	6,799
Gross Profit				
Web solutions and services	1,169	1,050	2,756	2,792
	39.0%	38.7%	35.5%	34.7%
Managed services	656	312	1,719	921
	51.1%	35.7%	50.1%	37.4%
Gross Profit	1,825	1,362	4,475	3,713
	42.6%	37.9%	40.0%	35.3%
Expenses:				
Selling	630	477	1,725	1,406
Administrative	1,174	1,282	3,659	4,173
	1,804	1,759	5,384	5,579
Income (loss) before amortization and interest	21	(397)	(909)	(1,866)
Amortization of capital assets	174	372	580	1,102
Interest and exchange	6	27	9	168
	180	399	589	1,270
Net loss from continuing operations	(159)	(796)	(1,498)	(3,136)
Net income from discontinued operations	3,848	899	5,358	3,599
Net income	\$ 3,689	\$ 103	\$ 3,860	\$ 463
Retained earnings, beginning of period	772	449	601	89
Retained earnings, end of period	\$ 4,461	\$ 552	\$ 4,461	\$ 552
Basic and diluted earnings (loss) per share				
Continuing operations	\$ -	\$ (0.01)	\$ (0.02)	\$ (0.05)
Discontinued operations	0.06	0.01	0.08	0.06
Basic and diluted earnings per share	\$ 0.06	\$ -	\$ 0.06	\$ 0.01
Basic weighted average common shares outstanding	65,625,077	65,625,077	65,625,077	62,737,181
Diluted weighted average common shares outstanding	65,761,558	65,721,282	65,717,118	62,884,219

Momentum Advanced Solutions Inc.
(formerly OnX Enterprise Solutions Inc.)
Consolidated Statements of Cash Flows (unaudited)
For the three and nine months ended January 31, 2007 and 2006
(In thousands of Canadian dollars)

	Three months ended January 31		Nine months ended January 31	
	2007	2006	2007	2006
Cash provided by (used in):				
Operations:				
Net income	\$ 3,689	\$ 103	\$ 3,860	\$ 463
Items not involving cash:				
Amortization of capital assets	286	446	852	1,255
Gain on sale of business	(3,887)	-	(3,887)	-
Stock based compensation	85	18	115	73
	173	567	940	1,829
Changes in non-cash operating working capital	(716)	(2,635)	(5,371)	(361)
	(543)	(2,068)	(4,431)	1,468
Financing:				
Decrease in bank indebtedness	(1,196)	-	-	-
Addition to obligation under capital lease	-	-	332	-
Payments on obligations under capital leases	(50)	(45)	(155)	(121)
Increase in restricted cash	(250)	-	(250)	-
Increase in proceeds receivable from sale of business	(2,300)	-	(2,300)	-
Repayment of long-term debt and note payable	(23)	(315)	(68)	(1,144)
Long-term facility lease accrual	(16)	(14)	(49)	(43)
Issuance of common shares	-	-	-	1,226
	(3,835)	(374)	(2,490)	(82)
Investments:				
Purchase of capital assets	(421)	(303)	(1,110)	(702)
Contingent consideration	-	(45)	-	(45)
Proceeds from disposition of capital assets	-	-	-	11
Proceeds from sale of discontinued operations	6,800	-	6,800	-
Purchase of Indigo27 Inc.	-	-	(125)	-
	6,379	(348)	5,565	(736)
Increase (decrease) in cash	2,001	(2,790)	(1,356)	650
Cash beginning of period	-	3,462	3,357	22
Cash end of period	\$ 2,001	\$ 672	\$ 2,001	\$ 672

Momentum Q3 FY'07 Results
Page 6

1) Operating earnings (loss) is comprised of gross profit less selling and administrative expenses and therefore reflects income before amortization, interest and other items. Adjusted operating earnings is comprised of operating earnings less estimated expenses of \$240,000 recorded in the third quarter of fiscal 2007, which Management believes will not continue in future quarters. The Company uses operating earnings and adjusted operating earnings amongst other measures to assess the operating performance of its ongoing business. The Company believes that operating earnings and adjusted operating earnings are useful supplemental information as it provides an indication of the results generated by the Company's continuing business activities prior to taking into consideration financing costs and capital asset amortization costs. Similarly, readers may find this non-GAAP financial measure useful although the terms operating earnings and adjusted operating earnings do not have a recognized meaning under Canadian generally accepted accounting principles and therefore may not be comparable to similarly titled measures presented by other companies. Operating earnings and adjusted operating earnings should not be construed as the equivalent to cash flow from operations. The most comparable GAAP measurement for operating earnings and adjusted operating earnings is net income (loss) which is comprised of operating earnings less amortization and interest. Net income (loss) is referenced elsewhere in this document.

2) "VAR Business" represents the Company's hardware and software resale and infrastructure solutions and services business.

Forward Looking Statement

Readers should take note that certain statements in this press release are forward-looking and may not give full weight to all of the potential risks and uncertainties. These forward-looking statements include statements that are subject to risks and uncertainties. Forward-looking statements are subject by their nature to risks and uncertainties, and actual results, actions or events could differ materially from those set forth in the forward-looking statements. Any forward-looking statements speak only as of the date made. The company is not undertaking to update any information in the foregoing reports until the effective date of its future reports required by the securities laws.

About Momentum Advanced Solutions Inc.

Momentum is a leader in the emerging world of Internet outsourcing. Momentum's Internet outsourcing solutions provide our customers with the Innovation, Integration and Operations expertise required to allow them to successfully reduce costs and/or improve productivity by outsourcing to us any or all of their mission critical web-based applications and Managed Internet infrastructure. Headquartered in Markham, Ontario the Company has offices in Ottawa, Windsor and Toronto. Momentum Advanced Solutions is publicly traded on the Toronto Stock Exchange and trades under the symbol "WWW".

Contact

Sheldon Pollack
Chief Executive Officer
Momentum Advanced Solutions Inc.
905-709-6825
Sheldon.Pollack@Momentum.com

Daren Selfe, CA
Chief Financial Officer
Momentum Advanced Solutions Inc.
905-709-6800
Daren.Selfe@Momentum.com