

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

For Immediate Release

Momentum Announces Q3 Results ***Continued Increase in Revenue and Profit***

Toronto, Ontario March 11, 2008 – **Momentum Advanced Solutions Inc. (TSX:WWW)**, (“Momentum” or the “Company”), a leader in IT hosting and managed website services, today announced results for the third quarter of fiscal 2008 ended January 31, 2008.

Q3 FY’08 vs. Q3 FY’07 Highlights

- Total revenue of \$4,605,642, highest in over five years
- Web Solutions and Services (“WSS”) revenue increased 4% to \$3,122,485 vs. \$2,997,000
- Managed Services (“MS”) revenue increased 16% to \$1,483,157 vs. \$1,283,000
- Total gross profit of \$1,858,729, highest in over five years
- Selling and administrative expenses reduced by 13% to \$1,561,493 from \$1,804,000
- EBITDA⁽¹⁾ improved to \$487,492 up \$354,492 from \$133,000
- Net income from continuing operations was \$179,988 vs. a loss of \$159,000
- Cash flow from operations of \$738,914 vs. cash used in operations of \$543,000
- Cash, cash equivalents and investments at the end of Q3 were \$4,126,640 up \$436,830 from \$3,689,810 at the end of Q2

“With over \$4 million in cash and investments, revenue that is increasing and recurring and annualized EBITDA now just under \$2 million, we believe that Momentum’s value as a company is improving”, stated Sheldon Pollack, CEO of Momentum. “We also believe that our current share price represents good value and have backed up this belief with our continued repurchase of shares under our normal course issuer bid”.

Q3 FY’08 vs. Q3 FY’07

Total revenue for the third quarter of fiscal 2008 increased by 8% or \$325,642 to \$4,605,642 from \$4,280,000 recorded in the third quarter of fiscal 2007 representing the highest total revenue recorded by the Company from continuing operations in over five years. WSS and MS revenue increased by 4% and 16% respectively over the same quarter of the prior year.

Total gross profit for the third quarter of fiscal 2008 was \$1,858,729 up 3% from \$1,802,000 recorded in the third quarter of fiscal 2007 representing the highest total gross profit recorded by the Company from continuing operations in over five years. Gross profit increased at a lower rate than revenue as the Company incurred additional costs of sale relating to its new Toronto data centre. This facility was obtained to support continued growth in Managed Services and became available for use during the third quarter with costs exceeding revenue initially as new business ramps-up.

Momentum Q3 FY'08 Results
Page 2

Selling and administrative expenses were \$1,561,493 in the third quarter of fiscal 2008, a decrease of 13% or \$242,507 compared with \$1,804,000 recorded in the third quarter of fiscal 2007. Costs declined due to continued cost management and the recovery of facility lease and shared service costs from a sub-tenant. Selling costs are expected to increase in future quarters as the Company invests in internet based marketing to attract new business to its UltraHosting offering.

The above resulted in EBITDA of \$487,492 for the third quarter of fiscal 2008 or \$1,949,968 on an annualized basis. EBITDA for the quarter improved by \$354,492 from \$133,000 recorded in the same quarter of the prior year due to increasing revenue and decreasing SG&A costs.

Net income from continuing operations improved by \$338,988 to \$179,988 in the third quarter of fiscal 2008 compared with a loss of \$159,000 recorded in the third quarter of fiscal 2007.

Net income after discontinued operations was \$179,988 in the third quarter of fiscal 2008 compared with \$3,689,000 recorded in the third quarter of fiscal 2007 when the \$3,887,000 gain on sale of the company's value-added-reseller business was recorded.

Liquidity and Capital Resources

The Company ended the third quarter of fiscal 2008 with cash, cash equivalents and short-term investments of \$4,126,640 and maintained a fully available credit facility of \$2,000,000. In addition, the Company's balance sheet remained strong with a current ratio of 3.9:1 and shareholders equity of \$11,041,797.

Normal Course Issuer Bid

On September 14, 2007, Momentum announced the commencement of a normal course issuer bid. As of March 11, 2007, the Company has repurchased 1,153,600 common shares at an average purchase price before commissions of \$0.165. Common shares repurchased have been or will be cancelled.

EBITDA

1) EBITDA is defined as income (loss) from continuing operations, adding back amortization interest and other. The Company uses EBITDA amongst other measures to assess the operating performance of its ongoing business. The Company believes that EBITDA is 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 term EBITDA does 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. EBITDA should not be construed as the equivalent to cash flow from operations. The most comparable GAAP measurement for EBITDA is net income (loss) from continuing operations. A reconciliation between net income (loss) from continuing operations and EBITDA is provided below.

Three Months Ended January 31	2008	2007
Net income (loss) from continuing operations	\$ 179,988	\$ (159,000)
Income tax recovery	(18,152)	-
Amortization of capital assets, net of amounts charged to cost of sales	149,496	151,000
Amortization of capital assets included in Managed Services cost of sales	190,256	135,000
Interest and other	(14,096)	6,000
EBITDA	\$ 487,492	\$ 133,000

Momentum Advanced Solutions Inc.

Consolidated Balance Sheets

As at January 31, 2008 and April 30, 2007

	January 31, 2008 (unaudited)	April 30, 2007
Assets		
Current assets:		
Cash and cash equivalents	\$ 1,105,395	\$ 2,758,000
Short-term investments	3,021,245	-
Accounts receivable	3,639,048	3,012,000
Proceeds receivable from sale of business	-	2,300,000
Prepaid expenses and other assets	758,797	631,000
	<hr/> 8,524,485	<hr/> 8,701,000
Restricted cash	-	250,000
Deferred costs	125,412	97,000
Capital assets	4,826,905	4,380,000
Goodwill	550,277	550,277
	<hr/> \$ 14,027,079	<hr/> \$ 13,978,277
Liabilities and Shareholders' Equity		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 1,433,940	\$ 1,850,346
Deferred revenue	380,943	214,000
Current portion of obligations under capital leases	350,812	207,000
	<hr/> 2,165,695	<hr/> 2,271,346
Obligations under capital leases	514,573	257,000
Long-term facility lease inducement and other	305,014	144,000
Shareholders' equity	11,041,797	11,305,931
	<hr/> \$ 14,027,079	<hr/> \$ 13,978,277

Momentum Advanced Solutions Inc.
Consolidated Statements of Operations and Retained Earnings (unaudited)
For the three and nine months ended January 31, 2008 and 2007

	Three months ended		Nine months ended	
	January 31		January 31	
	2008	2007	2008	2007
Sales				
Web solutions and services	\$ 3,122,485	\$ 2,997,000	\$ 8,243,699	\$ 7,753,000
Managed services	1,483,157	1,283,000	4,350,345	3,434,000
Sales	4,605,642	4,280,000	12,594,044	11,187,000
Cost of Sales				
Web solutions and services	1,865,251	1,828,000	5,133,095	4,997,000
Managed services	881,662	650,000	2,367,198	1,767,000
Cost of Sales	2,746,913	2,478,000	7,500,293	6,764,000
Gross Profit				
Web solutions and services	1,257,234	1,169,000	3,110,604	2,756,000
Managed services	601,495	633,000	1,983,147	1,667,000
Gross Profit	1,858,729	1,802,000	5,093,751	4,423,000
Expenses:				
Selling	615,582	630,000	1,966,025	1,725,000
Administrative	945,911	1,174,000	2,842,245	3,659,000
	1,561,493	1,804,000	4,808,270	5,384,000
Income (loss) before the undernoted	297,236	(2,000)	285,481	(961,000)
Amortization of capital assets, net of amounts charged to cost of sales	(149,496)	(151,000)	(426,048)	(528,000)
Interest and other	14,096	(6,000)	20,619	(9,000)
Income tax recovery	18,152	-	18,152	-
	(117,248)	(157,000)	(387,277)	(537,000)
Net income (loss) from continuing operations	\$ 179,988	\$ (159,000)	\$ (101,796)	\$ (1,498,000)
Net income (loss) from discontinued operations	-	3,848,000	(38,238)	5,358,000
Net income (loss) and comprehensive income (loss)	\$ 179,988	\$ 3,689,000	\$ (140,034)	\$ 3,860,000
Retained earnings, beginning of period	\$ 3,822,451	\$ 772,000	\$ 4,156,501	\$ 601,000
Repurchase of shares	(59,847)	-	(73,875)	-
Earnings (loss) for the period	179,988	3,689,000	(140,034)	3,860,000
Retained earnings, end of period	\$ 3,942,592	\$ 4,461,000	\$ 3,942,592	\$ 4,461,000
Basic and diluted earnings (loss) per share				
Continuing operations	\$ -	\$ -	\$ -	\$ (0.02)
Discontinued operations	-	0.06	-	0.08
Basic and diluted earnings per share	\$ -	\$ 0.06	\$ -	\$ 0.06
Basic weighted average common shares outstanding	64,857,292	65,625,077	65,359,680	65,625,077
Diluted weighted average common shares outstanding	64,966,154	65,761,558	65,584,146	65,717,118

Momentum Advanced Solutions Inc.
Consolidated Statements of Cash Flows (unaudited)
For the three and nine months ended January 31, 2008, and 2007

	Three months ended January 31		Nine months ended January 31	
	2008	2007	2008	2007
Cash provided by (used in):				
Operations:				
Net earnings (loss)	\$ 179,988	\$ 3,689,000	\$ (140,034)	\$ 3,860,000
Items not involving cash:				
Amortization of capital assets	339,752	286,000	933,498	852,000
Amortization of deferred costs	7,488	-	16,155	-
Gain on sale of business	-	(3,887,000)	-	(3,887,000)
Amortization of long-term facility lease inducement and other	(25,595)	-	(27,744)	-
Increase in long-term facility lease inducement and other	14,931	-	168,701	-
Unrealized gain on short-term investments	(31,973)	-	(71,245)	-
Stock based compensation	16,865	85,000	75,308	115,000
	501,456	173,000	954,639	940,000
Changes in non-cash operating working capital	237,458	(716,000)	1,295,692	(5,371,000)
	738,914	(543,000)	2,250,331	(4,431,000)
Financing:				
Increase in bank indebtedness	-	(1,196,000)	-	-
Addition to obligation under capital lease	307,578	-	608,318	332,000
Payments on obligations under capital leases	(78,307)	(50,000)	(206,933)	(155,000)
Proceeds receivable from sale of business	-	(2,300,000)	-	(2,300,000)
Repayment of long-term debt and note payable	-	(23,000)	-	(68,000)
Repurchase of shares	(174,678)	-	(199,408)	-
Amortization of long-term facility lease inducement and other	(5,110)	(16,000)	(43,037)	(49,000)
Increase in long-term facility lease inducement and other	-	-	20,000	-
	49,483	(3,585,000)	178,940	(2,240,000)
Investments:				
Purchase of capital assets	(600,084)	(421,000)	(1,598,420)	(1,110,000)
Purchase of short-term investments	-	-	(3,300,000)	-
Sale of short-term investments	-	-	350,000	-
Proceeds from disposition of assets	261,111	-	261,111	-
Proceeds from sale of discontinued operations	-	6,800,000	-	6,800,000
Additions to deferred costs	(44,567)	-	(44,567)	-
Decrease (increase) in restricted cash	-	(250,000)	250,000	(250,000)
Purchase of Indigo27 Inc.	-	-	-	(125,000)
	(383,540)	6,129,000	(4,081,876)	5,315,000
Increase (decrease) in cash	404,857	2,001,000	(1,652,605)	(1,356,000)
Cash and cash equivalents beginning of period	700,538	-	2,758,000	3,357,000
Cash and cash equivalents end of period	\$ 1,105,395	\$ 2,001,000	\$ 1,105,395	\$ 2,001,000

Momentum Q2 FY'08 Results
Page 6**Forward Looking Statements**

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 as more particularly described in Management's Discussion and Analysis contained in Momentum's most recent Annual Report. 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 Web outsourcing services. Its solutions provide customers with the innovation, integration, and operational expertise needed to reduce costs and/or improve productivity by outsourcing their mission critical, web-based applications and infrastructure to Momentum. Headquartered in Markham, Ontario, Momentum 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