

**ASX**

AUSTRALIAN SECURITIES EXCHANGE

MARKET RELEASE

2 March 2007

People Telecom Limited**TRADING HALT**

The securities of People Telecom Limited (the "Company") will be placed in pre-open at the request of the Company, pending the release of an announcement by the Company. Unless ASX decides otherwise, the securities will remain in pre-open until the earlier of the commencement of normal trading on Wednesday, 7 March 2007 or when the announcement is released to the market.

Security Code: PEO

Ben Donovan
Adviser, Issuers (Perth)

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[phone]

[mobile]

2 March 2007

Mr Ben Donovan
Adviser, Issuers (Perth)
Australian Stock Exchange Limited
Level 8, Exchange Plaza
2 The Esplanade
Perth WA 6000

By Fax 08 9221 2020

Dear Mr Donovan

People Telecom Limited ACN 009 273 152: Application for Trading Halt

1. Pursuant to Listing Rule 17.1, People Telecom Limited requests the Australian Stock Exchange Limited to grant a trading halt effective from this request, until the earlier of the making of the announcement referred to in paragraph 2.1 below or the commencement of normal trading on Wednesday 7th March 2007.
2. Pursuant to Listing Rule 17.1. People Telecom Limited provides the following information in relation to its application:

2.1 Reasons for Trading Halt

The trading halt is requested pending an announcement to inform the market of a significant development affecting the group. People Telecom Limited anticipates that this announcement will be made on or before the commencement of normal trading on Wednesday 7th March 2007.

2.2 Termination of Trading Halt

The trading halt will end on the making of the announcement referred to in paragraph 2.1 above.

2.3 No Reason to Refuse Trading Halt

People Telecom Limited is not aware of any reason why the trading halt should not be granted.

Yours Sincerely



Wayne Wanders
Company Secretary
02 9458 5813