



Quarterly Cash Flow Reporting

Sydney, Australia 24 October 2006. The Directors of People Telecom Limited (ASX / NZX: PEO) are pleased to announce that after reporting four consecutive quarters of positive operating cash flow in the year ended 30 June 2006, the Company is no longer required to lodge Appendix 4C Quarterly Cash Flow Reports.

As a result the Company will no longer be classified by the Australian Stock Exchange as a commitment test entity for reporting purposes.

The company will continue to lodge Appendix D - Half Yearly Report and Appendix E – Preliminary Final Report.

About People Telecom:

As one of Australia's largest telecommunications groups, People Telecom offers a comprehensive range of telecommunications products and services for businesses.

The group is a leader in service within the telecommunications landscape, offering high customer service levels accompanied by a full suite of standard and cutting edge telecommunications products such as Voice-Over Internet Protocol (VoIP).

For further information please contact:

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