



People Telecom Limited Release of Restricted Securities

People Telecom Limited (ASX/NZX:PEO) advises that 2,743,123 fully paid ordinary shares will be released from ASX imposed escrow on 18 May 2005.

A further 97,195,159 fully paid ordinary shares will remain under ASX imposed escrow until 8 July 2006.

About People Telecom:

One of Australia's largest and fastest growing telecommunications groups, People Telecom offers a comprehensive range of telecommunications products and services for both consumers and business.

The company 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).

Over the four year period the company has grown dramatically. In the 2004 financial year pro-forma revenues reached \$73m and the 2005 financial year revenue is expected at \$100m.

For further information, please visit <http://www.peopletelecom.com.au> or contact:

Ryan M. O'Hare
Chief Executive Officer
People Telecom Ltd
(02) 9458 5821
0415 888 500
ryan.ohare@peopletelecom.com.au

Wayne Wanders
Chief Financial Officer
People Telecom Ltd
(02) 9458 5813
0412 227 052
wayne.wanders@peopletelecom.com.au