



Fifty Millionth Call Completed Over M5 Networks' Outsourced IP Phone System

Rapid Increase in Call Volume Reflects Steady Growth in Client Base

New York, May 23, 2005 – M5 Networks, the northeast's leading outsourced IP phone system provider, today announced the completion of fifty million voice-over-IP (VoIP) calls using its Outsourced IP Phone System.

In just over a year, the company has experienced a one hundred fifty percent (150%) increase in overall call volume, as more small and mid-sized businesses throughout the New York metropolitan area have abandoned their traditional in-house phone systems for the affordability, ease of use, and reliability of M5's Outsourced IP Phone System. Continuing to lead New York's outsourced IP phone system market, M5 continues to raise the bar for the telecom industry by focusing on being the best at delivering a single service: an outsourced, or hosted, VOIP phone system.

"The completion of our fifty millionth call reflects the steadily increasing growth in our client base," said M5's President and CEO, Dan Hoffman. "Clients that have invested in and committed to our Outsourced IP Phone System recognize the clear and compelling advantage that we offer: a high-quality, business-class phone system without the headache and overhead associated with owning and maintaining the equipment on-site. This major milestone proves the New York market is hungry for a true alternative to legacy phone system providers."

About M5 Networks

M5 Networks is the leading outsourced IP phone system provider in the Northeast. Trustworthiness is at the heart of M5's philosophy and business model. By outsourcing to M5 instead of buying another phone system and signing more local and long distance contracts, businesses save valuable time and hard dollars. M5 was founded in 2000, and since inception has been entirely focused on delivering the most reliable business phone system service in the industry. M5's core technology partners include Cisco, Verizon, Sun, AboveNet, Internap, Sprint, Qwest, Broadwing Communications and Tekelec. M5 has received the Pulver 100 Award as a Communications Growth Company for three consecutive years (2002-2004), as well as Frost & Sullivan's 2004 Entrepreneurial Company Award and Internet Telephony Magazine's 2004 VoIP Service Provider Award. In addition, the strong demand for M5 services has enabled M5's management team to run the business conservatively, regularly reinvesting profits and maintaining financial stability. To learn more about M5, please visit www.m5net.com.

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