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New Global Telecom Announces Sale Of General Telecom Division
*General Telecom to continue providing switch partitioning
and network management services to carriers*

GOLDEN, Colo. – October 30, 2006 – New Global Telecom (www.ngt.com), the leading provider of wholesale hosted VoIP solutions, has announced an agreement to sell its General Telecom division (www.GenTel.net) to GT3 Holdings, LLC.

Led by telecom industry veteran Kevin Alward, GT3 will own and operate the General Telecom suite of telecom switch partitioning services. Effective today, General Telecom will become part of GT3 and operate as a stand-alone entity, unaffiliated with New Global Telecom (NGT).

“We are very excited to build on General Telecom’s long history as the leading provider of outsourced, carrier neutral, switch management,” said Kevin Alward CEO of GT3. “We plan on investing in and expanding our products and services that cater to the VoIP, TDM and Wireless industries.”

“NGT is focusing our resources on developing channels and stimulating growth to support our wholesale hosted and trunking VoIP services,” said Mike Donnell, president and CEO of NGT. “This move enables us to expedite our NGT initiatives.”

Regarding General Telecom, Alward said that other than the direct ownership change, everything else will remain the same. All corporate Web interfaces will remain the same, including access to the MyGenTel portal (www.gentel.net/mygentel) to post routes in General Telecom’s Global Village.

“General Telecom customers will continue to be provided with the services and generally the same experienced customer support teams they already know,” explained Alward. “Furthermore, General Telecom will benefit from a focus on its network management services, including IPartition and VoIP Direct.”

Prior to the formation of GT3, Alward was chief operating officer and director of Covista Communications Inc., a publicly traded communications carrier.

Blue Beacon Capital, LLC acted as advisor to New Global Telecom in connection with this transaction.

About New Global Telecom

New Global Telecom, Inc. is the leading provider of wholesale hosted and trunk-based VoIP solutions. The company delivers VoIP services to carriers and Service Providers, including CLECs, MSOs, ISPs, VPN providers and VoIP-centric companies via its 6DegreesIP product suite. 6DegreesIP offers Service Providers a highly effective, comprehensive solution to address residential and business end-user needs. 6DegreesIP includes a complete range of telephony features, extensive local & long-distance calling footprint, worldwide conferencing capability, E911 service, training and other support. For more information, please visit www.ngt.com.

About General Telecom

General Telecom pioneers outsourced network management services for global carriers. Founded in 1990 and the first to offer carrier neutral switch partitioning in 1991, General Telecom delivers a comprehensive suite of TDM and IP switching services including IP-switch partitioning called IPartition, and IP-leasing services called IPower. TDM-to-IP switching services called VoIP Direct are also available, including protocol conversions for seamless carrier-interoperability. To learn more about General Telecom's services, please visit www.GenTel.net.

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