

FAKTORTEL ANNOUNCES NEW VOIP AUSTRALIAN FIRST

New VoIP VIDEOPHONE service to be launched on FaktorTel network

BRISBANE, 10 August 2006 - FaktorTel, one of Australia's leading Voice over Internet Protocol (VoIP) providers, in conjunction with OzVoip, One of Australia's leading Voip hardware specialists, is proud to announce the launch of Australia's first videophone service over the Faktortel VoIP network on Thursday 17th August 2006.

Consumers worldwide have long dreamed of combining video with today's modern telephone. The launch of FaktorTels' video phone service over their current Australia wide VoIP network has turned this dream into reality.

Housed in the Brisbane facility of Pipe Networks and using Pipe's extensive fibre links, FaktorTel has deployed a powerful video platform directly into one of the largest peered fibre networks in Australia.

By using this new technology FaktorTel can offer a reliable, low cost solution for millions of existing broadband customers across the country with no change to their existing broadband packages or providers.

FaktorTel's Managing Director, Allan Cowling, stated "FaktorTel is proud to be pioneering this new video phone technology in Australia. The ability for Australians to speak face to face using the video phone now positions Australia as a world leader in this exciting new technology. FaktorTel and VoIP are set to change forever the way we communicate".

With no lock-in contracts, call flag-falls or connection fees the new VoIP video phone will not put a huge dent in the household budget. Rather cutting call costs and providing a great service is what FaktorTel is all about.

"We are committed to providing cost saving, innovative and effective solutions to Australian phone users through VoIP technology." Mr Cowling said.

FaktorTel Video Phone Calling Plan

- No lock-in contract
- \$29.95 per month
- One hour free video calling per month on the FaktorTel network included
- Additional video calling time 39 cents per minute

Voice only calls can also be made using the videophone at the following regular Faktortel rates:

- 10 cents untimed, anywhere in Australia to normal landline phones
- 29 cents per minute to mobiles
- International calls from 6 cents per minutes
- NO call flag-fall, NO connection fee and NO cancellation fee
- All prices include GST

OzVoip's CEO Jon Hughes said "Given the ever increasing rise in fuel costs company inter-branch travel has become more expensive yet face to face meetings remain an essential part of the business communities' toolbox. Voip video phones meet that need, cost effectively."

Available from OzVoip.com, the Grandstream GXV-3000 video phone, allows home and business users to make and receive calls from any other video phone connected to the FaktorTel network through their existing broadband connection. It is a next generation advanced IP videophone and features superb audio and video quality, rich functionality, ease of use, stylish exterior design and an attractive price tag.

Grandstream GXV-3000 features include:

- Auto focus and auto exposure
- Zoom
- Picture-in-Picture (PIP)
- Audio mute and camera block for privacy
- Dual purpose - use as a regular handset for voice calls or as a video phone.
- Enlarged picture capability – connect to your TV screen.

The Grandstream GXV-3000 video phones are now available from OzVoIP.com and cost \$495 each.

With more and more Australians connecting to FaktorTel each day VoIP is proving it is here to stay. The inclusion of video is just one more reason solution providers are leaving traditional telephone carriers behind.

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About FaktorTel

FaktorTel Pty Ltd is an Australian company formed in May 2004 with its corporate headquarters in Queensland. After receiving federal funding in February 2005 by way of a commercialising emerging technologies grant (COMET), FaktorTel has built a national network of VoIP points of presence across Australia. FaktorTel has forged relationships and signed agreements with Optus, Powertel and Verizon to provide links to Australia's existing phone network.

FaktorTel expanded its infrastructure into the data facilities of Pipe Networks in Australian capital cities in October 2005. Pipe Networks has 16 IX points in 6 cities with over 130 active connections. Using these resources FaktorTel has developed an impressive, high quality VoIP network which is now the envy of many other providers.

www.faktortel.com.au

About Pipe Networkss

PIPE Networks Limited (ASX: PWK), is a leading provider of telecommunications infrastructure specialising in providing major corporate, government and carrier clients with dedicated fibre optic capacity know as 'Dark Fibre'. The company was ranked as the 7th fastest growing company in the Deloitte Technology Fast 50. PIPE Networks also operates telehousing facilities and Australia's largest Internet exchange network across six capital cities serving some of Australia's largest content and internet service providers.

www.pipenetworks.com

About OzVoIP

OzVoIP.com is the residential VoIP and business VoIP (Voice over Internet Protocol) hardware specialist in Australia. Founded in June 2004 OzVoip sells a variety of respected Voip hardware and complete Internet telephony solutions from the world's top Voip providers. OzVoIP.com is well respected in the voice over IP arena in Australia, priding ourselves in being a source of unbiased advice to customers, and being able to customise solutions to each customer's needs. OzVoip is experienced in the deployment of Asterisk and Switchvox PBX solutions for business with a network of installation Engineers through-out Australia able to professionally install Voip telephony systems.

www.ozvoip.com

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