

NetServices plc ("NetServices" or the "Company")

Customer contract

Notification of Preliminary Results Date : 23 November 2006

NetServices (AIM:NSV) the specialist provider of voice and data converged business infrastructure solutions announces that it has today terminated its contract with Biscit csp Limited (formerly v21.co.uk ltd) ("Biscit"), one of the Company's resellers. NetServices provided broadband DSL services to approximately 9,500 end users via Biscit. Biscit was acquired by Biscit Internet Limited in early October 2006. Since then NetServices has been unable to obtain satisfactory comfort over the financial position of either Biscit or its parent company and has taken this action which will affect end users.

However, in order to provide end users with continuous supply and internet access, NetServices has maintained its lines open and has directed end users to an alternative NetServices supplier's web page with whom they can sign up immediately.

NetServices expects the alternative supplier option will not materially impact current trading performance and it does not expect that this will affect its result for the year ended 31 August 2006 referred to in its pre- close trading statement made on 13 September 2006. NetServices will provide a further update on progress when it announces its preliminary results for the year ended 31 August 2006 on 23 November 2006.

- Ends -

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