

FOR IMMEDIATE RELEASE 16 October 2006

**PNC TELECOM PLC**

("PNC" or "the Company")  
Statement re Mediation Hearing

Further to the Chairman's Statement in the announcement made on 29 September 2006, the Directors of PNC now announce that the mediation hearing due to take place on 12 October 2006 did not take place.

The Board of PNC will report any further updates when it is in position to do so.

**END**