



PAETEC

NEWS RELEASE

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FOR IMMEDIATE RELEASE

PAETEC Announces Lease Extension in Charlotte

CHARLOTTE, N.C. (June 29, 2007) – PAETEC Holding Corp. today announced that it has agreed with Columbia North Carolina Morrocroft Office Properties, LLC, to extend its current 10-year lease at its Charlotte facility for an additional 10 years and will bring new functionality to the site. The company has been at this site since May 2000.

The facility, located at Morrocroft III, 6801 Morrison Blvd., in Charlotte, is 92,310 square feet, with more than 330 employees currently in place. Jobs at this location include Customer Service, Engineering, Human Resources, Legal, Network Security, Regulatory, Tax & Treasury, Data Operations, Finance, Information Systems, Marketing, Operations, Sales, and Telecommunications.

“By extending this lease, we’re showing our commitment to Charlotte and these employees,” said PAETEC Chairman and CEO Arunas A. Chesonis. “This is a key location for us and we want to retain and attract the best available talent to work here.”

PAETEC also announced that it is building a state-of-the-art Network Operations Center (NOC) at the Morrocroft location. PAETEC’s NOC will be used to monitor and maintain

the network health of its customers. With the additional move of customer service functions, more than 75 positions will move to the site from a separate area location.

About PAETEC

PAETEC (NASDAQ GS: PAET) is personalizing business communications for medium-sized and large businesses, enterprise organizations and institutions across the United States. We offer a comprehensive suite of IP, voice, data and Internet services, as well as enterprise communications management software, network security solutions, CPE, and managed services. For more information, visit www.paetec.com.