

AUSTRALIAN STOCK EXCHANGE RELEASE

RETIREMENT OF FRESHTEL FOUNDER AND DIRECTOR, MICHAEL CAREW

Melbourne, Australia, Wednesday 30th April 2008: Freshtel Holdings (ASX:FRE) has announced today the retirement of Michael Carew, the founder of Freshtel and Director of Global Business Development.

Under his employment contract Michael will continue to work in the business for some months ensuring adequate transition planning. His retirement from the Board of Directors is effective immediately.

The Freshtel board thanks Michael for his outstanding contribution to the business.

Mr Ken Loughnan AO, Chairman of Freshtel said: "It was Michael's entrepreneurial vision that first brought Freshtel into existence, and he has played a very important role in the company's success to date. In particular, Michael was the architect behind our white label model and our successful relationship with Tesco.

"We appreciate Michael's decision to begin a new phase in his life and we also recognise that the business is also entering a new phase in its growth. We have a very capable management and research and development team who will ensure Freshtel's continued growth long into the future."

Over the last 12 months Freshtel has restructured management with the appointment of Rhonda O'Donnell as CEO, John Coates as CFO and Ian Jackson as COO to strengthen the executive team in preparation for the company's expansion. Michael is committed to working with the Board and Management to affect the final stage of the management transition and the roll-out of Freshtel's exciting converged mobile solution which will launch at Wireless08 in the United Kingdom next month.

-ENDS-

About Freshtel Holdings

Freshtel Holdings Limited (ASX:FRE) is an Australian internet telephone technology company that develops and markets VoIP telephony products and services. Freshtel Holdings Limited offers end-to-end white label VoIP solutions to wholesale customers globally through its wholly owned subsidiaries, Voicedot Networks and Virbiage and has a direct-to-market retail channel through Freshtel's retail site.

Freshtel Holdings: www.freshtelholdings.com

Voicedot Networks: www.voicedot.com

Freshtel retail: www.freshtel.net

For further information please contact:

Investor Relations:

Rebecca Wilson
IR – Buchan Consulting
Ph: +61 2 9237 2800 / 0417 382 391
E: rwilson@bcg.com.au

Media Enquiries:

Kyahn Timms
Media Consultant to Freshtel – Buchan
Ph: (03) 9866 4722 / 040 101 8828
E: ktimms@bcg.com.au