

FOR IMMEDIATE RELEASE  
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**FULLNET COMMUNICATIONS, INC. ANNOUNCES \$2 MILLION CO-  
LOCATION AGREEMENT WITH KMC TELECOM V, INC.**

Oklahoma City, OK – July 5, 2000 – FullNet Communications, Inc., (“FullNet”) (OTC Bulletin Board: FULO) today announced that it has entered into a \$2 million agreement to provide co-location services to KMC Telecom V, Inc. (“KMC”), a facilities-based competitive local exchange carrier. Pursuant to the agreement, which was executed on June 20, 2000 and extends until January 31, 2004, FullNet will provide co-location and support services for KMC’s telecommunications equipment at FullNet’s new Network Operations Center (“NOC”) located in the Bank of Oklahoma Building in downtown Oklahoma City, Oklahoma. The NOC, which is currently being built to the specifications of FullNet and its Oklahoma CLEC subsidiary, FullTel, Inc., will be housed within the space of FullNet’s new corporate headquarters. “We are very pleased that KMC has chosen FullNet as its co-location provider,” stated Tim Kilkenny, President and Chairman of the Board of FullNet. “Our new space will permit expansion of FullNet’s telecommunications co-location services, web hosting, server co-location services, and dial-up and broadband Internet access services. As this type of advanced telecommunication space is in short supply in the U.S., we are pleased to be able to offer it here in Oklahoma. We are currently in discussions with several other national telecommunications providers to provide them with similar services,” concluded Mr. Kilkenny.

FullNet is an Oklahoma-based integrated communications provider engaged in

- (1) consumer dial-up access throughout Oklahoma with local telephone access
- (2) high speed Internet connectivity access (ISDN, T-1, etc.)
- (3) broadband wireless Internet access
- (4) domain name registration services by the end of the third quarter 2000, web hosting and server co-location
- (5) Telecommunications space co-location to CLECs, ISPs and other telecommunications providers, and
- (6) network and Internet connectivity solutions to business, government and educational institutions

FullNet currently operates in Oklahoma through four subsidiaries: FullNet, Inc., FullTel, Inc., FullSolutions, Inc. and FullWeb, Inc. The Company’s website is [www.fullnet.net](http://www.fullnet.net).

The parent company of KMC is KMC Telecom Holdings, Inc., a privately owned facilities-based competitive local exchange carrier which operates local fiber optic

networks in 35 markets throughout the Mid-Atlantic, Midwest and South. Founded in 1995, the company offers customers an attractive alternative in local telephone and data communication services. The Company's website is [www.kmctelecom.com](http://www.kmctelecom.com).

This press release contains "forward-looking" statements within the meaning of the Private Securities Litigation Reform Act of 1995. Such forward-looking statements involve known and unknown risks, uncertainties or other factors which may cause actual results, performance or achievements of the company to be materially different from any future results, performance or achievements expressed or implied by such forward – looking statements. The Company's actual results may differ materially from the results anticipated in these forward-looking statements as a result of a variety of factors, including those contained in the Company's periodic reports filed with the Securities and Exchange Commission. Readers are cautioned not to place undue reliance on those forward-looking statements which speak only as of the date hereof. The Company undertakes no obligation to release publicly any revisions to these forward-looking statements to reflect events or circumstances after the date hereof or to reflect unanticipated events or developments.

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