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**ITC^DELTACOM ANNOUNCES NETWORK UPGRADE TO DELIVER
MULTI MEG AND IP ENABLED VOICE AND DATA SERVICES**

Huntsville, AL—(January __, 2007)—ITC^DeltaCom, Inc. (OTC: ITCD.OB), a leading provider of integrated communications services to customers in the southeastern United States, today announced the implementation of a network upgrade that will immediately enable multi-meg services (up to 6 Mbps) in sixteen markets and the future delivery of VOIP services and features.

The high bandwidth solution, which will be offered under the name Simpli-IP, provides customers with bandwidth up to 6Mbps in data throughput. The offering increases the bandwidth options available with Simpli-Business, Deltacom's solution that combines the options of Local, Long Distance, an NEC phone system and Lexmark office equipment all bundled on a single invoice. The service is MPLS enabled to ensure quality transmission of voice and data traffic.

"The demand for higher bandwidth Internet and site to site data traffic continues to increase in the marketplace. Customers have traditionally purchased separate connections with additional equipment to enable higher speeds, leading to increased cost and complexity. This upgrade addresses those issues by consolidating voice and data communication over the same connection and increasing available bandwidth." said ITC^DeltaCom's EVP, Jim O'Brien.

"This network upgrade delivers bandwidth options of up to 6Mbps immediately in 16 markets while enabling us to create VOIP service offerings not possible with our prior network architecture" added Scott Yelton Director, Product Strategy. "We are committed to continuing to develop innovative products to better serve our customers."

ABOUT ITC^DELTACOM, INC.

ITC^DeltaCom, Inc. ("ITC^DeltaCom") headquartered in Huntsville, Alabama, provides, through its operating subsidiaries, integrated telecommunications and technology services to businesses and consumers in the southeastern United States. ITC^DeltaCom has a fiber optic network spanning approximately 14,500 route miles, including more than 11,000 route miles of owned fiber, and offers a comprehensive suite of voice and data communications services, including local, long distance, broadband data communications, Internet

connectivity, and customer premise equipment to end-user customers. ITC^DeltaCom is one of the largest competitive telecommunications providers in its primary eight-state region. ITC^DeltaCom has interconnection agreements with BellSouth, Verizon, SBC, CenturyTel and Sprint for resale and access to unbundled network elements and is a certified competitive local exchange carrier (CLEC) in Arkansas, Texas, Virginia and all nine BellSouth states. For more information about ITC^DeltaCom, visit ITC^DeltaCom's Web site at <http://www.deltacom.com>.

FORWARD-LOOKING STATEMENTS

Except for the historical and present factual information contained herein, this release contains "forward-looking statements" within the meaning of Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934. When used in this release, the words "anticipate," "believe," "estimate," "expect," "intend," "plan" and similar expressions as they relate to ITC^DeltaCom, Inc. or its management are intended to identify these forward-looking statements. All statements by the Company regarding its expected financial position, revenues, liquidity, cash flow and other operating results, balance sheet improvement, business strategy, financing plans, forecasted trends related to the markets in which it operates, legal proceedings and similar matters are forward-looking statements. The Company's actual results could be materially different from its expectations because of various risks. These risks, some of which are discussed under the caption "Risk Factors" in the Company's Annual Report on Form 10-K for the year ended December 31, 2005, and in the Company's subsequent SEC reports, include the Company's dependence on new product development, rapid technological and market change, the Company's dependence upon rights of way and other third-party agreements, debt service and other cash requirements, liquidity constraints and risks related to future growth and rapid expansion. Other important risk factors that could cause actual events or results to differ from those contained or implied in the forward-looking statements include, without limitation, customer attrition, delays or difficulties in deployment and implementation of collocation arrangements and facilities, appeals of or failures by third parties to comply with rulings of governmental entities, inability to meet installation schedules, general economic and business conditions, failure to maintain underlying service/vendor arrangements, competition, adverse changes in the regulatory or legislative environment, and various other factors beyond the Company's control. ITC^DeltaCom disclaims any responsibility to update these forward-looking statements.