



Media and Investors

Santina Scalione
Covad Communications
201-395-5703
sscalion@covad.com

Media

Christian Pinkston
Pinkston Group
703-574-2137
pinkston@pinkstongroup.com

**Covad Announces Master Agent Agreement with
KeaneTel at Fall 2007 Channel Partners
Conference & Expo**

*Partnership enables Covad to expand distribution
channels for DSL, T1, wireless broadband services*

Secaucus, NJ. –September 26, 2007 – Covad Communications Group Inc., (AMEX: DVW), a leading national provider of integrated voice and data communications, has signed a Master Agent agreement with KeaneTel. The deal, announced today at the Fall 2007 Channel Partners Conference & Expo, will expand the availability of Covad broadband services to KeaneTel's nationwide partner network of enterprise and SMB telecommunications suppliers. With offices in over 40 cities across the country, KeaneTel represents more than 20 suppliers and, with the addition of Covad broadband, will provide complete out-sourced communications services to its customers.

KeaneTel will sell Covad's portfolio of business class ADSL, SDSL, T1, bonded T1, security and fixed broadband wireless services. Covad delivers high speed Internet access communications over one fully-managed, nationwide network. In addition to its standard DSL and T1 products, Covad offers a Bonded T1 service with speeds of up to 3 Mbps and Quality of Service guarantees, as well as ADSL2+, which offers download speeds up to 15 Mbps. The company also offers fixed broadband wireless at speeds of up to 45 Mbps and installation within five to seven days, in most cases. KeaneTel joins Covad's premier Master Agent program, which is comprised of 10 nationwide partners.

"Covad is pleased to begin this new partnership with KeaneTel, adding depth to our SMB customer base," said Lisa Graham, Covad senior vice president of sales. "KeaneTel's prominence as a business telecommunications provider is a perfect complement to Covad's suite of business-class broadband solutions."

"Partnering with Covad enables KeaneTel to provide its customers with high speed and reliable broadband access to help their businesses operate more efficiently," said Jeff Keane, President of KeaneTel. "Covad's Master Agent program enables us to easily integrate broadband access into our existing SMB and enterprise business-class solutions."

Covad remains the 'easy to do business with' choice for channel partners. Under the Master Agency program, Covad better serves its customers by pairing sales partners with a designated Covad channel manager specialized in joint selling and presales technical support. The Master Agency program is also equipped with an Alliance



Center partner portal which offers sales and marketing tools, product and pricing information, online training courses, and customer support contacts. A nationwide footprint and wide breadth of business-class services empowers Covad and its partners to keep SMB and enterprise customers a step ahead.

For more information on becoming a Covad partner, please visit www.covadalliance.com.

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About Covad

Covad is a leading nationwide provider of integrated voice and data communications. The company offers DSL, Voice Over IP, T1, broadband wireless, Web hosting, managed security, IP and dial-up, and bundled voice and data services directly through Covad's network and through Internet Service Providers, value-added resellers, telecommunications carriers and affinity groups to small and medium-sized businesses and home users. Covad broadband services are currently available across the nation in 44 states and 235 Metropolitan Statistical Areas (MSAs) and can be purchased by more than 57 million homes and businesses, which represent over 50 percent of all US homes and businesses. Corporate headquarters is located at 110 Rio Robles San Jose, CA 95134. Telephone: 1-888-GO-COVAD. Web Site: www.covad.com.

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The foregoing contains "forward-looking statements" which are based on management's current information and beliefs as well as on a number of assumptions concerning future events made by management. Examples of forward-looking statements include expectations regarding Covad's ability to successfully sell its services through KeaneTel. Readers are cautioned not to put undue reliance on such forward-looking statements, which are not a guarantee of performance and are subject to a number of uncertainties and other factors, many of which are outside Covad's control that could cause actual results to differ materially from such statements. These risk factors include our ability to rapidly expand and deploy these services and changes in technologies, among other risks. For a more detailed description of the risk factors that could cause such a difference, please see Covad's 10-K, 10-Q, 8-K and other filings with the Securities and Exchange Commission. Covad disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise. This information is presented solely to provide additional information to further understand the results of Covad.