



NEWS RELEASE

For Immediate Release

NCO GROUP ANNOUNCES FIRST QUARTER 2007 RESULTS

HORSHAM, PA, May 16, 2007 - NCO Group, Inc. ("NCO" or the "Company"), a leading provider of business process outsourcing services, announced today that during the first quarter of 2007, it reported revenue of \$318.4 million, EBITDA of \$44.9 million and a net loss of \$1.4 million.

On November 15, 2006, NCO was acquired by and became a wholly owned subsidiary of Collect Holdings, Inc., an entity controlled by One Equity Partners and its affiliates ("OEP"), a private equity investment fund, with participation by Michael J. Barrist, Chairman, President and Chief Executive Officer of NCO, certain other members of executive management and other co-investors ("the Transaction"). Under the terms of the merger agreement, NCO shareholders received \$27.50 in cash, without interest, for each share of NCO common stock that they held. On February 27, 2007, NCO Group, Inc. merged with and into Collect Holdings, Inc. and the surviving corporation was renamed NCO Group, Inc. The accompanying unaudited selected financial data are presented for two periods, Predecessor and Successor, which relate to the period of operations preceding the Transaction and the period of operations succeeding the Transaction, respectively.

NCO is organized into three operating divisions: Accounts Receivable Management ("ARM"), Customer Relationship Management ("CRM") and Portfolio Management. During the first quarter of 2007, the ARM division exceeded its revenue and profitability targets primarily as a result of a better than expected collection environment and the timing of tax season. The CRM division also exceeded its revenue and profitability targets for the first quarter of 2007 primarily as a result of client volumes and reduced training exposure. During the first quarter of 2007, the Portfolio Management division was slightly below its revenue target as a result of the timing of the ramp up of newly acquired portfolios but exceeded its profitability target.

Commenting on the quarter Michael J. Barrist, Chairman and Chief Executive Officer, stated, "We are very pleased with the strong performance of NCO during the first quarter of 2007. Each of our operating divisions exceeded their profitability objectives on strong revenue and better than expected impact from some of the organizational changes and cost realignments we made during the latter part of the fourth quarter. Additionally during the quarter, we experienced stronger than expected portfolio buy opportunities which will help position us to meet our objectives as we move through the remainder of the year."

The Company also announced that it will host an investor conference call on Thursday, May 17, 2007, at 10:00 a.m., ET, to address the items discussed above in more detail and to allow the investment community an opportunity to ask questions. Interested parties can access the conference call by dialing (888) 209-7450 (domestic callers) or (706) 634-6082 (international callers) and providing the pass code 9643216. A taped replay of the conference call will be made available for seven days and can be accessed by interested parties by dialing (800) 642-1687 (domestic callers) or (706) 645-9291 (international callers) and providing the pass code 9643216.

About NCO Group, Inc.

NCO Group, Inc. is a global provider of business process outsourcing services, primarily focused on accounts receivable management and customer relationship management. NCO provides services through over 100 offices in the United States, Canada, the United Kingdom, Australia, India, the Philippines, the Caribbean and Panama.

For further information contact:

NCO Investor Relations

(215) 441-3000

Certain statements in this press release, including, without limitation, statements as to fluctuations in quarterly operating results, statements as to trends, statements as to NCO's or management's beliefs, expectations or opinions, and all other statements in this press release, other than historical facts, are forward-looking statements, as such term is defined in the Securities Exchange Act of 1934, which are intended to be covered by the safe harbors created thereby. Forward-looking statements are subject to risks and uncertainties, are subject to change at any time and may be affected by various factors that may cause actual results to differ materially from the expected or planned results. In addition to the factors discussed above, certain other factors, including without limitation, the risk that NCO will not be able to implement its business strategy as and when planned, the risk that NCO will not be able to realize operating efficiencies in the integration of its acquisitions, risks related to union organizing efforts at the Company's facilities, risks related to the ERP implementation, risks related to past and possible future terrorists attacks, risks related to the economy, the risk that NCO will not be able to improve margins, risks relating to growth and acquisitions, risks related to fluctuations in quarterly operating results, risks related to the timing of contracts and risks related to international operations can cause actual results and developments to be materially different from those expressed or implied by such forward-looking statements. The Company disclaims any intent or obligation to publicly update or revise any forward-looking statements, regardless of whether new information becomes available, future developments occur or otherwise.

NCO GROUP, INC.
Unaudited Selected Financial Data
(in thousands)

	Successor	Predecessor
	For the Three	For the Three
Condensed Statements of Operations:	Months Ended	Months Ended
	March 31, 2007	March 31, 2006
Revenues	\$ 318,375	\$ 311,747
Operating costs and expenses:		
Payroll and related expenses	163,095	161,390
Selling, general and admin. expenses	108,114	108,729
Restructuring charges	-	4,387
Depreciation and amortization expense	23,482	13,195
	294,691	287,701
Income from operations	23,684	24,046
Other income (expense):		
Interest and investment income	1,228	863
Interest expense	(24,285)	(7,011)
Other expense	(830)	-
	(23,887)	(6,148)
(Loss) Income before income taxes	(203)	17,898
Income tax (benefit) expense	(244)	6,642
Income before minority interest	41	11,256
Minority interest	(1,403)	(716)
Net (loss) income	\$ (1,362)	\$ 10,540

Selected Cash Flow Information:

Net cash provided by operating activities	\$ 19,530	\$ 26,792
Purchases of accounts receivable	37,602	15,203
Purchases of property and equipment	6,423	13,859

Selected Balance Sheet Information:

	As of	As of
	March 31,	December 31,
	2007	2006
Cash and cash equivalents	\$ 18,569	\$ 13,899
Working capital	138,881	181,287
Long-term debt	924,281	918,313

NCO GROUP, INC.
Unaudited Selected Segment Financial Data
(in thousands)

For the Three Months Ended March 31, 2007

	<u>ARM</u>	<u>CRM</u>	<u>Portfolio Management</u>	<u>Intercompany Eliminations</u>	<u>Consolidated</u>
Revenues	\$ 223,180	\$ 79,131	\$ 43,860	\$ (27,796) (1)(2)	\$ 318,375
Operating costs and expenses:					
Payroll and related expenses	102,183	59,027	1,974	(89) (2)	163,095
Selling, general and admin. expenses	94,428	12,892	28,501	(27,707) (1)	108,114
Depreciation and amortization expense	15,319	7,267	896	-	23,482
	<u>211,930</u>	<u>79,186</u>	<u>31,371</u>	<u>(27,796)</u>	<u>294,691</u>
Income (loss) from operations	<u>\$ 11,250</u>	<u>\$ (55)</u>	<u>\$ 12,489</u>	<u>\$ -</u>	<u>\$ 23,684</u>

For the Three Months Ended March 31, 2006

	<u>ARM</u>	<u>CRM</u>	<u>Portfolio Management</u>	<u>Intercompany Eliminations</u>	<u>Consolidated</u>
Revenues	\$ 234,641	\$ 59,326	\$ 50,139	\$ (32,359) (1)	\$ 311,747
Operating costs and expenses:					
Payroll and related expenses	110,762	48,470	2,158	-	161,390
Selling, general and admin. expenses	96,358	11,451	33,279	(32,359) (1)	108,729
Restructuring charges	4,118	269	-	-	4,387
Depreciation and amortization expense	8,055	4,710	430	-	13,195
	<u>219,293</u>	<u>64,900</u>	<u>35,867</u>	<u>(32,359)</u>	<u>287,701</u>
Income (loss) from operations	<u>\$ 15,348</u>	<u>\$ (5,574)</u>	<u>\$ 14,272</u>	<u>\$ -</u>	<u>\$ 24,046</u>

(1) Represents the elimination of intercompany revenue for services provided by ARM to Portfolio Management.

(2) Represents the elimination of intercompany revenue for services provided by CRM to ARM.

NCO GROUP, INC.
Unaudited EBITDA⁽³⁾
(in thousands)

	<u>Successor For the Three Months Ended March 31, 2007</u>	<u>Predecessor For the Three Months Ended March 31, 2006</u>
Net (loss) income	\$ (1,362)	\$ 10,540
Income taxes	(244)	6,642
Interest expense, net	23,057	6,148
Depreciation and amortization	23,482	13,195
EBITDA ⁽³⁾	<u>\$ 44,933</u>	<u>\$ 36,525</u>

(3) Earnings before interest, taxes, depreciation and amortization, referred to as EBITDA, is used by the Company's management to measure the Company's operating performance and is not intended to report the Company's operating results in conformity with accounting principles generally accepted in the United States.