Newtek Business Services

May 14, 2007

Newtek Business Services Transitions to New CFO

NEW YORK, May 14, 2007 /PRNewswire-FirstCall via COMTEX News Network/ -- Newtek Business Services, Inc. (Nasdaq: NEWT) announced today that Gerald Cohen has resigned as Chief Financial Officer effective immediately. The company announced that it anticipate a transition to a new Chief Financial Officer, William Pallister, the company's current CCO. Gary Kleiman, Chairman and CEO of Newtek Business Services, stated "We have been very fortunate to have had Gerald Cohen with Newtek as an advisor to the CEO, CCO, and the Chairman of the Audit Committee. Mr. Pallister will remain as Chief Compliance Officer and will continue to work closely with the Audit Committee on the review and sign-off of such office of the company on all existing SEC disclosure documents through August 31, 2007."

The Company is proud to announce that Gerb Cohen has accepted the responsibility and position as CFO of Newtek Business Services and will begin in that officer capacity beginning September 1, 2007. Mr. Cohen has been a major shareholder in Newtek since its IPO in 1999 and has been a member of the Board of Directors for approximately 6 years. Mr. Cohen has over 20 years experience in the public and private sector of finance. Prior to joining Newtek, Mr. Cohen was managing director of Lehman Brothers, where he was responsible for the firm's business in the Middle East from 1992-1996 working in the City of New York. Mr. Cohen managed the securitization of its assets, advised the firm with respect to its investment in Saudi Arabia, and was responsible for the firm's investment in Saudi Arabian Petrochemicals (Sipchem). Partner in Co. Capital Group and Lehman Brothers. Gerb has an MBA from Columbia Business School and a BA from Yeshiva University.

Barry Sloane, Chairman and CEO of Newtek Business Services, stated "Gerb has been a pillar of strength and a confidante of Newtek's management for over seven years. Gerb has successfully managed our certified vendor company Sparco Communications, our investment in Sipchem, our investment in Lehman Brothers and our investment in Newtek. We are impressed by his years and industry professionals. He built the majority of business models that we banking, receivable financing, and the Agency activities internal the funding and financing of those businesses on each. Our internal auditors have thoroughly reviewed the financial statements and SEC filings of Newtek Business Services, Inc. and have found no material errors. Our outside auditors have also reviewed our financial statements and SEC filings and concluded that no material errors exist. The company officers and Board of Directors are confident that the company is in good shape and ready to move forward with our business plans. We have recently completed our Board of Directors and have begun with Jennifer Bisbecker (Vice President Of Financial Reporting) and Gerald Wagner (Vice President Financial) should be joining the company in the near future. We are very confident in our financial staff."

The Company going filing a huge slate of prospectus for resales to underlying selling shareholders, a number of Newtek dependent on EVO. Mike Ahn is planning refunding, restructuring, and strengthening the way the company accounts for its investment in Sipchem. We are very proud of our relationship with our shareholders and our employees. We have a great professional in one that builds a business that can have 40% of its revenues and could be two more within the basinsurial, Newtek Business Services, Inc. is a company that is very proud of its employees and its shareholders. We have our home in Pennsylvania and anticipate that we will continue our professional lives in different ways. We are proud of our relationship with Gerb and more thankful for what he has built.

About Newtek Business Services, Inc.

Newtek Business Services, Inc. is a direct employer to the retail to medium-sized business market under the Newtek TM brand. Newtek is a leader in the over 20 million small businesses in the United States, which in total represent 99.7% of all employer firms, generate 65.-80% of all new jobs annually and create more than 50% of net open group GDP. Newtek's mission is to be the "Small Business Partner" to its customers, providing them with the tools they need to be successful manage and grow their businesses. Newtek focuses on providing its 50,000 business accounts with access to a wide variety of products and services, including the following products and services, which are currently marketed by Newtek's products and services bundle:

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     Receivables Lending: Business loans to start up, acquire, or expand
     business operations
     Electronic Payment Processing: Credit card, debit card, check
     processing and ACH processing
     Insurance Services: Worldwide commercial and personal lines of
     insurance
     Internet Digital Merchandising: Developing and remarketing as a
     Premier or Elite Level of web site
     Internet Domain Services: Domain name building domain registration and
     online shopping cart tools
     Internet Web Services: Customized web design and development
     services for a powerful web presence
     Tax Preparation and Advisory Services: Expert tax planning and
     preparation for individuals
     Data Storage and Security: Save, secure, off site data
     Merchant Cash Advance
     Business Plan Preparation: Professional business plan assistance
     Payroll Processing
     Payroll/ Payroll management processing and employee tax filing
     Employee Benefits: Health, life, and disability insurance
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For more information, please visit www.newtekbusinessservices.com

Statements in this press release including statements regarding Newtek's beliefs, expectations, intentions or strategies for the future, may be "forward-looking statements" within the Private Securities Litigation Reform Act of 1995. All forward-looking statements involve a number of risks and uncertainties that could cause actual results to differ materially from the plans, intentions and expectations reflected in or suggested by this forward- looking statements. Such risks and uncertainties include, among others, intensified competition, operating problems and their impact on revenues and profit margins, anticipated future business strategies and financial performance, anticipated future number of customers, business prospects, legislative developments and similar matters. Risk factors, cautionary statements and other conditions which could cause Newtek's actual results to differ from management's current expectations are contained in Newtek's filings with the Securities and Exchange Commission and available through http://www.sec.gov.

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