



FOR: FIRSTSERVICE CORPORATION

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FOR IMMEDIATE RELEASE

FIRSTSERVICE INCREASES STAKE IN CENTRAL AND EASTERN EUROPE

TORONTO, Ontario, May 8, 2006 – FirstService Corporation (Nasdaq: FSRV; TSX: FSV) today announced that its subsidiary, Colliers Macaulay Nicolls Inc. (“CMN”), which operates globally as Colliers International, has increased its ownership interest in its Central and Eastern European operation to approximately 80 per cent after the buyout of a non-active shareholder. The terms of the transaction were not disclosed.

Colliers Central & Eastern Europe (“CCEE”) includes operations in Poland, Romania, Czech Republic, Slovakia and Hungary, providing office, retail and industrial investment and leasing advisory, valuation and consulting services. Established in 1992, CCEE employs 150 people, including 110 real estate professionals, and advised on over 400 sales and leasing transactions valued at more than US\$800 million in 2005.

“We are very pleased to increase our stake in this great business. Central and Eastern Europe is a region of tremendous growth and opportunity for Colliers as its markets mature,” said Doug Frye, Chief Executive Officer of CMN. “The flow of investment capital from western businesses and investors is increasing due to the region’s inclusion in the European Union and improving transparency and sophistication in its markets, with CCEE well positioned to take advantage of the significant growth opportunities”.

“A stronger presence in commercial real estate services in Central and Eastern Europe is an important part of our growth strategy as a global leader in the property services sector. We will continue to invest in this strong business platform and excellent local management team to accelerate our growth and maintain our leadership position in this attractive market,” added Jay S. Hennick, Founder and CEO of FirstService.

FirstService established its commercial real estate services platform with the acquisition of an 83 per cent stake in CMN in late 2004. In November of 2005, CMN acquired an 82 per cent interest in Colliers Seeley International, Inc., a very important connection to FirstService’s growing Asia Pacific operations including Australia, New Zealand, Hong Kong and China.

About FirstService Corporation

FirstService is a leader in the rapidly growing service sector, providing property related services in commercial real estate; residential property management; property improvement and integrated security services. Market-leading brands include Colliers International in commercial real estate; The Continental Group in residential property management; California Closets, Paul Davis Restoration, Pillar to Post Home Inspections and CertaPro Painters in property improvement; and Intercon Security and Security Services & Technologies in integrated security.

FirstService is a diversified service company with more than US\$1 billion in annual revenues and more than 12,000 employees worldwide. More information about FirstService is available at www.firstservice.com.

About CMN and Colliers International

CMN is a leading international real estate services company that provides a full range of services to commercial real estate users, owners and investors worldwide. These services include brokerage, mortgage banking, property management, hotel investment sales and consulting, corporate services, valuation, consulting and appraisal, and research (www.colliersmn.com). CMN is the largest member of the Colliers International global network, one of the top three commercial real estate service

organizations in the world, with annual revenues of more than US\$1.2 billion and more than US\$39 billion in annual transaction value. The Colliers International global network has 248 offices in 51 countries worldwide (131 in the Americas, 75 in Europe, Middle East and Africa and 42 in Greater Asia).

Forward Looking Statements

Certain statements included in this release constitute “forward-looking statements” within the meaning of the U.S. Private Securities Litigation Reform Act of 1995 (the “Reform Act”). Such forward-looking statements involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of the Company, or industry results, to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. Such factors include, among others, the following: general economic and business conditions, which will, among other things, impact demand for the Company’s services, service industry conditions and capacity; the ability of the Company to implement its business strategy, including the Company’s ability to acquire suitable acquisition candidates on acceptable terms and successfully integrate newly acquired businesses with its existing businesses; changes in or the failure to comply with government regulations (especially safety and environmental laws and regulations); and other factors which are described in the Company’s filings with the Securities and Exchange Commission.