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[renee\\_walker@kellyservices.com](mailto:renee_walker@kellyservices.com)**KELLY SERVICES REPORTS RECORD REVENUE AND  
STRONG EARNINGS GROWTH FOR THE 2nd QUARTER OF 2005**

TROY, MI (July 26, 2005) -- Kelly Services, Inc., a global provider of staffing services, today announced record revenue and strong earnings growth for second quarter ended July 3, 2005.

Terence E. Adderley, Kelly Services chairman and chief executive officer, announced revenue for the second quarter of 2005 totaled \$1.312 billion, a 7.1% increase compared to the \$1.224 billion for the corresponding quarter in 2004. Revenue for the six-month period totaled \$2.561 billion, a 7.5% increase compared to the \$2.383 billion for the first six months of 2004.

Net earnings for the second quarter of 2005 totaled \$9.3 million, a 91% increase compared to \$4.9 million reported for the second quarter of 2004. Net earnings for the first six months of 2005 totaled \$13.3 million, a 157% increase compared to the \$5.2 million earned during the comparable six-month period of 2004.

Diluted earnings per share in the second quarter of 2005 were \$0.26, an 86% increase as compared to second quarter 2004 earnings of \$0.14 per share. Diluted earnings per share for the first six months of 2005 were \$0.37, a 147% increase compared to the \$0.15 per share earned in the first six months of 2004.

Commenting on the results, Adderley said, "Our sales of \$1.312 billion achieved a new sales record for the second quarter, exceeding the previous record we set in 2004 by over \$87 million.

"We expect third quarter 2005 earnings to be in the range of \$0.30 to \$0.35, as compared to \$0.23 per share in the third quarter of 2004. Our 2005 year to date results, combined with our third quarter guidance, keeps us on track to achieve our current forecast that earnings will range between \$1.00 and \$1.15 per share for the full year. This forecast is based on moderate global economic growth over the balance of 2005.

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“Revenue in our U.S. Commercial staffing segment, which accounted for 46% of total sales, increased 3.6% year over year during the second quarter. The gross profit rate in this segment increased four-tenths of a percent, due to a combination of improved pricing, lower workers compensation costs, and higher fee based income. Expenses increased 4.0% compared to last year. Operating earnings totaled \$32.8 million, an increase of 11.0% compared to last year.

“Revenue in our Professional, Technical, and Staffing Alternatives (PTSA) segment, which accounted for 21% of total sales, increased 9.5% year over year during the second quarter. Kelly Scientific Resources and Kelly Engineering Resources were the leading professional and technical performers in the second quarter. Kelly HRfirst continued to be the leading staffing alternatives unit. The Automotive Services Group and the Kelly Law Registry experienced revenue decreases during the quarter. Kelly Staff Leasing revenue also declined, reflecting the repositioning of its customer mix. The PTSA gross profit rate decreased eight-tenths of a percent, primarily due to changes in business unit mix and rates, partially offset by higher fee based income. Expenses increased 3.5% as compared to last year. Operating earnings totaled \$17.1 million and increased 5.7% on a year over year basis.

“Revenue in our International segment, which accounted for 33% of total sales, increased 10.9% year over year during the second quarter. The International gross profit rate increased by three-tenths of a percent, primarily due to growth in fee based income. Operating expenses increased by 9.5% in U.S. dollar terms. Operating earnings totaled \$4.4 million, more than doubling the \$2.0 million earned last year.

“On a constant currency basis, International segment revenue increased 6.3%, and total Company revenue increased 5.7% year over year in the second quarter.”

In conjunction with its second quarter earnings release, Kelly Services, Inc. will host a conference call at 9:00 a.m. (ET) on July 26, 2005 to review the results. The call may be accessed in one of the following ways:

Via the Telephone:

U.S.	1-800-230-1093
International	1-612-234-9959

The conference call leader is Terence Adderley  
The passcode is Kelly Services

Via the Internet:

You may access the call via the Internet through the Kelly Services website:  
[www.kellyservices.com](http://www.kellyservices.com)

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This release contains statements that are forward looking in nature and accordingly, are subject to risks and uncertainties. These factors include: competition, changing market and economic conditions, currency fluctuations, changes in laws and regulations, including tax laws, the company's ability to effectively manage its information technology programs, and other factors discussed in this release and in the company's filings with the Securities and Exchange Commission. Actual results may differ materially from any projections contained herein.

Kelly Services, Inc. (NASDAQ: KELYA, KELYB) is a Fortune 500 company headquartered in Troy, Mich., offering staffing solutions that include temporary staffing services, staff leasing, outsourcing, vendor on-site and full-time placement. Kelly owns and operates nearly 2,600 offices in 29 countries and territories. Kelly provides employment to over 700,000 employees annually, with skills including office services, accounting, engineering, information technology, law, science, marketing, light industrial, education, health care, and home care. Revenue in 2004 was \$4.98 billion. Visit [www.kellyservices.com](http://www.kellyservices.com).

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