

Further information relating to Opes Prime

7 April 2008

Questions have been raised about the exposure of Praemium Limited (PPS) to the recent appointment of an administrator and a receiver and manager to the Opes Prime group. In order to ensure compliance with Listing Rule 3.1, Praemium Ltd provides the following information:

- Archimeides Investments Pty Ltd (Archimedes) which is a related party to Mr Arthur Naoumidis (the Company's Managing Director) has a margin loan account with Opes Prime. Archimedes borrowings from Opes are secured by securities that have been provided by two personal guarantors, together with 215,000 ordinary shares in PPS held by Archimedes.
- Archimedes understood that it and its personal guarantors would retain beneficial ownership of the securities placed into the margin loan account with Opes. Accordingly no disclosure was made at the time that the 215,000 shares were put into the margin lending arrangement as the Director's interest was not changed.
- Archimedes has not received any communication from the ANZ or from the receiver and manager of Opes Prime which would indicate that any action has been taken in respect to the assets that were provided as security for the borrowings. However, it is assumed that those assets form part of the 'Disposal Programme' referred to in the ANZ's disclosure made today.
- The Company considered whether disclosure of the margin lending arrangements required disclosure both at the time they were entered into and at the time that ASX circulated Companies Update 02/08 at the end of February 2008. As the number of securities provided Archimedes from its own holdings of PPS represented only a minor proportion (0.78%) of the Naoumidis' family's holdings in the company (which totals 27,582,497) it was considered that the transaction was not material and disclosure was not required.
- To date, neither the Company, Archimedes nor Mr Naoumidis have received any formal communications from ANZ, the receiver and manager of Opes Prime or its administrator. The Company has not received any notice of any change in the beneficial ownership of any shares. Archimedes and Mr Naoumidis are seeking legal advice in respect to the rights the receivers of Opes Prime allege that they have to dispose of securities.
- No other director of PPS has any margin loan arrangement which is secured by PPS Shares.

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PPS will continue to monitor this issue and advise the market in relation to further developments.

Cathryn Nolan
Company Secretary

About Praemium: Praemium supplies online portfolio administration services (V-Wrap), market data (p-Desktop) and Separately Managed Account (SMA) technology to wealth managers, financial planners, accountants, stockbrokers and SMSF administrators. V-Wrap currently administers in excess of \$28bn.

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