



18 May 2007

The following is a copy of the text of an email that will be sent to shareholders who have elected to participate in electronic communications today.

Dear Praemium Shareholder,

Your company has released an important announcement this week when it completed a placement of \$10.5 million to institutional and sophisticated investors. The placement, which was arranged by Lodge Partners, was made for the purposes of funding the minimum capital reserve likely to be required under UK laws in connection with the approval for the roll out of its SMA technology and to fund Praemium Desktop, an internet application that brings V-Wrap's extensive portfolio administration functionality to the desktop and couples it with a market data system which will allow real time intra day valuation and reporting to be launched shortly.

A copy of the announcement can be found on the Company's website (<http://www.praemium.com/asx-announcements.html>), along with a broadcast produced by Boardroom Radio which allows you to listen to Arthur Naoumidis, Praemium's Managing Director, discuss the placement and the reasons for it. The broadcast can be accessed from the Company's home page or from Boardroom Radio (<http://www.brr.com.au/event/PPS/1976/23472/wmp/crfnddcdex>).

Thank you for your continuing support of Praemium

*Cathryn Nolan
Company Secretary*

Shareholders who wish to receive electronic communications from Praemium Ltd should visit the Company's website (www.praemium.com) and click on the "Investor Relations" menu to access "Shareholder Communications". From here you can access the company's share registry and register your interest in receiving email communications from the Company.