

Quarterly Update – Praemium building a platform for growth

23 April 2014, Melbourne: Praemium (ASX: PPS) is pleased today to provide an update on the Company's operating performance, including release of its quarterly cash report. Since the last capital raising (to support acquisitions) in October 2012, the Company has maintained its capital base of \$8 million through revenue growth and prudent expense management.

Praemium's CEO Michael Ohanessian commented, "With positive operating cash flow for the March quarter, we have now reported positive operating cash flows in 6 of the last 8 quarters. Over this period, we have successfully completed two post-merger integrations, grown our footprint from 2 to 5 offices globally and upgraded key infrastructure. We now have the building blocks in place for growth and are continuing to expand our product offering to deliver a truly scalable business. Our current expectation is that this growth will deliver Praemium to a position of sustainable operating profitability during the year ending June 2015.

"We are now focussed strongly on our key strategy of building a complete wealth-management solution. This is to be achieved by integrating our three key products: WealthCraft's financial planning tools; our global SMA investment platform; and an enhanced V-Wrap, our portfolio administration software.

"With a solid balance sheet and an exciting suite of highly interconnected products, we are well positioned for strong global growth."

Appendix 4C

The Company has also released its quarterly cash report today. Operating cash flow was a \$79,000 inflow for the quarter, compared to a \$758,000 outflow for the preceding quarter. The receipt of research & development incentives during the quarter for both Australian and UK operations continues to support investments made in the business to build intellectual property to drive medium-term growth.

The Group's cash balance was \$7.9 million at 31 March 2014 and at the time of this report \$8.1 million.

Key Statistics

Service	Region	Key Performance Indicator	Mar 2014	Mar 2013	YoY %
Platform Admin Services	Australia	# V-Wrap Portfolios	45,048	44,054	2%
SMA Platform	Australia	FOP	A\$1.32bn	A\$0.81bn	62%
SMA Platform	UK	FOP	£0.49bn	£0.44bn	12%

FOP: Funds on Platform

About Praemium: Praemium is a global leader in the provision of investment administration, Separately Managed Account (SMA) and financial planning technology platforms. Praemium administers in excess of 300,000 investor accounts covering approximately \$80 billion in funds globally, and currently provides services to approximately 700 financial institutions and intermediaries, including some of the world's largest financial institutions.

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