

# Treasury Group Ltd

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14 October 2003

Australian Stock Exchange  
Continuous Disclosure Area

Via: Electronic Lodgement

Treasury Group Limited ("Treasury Group") advises that Premium Investors Limited ("Premium Investors") has today lodged a Prospectus with ASIC to raise up to \$100m through the issue of up to 100,000,000 shares at \$1.00 each ("Offer"). Each share will have an attached option to acquire a share at an exercise price of \$1.00 exercisable by 31 December 2004.

Premium Investors will be a listed investment company specialising in the management of predominantly Australian equities. Premium Investor's investments will be managed by Treasury Group Investment Services Limited ("TIS"), a 100% owned subsidiary of Treasury Group. TIS will select specialist boutique investment managers to manage those investments and Premium Investors will be the first listed investment company to adopt a "fund of funds" approach with a real return focus.

Premium Investors offers investors a unique opportunity to share in the growth and success of the burgeoning "boutique" sector of the Australian funds management industry. The fund of funds approach, employed by Premium Investors Limited, is commonly used across the investment industry and a large amount of assets are managed on this basis. The appeal of the traditional fund of funds approach lies in the risk reducing benefits of investment manager diversification coupled with professional ongoing investment manager assessment.

TIS has initially appointed Investors Mutual Limited, Orion Asset Management Limited, Confluence Asset Management Limited and Armytage Private Limited to manage the funds. Collectively these funds managers now manage over \$3.16 billion dollars.

TIS will receive a base fee of 1% per annum of the value of the assets under management. This fee will be used by TIS to pay the underlying investment managers their respective base fees. In addition there will be a performance fee component payable to both TIS and the underlying investment managers.

As part of the Offer, there is a Priority Offer to Treasury Group shareholders and employees of Treasury Group and its related entities. Up to 10,000,000 Shares and attaching Options have been set aside for shareholders and employees of Treasury Group and its related entities as at 5:00 pm (EST) on the record date of 21 October 2003 (which is 5 Business Days after the date of the Prospectus) and who lodge their applications by 7 November 2003.

Treasury Group is pleased to be associated with this exciting initiative and is looking forward to playing an important part in the future success of Premium Investors.

We urge shareholders of Treasury Group to consider carefully the opportunity under the Priority Offer. The offers of securities by Premium Investors will be made in or accompanied by a copy of the Prospectus. Anyone wishing to acquire securities will need to complete an application form that will be in or will accompany the Prospectus.

Robert Kipp  
Company Secretary

Contact Details:

***Treasury Group***

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***Lead Manager***

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