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Dear Fellow Shareholder

**Aevum welcomes PrimeLiving Trust as a significant shareholder**

On Monday evening 20 March 2006 the PrimeLiving Trust (PLT), an entity controlled by successful Australian Investment Bank Babcock & Brown, acquired 10.8 million shares (13.2%) in your company in an off market trade at \$1.85 per share. This was 20 cents or 12% above that day's closing price of \$1.65 and represented an all time high share price for Aevum.

These shares were acquired as part of a parcel of 13.5 million shares sold by Loftus Capital Limited and Kaplan Equity Limited. This is regarded as a positive development for both the company and shareholders as shares previously held by two fund managers have now been acquired by an entity committed to the long-term opportunities available in the retirement living and aged care sector.

Your company has many exciting prospects ahead both through acquisition of other villages and expansion of our existing assets and Aevum's capacity to grow and expand will only be enhanced by PLT's presence as an investor. Board and management remain committed to increasing shareholder wealth through the implementation of carefully devised long-term growth strategies.

Discussions have already commenced with PLT / Babcock & Brown to review the implications of their acquisition and explore the possibilities of jointly developing and growing our interests in the retirement living and aged care sector.

We look forward to providing you with more information as it becomes available and in the meantime, on behalf of my fellow Directors, I would like to thank you for your ongoing support and commitment.

Yours faithfully

Graham Lenzner  
Chairman  
For the Board