



Friday 29 September 2006

VEBNET (HOLDINGS) PLC

Share Price / Potential Acquisition

The Board of Vebnet, the Edinburgh-based, AIM-traded leading provider of technology for employee benefit solutions, is not aware of any reason for the recent decline in the Company's share price.

In its Preliminary Announcement of 14 September 2006, Vebnet stated that it was engaged in preliminary discussions with two third parties in relation to possible transactions, which may or may not result in the acquisition of all or a majority of the outstanding ordinary shares of these companies. Vebnet now announces that it has agreed in principle to the acquisition of a private company operating in a similar sector to itself. This acquisition is subject to a number of conditions which Vebnet expects to be fulfilled over the course of the weekend, in which case a full announcement will be issued to the market on Monday 2 October 2006.

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