



To: ASX – Company Announcements

Fax: 1900 999 279

From: Private Portfolio Managers Pty Ltd

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Date: 16 January 2007

RE: Notice of ceasing to be a substantial holder

Please find attached form 605 for notice of ceasing to be a substantial holder.

Form 605**Corporations Act 2001
Section 671B****Notice of ceasing to be a substantial holder**To Company Name/ Scheme Melbourne IT Limited

ACN/ ARSN

1. Details of substantial holder(1)Name Private Portfolio Managers Pty Ltd (PPM) & It's subsidiary Portfolio Nominees Pty Ltd on behalf of ClientsACN/ ARSN (if applicable) 089 865 827The holder ceased to be a
substantial holder on 15 / 01 / 07The previous notice was given on 03 / 10 / 06The previous notice was dated 03 / 10 / 06**2. Changes in relevant interests**

Particulars of each change in, or change in the nature of, a relevant interest (2) of the substantial holder or an associate (3) in voting securities of the company or scheme, since the substantial holder was last required to give a substantial holding notice to the company or scheme are as follows: **See Schedule A attached**

Date of change	Person whose relevant interest changed	Nature of change (4)	Consideration given in relation to change(5)	Class (6) and number of securities affected	Person's votes affected
	See Attached				

3. Changes in association

The persons who have become associates (3) of, ceased to be associates of, or have changed the nature of their association (7) with, the substantial holder in relation to voting interests in the company or scheme are as follows: **See Schedule B attached**

Name and ACN/ ARSN (if applicable)	Nature of association
See Attached	

4. Addresses

The addresses of persons named in this form are as follows:

Name	Address
Private Portfolio Managers Pty Ltd	Level 3, 2 Martin Place, Sydney, NSW, 2000

Signatureprint name Bill Gregersoncapacity Director

sign here

date 16 / 01 / 07

Schedule A

Private Portfolio Managers Pty Ltd
TRANSACTION SUMMARY
From 23/Sep/2006 To 15/Jan/2007

Melbourne IT Limited (MLB)

Trade Date	Quantity	Amount	Description	Voting Power
25-Sep-06 Total	- 1,900	- 4,071.05	On Market Sale	0.00%
31-Oct-06 Total	- 1,275	- 3,197.05	On Market Sale	0.00%
17-Nov-06 Total	- 4,300	- 12,179.05	On Market Sale	-0.01%
05-Dec-06 Total	- 24,000	- 69,778.54	On Market Sale	-0.03%
18-Dec-06 Total	- 1,800	- 5,148.00	On Market Sale	0.00%
20-Dec-06 Total	- 81,420	- 228,430.64	On Market Sale	-0.11%
21-Dec-06 Total	- 13,363	- 37,460.11	On Market Sale	-0.02%
22-Dec-06 Total	- 3,898	- 10,752.79	On Market Sale	-0.01%
15-Jan-07 Total	- 340,000	- 990,720.95	On Market Sale	-0.45%
Grand Total	- 471,956	- 1,361,738.18		

Schedule B

Private Portfolio Managers Pty Ltd
A.C.N 069 865 827
As of 15 January 2007

Melbourne IT Limited (MLB)

Holder of Interest	Registered Holder of Securities	Person Entitled to be Registered as Holder	Number of Ordinary Securities
Private Portfolio Managers	National Custodian Services	Client base of Portfolio Nominees as Nominee of PPM	3,314,672
Private Portfolio Managers	Leveraged Equities	Client base of Portfolio Nominees as Nominee of PPM	40,827
Private Portfolio Managers	Invia Custodian Pty Ltd	Client base of Portfolio Nominees as Nominee of PPM	52,400
Private Portfolio Managers	BT Wrap	Client base of Portfolio Nominees as Nominee of PPM	38,000
		Total	3,445,899