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CAREADVANTAGE REPORTS 21% INCREASE IN REVENUE AND A CLEAN OPINION

Iselin, New Jersey, March 31, 2006--CareAdvantage, Inc. (OTC: CADV) (the "Company") today reported that upon the completion of the audit of its 2005 financial statements by its independent auditor, Eisner LLP, Eisner issued the Company a "clean" opinion.

CareAdvantage has been providing healthcare management and consulting services since 1994, and is in the business of providing services to health plans, employers, national consulting firms, hospital systems, providers, states, unions, and other purchaser groups. Prior to January 1, 2003, the Company provided, principally to Horizon Blue Cross Blue Shield of New Jersey, certain health care cost containment services, including utilization review, case management, disease management and independent reviews. Horizon BCBSNJ, a majority shareholder in CareAdvantage at the time, accounted for 82% of net revenues for the year ended December 31, 2002.

Beginning January 1, 2003, CareAdvantage ceased providing such services to Horizon BCBSNJ, and changed its business model whereby it now generates most of its revenue from the licensing of its predictive modeling and decision support system, RightPath™ Navigator (RPNavigator), and providing consulting services in connection with that licensing. The system, which was originally developed to support the Company's cost containment services, utilizes several methodologies developed by 3M Health Information Systems; including Clinical Risk Groups (CRGs), All Patient Refined DRGs (APR-DRGs), and Ambulatory Payment Groups (APGs).

CareAdvantage developed proprietary algorithms and analytical techniques as an overlay to 3M's foundational algorithms to assist in the identification of high opportunity members with actionable conditions, the profiling of providers and facilities on both a cost and quality basis, and the establishment of decision support tools to support care management, employer group reporting, market retention, and actuarial and underwriting processes.

CareAdvantage's revenue has grown 21% in 2005 from the prior year. Currently, over 60% of the Company's revenue stream comes from Blue Cross Blue Shield plans. The Company plans to increase cash flows from operations through increases in revenue generated from licensing and related consulting services.

"CareAdvantage's financial results are attributable to the unique and differentiating characteristics of our RPNavigator solution offering, our team's in-depth knowledge of health plan organizations, increased market demand for actionable population health management and performance measurement reports, and strong customer support," said Dennis Mouras, President and CEO of CareAdvantage. "The company is cash flow positive, debt free, and well positioned for future growth."

The Company recently extended its service and license agreement with Kaiser Permanente until 2008, and next month will have implemented the latest release of RPNavigator for the largest building service workers union in the country; representing more than 85,000 members. CareAdvantage is committed to the continual enhancement of RPNavigator, and the services it provides, to support market demand and client requirements.

The CareAdvantage team consists of former health plan executives, senior medical directors and care management operations directors, as well as experts in clinical data analysis and information technology. The Company delivers a fully managed, turnkey solution, and performs all functions related to system development, data management, cleansing, data loading and other services required to implement actionable programs and targeted intervention strategies.

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