

Pioneer Permanent Building Society Limited ABN 36 087 652 042 AFS Licence 245488 Cnr Victoria & Macalister Streets PO Box 1084, Mackay Qld 4740

Telephone: (07) 4951 2344
Facsimile: (07) 4957 8841
Email: admin@ppbsl.com.au
Website: www.pioneeronline.com.au

31 August 2005

Mr Scott Evans General Manager Stock Exchange of Newcastle Ltd Ground Floor, 384 Hunter Street NEWCASTLE NSW 2300

Dear Sir

DIVIDEND PAYMENT

This letter is to advise that the Board of Pioneer Permanent Building Society Limited has declared a Final Dividend for the 2004/05 financial year of 6 cents per share fully franked, payable on 27 September 2005.

The record date is 13 September 2005.

This dividend was reported to the NSX in the Society's annual results lodged on 24 August 2005.

If you require any further information in relation to this matter, please do not hesitate to contact myself on (07) 4951 2344.

Yours faithfully

LARRY VOLTZ

COMPANY SECRETARY

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