

16 May 2006

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

Dear Sir

#### INFORMATION ON BUYBACK

This is to advise that in relation to the announcement made to the NSX on 16 November 2005, Pioneer Permanent Building Society Limited has bought back and cancelled the following debt securities over the period from 1 December 2005 to 16 May 2006.

SECURITIES	NUMBER	CONSIDERATION PAID
Pioneer Income Notes (PBSHA)	110	\$11,093.50
Pioneer Term Subordinated Capital Notes (PBSHB)	50,000	\$50,165.00

Total debt securities remaining on issue following the buyback are:

SECURITIES	NUMBER
Pioneer Income Notes (PBSHA)	75,093
Pioneer Term Subordinated Capital Notes (PBSHB)	9,543,439

Total value of debt securities that may still be bought back is \$1,640,988.50.

Yours faithfully

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LARRY VOLTZ  
COMPANY SECRETARY

ljv.kk