

3 August 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 July 2006 to 31 July 2006.

SECURITIES	NUMBER	CONSIDERATION PAID
Pioneer Income Notes (PBSHA)	155	\$15,606.34
Pioneer Term Subordinated Capital Notes (PBSHB)	50,000	\$50,666.65

Total debt securities remaining on issue following the buyback are:

SECURITIES	NUMBER
Pioneer Income Notes (PBSHA)	73,668
Pioneer Term Subordinated Capital Notes (PBSHB)	9,493,439

Total value of debt securities that may still be bought back is \$1,445,096.83.

We advise that the buyback has been suspended pending quotation of Pioneer's securities on the ASX.

Yours faithfully



Larry Voltz
 Company Secretary

ljv.kk