



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) 4957 0800
Facsimile: (07) 4957 8841
Email: admin@ppbsl.com.au
Website: www.pioneeronline.com.au

MARKET ANNOUNCEMENT

8 August 2006

Pioneer Permanent Building Society Limited has previously announced its intention to meet with a number of financial institutions interested in Pioneer's business.

Accordingly Pioneer representatives recently met with representatives of Mackay Permanent Building Society Limited to discuss a possible conditional Mackay proposal. The proposal will be presented to the full Pioneer Board for consideration.

Shareholders will be kept informed.

Mr Larry Voltz
Company Secretary