



Pioneer Permanent Building Society Limited
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28 January 2005

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

Dear Mr Evans

PIONEER TERM SUBORDINATED CAPITAL NOTES

We advise that the interest rate on the above mentioned securities was reset on 25 January 2005 in accordance with the terms of issue.

Details of the next quarterly interest payment are provided below.

Period:	25 January 2005 to 25 April 2005 (inclusive)
Number of days:	91 days
Interest rate:	7.42% pa
Record Date:	11 April 2005
Interest Payment Date:	26 April 2005

Pioneer Term Subordinated Capital Notes pay an interest rate of 2% above the 90 day bank bill rate, reset when interest is paid in July, October, January and April each year. The notes have annual interim maturity dates at the Society's discretion commencing 25 January 2007, with a final maturity date of 25 January 2012. The minimum holding required is \$50,000.

For and on behalf of
PIONEER PERMANENT BUILDING SOCIETY LIMITED

LARRY VOLTZ
COMPANY SECRETARY

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