

ASX Announcement



Commonwealth Bank

Sydney, 6 October 2011

PERLS III – QUARTERLY DIVIDEND RATE SET

Preferred Capital Limited wishes to advise that the expected dividend for the quarter ending 6 January 2012 will be \$2.0267 per PERLS III security. The dividend rate of 4.0203% was set today in accordance with the PERLS III terms and conditions set out in the prospectus dated 3 March 2006 and was calculated as follows:

| | |
|--|---------------------|
| Market rate (90 day Bank Bill Swap Rate as at 6 October 2011): | 4.6933% p.a. |
| Plus Margin: | <u>1.0500%</u> p.a. |
| | 5.7433% p.a. |
| Multiplied by (1- Tax Rate): | <u>0.70</u> |
| Dividend Rate | 4.0203% p.a. |

The dividend is due to be paid on 6 January 2012 with the record date being 30 December 2011 and the ex-dividend date being 22 December 2011. The dividend will cover a period of 92 days and is expected to be fully franked.

For further information, please contact Tricia Ho-Hudson (Head of Capital and Regulatory Strategy), on (02) 9118 1319.

Marzena Gellert
Company Secretary
Preferred Capital Limited