



pioneercredit

Dividend Reinvestment Plan Highlights

August 2015

Highlights

Defined terms have that meaning defined in the terms and conditions of this document.

Dividend Reinvestment Plan

Under the Pioneer Credit Limited (Pioneer) Dividend Reinvestment Plan (DRP), you may elect to have the dividends paid on some or all of your Pioneer Shares automatically reinvested in additional Pioneer Shares.

Further details of the DRP, in addition to these Plan Highlights and Frequently Asked Questions, are contained in the accompanying Terms and Conditions.

Eligibility to Participate

All Shareholders with an Australian or New Zealand address on the Pioneer Register of members are eligible to participate in the DRP, subject to the final discretion of the Board of Pioneer Credit Limited (Board).

Shareholders who do not have an address in Australia or New Zealand may only participate in the DRP if the Board in their absolute and unfettered discretion approve of the participation.

Participation in the DRP by eligible Shareholders:

- is optional and voluntary; and
- is not transferable.

Full or Partial Participation

Shareholders may elect in their Dividend Reinvestment Plan Application or Variation Form (DRP Form) to participate in the DRP as follows:

- a. full participation in the DRP; or
- b. partial participation in the DRP.

Full participation

If you elect to participate fully in the DRP, then all Shares held by you at the relevant Record Date¹ for all dividends will be treated as participating in the DRP.

Partial participation

If you choose partial participation, only the specific number of shares nominated will participate in the DRP. For Shares not participating in the DRP, dividends will be paid in accordance with the manner prescribed by the Board from time to time (in accordance with the Constitution). Any Shares allotted or transferred to you under the DRP will not participate in the DRP unless the number of Shares you hold is less than the specific number of Shares you have nominated to participate in the DRP.

¹ The Record Date is the date, selected by the Directors, when the register of members is closed for determining the shareholders of the Company and entitlement to receive dividends.

Market Price

Shares are allotted or transferred at the Volume Weighted Average Market Price of all Pioneer Shares traded on the ASX during the period of ten trading days (if not otherwise determined by the Board) commencing on the first trading day after the Record Date for the relevant dividend, less any applicable discount as determined by the Board. This will be announced to the ASX at the time the relevant dividend is announced to the ASX.

Discount

The Board will determine for each dividend whether or not a Discount will be applied to the DRP. The Discount, if any, will be announced to the ASX at the time the relevant dividend is announced to the ASX.

Number of Shares to be Allotted or Transferred

The number of new Shares to be allotted or transferred to each Participant depends on the value of the dividend declared. The exact number of new Shares will be the value of the dividend entitlement (net of any Withholdings, as defined in the Terms and Conditions, if any) divided by the Market Price, rounded down to the nearest whole number of Shares.

Residual Balance after Shares are Allocated or Transferred

Any balance remaining after rounding down that is less than the price of one new Share will be retained for you and used to subscribe for Shares under the DRP with the next dividend.

If you cease to participate in the DRP before the Record Date but continue to hold Shares under your participating shareholder registration number at the Record Date for the next dividend, the balance will be remitted to you with the next dividend.

If you cease to hold shares under your participating shareholder registration number before the Record Date for the next dividend, the balance will be paid in accordance with the manner prescribed by the Board from time to time (in accordance with the Constitution).

Variation or termination of participation

Participants may at any time give notice to the Company of their decision to:

- increase or decrease the number or percentage (as applicable) of Shares participating in the DRP; or
- terminate participation in the DRP.

Any alteration or termination takes effect upon receipt by Pioneer or Pioneer's Share Registry (no later than 5:00pm (Australian Western Standard Time (AWST)) (or other such time determined by the Company) on the Record Date. A notice which is received after the Record Date for a dividend is not effective for that dividend but takes effect in respect of the next dividend declared by the Board.

DRP Statements

Pioneer's Share Registry will send Participants a statement for each dividend payment providing full details of Shares allotted or transferred to the Participant under the DRP.

Modification of the DRP

The DRP may be modified, suspended or terminated by the Board at any time. Any such changes will be notified to the ASX.

Taxation

For tax purposes, dividends reinvested under the DRP are usually assessable for income tax in the same way as cash dividends in both Australia and New Zealand.

Pioneer takes no responsibility for any taxation liability of participants. Shareholders should seek taxation advice specific to their individual circumstances from professional advisers before deciding whether or not to participate in the DRP.

For more information or to receive DRP Forms contact the Pioneer Share Registry on the details below:

Link Market Services Limited
Central Park
Level 4, 152 St Georges Terrace
Perth WA 6000

OR

Link Market Services Limited
Locked Bag A14
Sydney South NSW 1235

Enquiries: +61 1300 554 474

Email: registrars@linkmarketservices.com.au

Facsimile: +61 2 9287 0303