



To: **Companies Announcements
Australian Stock Exchange Limited**

Company Name:	ST.GEORGE BANK LIMITED
ABN:	92 055 513 070
Pages (Includes this page):	5
Contact Officer:	Michael Bowan
Contact Telephone:	(02) 9236 1278
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Subject:	St.George Bank DRP
Date Sent:	14 May 2008

I attach letters sent to St.George Bank shareholders today with regard to participation in the St.George Bank Dividend Reinvestment Plan.

Yours sincerely

Michael Bowan
General Counsel and Secretary

<Date>

St.George Bank Limited
ABN 92 055 513 070
Address all correspondence and enquiries to:
Computershare Investor Services Pty Limited
GPO Box 4519
Melbourne VIC 3001
Telephone: 1800 804 457
International: 61 3 9415 4024
Facsimile: 61 3 9473 2500
www.computershare.com

IMMEDIATE ACTION MAY BE REQUIRED

Dear Shareholder,

Opportunity to acquire St.George shares at a 2.5% discount

I'm pleased to advise you that St.George Bank's Dividend Reinvestment Plan ("DRP") will operate with a **2.5% discount** for the upcoming interim dividend.

Reinvesting your dividends in St.George ordinary shares is a convenient and cost effective way for you to increase the amount of your shareholding. No brokerage or additional fees are charged for acquiring ordinary shares under the DRP.

The interim dividend of 88 cents per share will be payable 2 July 2008.

For the interim dividend, the issue price of ordinary shares allotted under the DRP will be reduced to 97.5% of the average market price over the 15 ASX trading days commencing 11 June 2008 through to 1 July 2008.

To take advantage of the DRP for the upcoming dividend, please complete and sign the enclosed DRP participation form, to be received by the St.George share registry, Computershare Investor Services **no later than 5.00 pm on 6 June 2008.**

The DRP discount is reviewed prior to each dividend payment and DRP participants will be notified if the discount will be changed for future dividends.

I enclose the terms and conditions of the DRP for your consideration. Please seek professional advice if you are unsure what to do.

Yours sincerely,



Michael Bowan
General Counsel and Secretary



St. George Bank Limited
ABN 92 055 513 070



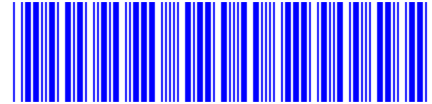
All correspondence to:
Computershare Investor Services Pty Limited
GPO Box 4519 Melbourne
Victoria 3001 Australia
Enquiries (within Australia) 1800 804 457
(outside Australia) 61 3 9415 4024
Facsimile 61 3 9473 2500
web.queries@computershare.com.au
www.computershare.com

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SAM



MR JOHN SAMPLE
FLAT 123
SAMPLE STREET
SAMPLE STREET
SAMPLE STREET
SAMPLETOWN VIC 3030

Securityholder Reference Number (SRN)



I 1234567890 I N D

Dividend Reinvestment Plan

Use a black pen.
Print in CAPITAL letters
inside the grey areas.

A	B	C
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1	2	3
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Where a choice is required,
mark the box with an 'X'

X

Note: ONLY AUSTRALIAN RESIDENTS
MAY PARTICIPATE IN THE DRP

A Notice of Dividend Election/Notice of Variation

X

ALL

Please mark this box with an 'X' if you wish all your shares to participate in the St. George DRP. You must hold a minimum of 100 shares. (Please note that a participation limit ("cap") may apply to the DRP in which case your participation will be limited to that cap.)

X

PART

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Show the number of shares you wish to participate in the DRP provided that number is 100 or more. The dividend on the balance of the shares in this holding (if any) will be paid in cash. (Please note that a cap may apply to the DRP in which case your participation will be limited to that cap.)

X

TERMINATION

I/We no longer wish to participate in the DRP. Mark the box with an 'X' only if you are already participating in the DRP and wish to cancel your participation.

B This section is for use by people maintaining a broker's clearing account or acting as trustee or nominee for other persons.

X

Please mark this box with an 'X' if you are entitled to and wish to claim exemption from a limit placed on participation of shares because you are either a broker with shares in a clearing account or, holding shares as nominee or bare trustee for specific persons. To claim this exemption you must complete the Statutory Declaration on the reverse of this form.

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If a cap applies to the DRP then unless a current, correctly completed Statutory Declaration is received for the above holding, participation in the Plan will be limited to that cap. You must indicate in the box the number of shares in this holding you wish to participate in the DRP, otherwise your application will not be valid.

St. George will inform you of any change in our cap so you can provide your instructions to us accordingly.

C Sign Here - This section must be completed for your instructions to be executed.

I/We authorise you to act in accordance with my/our instructions set out above. I/We acknowledge that these instructions supersede and have priority over all previous instructions in respect to my/our shares. Where I/we have indicated participation in the Dividend Reinvestment Plan, I/we hereby agree to be bound by the Terms and Conditions of the Dividend Reinvestment Plan. By signing and lodging this form, I/we represent, warrant and agree that I/we am/are an Australian citizen or resident in Australia and not acting for the account or benefit of any person in the United States or other country other than Australia.

Individual or Shareholder 1

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Director

Shareholder 2

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Director/Company Secretary

Shareholder 3

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Sole Director and Sole Company Secretary

Date - Day

Month

Year

		/			/				
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Note: When signed under Power of Attorney, the attorney states that they have not received a notice of revocation. Computershare Investor Services Pty Limited needs to sight a certified copy of the Power of Attorney.



How to complete this form

A Dividend Reinvestment Plan (DRP)

Complete this section if you want your cash dividends reinvested in the form of more St.George Bank shares, or if you no longer wish to participate in the DRP.

St.George may specify a maximum number of shares ("cap") that may participate for any dividend declared. If a cap applies, the cash component will be paid in accordance with any prior instructions you have provided to the St.George Share Registry.

- The Plan has a minimum participation level of no less than 100 shares.
- If you wish to reinvest part of your shares in the St.George DRP, please show the amount in figures that you wish to participate.
- A discount may be offered from time to time on the DRP, which will be notified to shareholders as changes occur.

Please note that an election to participate fully in the Dividend Reinvestment Plan will override any instruction on the Registry record regarding direct payment of cash dividends into a nominated account.

B This section is for the use of a shareholder wishing to claim an exemption under Australian Stock Exchange listing rule 7.8.2 from a limit on participation through a brokers' clearing account or as nominee or trustee.

STATUTORY DECLARATION

In consideration of St.George Bank Limited accepting the Dividend Reinvestment Plan (DRP) Notice of Dividend Election/Notice of Variation made by us in Section B of this form, for our shareholding identified at the top of this form, we declare as follows:

- We hold shares in a Broker's Clearing Account or as Trustee/Nominee for a number of beneficial owners in the holding identified at the top of the form and at no time will any of these beneficial owners, individually participate in the DRP for greater than a limit specified by St.George Bank.
- We have ongoing procedures in place to monitor and ensure that paragraph (a) above remains true and correct at all times whilst our participation in the DRP remains current.
- If the total number of beneficial owners changes in regard to the Notice of Dividend Election/Notice of Variation, we undertake to complete and lodge a new Notice of Variation and Statutory Declaration, for the new number of beneficial owners

dated this _____ day of _____ 20 _____

Authorised Signature(s)

Witness(es)

Please complete the Statutory Declaration in accordance with the laws in your place of residence and ensure that it is legally witnessed. Persons signing this declaration should note that the Corporations Act 2001 imposes severe penalties for making false statements (\$10,000 or imprisonment for 2 years or both) or failing to ensure that a statement is not false or misleading (\$5,000 or imprisonment for 1 year or both).

C Authorised Signatures

If you have chosen to have your cash dividends fully or partially reinvested into shares and you have completed Section A or B, you must sign the front of this form as follows, in the spaces provided.

Joint Holding: where the holding is in more than one name, all of the shareholders must sign.

Power of Attorney: to sign under Power of Attorney, you must have already lodged this document with the registry. If you have not previously lodged this document for notation, please attach a certified photocopy of the Power of Attorney to this form when you return it.

Companies: where the company has a Sole Director who is also the Sole Company Secretary, this form must be signed by that person. If the Company (pursuant to section 204A of the Corporations Act 2001) does not have a Company Secretary, a Sole Director can also sign alone. Otherwise this form must be signed by a Director jointly with either another Director or a Company Secretary. Please indicate the office held by signing in the appropriate place.

Please return the completed form in the envelope provided, or to the address opposite:

Computershare Investor Services Pty Limited
GPO Box 2975
Melbourne Victoria 3001
Australia

