

The Westpac Subordinated Notes are being offered in Australia and certain foreign jurisdictions subject to various restrictions outlined in the Information Memorandum. This media release does not constitute an offer of securities for sale in the United States, and the Westpac Subordinated Notes may not be offered or sold in the United States.

MEDIA RELEASE

20 July 2012

Westpac Subordinated Notes Offer – Westpac sets the Margin at 2.75% and increases the Offer size to \$1.5 billion

Westpac Banking Corporation (**Westpac**) today announced that the Margin for its proposed Offer of Westpac Subordinated Notes has been set at 2.75% per annum and has revised the Offer size to at least \$1.5 billion. The syndicate group, led by Westpac's own distribution channels, has received very strong demand from retail clients of the syndicate brokers as well as strong interest from institutional and private bank investors.

The Margin of 2.75% per annum was set at the low end of the indicative range of 2.75% to 2.95% per annum.

The final size of the Offer will depend on Applications received and accepted under the Securityholder Offer.

A replacement Information Memorandum with full details of the Offer, including the Margin of 2.75% and the revised Offer size, is expected to be lodged with the ASX on 23 July 2012. Investors should consider the replacement Information Memorandum in full before deciding whether to invest in Westpac Subordinated Notes. The Information Memorandum will also be available on Westpac's website at www.westpac.com.au/investorcentre. Applications may be made once the Offer opens on 23 July 2012.

Eligible Securityholders who have already registered will receive their Information Memorandum, along with a personalised Securityholder Application Form, on or around Wednesday, 25 July 2012.

Eligible Securityholders can still register to receive an Information Memorandum and personalised Securityholder Application Form by:

- registering online at www.westpac.com.au/investorcentre; or
- calling the Westpac Subordinated Notes Information Line on 1300 551 472 (local call cost within Australia) (Monday to Friday, 8.30am to 5.30pm, Sydney time).

Alternatively, Eligible Securityholders may download a copy of the Information Memorandum and apply online at www.westpac.com.au/investorcentre once the Offer opens on 23 July 2012.

The Closing Date for the Securityholder Offer is expected to be 5.00pm (Sydney time) on Thursday, 16 August 2012. The Closing Date for the Broker Firm Offer is expected to be 10.00am (Sydney time) on Wednesday, 22 August 2012.

Unless otherwise defined, capitalised words used in this media release have the meanings given to them in the Information Memorandum dated 16 July 2012.

More Information

For more information about the Offer visit www.westpac.com.au/investorcentre or call the Westpac Subordinated Notes Information Line on 1300 551 472 (local call cost within Australia) or +61 2 8280 7706 (international) (Monday to Friday, 8.30am to 5.30pm, Sydney time).

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