

ASX Announcement

Tuesday, 25 August 2009

Update on NAB share purchase plan

National Australia Bank Limited (NAB) today provides an update on the status of its 2009 Share Purchase Plan (2009 SPP).

The offer period for the 2009 SPP closed at 5:00 pm (AEST) on Friday 21 August 2009, at which time, applications had been received from shareholders for a total of approximately A\$2.6 billion worth of new fully paid ordinary shares in NAB (NAB Shares).

As previously announced, NAB will scale back applications so that the total amount of NAB Shares to be issued will not exceed A\$750 million.

The scale back will be undertaken on a pro-rata basis, with each applicant receiving a set percentage of the value of NAB Shares they applied for in the offer, subject to each applicant receiving a minimum allocation of A\$500 worth of shares. The final allocations and the percentage by which applications will be scaled back will be communicated to shareholders once the final amount of applications has been determined and processed.

As previously announced, the offer price for each NAB Share is to be the lower of:

- A\$21.50, being the price at which NAB Shares were issued to institutional investors under the institutional placement completed on 23 July 2009; and
- the volume-weighted average price of NAB Shares traded in the ordinary course on the ASX during the 5 trading days up to, and including, the day on which the 2009 SPP offer closed (Friday, 21 August 2009), rounded down to the nearest cent (VWAP Price).

The VWAP Price was A\$26.68. Accordingly, the offer price for each NAB Share under the 2009 SPP is A\$21.50. The NAB shares are expected to be allotted on 31 August 2009. The difference between the value of applications and the value of final allocations will be promptly refunded by NAB following allotment of the shares.

The 2009 SPP offer period opened on 3 August 2009 and NAB offered eligible shareholders the opportunity to subscribe for up to A\$15,000 of NAB Shares (including any NAB Shares subscribed for in NAB's December 2008 SPP).

For further information, shareholders are advised to contact the Shareholder Information Line on 1800 133 562 (within Australia) or +61 3 9415 4603 (outside Australia).

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