

Bank of Queensland Limited
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30 June 2005

Dear Shareholder

Bank of Queensland Limited is to hold Special General Meetings on August 1, 2005, for the purpose of altering the terms of its non-cumulative Reset Preference Shares (RePS).

On behalf of your directors, I invite you to attend the relevant meetings, which will involve a Special General Meeting of Ordinary and RePS shareholders followed by a second Special General Meeting involving RePS holders only.

If you are unable to be present, we encourage you to participate in the meeting by completing and lodging the Proxy Form enclosed.

The meetings will be held at The River Room, Stamford Plaza Hotel, Cnr Edward and Margaret Streets, Brisbane. The meetings will be held in sequence starting at 9.30am with registration starting at 9.00am.

The purpose of the meetings is to approve the variation of the issue terms of the RePS. Under the current terms the dividend rate applicable to the RePS will be reset to a rate that the bank anticipates will be an uncommercial rate on the first Dividend Reset Date of October 15, 2005. The Bank believes this is neither in the best interests of the Bank, nor RePS holders wishing to continue with their investment, as it will force the bank to convert the RePS into Ordinary Shares on the Dividend Reset Date. In order to allow the RePS to retain their current character and to avoid increasing the number of Ordinary Shares on issue through conversion of the RePS, it is proposed to vary their issue terms to ensure that the dividend rate for the RePS will be reset to a commercial rate determined by the Bank on a Dividend Reset Date.

Your directors strongly urge you to support the proposal.

If you attend the meetings personally, please bring this letter with you as it contains a barcode that will assist in the registration and voting process.

If you cannot attend the meetings and you wish to appoint a proxy, the completed Proxy Form can be returned in the reply paid envelope provided or by facsimile to (07) 3237 2152. Your proxy must be received no later than 9.30am on 30 July 2005 to be valid. Please note, if you are both an Ordinary and a RePS shareholder, you need to send both the blue and the green proxy forms.

For more information, please contact the Bank's Share Registry on 1800 779 639

Yours sincerely



Neil Roberts
Chairman