

23 April 2013

Manager, Company Announcements Office
ASX Limited
Level 4, Exchange Centre
20 Bridge Street
SYDNEY NSW 2000

Dear Sir/Madam,

IAG Small Shareholding Sale Facility

Further to IAG's announcement on 26 February 2013, the IAG Small Shareholding Sale Facility closed on 16 April 2013.

Eligible shareholders holding an unmarketable parcel, who did not return their share retention form by 16 April 2013, will receive \$5.7027 per share. Sale proceeds will be rounded down to the nearest cent and will be paid on 30 April 2013.

For further information on the payment please contact the IAG Small Shareholding Sale Facility Information Line on 1300 378 748 or +61 3 9415 4159 if calling from overseas.

Yours sincerely,



Chris Bertuch
Group General Counsel & Company Secretary

Insurance Australia
Group Limited
ABN 60 090 739 923

388 George Street
Sydney NSW 2000
Australia

T +61 (0)2 9292 9222
www.iag.com.au