21st December 2010

The Company Announcements Platform
Australian Stock Exchange

For Immediate Market Release

Austbrokers Acquisition Update

Austbrokers Holdings Limited (ASX Code: AUB) has continued to expand its business through acquisitions and details of these acquisitions are provided below.

While neither of the acquisitions in its own right ought to be considered material, Austbrokers believes it is now appropriate to update the market.

These acquisitions were announced at the AGM but were subject to the vendor satisfying certain conditions which have now been satisfied.

CEMAC Pty Ltd
Austagencies Pty Ltd a wholly owned subsidiary which operates the underwriting agency business has finalised the acquisition of CEMAC Pty Ltd (CEMAC), a contractor plant and equipment insurance based in Brisbane underwriting agency from Insured Group Limited (IGL).

CEMAC, which is based in Brisbane, writes approximately $9 million in gross written premium.

The final purchase price will be based on the net commission and fees for the twelve months commencing 1st December 2010. A deposit of $3.175 million was paid, funded from cash held.

Austbrokers Countrywide
Austbrokers Countrywide, 50% owned by Austbrokers, has now acquired the Victorian insurance broking portfolio of Australian Consolidated Insurance Ltd consisting of approximately $4 million gross written premium, with income of approximately $600,000.

Yours sincerely,

S.S. Rouvray
Company Secretary
Austbrokers Holdings Limited

For further information, contact Steve Rouvray Tel: (02) 9935 2201
Mobile: 0412 259 158
