



QBE Insurance Group Limited
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19 March 2012

The Manager
Company Announcements
ASX Limited
Level 6
Exchange Centre
20 Bridge Street,
SYDNEY NSW 2000

Dear Sir/Madam,

RE: 2011 FINAL DIVIDEND - UPDATE

I refer to our letters of 28 February 2012.

For the market's information:

1. the share price used for calculating entitlements under our Dividend Reinvestment Plan (DRP) and Bonus Share Plan (BSP) will be A\$12.05, being the volume weighted average market price over the ten trading days from Monday, 5 March 2012 to Friday, 16 March 2012 (all inclusive); and
2. the total participation rate for our DRP and BSP is 43.49%.

The last date for lodging either your application form or variation form for the DRP and BSP participation in the 2011 final dividend was Friday, 9 March 2012.

We confirm:

- a) the above share price of A\$12.05 includes a 2.5% discount;
- b) the final dividend of 25 cents per share is payable on 30 March 2012 and will be franked at a rate of 25%; and
- c) the unfranked amount will be entitled to conduit foreign income credits and is therefore not subject to withholding tax for any non-resident shareholders.

Yours faithfully,

A handwritten signature in dark ink, appearing to read 'D Ramsay', written over a light blue circular stamp.

Duncan Ramsay
Company Secretary