QBE

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7 September 2012

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

Dear Sir/Madam,

2012 INTERIM DIVIDEND - UPDATE

I refer to our letters of 17 August 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$12.58, being the volume weighted average market price over the ten trading days from Friday, 24 August 2012 to Thursday, 6 September 2012 (all inclusive); and

2. the total participation rate for our DRP and BSP is 40.09%.

The last date for lodging either your application form or variation form for the DRP and BSP participation in the 2012 interim dividend was Thursday, 30 August 2012.

We confirm:

a) the above share price of A$12.58 includes a 1.5% discount;

b) the interim dividend of 40 cents per share is payable on 24 September 2012 and will be franked at a rate of 15%; 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

Peter Smiles

Peter Smiles
Deputy Company Secretary