

18 June 2014

Company Announcements Office
Australian Securities Exchange
Exchange Centre
20 Bridge Street
SYDNEY NSW 2000

Dear Sir

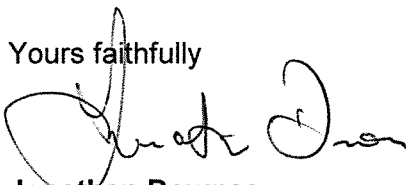
**Genworth Mortgage Insurance Australia Limited (ASX: GMA)
Market Stabilisation**

Genworth Mortgage Insurance Australia Limited (**Genworth Australia**) advises that the market stabilisation period (**Stabilisation Period**) in connection with the market stabilisation activities referred to in the Genworth Australia prospectus dated 23 April 2014 has expired. No market stabilisation activities were conducted by Goldman Sachs Australia Pty Ltd (**Stabilisation Manager**) during the Stabilisation Period and therefore the Genworth Financial Group did not acquire any Shares from investors pursuant to those market stabilisation activities during the Stabilisation Period.

As a result, the Stabilisation Manager no longer has a relevant interest in any Over-allocation Shares and the final number of Shares allocated and issued to investors under the Offer on completion of the Stabilisation Period remains 220,000,000 Shares or 33.8% of the issued Shares in Genworth Australia.

As such, the Genworth Financial Group's current ownership interest in Genworth Australia remains 430,000,000 Shares or 66.2% of the issued Shares in Genworth Australia.

Yours faithfully



Jonathan Downes
General Counsel and Company Secretary