

12 November 2009

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

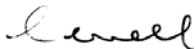
Dear Sir/Madam

INSURANCE AUSTRALIA GROUP LIMITED ('IAG')
DIVIDEND PAYABLE: RESET PREFERENCE SHARES
RPS1 (IAGPA)

We advise that the Board of Insurance Australia Group Limited have declared a fully franked dividend in respect of 3,500,000 Reset Preference Shares with a face value of \$100 (RPS1) as follows:

	RPS1
Dividend rate per annum	5.63%
Amount payable per \$100 share	\$2.8227
Record date	30 November 2009
Payment date	15 December 2009

Yours sincerely



Glenn Revell
Company Secretary

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Group Limited
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