

SHAREHOLDER INFORMATION

You can access information about Insurance Australia Group Limited including company announcements, presentations and reports at www.iag.com.au.

ASX CODES

Insurance Australia Group Limited's shares are listed on the ASX under:

IAG Ordinary Shares;

IAGPA Reset Preference Shares – RPS1; and

IAGPB Reset Preference Shares – RPS2.

Insurance Australia Group Limited's wholly owned subsidiary IAG Finance (New Zealand) Limited issued Reset Exchangeable Securities in January 2005 and they are listed on the ASX under:

IANG Reset Exchangeable Securities – RES.

ANNUAL REPORT

Recent amendments to the *Corporations Act 2001* have changed the obligations of Companies regarding the provision of Annual Reports to shareholders. The default option for receiving Annual Reports has changed from a printed copy to an electronic copy via IAG's website.

Details of the legislation change and the options available are set out in the enclosed form. If you require further information please contact the Share Registry on 1300 360 688.

ANNUAL GENERAL MEETING (AGM)

The 2007 AGM of Insurance Australia Group Limited will be held on Tuesday, 13 November 2007 at 10:00am at the Wesley Conference Centre, 220 Pitt Street, Sydney NSW 2000. The AGM will be webcast live on the internet at www.iag.com.au and an archive version will be placed on the website to enable the AGM to be viewed at a later time.

ONLINE PROXY VOTING

Shareholders can lodge proxies electronically for the 2007 AGM at www.iag.com.au. You will need your Securityholder Reference Number (SRN) or Holder Identification Number (HIN), which is shown in the top right corner of your Proxy Form.

QUESTIONS TO THE AUDITOR

If you would like to submit a written question to the Company's auditor relating to the auditor's report or the conduct of the audit please use the reply paid envelope provided or fax to (02) 8235 8220 by 5:00pm on Tuesday 6 November 2007. Alternatively you may submit a question, after completing your proxy online at www.iag.com.au. Members will also be given a reasonable opportunity to ask questions of the auditor at the AGM.

DIVIDEND PAYMENT METHODS

Insurance Australia Group Limited no longer pays Australian resident shareholders' dividend payments by cheque. Shareholders should provide the Share Registry with their alternative instructions as detailed below.

IAG – Ordinary Shareholders:

- paid directly into your Australian bank, credit union or building society account; or
- eligible ordinary shareholders can choose to participate in IAG's Dividend Reinvestment Plan (DRP) providing the option to increase your shareholding without incurring brokerage or GST.

IAGPA and IAGPB – Reset Preference Shareholders:

- paid directly into your Australian bank, credit union or building society account.

For further details and forms visit www.iag.com.au or call the Share Registry on 1300 360 688.

MANAGE YOUR HOLDING

Using your SRN or HIN and postcode of your registered address you can manage your holding online by registering for Computershare's Investor Centre at www.iag.com.au/shareholder/manage/index.shtml where you will be able to:

- view your holding balance;
- change your address;
- retrieve holding statements, including your dividend payment advice;
- set up payment instructions;
- sign up for electronic shareholder communications, including the Annual Report via email;
- add/change TFN/ABN details;
- sell qualified shares without a broker; and
- access personalised shareholder forms.

Shareholders may also complete a number of transactions or request a form over the phone by contacting the Share Registry on 1300 360 688

UNSOLICITED OFFERS FOR IAG SHARES

IAG shareholders may have been contacted by organisations who have offered to buy their shares at a price well below the price they could receive if they sold their shares on the Australian Securities Exchange Limited (ASX).

If shareholders receive an offer to sell their shares, they should carefully consider their options when deciding whether or not to accept it, particularly if the offer is below the price that the shares are trading on the ASX. Rather than accepting an undervalued offer, shareholders could consider either not accepting or if they wanted to sell their shares, sell them at the current market price, through a broker who is licenced to trade on the ASX.

If you wish to sell your shares but would like more information, you should seek independent financial advice.

EMAIL ENQUIRIES

If you have a question concerning your shareholding, you can email your enquiry directly to iag@computershare.com.au. If your question relates to an IAG company matter and the response is not on the IAG website, you can email your question to investor.relations@iag.com.au.

TFN, ABN OR EXEMPTION

You are strongly advised to lodge your TFN, ABN or exemption. If you choose not to lodge these details with the Share Registry, then Insurance Australia Group Limited is obliged to deduct tax at the highest marginal tax rate (plus the Medicare levy) from the unfranked portion of any dividend payment.

SHAREHOLDER INFORMATION

ORDINARY SHARES INFORMATION

IMPORTANT DATES

	2007
IAG year end	30 June
Full year results and dividend announced	24 August
Record date for final dividend	5 September
Annual Report and Notice of Meeting mailout commences	26 September
Final dividend paid	8 October
Written questions for the auditor close (5:00pm)	6 November
Proxy return closes (10:00am)	11 November
Annual General Meeting (10:00am)	13 November
IAG half-year end	31 December

Please note dates are subject to change.

TWENTY LARGEST SHAREHOLDERS AS AT 29 AUGUST 2007

	UNITS	ISSUED CAPITAL %
J P MORGAN NOMINEES AUSTRALIA LIMITED	251,502,748	14.01
HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED	125,056,031	6.97
NATIONAL NOMINEES LIMITED	120,741,545	6.73
ANZ NOMINEES LIMITED <CASH INCOME A/C>	60,635,418	3.38
CITICORP NOMINEES PTY LIMITED	48,293,990	2.69
RBC DEXIA INVESTOR SERVICES AUSTRALIA NOMINEES PTY LIMITED <BKCUST A/C>	26,235,376	1.46
COGENT NOMINEES PTY LIMITED	21,494,281	1.21
QUEENSLAND INVESTMENT CORPORATION	19,091,149	1.06
CITICORP NOMINEES PTY LIMITED <CFS WSLE GEARED SHR FND A/C>	17,689,479	0.99
CITICORP NOMINEES PTY LIMITED <CFS WSLE IMPUTATION FND A/C>	15,437,175	0.86
AUSTRALIAN REWARD INVESTMENT ALLIANCE	14,908,974	0.83
CITICORP NOMINEES PTY LIMITED <CFS WSLE 452 AUST SHARE A/C>	14,838,373	0.83
UBS NOMINEES PTY LTD	13,101,041	0.73
CITICORP NOMINEES PTY LIMITED <CFS IMPUTATION FUND A/C>	10,286,884	0.57
AMP LIFE LIMITED	9,346,713	0.52
IAG SHARE PLANS NOMINEE PTY LIMITED <IAG PAR UNALLOCATED A/C>	8,587,035	0.48
CITICORP NOMINEES PTY LIMITED <CFSIL CFSWS GEAR 452 AU A/C>	7,155,423	0.40
CITICORP NOMINEES PTY LIMITED <CFS WSLE AUST SHARE FND A/C>	7,053,983	0.39
ARGO INVESTMENTS LIMITED	5,783,333	0.32
WARBONT NOMINEES PTY LTD <SETTLEMENT ENTREPOT A/C>	4,934,836	0.27
TOTAL FOR TOP TWENTY	802,173,787	44.70

RANGE OF SHAREHOLDERS AS AT 29 AUGUST 2007	NO OF HOLDERS	NO OF SHARES	ISSUED CAPITAL %
1 – 1,000	609,908	320,524,274	17.86
1,001 – 5,000	301,869	459,226,947	25.59
5,001 – 10,000	5,612	38,952,131	2.17
10,001 – 100,000	2,770	56,258,406	3.13
100,001 and over	199	919,671,934	51.25
Total	920,358	1,794,633,692	100.00
Shareholders with less than a marketable parcel of 99 shares as at 29 August 2007	13,367	372,554	

DIVIDEND DETAILS

Share Class	Dividend	Franking	Amount per Share	DRP Issue Price	Payment Date
Ordinary	Interim	Fully Franked	13.5 cents	\$5.8507	16 April 2007
Ordinary	Final	Fully Franked	16.0 cents	*	8 October 2007

* The DRP issue price for the final dividend is scheduled to be announced on 2 October 2007.

SUBSTANTIAL HOLDINGS AS AT 29 AUGUST 2007

The two shareholders who had a substantial shareholding as at 29 August 2007 were The Capital Group Companies, Inc. who held 110,072,164 ordinary shares representing 6.13% of the ordinary shares on issue (by notice dated 12 July 2007) and Commonwealth Bank of Australia who held 171,285,124 ordinary shares representing 9.54% of the ordinary shares on issue (by notice dated 27 July 2007).

SHAREHOLDER INFORMATION

IAGPA RESET PREFERENCE SHARES INFORMATION

IMPORTANT DATES

	2007
Record date for final dividend	30 November
Interim dividend paid	17 December

Please note dates are subject to change.

TWENTY LARGEST SHAREHOLDERS AS AT 29 AUGUST 2007

	UNITS	ISSUED CAPITAL %
J P MORGAN NOMINEES AUSTRALIA LIMITED	440,101	12.58
UBS NOMINEES PTY LTD	171,233	4.89
CITICORP NOMINEES PTY LIMITED	129,677	3.71
ANZ NOMINEES LIMITED <CASH INCOME A/C>	123,809	3.54
HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED	80,750	2.31
TRESCO HOLDINGS PTY LTD	73,364	2.10
CITICORP NOMINEES PTY LIMITED <CFSIL CFS WS ENH YIELD A/C>	61,306	1.75
M F CUSTODIANS LTD	49,769	1.42
ARMADA INVESTMENTS PTY LTD	39,500	1.13
ARGO INVESTMENTS LIMITED	30,800	0.88
UBS WEALTH MANAGEMENT AUSTRALIA NOMINEES PTY LTD	26,579	0.76
NATIONAL NOMINEES LIMITED	25,346	0.72
G JAMES AUSTRALIA PTY LTD	25,000	0.71
MOUNT PRITCHARD & DISTRICT COMMUNITY CLUB	25,000	0.71
RBC DEXIA INVESTOR SERVICES AUSTRALIA NOMINEES PTY LIMITED <MLCI A/C>	20,447	0.58
CATHOLIC CHURCH INSURANCES LTD	20,000	0.57
CITICORP NOMINEES PTY LIMITED <CMIL CWLTH INCOME FUND A/C>	20,000	0.57
DIMBULU PTY LTD	20,000	0.57
RBC DEXIA INVESTOR SERVICES AUSTRALIA NOMINEES PTY LIMITED <GSENI A/C>	20,000	0.57
RBC DEXIA INVESTOR SERVICES AUSTRALIA NOMINEES PTY LIMITED <BKCUST A/C>	15,050	0.43
TOTAL FOR TOP TWENTY	1,417,731	40.50

RANGE OF SHAREHOLDERS AS AT 29 AUGUST 2007	NO OF HOLDERS	NO OF SHARES	ISSUED CAPITAL %
1 – 1,000	4,208	1,259,465	35.99
1,001 – 5,000	258	590,226	16.86
5,001 – 10,000	24	178,525	5.10
10,001 – 100,000	20	606,964	17.34
100,001 and over	4	864,820	24.71
Total	4,514	3,500,000	100.00
Shareholders with less than a marketable parcel of 5 shares as at 29 August 2007	1	4	

DIVIDEND DETAILS

Share Class	Dividend	Franking	Amount per Share	Payment Date
IAGPA	Interim	Fully Franked	\$2.9079	15 December 2006
IAGPA	Final	Fully Franked	\$2.8921	15 June 2007

SHAREHOLDER INFORMATION

IAGPB RESET PREFERENCE SHARES INFORMATION

IMPORTANT DATES

	2007
Record date for final dividend	30 November
Interim dividend paid	17 December

Please note dates are subject to change.

TWENTY LARGEST SHAREHOLDERS AS AT 29 AUGUST 2007

	UNITS	ISSUED CAPITAL %
J P MORGAN NOMINEES AUSTRALIA LIMITED	254,002	12.70
AMP LIFE LIMITED	199,374	9.97
SHARE DIRECT NOMINEES PTY LTD <NATIONAL NOMINEES A/C>	150,000	7.50
CITICORP NOMINEES PTY LIMITED	132,386	6.62
CITICORP NOMINEES PTY LIMITED <CFSIL CFS WS ENH YIELD A/C>	128,873	6.44
COGENT NOMINEES PTY LIMITED <SMP ACCOUNTS>	123,914	6.21
UBS NOMINEES PTY LTD	103,024	5.15
NATIONAL NOMINEES LIMITED	85,669	4.28
ANZ NOMINEES LIMITED <CASH INCOME A/C>	73,839	3.69
RBC DEXIA INVESTOR SERVICES AUSTRALIA NOMINEES PTY LIMITED <MLCI A/C>	35,065	1.75
COGENT NOMINEES PTY LIMITED	32,369	1.62
UBS WEALTH MANAGEMENT AUSTRALIA NOMINEES PTY LTD	29,824	1.49
HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED	29,088	1.45
UCA CASH MANAGEMENT FUND LIMITED	22,593	1.13
SUNCORP CUSTODIAN SERVICES PTY LIMITED <AFT>	20,000	1.00
MRS FAY CLEO MARTIN-WEBER	20,000	1.00
GOLDMAN SACHS JBWERE CAPITAL MARKETS LTD <HYBRID PORTFOLIO A/C>	18,944	0.95
FORTIS CLEARING NOMINEES P/L <SETTLEMENT ACCOUNT>	14,284	0.71
RBC DEXIA INVESTOR SERVICES AUSTRALIA NOMINEES PTY LIMITED <GSENIPT A/C>	13,587	0.68
OMINECA PTY LIMITED	13,000	0.65
TOTAL FOR TOP TWENTY	1,499,835	74.99

RANGE OF SHAREHOLDERS AS AT 29 AUGUST 2007

	NO OF HOLDERS	NO OF SHARES	ISSUED CAPITAL %
1 – 1,000	1,076	300,303	15.01
1,001 – 5,000	62	145,233	7.26
5,001 – 10,000	6	41,765	2.09
10,001 – 100,000	14	421,126	21.06
100,001 and over	7	1,091,573	54.58
Total	1,165	2,000,000	100.00
Shareholders with less than a marketable parcel of 6 shares as at 29 August 2007	0	0	

DIVIDEND DETAILS

Share Class	Dividend	Franking	Amount per Share	Payment Date
IAGPB	Interim	Fully Franked	\$2.2612	15 December 2006
IAGPB	Final	Fully Franked	\$2.2488	15 June 2007