



28 March 2012

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

QBE Insurance Group Limited

ABN 28 008 485 014
82 Pitt Street
Sydney NSW 2000
Australia

Postal Address

GPO Box 82
Sydney NSW 2001
Telephone: 02 9375 4444
Facsimile: 02 9231 6104
DX 10171, Sydney Stock Exchange

Dear Sir/Madam,

Share Purchase Plan ("SPP") - Australia/New Zealand - Update

We refer to our letters of 28 and 29 February 2012.

QBE is pleased to advise that it has received subscriptions from over 75,000 retail shareholders, including those holding through nominee companies, for much more than the \$150 million sought under the SPP.

A scale back will be required, with the result that QBE will issue around 14 million shares at an issue price of \$10.70, being the same price as under the institutional share placement.

A further update will be provided to the market prior to the proposed allotment date of 5 April 2012.

Yours sincerely,

A handwritten signature in blue ink that reads "D Ramsay".

Duncan Ramsay
Company Secretary