

13 July 2010

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

Dear Sir/Madam

INSURANCE AUSTRALIA GROUP LIMITED ('IAG')

Change of Directors Interest Notice

We attach a 3Y Change of Director's Interest Notice for IAG's CEO, Mr Mike Wilkins who has exercised rights to acquire 96,200 ordinary shares in IAG. The Deferred Award Rights (DAR's) became exercisable on 1 July 2010 under the terms of IAG's Deferred Award Rights Plan.

Under the terms of IAG's Security Trading Policy, Mr Wilkins is able to exercise the DAR's but not trade in the delivered securities, IAG Ordinary shares except in accordance with IAG's Security Trading Policy. A copy of the policy can be found on IAG's website at: <http://iag.com.au/about/governance/codes.shtml>.

Please contact me if you have any questions.

Yours sincerely



Glenn Revell
Company Secretary

Insurance Australia
Group Limited
ABN 60 090 739 923

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Appendix 3Y

Change of Director's Interest Notice

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 30/9/2001.

Name of entity	Insurance Australia Group Limited
ABN	60 090 739 923

We (the entity) give ASX the following information under listing rule 3.19A.2 and as agent for the director for the purposes of section 205G of the Corporations Act.

Name of Director	MICHAEL WILKINS
Date of last notice	24 November 2009

Part 1 - Change of director's relevant interests in securities

In the case of a trust, this includes interests in the trust made available by the responsible entity of the trust

Note: In the case of a company, interests which come within paragraph (i) of the definition of "notifiable interest of a director" should be disclosed in this part.

Direct or indirect interest	Direct
Nature of indirect interest (including registered holder) Note: Provide details of the circumstances giving rise to the relevant interest.	
Date of change	9 July 2010
No. of securities held prior to change	101,666 Indirectly 28,500 directly
Class	Ordinary shares
Number acquired	96,200
Number disposed	Nil
Value/Consideration Note: If consideration is non-cash, provide details and estimated valuation	A price of \$1 is payable by the holder upon the exercise of each of the Deferred Award Rights (DAR's) irrespective of the number of rights exercised by the holder.
No. of securities held after change	101,666 indirectly 124,700 directly
Nature of change Example: on-market trade, off-market trade, exercise of options, issue of securities under dividend reinvestment plan, participation in buy-back	Exercise of rights under IAG's DAR Plan

+ See chapter 19 for defined terms.

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Appendix 3Y
Change of Director's Interest Notice

Part 2 – Change of director's interests in contracts

Note: In the case of a company, interests which come within paragraph (ii) of the definition of "notifiable interest of a director" should be disclosed in this part.

Detail of contract	The Insurance Australia Group Share and Performance Award Rights Plan Trust Deed (Plan Trust Deed).
Nature of interest	Executive Performance Rights (EPRs) and Deferred Award Rights (DARs) granted by IAG Share Plan Nominee Pty Limited, the Trustee of the EPR and DAR Plan Trust in accordance with the Plan Trust Deed.
Name of registered holder (if issued securities)	N/A
Date of change	9 July 2010
No. and class of securities to which interest related prior to change <small>Note: Details are only required for a contract in relation to which the interest has changed</small>	1,790,600 Executive Performance Rights 186,700 Deferred Award Rights
Interest acquired	N/A
Interest disposed	96,200 Deferred Award Rights
Value/Consideration <small>Note: If consideration is non-cash, provide details and an estimated valuation</small>	An exercise price of \$1 will be payable by the holder upon exercise of DARs, irrespective of the number of rights exercised by the holder
Interest after change	1,790,600 Executive Performance Rights 90,500 Deferred Award Rights

+ See chapter 19 for defined terms.

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