

IAG ON TRACK TO DELIVER ON FY14 GUIDANCE



Insurance Australia Group Limited (IAG) today advised shareholders at its annual general meeting (AGM) that the company is on track for another strong result in FY14.

IAG Managing Director and CEO, Mr Mike Wilkins, said the Group had recorded a solid underlying operating performance in the opening months of the current financial year.

“We are continuing on from the strong result we saw last financial year and are on track to deliver our full year guidance of an insurance margin of 12.5-14.5% and gross written premium growth of 5-7%,” Mr Wilkins said.

“We remain focused on our strategic priorities, and our performance reflects this.”

IAG Chairman, Mr Brian Schwartz, told the AGM the Group had built a solid growth platform.

“Our focus on strategy has created considerable value for all those who have a stake in our Group: our customers, our people and our shareholders,” Mr Schwartz said.

“We believe the strategic priorities we have set offer us considerable scope to grow the business and we are working to ensure we remain ready to take advantage of the longer term opportunities which we have created.”

IAG’s guidance for the 2014 financial year assumes net losses from natural perils in line with budgeted allowance of \$640 million, no material movement in foreign exchange rates or investment markets and prior period reserve releases equivalent to 1-2% of net earned premium.

The Group also advised that it had received around 660 claims in respect of the recent bushfires in New South Wales, and currently anticipates a related net claims cost in the region of \$65-85 million.

All IAG’s AGM materials, including a link to the webcast of the meeting, are available in the Shareholder Centre at www.iag.com.au.

About Insurance Australia Group

Insurance Australia Group Limited (IAG) is the parent company of a general insurance group with controlled operations in Australia, New Zealand, Thailand and Vietnam, employing over 13,500 people. Its current businesses underwrite approaching \$10 billion of premium per annum, selling insurance under many leading brands including NRMA Insurance, CGU, SGIO, SGIC and Swann (Australia); NZI, State and AMI (New Zealand); Safety and NZI (Thailand); and AAA Assurance (Vietnam). IAG also has interests in general insurance joint ventures in Malaysia, India and China. For further information please visit www.iag.com.au.

Media

Andrew Tubb
T +61 (0)2 9292 3134
M +61 (0)411 014 771
E andrew.tubb@iag.com.au

Investor Relations

Simon Phibbs
T +61 (0)2 9292 8796
M +61 (0)411 011 899
E simon.phibbs@iag.com.au

Insurance Australia Group Limited

ABN 60 090 739 923
388 George Street
Sydney NSW 2000
Australia
T +61 (0)2 9292 9222