

NZX ANNOUNCEMENT

01 April 2011

Notification of Convertible Note Allotment

In accordance with NZSX Listing Rules 7.12.1, Insured Group Limited (“Insured” or “the Company”) (NZX: INS) advises that it has allotted convertible notes as follows:

Class of security	Convertible Notes
ISIN	N/A – unlisted securities
Number issued	25,000
Issue Price	\$1.00 per Note
Payment in cash	Yes
Fully paid	Yes
Percentage of class	1.25%
Purpose of the issue	To raise funds for general working capital purposes
Authority of the issue	Board resolutions
Terms of issue	Note has a face value of \$1.00, will be issued for 12 months and bear interest at the rate of 10% per annum
Total number of securities on issue following allotments	25,000 Convertible Notes; 1,503,653,824 Ordinary Shares
Date of issue	21 March 2011

For further information, please contact the office on +61 (08) 9481 0544.

Yours sincerely,



Keith Bowker
Company Secretary