

## **INSURED GROUP LIMITED**

### **CHAIRMAN'S REPORT FOR THE SIX MONTH PERIOD ENDED 30 SEPTEMBER 2010**

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I present the preliminary unaudited half-yearly financial statements of Insured Group Limited (INS) to the shareholders.

In April 2010, Perth based company Australian Consolidated Insurance Limited completed the reverse takeover of New Zealand Stock Exchange (NZX) listed Lombard Group Limited (as "Insured Group" or "the Company" was previously known),

Insured Group remains listed on the NZX, although changed its place of incorporation to Perth, Western Australia. Insured Group is the first Australian incorporated general insurance intermediary to be listed on the NZX. This provides shareholders with exposure to a company which is well positioned to capitalise on the multiplying insurance broking opportunities in energy rich Western Australia.

The members of the Board are myself as Chairman, New Zealand resident and Independent Director, Wayne Miller, Managing Director; Daniel H O'Leary, New Zealand resident and Independent Director; Mark Shelton, Independent Director and Anne-Marie Syme, Independent Director. Mr Trevor Jacobs was a Director and Company Secretary but resigned these positions at the end of October 2010. The Board is grateful the services of Mr Jacobs. The Board then appointed Santino Di Giacomo as Independent Director and Keith Bowker as Company Secretary and Head of Corporate Services.

#### **FINANCIAL PERFORMANCE**

The preliminary unaudited consolidated after-tax result for the six months ended 30 September 2010 is a profit of AU\$0.232 million. This is compared to a profit of AU\$0.366 million for the six months ended 30 September 2009.

The basis of consolidation is that of a reverse acquisition in accordance with IFRS-3 *business combinations*. Therefore, the trading income of Australian Consolidated Insurance Limited is reported for the full half year and for Insured Group since the acquisition date in April 2010 (5 months and 18 days trading).

#### **DIVIDEND**

The Board has resolved that no dividend has been declared.

The Hon. William  
Jeffries  
**Chairman**