



NEWS RELEASE

29 June 2007

SUNCORP RECEIVES FURTHER TAX ADVICE ON THE PROMINA MERGER

To assist Promina shareholders in determining the tax implications with respect to the exchange of Promina Ordinary Shares, Suncorp has received advice from the Australian Taxation Office (ATO) which confirms that the market value of a Suncorp share for taxation purposes, at the merger date of 20 March 2007, was \$21.1043.

A copy of the ATO advice is attached.

For further information regarding the tax implications of participating in the merger by way of Scheme of Arrangement, please refer to the Promina Scheme booklet and your tax advisor.

Suncorp share registry enquiries should be directed to Link Market Services on 1300 882 012.

ENDS

Notes:

The ATO's ruling on this issue is coded CR2007/25 and is available from www.ato.gov.au.

For more information contact:

Media enquiries – Jamin Smith on 07 3835 5183
Analyst / Investor enquiries – Karen Cush on 07 3836 1960



27 June 2007

**Taxation Advice
For your information**

Entity name:
PROMINA GROUP LIMITED

Subject: Market value of Suncorp-Metway Limited (Suncorp) shares on 20 March 2007

Reference is made to your request dated 12 April 2007 in which you sought an addendum to Class Ruling CR 2007/25 (CR 2007/25). In accordance with our previous discussions we consider the issue of an addendum in the circumstances is not appropriate, however, we do offer the following general advice.

Questions you have asked:

For the purposes of CR 2007/25 what is the market value of Suncorp shares on 20 March 2007?

Answers to your questions:

For the purposes of CR 2007/25 the market value of Suncorp shares on 20 March 2007 is \$21.1043.

Years of Income/accounting periods:

Other/Substituted Accounting Period 20 March 2007 to 30 June 2007

Facts you have provided:

CR 2007/25 was gazetted to provide the class of persons to which the class ruling applied the consequences of the merger between Promina Group Limited (Promina) and Suncorp. In determining the impact of the disposal of their Promina shares to Suncorp Insurance Holdings Limited (SIHL), Promina shareholders must take into consideration the market value of Suncorp shares on 20 March 2007.

This advice provides you with the following level of protection:

Interest and penalty protection

You can rely on this advice to provide you with protection from interest and penalties in the way explained below.

If the advice turns out to be incorrect and you underpay your tax as a result, you will not have to pay a penalty. Nor will you have to pay interest on the underpayment provided you reasonably relied on the advice in good faith. However, even if you don't have to pay a penalty or interest, you will have to pay the correct amount of tax.

More information

If you have any questions or need to discuss any aspect of your case, please phone:

- for the cost of a local call, **13 28 69**

Yours faithfully

P DUFFUS
Paul Duffus
Deputy Commissioner of Taxation

Per 
(Mark Eckmann)