Suncorp-Metway Ltd
ABN 66 010 831 722

Suncorp Metway Centre
Level 18
36 Wickham Terrace
Brisbane Qld 4000

19 February 2003

Dear Shareholder,

Variation to Suncorp's Dividend Reinvestment Plan

Suncorp-Metway Ltd operates a dividend reinvestment plan ("**DRP**") which provides the holders of fully paid ordinary shares in the capital of the Company with an opportunity to acquire additional shares at a discounted market price by electing to reinvest all or part of their dividends.

Since the DRP's introduction in February 2002, the maximum participation limit per shareholder has been 10,000 shares.

In accordance with the rules of the DRP, Suncorp's Board of Directors has increased the maximum participation limit to 40,000 Shares, effective immediately. This change will therefore apply to the 2003 interim dividend to be paid in March.

As your Suncorp shareholding is in excess of 10,000 shares, you may wish to consider varying your existing participation level in the DRP or commencing participation in the DRP.

If you have already elected to have full participation in the DRP, you will automatically participate up to the new limit of 40,000 shares.

A summary of the DRP Rules is provided on the enclosed DRP Variation/Election form.

Participation in the DRP is entirely at your discretion and you can withdraw from the DRP at any time. However, if you wish to commence participation or vary your level of participation for the next dividend payment in March, you must return a completed Variation/Election form to our share registry by 12 March 2003.

If you have any questions regarding the DRP, please contact Suncorp's share registry at:

Douglas Heck & Burrell Registries
Telephone: 1300 882 012
Facsimile: (07) 3221 3149
Address: Locked Bag 568, Brisbane Q 4001
Email: registries@dhb.com.au

Yours sincerely

C R Chuter
Corporate Secretary