



Middlesea Insurance p.l.c.

Registered address:
Middle Sea House, Floriana, Malta.

Postal address:
P.O. Box 337 Marsa, GPO 01, Malta.

Tel: (+356) 21 246262
Fax: (+356) 21 248195
E-mail: middlesea@middlesea.com
Website: www.middlesea.com
Registration Number: C5553

MSI/CF/MSE011107

28 December 2007

Company Announcement pursuant to MFSA Listing Rule 8.7.16 and 8.92

The following is a Company Announcement issued by Middlesea Insurance p.l.c. pursuant to the Malta Financial Services Authority's Listing Rules 8.7.16 and 8.92.

QUOTE

Middlesea Insurance p.l.c. has subscribed for its 89.98% of the increase in the issued share capital equivalent to €1,992,157 consisting of shares of a nominal value of one centime (€0.01) each fully paid up from an issue of €2,214,000 of nominal value of one centime (€0.01) each in Progress Assicurazioni SpA. These shares were allotted on 27 December 2007 to existing shareholders on a pro rata basis. The Company has thus retained its shareholding in this unlisted Italian company at the 89.98% level previously held.

UNQUOTE



Carlo Farrugia
Company Secretary