
UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 8-K

CURRENT REPORT

**Pursuant to Section 13 or 15(d) of the
Securities Exchange Act of 1934**

Date of Report (Date of earliest event reported): October 14, 2011

AmerInst Insurance Group, Ltd.

(Exact name of registrant as specified in its charter)

Bermuda
(State or Other Jurisdiction
of Incorporation)

000-28249
(Commission
File Number)

98-0207447
(I.R.S. Employer
Identification No.)

**c/o Cedar Management Limited
25 Church Street, Continental Building
P.O. Box HM 1601, Hamilton, Bermuda HMGX**
(Address of Principal Executive Office) (Zip Code)

(441) 295-6015
(Registrant's telephone number, including area code)

N/A
(Former name or former address, if changed since last report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
 Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
 Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
 Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))
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Item 7.01 Regulation FD Disclosure.

On October 14, 2011, AmerInst Insurance Group, Ltd. mailed the attached letter to its shareholders.

This Current Report on Form 8-K and the letter to shareholders, attached hereto as Exhibit 99.1, are being furnished to the Securities and Exchange Commission under Item 7.01 of Form 8-K in satisfaction of the public disclosure requirements of Regulation FD of the Securities Exchange Act of 1934.

Item 9.01 Financial Statements and Exhibits.

(d) Exhibits.

99.1 Letter to Shareholders

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned, hereunto duly authorized.

AMERINST INSURANCE GROUP, LTD.

By: /s/ Irvin F. Diamond

Irvin F. Diamond
Chairman of the Board

Date: October 14, 2011



AmerInst Insurance Group, Ltd.

Continental Building, 25 Church Street
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www.amerinst.bm

October 15, 2011

My fellow shareholders,

On behalf of the Board of Directors of AmerInst Insurance Group, Ltd. ("AmerInst" or the "Company"), I am pleased to announce that the Company has declared its 53rd consecutive dividend to be paid on or before October 15, 2011 to shareholders of record as of September 30, 2011. Your semi-annual dividend check for 47 cents per share is enclosed.

In September, A.M. Best Co. reaffirmed the financial strength rating of A- (Excellent) for our wholly-owned subsidiary, AmerInst Insurance Company, Ltd. The positive rating reflects AmerInst's strong capitalization and experienced management team, as well as its niche expertise as a reinsurer of professional liability insurance. AmerInst's business plan also meets the rating agency's higher capitalization requirements, which mandate a more conservative level of risk-based capital. The rating is a vote of confidence in the Company's ability to meet its obligations to policyholders and shareholders.

Our accountants' and lawyers' professional liability programs are progressing in line with revised expectations, and we are encouraged by the high percentage of policy renewals. We focus on the unique needs of solo practitioners and small firms. We set the pricing where it should be and pass on the savings. Engaging a customer is essential to any business, but the real test is building relationships that will endure each time a policy comes up for renewal.

To better serve your needs, we have launched a new accountants' Web 2.0 home page design. This streamlines the navigation process for those seeking professional liability insurance and provides quicker access to indications and quote information. Policyholders can experience electronic signature processing, pay premiums online and receive email verification – whether they are traveling or in the privacy of their homes.

Find out how easy it is to use our comprehensive web-based professional liability program to obtain affordable insurance protection. We invite you to visit our web sites: www.protexure.com for accountants and www.prolaw123.com for lawyers.

If you have questions or would like more information about AmerInst, please feel free to contact me at 505-998-3205 or idiamond@redw.com.

Shareholder inquiries and requests for change of mailing or e-mail address, transfer, name change, or redemption of shares should continue to be referred to our Shareholder Services Division: **AmerInst Insurance Group, Ltd.—Shareholder Services, c/o Cedar Management Limited, P.O. Box HM 1601, Hamilton HM GX, Bermuda. Tel: 800-422-8141/Fax: 441- 295-1702; email: amerinst@cedar.bm**

Sincerely,

Irvin F. Diamond, CPA
Chairman

Certain statements in this Chairman's Letter are forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995 (the "Act"), including but not limited to our ability to continue meeting our obligations to policyholders and shareholders, the progress and high percentage of policy renewals with our accountants' and lawyers' professional liability programs. Additionally, words such as "expect," "will" and other similar expressions are forward-looking statements within the meaning of the Act. Some or all of the events or results anticipated by these forward-looking statements may not occur. Factors that could cause or contribute to such differences include difficult economic conditions and unexpected changes in insurance regulations. Further information about AmerInst's risk factors is contained in its filings with the Securities and Exchange Commission, including the annual report on Form 10-K for the year ended December 31, 2010. AmerInst does not undertake any duty nor does it intend to update the results of these forward-looking statements.

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