

RELEVANT FACT

In compliance with the Securities Market Law, notice is hereby given that having obtained approval from the “Dirección General de Seguros y Planes de Pensiones” (Directorate General for Insurance and Pension Plans), today the merger of MAPFRE S.A. and MAPFRE – CAJA MADRID HOLDING DE ENTIDADES ASEGURADORAS was formalised by way of the take over of the latter by the former. The corresponding merger project was filed with the CNMV on 25th January 2008, filing nº 88,625.

As foreseen and previously announced, MAPFRE, S.A has increased its share capital by €40,152,779.30 by way of the issue of 401,527,793 new shares issued at 3,049.851% each, that is, at €3.049851 each, €0.10 of which corresponds to the nominal value and the remainder, €2.949851, to share premium.

The new shares have been subscribed in full by CORPORACIÓN FINANCIERA CAJA DE MADRID, as foreseen in the merger project.

As a result of this operation, the share capital is set at €267,685,195.60, represented by 2,676,851,956 shares with a nominal value of €0.10 each.

Madrid, 8th May 2008