

**MAPFRE INCREASES ITS RESULT BEFORE TAX BY 10.8%, EXCEEDING €960 MILLION AT THE CLOSE OF SEPTEMBER 2007**

PREMIUMS GREW 11.8% AND TOTAL REVENUES REACHED  
€11,371.9 MILLION, UP 10.8%

MAPFRE has released today its results for the first nine months of 2007, in which the Group increased its pretax result by 10.8%, reaching €960,4 million, with the following aspects worth highlighting:

- The consolidated net result exceeded €505 million, 10.6% higher than that for the same period of the previous year.
- Total consolidated revenues amounted to €11,371.9 million (10.8% higher than that for the previous year), of which €9,367.7 million (11.8% higher) corresponded to insurance and reinsurance premiums.
- The Non-life combined ratio (sum of claims and expenses), stood at 92.9%, compared to 94% for the previous year. This management ratio has improved across virtually all Operating Units.

The premiums written and accepted by the Group's companies operating primarily in Spain reached €6,153.3 million, equivalent to an increase of 11%. The revenues of the MAPFRE's Family Division (Motor, Household, Health and Agricultural Insurance) have increased 3.5% to €3,809,5 million, while its net result has reached €337 million, a 14.3% increase over the same period of the previous year.



**MAPFRE**

**PRESS RELEASE**

The Life Assurance Operating Unit booked revenues of €2,539.8 million, almost 25% higher than the figure for the first nine months of 2006, and has obtained a net result of €103,2 million, a 15% increase over the same period of the previous year. Third-party funds managed in Life Assurance and Savings Products have reached €23,265.5 million, a 15.6% increase.. The positive trend in Life assurance premiums reflects a significant increase in the winning of single premiums savings insurance through Caja Madrid's network.

The revenues from the Comercial Insurance Operating Unit have increased 7.8% to €1,152.9 million and its net result 24.4% to €71.4 million, reflecting the growth in insurance products for SMEs in the domestic market, as well as the favourable performance of the Global Risks business and the credit and surety line.

The revenues from premiums of the subsidiaries that operate primarily abroad reached €3,255.3 million, 14.7% higher than those for the first nine months of 2006, and their net result amounted to €226.6 million de euros, a 17.5% increase. The business in Latin America increased its net result 10.9% to €66.2 million. The development of business activities was especially significant in Brazil, with a result before tax of €48.9 million (a 89.5% increase), and Mexico, where the result before tax increased 70.9%, to €9.4 million.

MAPFRE will pay from the forthcoming 8<sup>th</sup> November onwards an interim dividend out of the results for fiscal year 2007 of €0.06 gross per share, which represents a 50% increase compared to the amount paid the previous year.

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## 1. Consolidated Income Statement <sup>(1)</sup>

ITEMS	€million		% Var. 07/06
	2007	2006	
<b>NON-LIFE INSURANCE AND REINSURANCE</b>			
Gross written and accepted premiums	7.058,8	6.685,0	5,6
Premiums earned, net of ceded and retroceded reinsurance	5.628,1	5.214,4	7,9
Net claims incurred and variation in other technical provisions	(3.875,9)	(3.675,1)	5,5
Net operating expenses	(1.296,4)	(1.166,3)	11,2
Other technical income and expenses	(55,9)	(57,9)	(3,5)
<b>TECHNICAL RESULT</b>	<b>399,9</b>	<b>315,1</b>	<b>26,9</b>
Net financial and other non-technical income	387,2	395,8	(2,2)
<b>Result of the Non-life business</b>	<b>787,1</b>	<b>710,9</b>	<b>10,7</b>
<b>LIFE ASSURANCE AND REINSURANCE</b>			
Gross written and accepted premiums	2.308,9	1.693,9	36,3
Premiums earned, net of ceded and retroceded reinsurance	2.181,4	1.597,6	36,5
Net claims incurred and variation in other technical provisions	(2.226,8)	(1.732,6)	28,5
Net operating expenses	(308,1)	(245,2)	25,7
Other technical income and expenses	(7,8)	(4,3)	81,4
<b>TECHNICAL RESULT</b>	<b>(361,3)</b>	<b>(384,5)</b>	<b>(6,0)</b>
Net financial and other non-technical income	504,6	490,1	3,0
Unrealised gains and losses in unit-linked investments	3,6	14,5	(75,2)
<b>Result of the Life business</b>	<b>146,9</b>	<b>120,1</b>	<b>22,3</b>
<b>OTHER BUSINESS ACTIVITIES</b>			
Operating income	385,6	374,4	3,0
Operating expenses	(345,6)	(337,9)	2,3
Other income and expenses	(13,6)	(0,6)	-
<b>Result of the Other Business Activities</b>	<b>26,4</b>	<b>35,9</b>	<b>(26,5)</b>
<b>Result before tax and minority interests</b>	<b>960,4</b>	<b>866,9</b>	<b>10,8</b>
Taxes	(290,1)	(272,6)	6,4
<b>Result after tax</b>	<b>670,3</b>	<b>594,3</b>	<b>12,8</b>
Result attributable to minority interests	(165,1)	(137,7)	19,9
<b>Result attributable to MAPFRE S.A.</b>	<b>505,2</b>	<b>456,6</b>	<b>10,6</b>

(1) The figures for the third quarter of 2006 have been calculated on the basis of the pro forma financial statements of MAPFRE S.A., which have been prepared purely for comparative purposes using the information included in the consolidated financial statements of the Company for the first quarter 2006 and the financial statements of those companies which have been included into the scope of consolidation from January 2007 onwards.

## 2. Results breakdown by Business Unit

RESULTS BEFORE TAXES AND MINORITY INTERESTS	Million €		% Var. 07 / 06
	2007	2006	
FAMILY DIVISION	488,2	440,5	10,8
MAPFRE VIDA	151,8	136,6	11,1
MAPFRE EMPRESAS	105,6	90,0	17,3
<b>TOTAL DOMESTIC BUSINESS</b>	<b>745,6</b>	<b>667,1</b>	<b>11,8</b>
INT'L. DIRECT INSURANCE DIVISION	111,3	88,0	26,5
MAPFRE RE	105,5	95,1	10,9
MAPFRE ASISTENCIA	9,9	9,7	2,1
<b>TOTAL INTERNATIONAL BUSINESS</b>	<b>226,7</b>	<b>192,8</b>	<b>17,6</b>
Consolidation adjustments and other items	(11,9)	7,0	-
<b>TOTAL MAPFRE S.A.</b>	<b>960,4</b>	<b>866,9</b>	<b>10,8</b>