



Madrid, October 24, 2018

SPANISH SECURITIES AND EXCHANGE COMMISSION (CNMV)

In accordance with article 228 of the Revised Text of the Securities Market Act, and in view of the information released in the press, MAPFRE ESPAÑA, COMPAÑÍA DE SEGUROS Y REASEGUROS, S.A. ("MAPFRE ESPAÑA"), owner of 96.003% of the share capital of FUNESPAÑA, S.A. ("**FUNESPAÑA**"), hereby gives notice to the CNMV of the following

RELEVANT FACT

On September 20, 2018, MAPFRE ESPAÑA and Santa Lucía, S.A. ("Santa Lucía"), signed a non-binding memorandum of understanding (the "Non-Binding Agreement") by virtue of which both parties reflected the preliminary agreements reached with the aim of establishing a strategic alliance for the joint development of their respective funeral service businesses in Spain (the "Alliance"), through the establishment of a joint company (the "Jointly-Owned Company"). According to said Non-Binding Agreement, should the Alliance be carried out, MAPFRE ESPAÑA is expected to own a non-controlling share, and Santa Lucía would control the Jointly-Owned Company in line with article 42 of the Code of Commerce.

The Alliance, if carried out, would in no case take place prior to the liquidation of the exclusion takeover bid of FUNESPAÑA shares (the "Bid"), referred to in relevant fact number 269513.

The information required to comply with applicable regulations will be included in the Takeover Prospectus.

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General Counsel