

**MAPFRE INCREASES ITS RESULT BEFORE TAX BY 13.1%
IN THE FIRST HALF TO €647.8 MILLION**

THE NET RESULT GREW BY 11.7%, EXCEEDING €335 MILLION

GROUP REVENUES WERE NEARLY €7,700 MILLION

MAPFRE has released today its results for the first half of 2007, in which the Group has increased its result before tax and minorities by 13.1% to €647.8 million, with the following aspects being noteworthy:

- The consolidated net result reached €335.6 million, 11.7% higher than the figure for the same period of the previous year.
- Total consolidated revenues amounted to €7,547.2 million, of which €6,376.9 million (6.7% more than that of the first half of 2006) corresponded to insurance and reinsurance premiums.
- The Non-life combined ratio (sum of the claims and expenses), stood at 92.5%, compared to 94.7% for the previous year. This management ratio has improved in virtually all Operating Units.
- The loss ratio has decreased across most Operating Units and companies, thanks to the containment of the average cost of claims and a decrease in frequency.



MAPFRE

PRESS RELEASE

The premiums written and accepted by MAPFRE's companies operating primarily in Spain reached €4,196.2 million, a 2.6% increase. The revenues of the MAPFRE's Family Division have increased 1.6% to €2,763.7 million, while its net result has reached €223.7 million, a 17% increase over the same period of the previous year.

The Life Assurance Operating Unit booked revenues of €1,503.6 million, 2.5% higher than the figure for the first half of 2006, and has obtained a net result of €64.3 million, which represents an increase of almost 17%. Third-party funds managed in Life Assurance and Savings Products have reached €21,586.9 million, a 15.2% increase.

The revenues from the Commercial Insurance Operating Unit have increased 9.2% to €816.6 million and its net result 29.5% to €54.4 million, reflecting the growth in insurance products for SMEs in the domestic market, the significant expansion of the Global Risks business and the favourable performance of the credit and surety line.

The revenues from premiums of subsidiaries that operate primarily abroad reached €2,499.5 million, 13.3% higher than those for the first half of 2006, and their net result amounted to €102.1 million, a 10.7% increase. The business in Latin America has increased its result 9.2% to €44.1 million. It is worth noting the development of business activities in Brazil, with a result before tax of €29.5 million (a 105% increase), and Mexico, where the result has increased 30.2%, to €6.9 million, as a result of the strong growth of all lines and the winning of large corporate accounts.

Any interested party may follow, via the corporate web page (www.mapfre.com) the webcast that will be held today in Spanish, from 9:00 to 10:15 (CET), and the presentation that will take place from 12:00 to 13:00 in English.

26th July 2007, Madrid

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1. Consolidated Income Statement ⁽¹⁾

ITEMS	€million		% Var. 07/06
	2007	2006	
NON-LIFE INSURANCE AND REINSURANCE			
Gross written and accepted premiums	5,001.4	4,730.4	5.7
Premiums earned, net of ceded and retroceded reinsurance	3,722.3	3,430.8	8.5
Net claims incurred and variation in other technical provisions	(2,565.6)	(2,453.5)	4.6
Net operating expenses	(847.5)	(771.4)	9.9
Other technical income and expenses	(30.6)	(25.0)	22.4
TECHNICAL RESULT	278.6	180.9	54.0
Net financial and other non-technical income	252.4	288.0	(12.4)
Result of the Non-life business	531.0	468.9	13.2
LIFE ASSURANCE AND REINSURANCE			
Gross written and accepted premiums	1,375.5	1,247.6	10.3
Premiums earned, net of ceded and retroceded reinsurance	1,262.1	1,160.9	8.7
Net claims incurred and variation in other technical provisions	(1,269.3)	(1,166.6)	8.8
Net operating expenses	(203.2)	(159.9)	27.1
Other technical income and expenses	(5.9)	(3.1)	90.3
TECHNICAL RESULT	(216.3)	(168.7)	28.2
Net financial and other non-technical income	296.2	241.8	22.5
Unrealised gains and losses in unit-linked investments	6.3	2.9	117.2
Result of the Life business	86.2	76.0	13.4
OTHER BUSINESS ACTIVITIES			
Operating income	233.4	257.6	(9.4)
Operating expenses	(201.2)	(230.0)	(12.5)
Other income and expenses	(1.6)	0.2	-
Result of the Other Business Activities	30.6	27.8	10.1
Result before tax and minority interests	647.8	572.7	13.1
Taxes	(196.7)	(184.4)	6.7
Result after tax	451.1	388.3	16.2
Result attributable to minority interests	(115.5)	(87.8)	31.5
Result attributable to MAPFRE S.A.	335.6	300.5	11.7

(1) The figures for the first 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	325.3	285.3	14.0
MAPFRE VIDA	94.4	83.4	13.2
MAPFRE EMPRESAS	80.6	66.0	22.1
TOTAL DOMESTIC BUSINESS	500.3	434.7	15.1
INT'L. DIRECT INSURANCE DIVISION	73.0	60.4	20.9
MAPFRE RE	70.1	66.1	6.1
MAPFRE ASISTENCIA	6.0	4.7	27.7
TOTAL INTERNATIONAL BUSINESS	149.1	131.3	13.6
Consolidation adjustments and other items	(1.6)	6.7	-
TOTAL MAPFRE S.A.	647.8	572.7	13.1