

**MAPFRE RECORDED A PROFIT BEFORE TAX OF €67 MILLION AT THE CLOSE
OF SEPTEMBER 2006, A 20.7% INCREASE OVER 2005***

**CORPORACIÓN MAPFRE, the Group's listed holding company, increased
its net profit by 28.1% to €41.5 million**

MAPFRE has released today its results for the first nine months of 2006, in which the Group has increased its profit before tax and minorities by 20.7% to €866.9 million, the following aspects being noteworthy:

- Total revenues for the Group reached €10,089.7 million, a figure 10.1% larger than that of 2005.
- Insurance and reinsurance premiums amounted to €8,378.9 million, an 11.2% increase.
- The revenues of the America Operating Unit grew 34%, exceeding €2,020 million in the first nine months of 2006.
- The *pro forma* net profit of the future MAPFRE S.A., including the businesses that will be contributed to CORPORACIÓN MAPFRE, reached €456.6 million.

* This figure corresponds to the consolidated profit before tax and minority interests of SISTEMA MAPFRE, which coincides with the pro forma profit of the future MAPFRE S.A.



MAPFRE

PRESS RELEASE

1. Group's profit

At the close of September 2006, MAPFRE recorded total revenues of €10,089.7 million, a 10.1% increase, €8.378,9 million of which corresponded to insurance and reinsurance premiums (an 11.2% increase). It is worth noting the growth in Non-life insurance premiums, which increased 12.5% to €6.685 million.

Third-party funds managed in Life Insurance and Savings Products reached €20,226.3 million.

The consolidated profit before tax and minority interests of the Group was €866.9 million, an increase of 20,7%. The figure coincides with the *pro forma* profit before tax and minority interests of the future MAPFRE S.A., whose *pro forma* net profit, after tax and minority interests, was €456,6 million.

2. CORPORACIÓN MAPFRE increased its profit by 28.1%

CORPORACIÓN MAPFRE, the listed holding company for most of the Group's subsidiaries, filed today with the National Securities' Markets Commission ("Comisión Nacional del Mercado de Valores" or "CNMV") a report on its results at the close of September 2006, which likewise evolved positively. The total revenues of CORPORACIÓN MAPFRE and its subsidiaries for the January – September period reached €7,496.8, a 10.1% increase over the same period of the previous year.

The consolidated profit before tax and minority interests was €551.9 million, a 27.1% increase, and the net attributable result was €241.5 million, exceeding the figure for the first nine months of the previous year by 28.1%.

The total volume of premiums written at the close of September 2006 grew 12.7% to €6,094.8 million. In Spain, it is worth noting the growth in the volume of Non-life premiums in the Commercial (12.5%), Health (9.1%) and General Insurance Operating Units (8.2%).



MAPFRE

PRESS RELEASE

Among the subsidiaries of CORPORACIÓN MAPFRE that operate abroad, it is worth noting the premiums figure of MAPFRE AMÉRICA, which reached €1,536.9 million, an increase of 31.6% over the same period of the previous year, reflecting growth across all countries, especially Brazil (57.1%), Argentina (38.6%) and Mexico (36.3%). It is worth underscoring the increase in the net profit of MAPFRE RE to €64 million, that more than doubles the result recorded in 2005.

As announced, the 5-for-1 share split will become effective on 28th October, so that the nominal value of each share of CORPORACIÓN MAPFRE will be €0.1, and the number of shares in issue will change from 238,900,706 to 1,194,503,530.

The board of directors of CORPORACIÓN MAPFRE has resolved to pay from the forthcoming 17th November onwards an interim dividend out of the results for fiscal year 2006 of €0.20 gross per share (€0.04 gross per share after the split).

Any interested party may follow through the corporate web page (www.mapfre.com) the presentations that will be held today at 16:00 BST/ 17:00 CET (in English) and at 17:30 BST/18:30 CET (in Spanish).

October 26th 2006, Madrid

For further information, please contact MAPFRE, Corporate Department of Communications and Social Responsibility, (phone +34 91 581 81 96 or +34 91 587 46 53, fax +34 91 581 83 82, e-mail susanadiaz@mapfre.com; joaquinhernandez@mapfre.com).

FINANCIAL INFORMATION FOR THE MAPFRE GROUP AS AT 30.09.2006

1. Consolidated Income Statement for the MAPFRE group (IFRS)

ITEMS	€million		% Variation 05 / 04
	2006	2005	
NON-LIFE INSURANCE AND REINSURANCE			
Gross written and accepted premiums	6,685.0	5,944.0	12.5
Premiums earned, net of ceded and retroceded reinsurance	5,214.4	4,708.9	10.7
Net claims incurred and variation in other technical provisions	(3,675.1)	(3,385.4)	8.6
Net operating expenses	(1,166.3)	(997.5)	16.9
Other technical income and expenses	(57.9)	(50.3)	15.1
TECHNICAL RESULT	315.1	275.7	14.3
Net financial and other non-technical income	395.8	314.3	25.9
Result of the Non-life business	710.9	590.0	20.5
LIFE ASSURANCE AND REINSURANCE			
Gross written and accepted premiums	1,693.9	1,588.4	6.6
Premiums earned, net of ceded and retroceded reinsurance	1,597.6	1,486.2	7.5
Net claims incurred and variation in other technical provisions	(1,732.6)	(1,868.0)	(7.2)
Net operating expenses	(245.2)	(188.7)	29.9
Other technical income and expenses	(4.3)	(7.8)	(44.9)
TECHNICAL RESULT	(384.5)	(578.3)	(33.5)
Net financial and other non-technical income	490.1	646.2	(24.2)
Unrealised gains and losses in unit-linked investments	14.5	22.4	(35.3)
Result of the Life business	120.1	90.3	33.0
OTHER BUSINESS ACTIVITIES			
Operating income	374.4	266.3	40.6
Operating expenses	(337.9)	(233.0)	45.0
Other income and expenses	(0.6)	4.9	-
Result of the Other Business Activities	35.9	38.2	(6.0)
Result before tax and minority interests	866.9	718.5	20.7
Taxes	(272.6)	(224.6)	21.4
Result after tax	594.3	493.9	20.3
Result attributable to minority interests	(137.7)	(108.8)	26.6
Result attributable to MAPFRE S.A.	456.6	385.1	18.6

2. Consolidated results of CORPORACION MAPFRE (IFRS)

COMPANIES	€million		% Variation 06 / 05
	2006	2005	
<u>Subsidiaries of MAPFRE-CAJA MADRID HOLDING</u>			
MAPFRE VIDA	137.9	126.8	8.8
MAPFRE SEGUROS GENERALES	120.5	96.9	24.4
MAPFRE EMPRESAS	93.5	84.2	11.0
MAPFRE CAJA SALUD	18.7	12.9	45.0
<u>Other subsidiaries of CORPORACION MAPFRE</u>			
MAPFRE AMERICA	73.0	67.2	8.6
MAPFRE RE	95.1	52.2	82.2
MAPFRE ASISTENCIA	9.7	9.5	2.1
TOTAL SUBSIDIARIES	548.4	449.7	21.9
Consolidation adjustments and other items	3.5	(15.4)	-
Result before tax and minority interests	551.9	434.3	27.1
Taxes	(175.5)	(135.1)	29.9
Result after tax	376.4	299.2	25.8
Result attributable to minority interests	(134.9)	(110.7)	21.9
Result attributable to CORPORACION MAPFRE	241.5	188.5	28.1