

## INSURANCE

### INFORMATION RELATIVE TO:

**HALF**

**YEAR**

FIRST

2006

### I. ISSUER IDENTIFICATION DATA

**OFFICIAL NAME:**  
CORPORACION MAPFRE, S.A.

**LEGAL ADDRESS:**

Paseo de Recoletos, 25, 28004 MADRID

**N.I.F.**

A08055741

**Persons assuming responsibility for the information contained herein, positions they hold with the company, and identification of the power and authority by virtue of which they represent the company:**

Mr. Domingo Sugranyes Bickel  
Vice-Chairman and Chief Executive Officer of CORPORACION MAPFRE, S.A.  
Public deed nº 2845 signed before notary public Mr. José María Prada Guaita on 20 September 2001

**SIGNATURE:**

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(\*) With regards to consolidated information, only the relevant balance sheet and profit and loss statements in accordance with applicable regulations need be filled in.

## **II. CHANGES IN THE COMPANIES THAT FORM THE CONSOLIDATED GROUP**

### **A) CHANGES IN COMPANY NAME**

1. MAPFRE DO BRASIL CONSULTORIA E SERVIÇOS LTDA. has changed its name to CLUBE MAPFRE DO BRASIL LTDA.
2. GESMUSINI GESTIÓN S.A. has changed its name to MAPFRE INTERNACIONAL S.A.

### **B) CHANGES IN CONSOLIDATION METHODS OR PROCEDURES**

1. The following companies, which in the preceding year did not form part of the consolidation perimeter, were fully consolidated:
  - a) Due to acquisition:
    - CANADIAN ROADSIDE AND RECOVERY INC. (Canada)
    - SALZILLO
    - DE MENA
  - b) Due to incorporation:
    - MAPFRE TEPEYAC INC. (USA)
2. The following companies ceased to be subsidiaries or affiliates of the Group, due to the reasons indicated below:
  - a) Merger:
    - SERVEIS INTEGRALS PER L'AUTONOMÍA S.A. (merged with MAPFRE QUAVITAE)

### **III. BASIS OF PRESENTATION AND VALUATION CRITERIA**

The financial information contained herein was prepared in accordance with International Financial Reporting Standards (IFRS). These Standards have been applied in the preparation of the 2005 annual consolidated accounts.

#### IV. NON-CONSOLIDATED BALANCE SHEET

Unit: thousand euros

<b>ASSETS</b>		<b>CURRENT YEAR</b>	<b>PREVIOUS YEAR</b>
<b>A) SHAREHOLDERS, UNCALLED CAPITAL</b>	<b>0200</b>		
I. Start-up expenses	0210	4,921	6,658
II. Intangible Assets	0220	432	610
III. Deferred expenses	0230	694	823
<b>B) INTANG. ASSETS, START-UP AND DEF. EXPENSES</b>	<b>0240</b>	<b>6,047</b>	<b>8,091</b>
I. Tangible Investments	0250		
II. Financial Investments	0260	10,560	57,762
III. Investments in Group Companies and Affiliates	0270	1,487,336	1,382,453
IV. Deposits established for accepted reinsurance	0280		
<b>C) INVESTMENTS</b>	<b>0290</b>	<b>1,497,896</b>	<b>1,440,215</b>
<b>D) INVESTMENTS ON ACCOUNT OF LIFE POLICYHOLDERS ASSUMING INVESTMENT RISK</b>	<b>0310</b>		
<b>E) PARTICIPATION BY REINSURANCE IN TECH. RESERVES</b>	<b>0320</b>		
I. Receivables on direct insurance, reins. and coinsurance	0330		
II. Tax, corporate and other credits	0340	73,490	35,850
III. Shareholders, called capital	0350		
IV. Tangible Fixed Assets	0355	166	214
V. Cash and Banks	0360	49,461	48,231
VI. Treasury Stock in Special Status	0365		
VII. Other Assets Net of Provisions	0366	0	
VIII. Accruals	0370	161	17
<b>F) RECEIVABLES, OTHER ASSETS AND ACCRUALS</b>	<b>0380</b>	<b>123,278</b>	<b>84,312</b>
<b>TOTAL ASSETS (A+B+C+D+E+F)</b>	<b>0390</b>	<b>1,627,221</b>	<b>1,532,618</b>
<b>LIABILITIES</b>		<b>CURRENT YEAR</b>	<b>PREVIOUS YEAR</b>
I. Subscribed capital	0500	119,450	119,450
II. Reserves	0510	898,323	898,323
III. Treasury stock for capital decrease	0515		
IV. Results from previous years	0520	227,100	116,546
V. Result for the year	0530	41,397	90,469
VI. Interim dividend paid during the year	0540	0	0
<b>A) CAPITAL AND RESERVES</b>	<b>0550</b>	<b>1,286,270</b>	<b>1,224,788</b>
<b>B) DEFERRED INCOME</b>	<b>0590</b>	<b>114</b>	<b>116</b>
<b>C) SUBORDINATED LIABILITIES</b>	<b>0595</b>		
<b>D) TECHNICAL RESERVES</b>	<b>0600</b>		
<b>E) TECH. RES. (LIFE) WHEN RISK ASSUMED BY POLICYH.</b>	<b>0605</b>		
<b>F) PROVISIONS FOR RISKS AND EXPENSES</b>	<b>0610</b>	<b>6,621</b>	<b>6,622</b>
<b>G) DEPOSITS RECEIVED ON CEDED REINSURANCE</b>	<b>0620</b>		
I. Bond and other stock issues	0630	275,000	275,000
II. Due to credit institutions	0635		
III. Debts on direct insurance, reins. and coinsurance	0640		
IV. Debts on trans. in preparation of insurance contracts	0645		
V. Debts on asset repurchase agreements	0646		
VI. Other liabilities	0650	59,216	26,092
VII. Accruals	0670		
<b>H) DEBTS AND ACCRUED LIABILITIES</b>	<b>0680</b>	<b>334,216</b>	<b>301,092</b>
<b>TOTAL LIABILITIES (A+B+C+D+E+F+G+H)</b>	<b>0690</b>	<b>1,627,221</b>	<b>1,532,618</b>

## V. NON-CONSOLIDATED RESULTS

Unit: thousand euros

		CURRENT YEAR	PREVIOUS YEAR
I. Earned premiums, net of reinsurance (Non-Life)	0800	0	0
II. Earned premiums, net of reinsurance (Life)	0810	0	0
<b>A) NET EARNED PREMIUMS (I+II)</b>	<b>0820</b>	<b>0</b>	<b>0</b>
III. Claims incurred, net of reinsurance (Non-Life)	0830	0	0
IV. Claims incurred, net of reinsurance (Life)	0840	0	0
<b>B) NET CLAIMS (III+IV)</b>	<b>0850</b>	<b>0</b>	<b>0</b>
V. Variation in other technical reserves, net of reinsurance (Non-Life)	0852	0	0
VI. Variation in other technical reserves, net of reinsurance (Life)	0853	0	0
<b>C) VARIATION IN OTHER NET TECHNICAL RESERVES (+/-V+/-VI)</b>	<b>0855</b>	<b>0</b>	<b>0</b>
VII. Profit sharing and returns (Non-Life)	0860	0	0
VIII. Profit sharing and returns (Life)	0865	0	0
IX. Net operating expenses (Non-Life)	0870	0	0
X. Net operating expenses (Life)	0875	0	0
XI. Variation in the equalisation reserve (Non-Life)	0880	0	0
<b>D) PROFIT SHARING &amp; OTHER OPERATING EXPENSES (VII+VIII+IX+X+/-XI)</b>	<b>0890</b>	<b>0</b>	<b>0</b>
XII. Other technical results (Non-Life)	0900	0	0
XIII. Other technical results (Life)	0910	0	0
<b>E) TECHNICAL RESULTS (A-B+/-C-D+/-XII+/-XIII)</b>	<b>0920</b>	<b>0</b>	<b>0</b>
XIV. Income from operating investments (Non-life)	0930	0	0
XV. Income from operating investments (Life)	0935	0	0
XVI. Expenses from operating investments (Non-Life)	0940	0	0
XVII. Expenses from operating investments (Life)	0945	0	0
XVIII. Unrealised capital gains and losses on investments (Life)	0950	0	0
<b>F) TECHNICAL FINANCIAL RESULT (E+XIV+XV-XVI-XVII+/-XVIII)</b>	<b>0960</b>	<b>0</b>	<b>0</b>
<b>G) TECHNICAL RESULT (non-life) (I-III+/-V-VII-IX+/-XI+/-XII+XIV-XVI)</b>	<b>0961</b>	<b>0</b>	<b>0</b>
<b>H) TECHNICAL RESULT (life) (II-IV+/-VI-VIII-X+/-XIII+XV-XVII+/-XVIII)</b>	<b>0962</b>	<b>0</b>	<b>0</b>
XIX. Income from investments	0970	52,299	121,192
XX. Expenses from investments	0980	-9,563	-8,221
<b>I) ORDINARY RESULT (F+XIX-XX)</b>	<b>1020</b>	<b>42,736</b>	<b>112,971</b>
XXI. Other income	1025	584	485
XXII. Other expenses	1026	-4,927	-4,682
XXIII. Extraordinary Results	1030	-38	1,590
<b>J) PROFIT BEFORE TAXES (I+XXI-XXII+/-XXIII)</b>	<b>1040</b>	<b>38,355</b>	<b>110,364</b>
XXIV. Corporate tax and others	1042	3,042	-19,895
<b>K) RESULT FOR THE YEAR (J+/-XXIV)</b>	<b>1044</b>	<b>41,397</b>	<b>90,469</b>

#### IV. CONSOLIDATED BALANCE SHEET

Unit: thousand euros

ASSETS		CURRENT YEAR	PREVIOUS YEAR	
I.	Consolidated goodwill	4000	593,804	519,060
II.	Other intangible assets	4010	58,455	53,549
<b>A) INTANGIBLES ASSETS</b>		<b>4020</b>	<b>652,259</b>	<b>572,609</b>
I.	Tangible investments	4030	388,466	327,802
II.	Real estate investments	4040	451,416	306,567
III.	Financial investments	4050	19,383,339	19,603,884
IV.	Equity-accounted investments	4060	102,502	104,898
V.	Deposits established for accepted reinsurance	4070	103,001	94,037
VI.	Other investments	4080	22,734	94,424
<b>B) INVESTMENTS</b>		<b>4090</b>	<b>20,451,458</b>	<b>20,531,612</b>
<b>C) UNIT-LINKED INVESTMENTS</b>		<b>4100</b>	<b>272,095</b>	<b>314,626</b>
<b>D) REINSURERS' SHARE IN TECHNICAL RESERVES</b>		<b>4110</b>	<b>1,618,876</b>	<b>1,329,645</b>
<b>E) CREDITS ON DEFERRED TAXES</b>		<b>4120</b>	<b>403,129</b>	<b>800,960</b>
I.	Credits on direct insurance, reinsurance and coinsurance	4130	1,783,061	1,520,372
II.	Corporate and other credits	4140	144,563	158,704
III.	Tax credits on current gains	4150	171,451	94,891
IV.	Shareholders, called capital	4160	0	0
V.	Fixed assets	4170	133,315	133,568
VI.	Cash and equivalents	4180	630,408	635,739
VII.	Accruals	4190	678,590	609,584
VIII.	Other assets	4200	414,195	181,012
IX.	Non-operating assets available for sale and assets pertaining to discontinued activities	4205	5,489	1,068
<b>F) CREDITS, OTHER ASSETS AND ACCRUALS</b>		<b>4210</b>	<b>3,961,072</b>	<b>3,334,938</b>
<b>TOTAL ASSETS (A+B+C+D+E+F)</b>		<b>4230</b>	<b>27,358,889</b>	<b>26,884,390</b>
<b>LIABILITIES</b>				
I.	Capital	4240	119,450	119,450
II.	Other reserves	4250	1,519,277	1,774,022
III.	Retained earnings	4260	432,151	265,539
IV.	Other equity instruments	4265	0	0
V.	<i>Less: own securities</i>	4270	0	0
VI.	Translation differences	4280	1,406	-282,967
VII.	Other valuation adjustments	4290	101,439	210,421
VIII.	Reserves for revaluation of non-operating assets available for sale and assets pertaining to discontinued activities	4295	0	0
IX.	<i>Less: interim dividend</i>	4300	0	0
<b>NET WORTH ATTRIBUTABLE TO HOLDERS OF EQUITY INSTRUMENTS ISSUED BY THE CONTROLLING COMPANY</b>		<b>4310</b>	<b>2,173,723</b>	<b>2,086,465</b>
<b>X. Minority interests</b>		<b>4320</b>	<b>994,632</b>	<b>926,085</b>
<b>A) EQUITY</b>		<b>4330</b>	<b>3,168,355</b>	<b>3,012,550</b>
<b>B) SUBORDINATED LIABILITIES</b>		<b>4340</b>	<b>0</b>	<b>0</b>
<b>C) TECHNICAL RESERVES</b>		<b>4350</b>	<b>20,216,470</b>	<b>19,560,371</b>
<b>D) UNIT-LINKED RESERVES</b>		<b>4360</b>	<b>272,095</b>	<b>314,626</b>
<b>E) OTHER RESERVES</b>		<b>4370</b>	<b>123,771</b>	<b>175,178</b>
<b>F) DEPOSITS RECEIVED ON CEDED INSURANCE</b>		<b>4380</b>	<b>152,216</b>	<b>133,756</b>
<b>G) DEBTS ON DEFERRED TAXES</b>		<b>4390</b>	<b>449,835</b>	<b>894,799</b>
I.	Bonds and other tradeable securities	4400	308,952	290,232
II.	Due to credit institutions	4410	243,932	87,592
III.	Debts on direct insurance, reinsurance and coinsurance	4420	806,004	666,526
IV.	Other financial liabilities	4430	703,632	977,489
V.	Tax debts on current gains	4440	274,475	308,772
VI.	Accruals	4450	198,114	200,856
VII.	Other liabilities	4460	441,038	261,643
VIII.	Liabilities linked directly to non-operating assets available for sale and assets pertaining to discontinued activities	4465	0	0
<b>H) DEBTS AND ACCRUED LIABILITIES</b>		<b>4470</b>	<b>2,976,147</b>	<b>2,793,110</b>
<b>TOTAL LIABILITIES AND NET WORTH (A+B+C+D+E+F+G+H+I+J)</b>		<b>4490</b>	<b>27,358,889</b>	<b>26,884,390</b>

## V. CONSOLIDATED RESULTS

Unit: thousand euros

	CURRENT YEAR		PREVIOUS YEAR		
	Amount	%	Amount	%	
I. Earned premiums, net of reinsurance (Non-Life)	4500	2,187,114	69.2%	1,901,012	64.8%
II. Earned premiums, net of reinsurance (Life)	4510	973,018	30.8%	1,032,465	35.2%
<b>A) NET EARNED PREMIUMS (I+II)</b>	<b>4520</b>	<b>3,160,132</b>	<b>100.0%</b>	<b>2,933,477</b>	<b>100.0%</b>
III. Claims incurred, net of reinsurance (Non-Life)	4530	-1,435,255	-45.4%	-1,260,336	-43.0%
IV. Claims incurred, net of reinsurance (Life)	4540	-841,613	-26.6%	-832,680	-28.4%
<b>B) NET CLAIMS INCURRED (III+IV)</b>	<b>4550</b>	<b>-2,276,868</b>	<b>-72.0%</b>	<b>-2,093,016</b>	<b>-71.3%</b>
V. Variation in other technical reserves, net of reins. (Non-Life)	4560	-20,542	-0.7%	-15,767	-0.5%
VI. Variation in other technical reserves, net of reins. (Life)	4570	-207,063	-6.6%	-542,964	-18.5%
<b>C) VARIATION IN OTHER NET TECH. RESERVES (+/-V+/-VI)</b>	<b>4580</b>	<b>-227,605</b>	<b>-7.2%</b>	<b>-558,731</b>	<b>-19.0%</b>
VII. Profit sharing and returns (Non-Life)	4590	-119	0.0%	-1,283	0.0%
VIII. Profit sharing and returns (Life)	4600	-8,382	-0.3%	-11,403	-0.4%
IX. Net operating expenses (Non-Life)	4610	-590,640	-18.7%	-478,532	-16.3%
X. Net operating expenses (Life)	4620	-74,898	-2.4%	-62,051	-2.1%
XI. Variation in other technical reserves (Non-Life)	4630	0	0.0%	0	0.0%
<b>D) PROFIT SHARING &amp; OPER. EXPENSES (VII+VIII+IX+X+/-XI)</b>	<b>4640</b>	<b>-674,039</b>	<b>-21.3%</b>	<b>-553,269</b>	<b>-18.9%</b>
XII. Other technical results (Non-Life)	4650	-27,614	-0.9%	-27,429	-0.9%
XIII. Other technical results (Life)	4660	-3,164	-0.1%	-5,936	-0.2%
<b>E) TECHNICAL RESULTS (A-B+/-C-D+/-XII+/-XIII)</b>	<b>4670</b>	<b>-49,158</b>	<b>-1.6%</b>	<b>-304,904</b>	<b>-10.4%</b>
XIV. Income from operating investments (Non-Life)	4680	167,357	5.3%	111,033	3.8%
XV. Income from operating investments (Life)	4690	427,957	13.5%	551,339	18.8%
XVI. Expenses from operating investments (Non-Life)	4700	-29,182	-0.9%	-21,018	-0.7%
XVII. Expenses from operating investments (Life)	4710	-202,455	-6.4%	-74,965	-2.6%
XVIII. Unrealised capital gains and losses on investments (Life)	4720	2,876	0.1%	12,001	0.4%
<b>F) TECHNICAL FINANCIAL RESULT (E+XIV+XV-XVI-XVII+XVIII)</b>	<b>4730</b>	<b>317,395</b>	<b>10.0%</b>	<b>273,486</b>	<b>9.3%</b>
<b>G) TECHNICAL RESULT (Non-Life)</b>	<b>4740</b>	<b>251,119</b>	<b>7.9%</b>	<b>207,680</b>	<b>7.1%</b>
<b>H) TECHNICAL RESULT (Life)</b>	<b>4750</b>	<b>66,276</b>	<b>2.1%</b>	<b>65,806</b>	<b>2.2%</b>
XIX. Results from net assets investments	4760	18,411	0.6%	18,935	0.6%
XX. Translation results	4770	6,582	0.2%	1,811	0.1%
XXI. Results from subsidiaries and joint-ventures accounted for by the equity method	4780	1,800	0.1%	1,136	0.0%
XXII. Results from disposal or revaluation of non-operating assets available for sale and excluded from discontinued activities (net)	4790	0	0.0%	0	0.0%
XXIII. Other income	4800	24,035	0.8%	46,218	1.6%
XXIV. Other expenses	4810	-20,306	-0.6%	-35,611	-1.2%
XXV. Income from activities other than insurance	4820	226,868	7.2%	158,728	5.4%
XXVI. Expenses from activities other than insurance	4830	-203,550	-6.4%	-131,309	-4.5%
<b>I) PROFIT/(LOSS) BEFORE TAXES FROM CONTINUED ACTIVITIES (F+/-XIX:XXVI)</b>	<b>4840</b>	<b>371,235</b>	<b>11.7%</b>	<b>333,394</b>	<b>11.4%</b>
XXVII Corporate tax	4850	-119,166	-3.8%	-107,864	-3.7%
<b>J) PROFIT/(LOSS) FROM CONTINUED ACTIVITIES (I+/-XXVII)</b>	<b>4860</b>	<b>252,069</b>	<b>8.0%</b>	<b>225,530</b>	<b>7.7%</b>
XXVIII Result after taxes from discontinued activities	4870	0	---	0	---
<b>K) PROFIT/(LOSS) FOR THE YEAR (J+/-XXVIII)</b>	<b>4880</b>	<b>252,069</b>	<b>8.0%</b>	<b>225,530</b>	<b>7.7%</b>
XXIX. Minority interests	4890	-87,762	-2.8%	-76,538	-2.6%
<b>= PROFIT/(LOSS) ATTRIBUTABLE TO HOLDERS OF EQUITY ISSUED BY THE CONTROLLING COMPANY</b>	<b>4900</b>	<b>164,307</b>	<b>5.2%</b>	<b>148,992</b>	<b>5.1%</b>

## VII. BREAKDOWN OF EARNED PREMIUMS BY BRANCH OF BUSINESS

NON-LIFE BRANCHES	NON-CONSOLIDATED		CONSOLIDATED	
	Curr. Year	Prev. Year	Curr. Year	Prev. Year
General Insurance - Direct Insurance Spain	2100		1,239,921	1,159,167
Credit and Guarantee – Direct Insurance Spain	2115		61,760	59,830
Direct Insurance abroad	2120		961,476	700,011
Reinsurance	2125		335,440	354,705
Assistance	2130		124,871	98,385
<b>TOTAL PREMIUMS FOR THE YEAR Non-Life (direct and accepted)</b>	2140		2,723,468	2,372,098
<b>TOTAL PREMIUMS FOR THE YEAR Non-Life (ceded and retroceded)</b>	2145		-536,354	-471,086
<b>TOTAL NET EARNED PREMIUMS Non-Life</b>	2150		<b>2,187,114</b>	<b>1,901,012</b>
<b>TOTAL PREMIUMS FOR THE YEAR Life (direct and accepted)</b>	2185		995,606	1,075,715
<b>TOTAL PREMIUMS FOR THE YEAR Life (ceded and retroceded)</b>	2190		-22,588	-43,250
<b>TOTAL NET EARNED PREMIUMS Life</b>	2195		<b>973,018</b>	<b>1,032,465</b>
<b>TOTAL NET EARNED PREMIUMS</b>	2200		<b>3,160,132</b>	<b>2,933,477</b>
Spain	2205		2,055,910	2,057,250
Foreign Subsidiaries: EU.	2210		146,092	152,884
O.E.C.D.	2215		211,026	202,297
Other Countries	2220		747,104	521,046

Thousand euros

(\*) Direct insurance and accepted reinsurance premiums earned are included in the breakdown of Non-Life branches.

## VIII. AVERAGE NUMBER OF EMPLOYEES DURING THE PERIOD

		NON-CONSOLIDATED		CONSOLIDATED	
		Curr. Year	Prev. Year	Curr. Year	Prev. Year
<b>TOTAL PERSONS EMPLOYED</b>	<b>3000</b>	33	34	20,184	14,092

## IX. BUSINESS DEVELOPMENT

### ◆ EXECUTIVE SUMMARY

During the first half of 2006, the business activities of CORPORACIÓN MAPFRE and its subsidiaries developed positively:

- Non-life direct insurance and accepted reinsurance premiums stood at €3,381.8 million, a 17.7% increase;
- Managed savings reached €18,959.5 million, equivalent to a growth of 1.2% (7.8% excluding the impact of shadow accounting);
- MAPFRE AMERICA recorded a premiums volume of €1,039.0 million, a 41.9% increase;
- Reinsurance premiums accepted by MAPFRE RE rose by 7% to €713.6 million.

The net consolidated profit increased 10.3% with respect to the same period of the previous year, reaching €164.3 million. Excluding the change in the value of some investments (IFRS adjustments), profit would have increased by 15.4%.

The international rating agency Standard and Poor's raised MAPFRE RE's rating to 'AA/stable outlook' (from 'AA-') and affirmed the ratings assigned to MAPFRE MUTUALIDAD, MAPFRE EMPRESAS and CORPORACIÓN MAPFRE.

As announced on 30th May, MAPFRE is adopting a new corporate structure. All of the Group's activities and entities will be integrated via a capital increase under the present listed holding company CORPORACIÓN MAPFRE, which will be renamed as MAPFRE, S.A.; FUNDACIÓN MAPFRE will hold the majority control of said listed holding company. With this reorganisation, MAPFRE submits itself entirely to the discipline and scrutiny of a listed company and ensures the valuation of all business activities, thereby raising considerably its market capitalisation, as well as its financial flexibility.

On 29th June the terms of the exchange ratio to be used for the capital increase were made public. Taking as a reference the usual timeframes needed to obtain the required regulatory approvals, the new corporate structure is expected to come into place at the beginning of 2007.

The pro forma profit and loss account for MAPFRE, S.A. to 30th June 2006 show a net result of €300.5 million.

The following table shows the development of the main operating units of the listed entity, together with the businesses which will be contributed to CORPORACIÓN MAPFRE (future MAPFRE, S.A.):

### **CORPORACIÓN MAPFRE / MAPFRE, S.A. (pro forma)**

	Revenues	% Var.	Net profit	% Var.	Combined ratio <sup>(1)</sup>	
					6M 06	6M 05
LIFE AND SAVINGS	<b>1,485.8</b>	-12.1%	<b>55.6</b>	1.5%	<b>0.9%</b>	0.9%
GENERAL INSURANCE	<b>785.6</b>	3.2%	<b>54.4</b>	27.4%	<b>90.7%</b>	92.0%
COMMERCIAL INSURANCE	<b>730.7</b>	13.2%	<b>41.9</b>	-2.1%	<b>81.2%</b>	83.9%
HEALTH	<b>399.1</b>	10.4%	<b>5.9</b>	15.7%	<b>96.3%</b>	96.9%
AMÉRICA	<b>1,132.7</b>	41.4%	<b>38.7</b>	17.3%	<b>102.2%</b>	101.4%
RE	<b>806.0</b>	9.1%	<b>43.7</b>	28.5%	<b>93.9%</b>	90.3%
ASISTENCIA	<b>210.3</b>	27.3%	<b>3.6</b>	0.0%	<b>92.4%</b>	93.2%
<b>CORPORACIÓN MAPFRE</b>	<b>5,368.4</b>	<b>8.7%</b>	<b>164.3</b>	<b>10.3%</b>	<b>94.9%</b>	<b>93.8%</b>
MAPFRE AUTOMÓVILES	<b>1,396.7</b>	8.7%	<b>123.4</b>	5.9%	<b>93.0%</b>	90.8%
MAPFRE AGROPECUARIA	<b>126.8</b>	24.3%	<b>4.8</b>	0.0%	<b>95.2%</b>	91.7%
MAPFRE SEGUROS GERAIS	<b>64.6</b>	14.7%	<b>2.6</b>	0.0%	<b>99.8%</b>	93.0%
MAPFRE AMÉRICA VIDA	<b>231.7</b>	71.0%	<b>1.7</b>	41.7%	<b>46.7%</b>	16.2%
<b>MAPFRE, S.A. (pro forma)</b>	<b>7,144.0</b>	<b>10.6%</b>	<b>300.5</b>	<b>9.7%</b>	<b>94.7%</b>	<b>92.1%</b>

Million euros

- 1) The figures for the LIFE AND SAVINGS OPERATING UNIT and MAPFRE AMERICA VIDA correspond to the expense ratio as a percentage of average third-party funds under management (annualised).

## ◆ OPERATING REVENUES

Direct insurance and accepted reinsurance premiums written by CORPORACIÓN MAPFRE and its subsidiaries were €4,420.7 million, an 11.1% increase over the first half of the previous year. Total revenues for CORPORACIÓN MAPFRE and its subsidiaries in the first half of 2006 reached €5,368.4 million, an 8.7% increase.

Pro forma direct insurance and accepted reinsurance premiums for MAPFRE, S.A. and its subsidiaries were €5,978 million, a rise of 10.8% compared to the first half of the previous year. Pro forma total operating revenues for MAPFRE, S.A. and its subsidiaries for the first half of 2006 amounted to €7,144 million, a 10.6% increase.

The aforementioned revenues breakdown by business line and type is shown in the following table:

### TOTAL REVENUES

	Written and accepted premiums		Income from investments		Other income		Total Revenues	
	6M 06	Var. %	6M 06	Var. %	6M 06	Var. %	6M 06	Var. %
LIFE AND SAVINGS	999.3	-6.8%	444.3	-22.1%	42.2	-11.5%	1,485.8	-12.1%
GENERAL INSURANCE	731.0	9.0%	37.7	-52.5%	16.9	48.2%	785.6	3.2%
COMMERCIAL INSURANCE	677.0	12.0%	35.4	53.9%	18.3	1.7%	730.7	13.2%
HEALTH	388.1	9.0%	5.8	26.1%	5.2	---	399.1	10.4%
Holding (non consolidated)	---	---	75.1	-53.8%	0.0	---	75.1	-53.9%
Adjustments	---	---	-81.9	-53.5%	-0.5	-98.0%	-82.4	-59.9%
MAPFRE-CAJA MADRID	2,795.4	3.5%	516.4	-22.2%	82.1	56.1%	3,393.9	-0.7%
INMUEBLES	---	---	0.1	-66.7%	54.7	---	54.8	---
QUAVITAE	---	---	---	---	50.6	35.3%	50.6	35.3%
Domestic Business	2,795.4	3.5%	516.5	-22.2%	187.4	74.2%	3,499.3	0.8%
AMÉRICA	1,039.0	41.9%	88.8	59.7%	4.9	-63.2%	1,132.7	41.4%
RE	713.6	7.0%	91.7	29.2%	0.7	-36.4%	806.0	9.1%
ASISTENCIA	146.1	18.3%	3.7	-7.5%	60.5	60.5%	210.3	27.3%
MAPFRE INTERNACIONAL <sup>(1)</sup>	17.9	193.4%	2.1	---	0.1	---	20.1	---
Adjustments	-291.3	16.8%	---	---	---	---	-291.3	16.8%
International Business	1,625.3	27.0%	186.3	42.6%	66.2	27.1%	1,877.8	28.4%
Holding (non consolidated)	---	---	65.2	-53.9%	0.6	-71.4%	65.8	-54.1%
Consolidation adjustments and other companies	---	---	-63.1	-61.1%	-11.4	-151.1%	-74.5	-46.7%
<b>CORPORACIÓN MAPFRE</b>	<b>4,420.7</b>	<b>11.1%</b>	<b>704.9</b>	<b>-8.9%</b>	<b>242.8</b>	<b>31.9%</b>	<b>5,368.4</b>	<b>8.7%</b>
MAPFRE AUTOMÓVILES	1,198.2	4.4%	124.5	71.7%	74.0	13.7%	1,396.7	8.7%
MAPFRE AGROPECUARIA	120.9	23.4%	4.6	48.4%	1.3	44.4%	126.8	24.3%
MAPFRE SEGUROS GERAIS	58.3	8.4%	4.8	108.7%	1.5	---	64.6	14.7%
MAPFRE AMÉRICA VIDA	208.7	74.8%	21.9	44.1%	1.1	22.2%	231.7	71.0%
Consolidation adjustments and other companies	-28.8	---	0.4	-94.9%	-15.8	-73.9%	-44.2	---
<b>MAPFRE, S.A.</b>	<b>5,978.0</b>	<b>10.8%</b>	<b>861.1</b>	<b>-1.6%</b>	<b>304.9</b>	<b>59.9%</b>	<b>7,144.0</b>	<b>10.6%</b>

Million euros

- 1) The figures for the first half of 2005 correspond to MAPFRE INSULAR. Figures for 2006 correspond to MAPFRE USA and MAPFRE INSULAR.

## Spain

Premiums written and accepted by the companies that operate primarily in Spain developed as follows in agents and CAJA MADRID bank channels:

### PREMIUMS BY CHANNEL (SPAIN)

	AGENTS CHANNEL			CAJA MADRID BANK CHANNEL			TOTAL		
	6M 06	6M 05	% Var.	6M 06	6M 05	% Var.	6M 06	6M 05	% Var.
LIFE	560.9	598.5	-6.3%	438.4	474.2	-7.5%	999.3	1,072.7	-6.8%
GENERAL INSURANCE	651.9	617.0	5.7%	79.1	53.4	48.1%	731.0	670.4	9.0%
COMMERCIAL INSURANCE	662.0	586.6	12.9%	15.0	18.0	-16.7%	677.0	604.6	12.0%
HEALTH	366.9	337.4	8.7%	21.2	18.8	12.8%	388.1	356.2	9.0%
Consolidation adjustments							---	-4.0	---
<b>MAPFRE-CAJA MADRID</b>	<b>2,241.7</b>	<b>2,139.5</b>	<b>4.8%</b>	<b>553.7</b>	<b>564.4</b>	<b>-1.9%</b>	<b>2,795.4</b>	<b>2,699.9</b>	<b>3.5%</b>
MAPFRE AUTOMÓVILES <sup>(1)</sup>	1,181.1	1,133.3	4.2%	17.1	13.9	23.0%	1,198.2	1,147.2	4.4%
MAPFRE AGROPECUARIA <sup>(1)</sup>	120.9	98.0	23.4%	---	---	---	120.9	98.0	23.4%

Million euros

(1) Businesses which will be contributed to CORPORACIÓN MAPFRE (future MAPFRE, S.A.).

In the LIFE ASSURANCE OPERATING UNIT the development of premiums in the first half of the year was characterised by:

- an increase of 7.3% in Life Savings premiums due to the winning of new group policies;
- sustained growth in retail protection products;
- the absence of externalisation transactions.

Premiums at the GENERAL INSURANCE OPERATING UNIT amounted to €731 million, a 9% rise. Premiums issued through CAJA MADRID have increased by 48.1%.

The COMMERCIAL INSURANCE OPERATING UNIT'S premiums grew 12%, despite strong competition, due to the expansion of the industrial and global risks businesses on an international basis.

MAPFRE CAJA SALUD recorded a 9% increase in premiums, which came primarily from group business.

Overall, the companies integrated under MAPFRE-CAJA MADRID HOLDING recorded a premiums volume of €2,795.4 million, a 3.5% increase.

The businesses that will be contributed to the future MAPFRE, S.A. recorded growth of 5.9% in their premiums volume:

- MAPFRE AUTOMOVILES recorded premiums growth of 4.4%, which exceeds the 3% estimated for the rest of the market. Of special mention is the expansion of business in the Madrid region (+9.0%);
- The 23.4% increase in premiums at MAPFRE AGROPECUARIA comes mainly from multi-peril insurance and the participation in the Combined Agricultural Insurance pool (Agroseguro).

The total investment income for the subsidiaries of CORPORACIÓN MAPFRE that operate primarily in Spain was €516.5 million, a decrease of 22.2% (€645.6 million on a pro forma basis, including the businesses that will be contributed to the future MAPFRE, S.A., a 12.7% decrease).

The remaining other income of CORPORACIÓN MAPFRE, which grew 74.2% in the first half of 2006 (51.3% increase in the case of the pro forma revenues of MAPFRE, S.A.), came primarily from companies that operate in business lines other than insurance. The following are of noteworthy mention:

- the stockbroking and mutual and pension funds management subsidiaries of MAPFRE VIDA, grouped under MAPFRE INVERSIÓN, whose revenues increased 25.1% over the previous year to €55.5 million;
- MAPFRE INMUEBLES recorded a 204.7% increase in booked revenues as a result of the delivery of two developments in Barcelona and Madrid;
- MAPFRE QUAVITAE, whose revenues rose by 35.3%. In the first half of 2006, this company opened a new nursing home in Valencia.

BANCO DE SERVICIOS FINANCIEROS CAJA MADRID-MAPFRE, which will be integrated under the future MAPFRE, S.A., recorded a 30.4% increase in revenues due to the strong growth in lending activity, driven mainly by consumer loans.

## International

Premiums written and accepted by the Units and Companies that operate primarily abroad evolved as follows:

<b>PREMIUMS (INTERNATIONAL)</b>			
	<b>6M 06</b>	<b>6M 05</b>	<b>% 06/05</b>
<b>MAPFRE AMÉRICA</b>	<b>1,039.0</b>	732.4	41.9%
<b>MAPFRE INTERNACIONAL <sup>(1)</sup></b>	<b>17.9</b>	6.1	193.4%
Subtotal Seguro Directo	<b>1,056.9</b>	738.5	43.1%
<b>REINSURANCE ACCEPTED</b>	<b>713.6</b>	666.8	7.0%
<b>ASISTENCIA</b>	<b>146.1</b>	123.5	18.3%
TOTAL AGGREGATE PREMIUMS	<b>1,916.6</b>	1,528.8	25.4%
Intragroup adjustments	<b>-291.3</b>	-249.3	16.8%
<b>International business</b>	<b>1,625.3</b>	1,279.5	27.0%
<b>MAPFRE AMÉRICA VIDA</b>	<b>208.7</b>	119.4	74.8%
<b>MAPFRE SEGUROS GERAIS</b>	<b>58.3</b>	53.8	8.4%
Intragroup adjustments	<b>-28.8</b>	-3.4	---
<b>MAPFRE S.A.</b>	<b>1,863.5</b>	1,449.3	28.6%

Million euros

(1) The figures for the first half of 2005 correspond to MAPFRE INSULAR. Figures for 2006 correspond to MAPFRE USA and MAPFRE INSULAR.

The direct insurance subsidiaries of MAPFRE AMÉRICA wrote in the first half of 2006 premiums amounting to €1,039 million, a 41.9% increase over the same period of the previous year. It is worth noting the growth achieved by the subsidiaries operating in Brazil (79.8%), Mexico (54.7%) and Argentina (43.7%).

The following table shows the growth rates of direct insurance premiums achieved in the various countries:

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### MAPFRE AMÉRICA: PREMIUMS

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COMPANY	6M 06	6M 05	% 06/05	Local
				Currency % 06/05
BRAZIL <sup>(1)</sup>	<b>301.2</b>	167.5	79.8%	71.3%
MEXICO	<b>182.7</b>	118.1	54.7%	62.3%
VENEZUELA	<b>156.2</b>	121.3	28.8%	30.5%
PUERTO RICO	<b>137.1</b>	118.5	15.7%	18.8%
ARGENTINA	<b>129.2</b>	89.9	43.7%	55.4%
OTHER COUNTRIES <sup>(2)</sup>	<b>132.6</b>	117.1	13.2%	---
<b>MAPFRE AMÉRICA</b>	<b>1,039.0</b>	732.4	41.9%	---

Million euros

(1) Figures for Brazil as at the end of June 2006 include the premiums of MAPFRE NOSSA CAIXA, which were €28.3 million.

(2) Includes Chile, Colombia, Dominican Republic, El Salvador, Paraguay, Peru, and Uruguay.

MAPFRE AMERICA VIDA, the holding company for the Latin American Life assurance subsidiaries, which operates in coordination with MAPFRE AMERICA and which will be integrated under the future MAPFRE, S.A., recorded an increase in premiums of 74.8%, to €208.7 million.

The following table shows the growth rates of direct insurance premiums achieved in the various countries:

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### MAPFRE AMÉRICA VIDA: PREMIUMS

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COMPANY	6M 06	6M 05	% 06/05	Local
				Currency % 06/05
BRAZIL	<b>164.2</b>	86.2	90.5%	81.4%
ARGENTINA	<b>4.2</b>	3.2	31.3%	42.0%
OTHER COUNTRIES <sup>(1)</sup>	<b>40.3</b>	30.0	34.3%	---
<b>MAPFRE AMÉRICA VIDA</b>	<b>208.7</b>	119.4	74.8%	---

Million euros

(1) Includes Chile, Colombia and Peru.

The volume of premiums of MAPFRE INTERNACIONAL and its subsidiaries reached €17.9 million.

In the accepted reinsurance business, MAPFRE RE and its subsidiaries recorded a consolidated volume of premiums of €713.6 million in the first half of 2006 (€666.8 million in the same period last year), representing a 7% increase. Retained premiums reached €471.7 million, equivalent to a 66.1% retention rate (67.9% as at June 2005).

The total revenues (premiums and revenues from the sale of services) of MAPFRE ASISTENCIA and its subsidiaries reached €210.3 million, a 27.3% increase over the previous year. It is worthwhile highlighting the increase in the pecuniary insurance line, which contributed €55 million to total premiums.

Lastly, MAPFRE SEGUROS GERAIS (Portugal) which will be integrated under the future MAPFRE, S.A., achieved a premiums volume of €58.3 million, an 8.4% increase. Of these, 63.4% corresponded to Motor Insurance, 18.9% to Workers Compensation schemes and the balance to other Non-life insurance lines.

The total investment income for the subsidiaries of CORPORACIÓN MAPFRE that operate primarily abroad was €186.3 million, a 42.6% increase (€13 million including the businesses that will be contributed to the future MAPFRE, S.A., a 43.8% increase).

## ◆ MANAGEMENT RATIOS

The consolidated Non-Life combined ratio of CORPORACIÓN MAPFRE as at June 2006 was 94.9%, vs. 93.8% in the same period of the previous year. The increase was driven mainly by the rise in the expense ratio at MAPFRE RE, due to the accrual of premiums, and by the expenses associated with the expansion of the distribution network of MAPFRE AMERICA. The pro forma Non-Life combined ratio of the future MAPFRE, S.A. was 94.7%. In the Life assurance business, the ratio of expenses as a percentage of funds under management remained stable.

The evolution of the main management ratios is shown in the following table:

### MANAGEMENT RATIOS

COMPANY	RATIOS					
	EXPENSE RATIO <sup>(1)</sup>		LOSS RATIO <sup>(2)</sup>		COMBINED RATIO <sup>(3)</sup>	
	6M 06	6M 05	6M 06	6M 05	6M 06	6M 05
<b>Companies operating primarily in Spain</b>						
GENERAL INSURANCE OP. UNIT	26.8%	27.3%	63.9%	64.7%	90.7%	92.0%
MAPRE EMPRESAS <sup>(4)</sup>	13.1%	13.9%	68.1%	70.0%	81.2%	83.9%
MAPFRE CAJA SALUD	15.4%	15.9%	80.9%	81.0%	96.3%	96.9%
MAPFRE-CAJA MADRID HOLDING	21.4%	21.7%	68.2%	68.9%	89.6%	90.6%
<b>Companies operating primarily abroad</b>						
MAPFRE AMERICA	33.9%	32.6%	68.3%	68.8%	102.2%	101.4%
MAPFRE RE	35.0%	31.0%	58.9%	59.3%	93.9%	90.3%
MAPFRE ASISTENCIA	23.0%	19.3%	69.4%	73.9%	92.4%	93.2%
MAPFRE VIDA <sup>(5)</sup>	0.9%	0.9%				
<b>CORPORACION MAPFRE (Consolidated)</b>	<b>28.3%</b>	<b>26.7%</b>	<b>66.6%</b>	<b>67.1%</b>	<b>94.9%</b>	<b>93.8%</b>
MAPFRE AUTOMÓVILES	12.8%	12.7%	80.2%	78.1%	93.0%	90.8%
MAPFRE AGROPECUARIA	21.4%	21.3%	73.8%	70.4%	95.2%	91.7%
MAPFRE SEGUROS GERAIS	24.4%	24.3%	75.4%	68.7%	99.8%	93.0%
MAPFRE AMÉRICA VIDA <sup>(5)</sup>	46.7%	16.2%				
BANCO SF CAJA MADRID - MAPFRE <sup>(6)</sup>	45.0%	50.6%				
<b>MAPFRE, S.A. (pro forma consolidated)</b>	<b>23.2%</b>	<b>21.4%</b>	<b>71.5%</b>	<b>70.7%</b>	<b>94.7%</b>	<b>92.1%</b>

<sup>(1)</sup> (Operating expenses, net of reinsurance + profit sharing and returns – other technical income + other technical expenses) / Net premiums earned.

<sup>(2)</sup> (Net claims incurred + variation of other technical reserves)/Net premiums earned. Figures correspond to the Non-Life account.

<sup>(3)</sup> Combined ratio = Expense ratio + Loss ratio. Figures correspond to the Non-Life account.

<sup>(4)</sup> Given the importance of credit opinion activities for MAPFRE CAUCIÓN y CRÉDITO, the net income from other activities of this subsidiary is added to the numerator of the expense ratio.

<sup>(5)</sup> Net operating expenses/average third-party funds under management. Annualised ratio.

<sup>(6)</sup> Cost/income ratio = (personnel costs + general administration costs)/ordinary revenues.

## ◆ RESULTS

The consolidated result of CORPORACIÓN MAPFRE, after tax, was €252.1 million (€225.5 million as at June 2005), an 11.8% increase. Profit after tax and minority shareholders reached €164.3 million, a rise of 10.3% with respect the same period last year.

The consolidated income statement is shown in the following table:

<b>CORPORACIÓN MAPFRE</b>			
	<b>6M 06</b>	<b>6M 05</b>	<b>% Var.</b>
<b>NON-LIFE INSURANCE AND REINSURANCE</b>			
Gross written and accepted premiums	3,381.8	2,873.1	17.7%
Premiums earned, net of ceded and retroceded reinsurance	2,187.1	1,901.0	15.0%
Net claims incurred and variation in other technical provisions	-1,455.8	-1,276.1	14.1%
Operating expenses, net of reinsurance	-590.7	-479.8	23.1%
Other technical income and expenses	-27.6	-27.4	0.7%
<b>Technical result</b>	<b>113.0</b>	<b>117.7</b>	<b>-4.0%</b>
Net financial income	159.5	105.6	51.0%
Other non-technical income and expenses	2.8	16.3	-82.8%
<b>Result of Non-life business</b>	<b>275.3</b>	<b>239.6</b>	<b>14.9%</b>
<b>LIFE ASSURANCE AND REINSURANCE</b>			
Gross written and accepted premiums	1,038.9	1,106.3	-6.1%
Premiums earned, net of ceded and retroceded reinsurance	973.0	1,032.5	-5.8%
Net claims incurred and variation in other technical provisions	-1,048.7	-1,375.6	-23.8%
Operating expenses, net of reinsurance	-83.3	-73.5	13.3%
Other technical income and expenses	-3.1	-5.9	-47.5%
<b>Technical result</b>	<b>-162.1</b>	<b>-422.6</b>	<b>-61.6%</b>
Net financial income	231.0	481.5	-52.0%
Unrealised gains and losses in Unit Linked products	2.9	12.0	-75.8%
Other non-technical income and expenses	0.9	-4.6	-119.6%
<b>Result of Life business</b>	<b>72.7</b>	<b>66.4</b>	<b>9.5%</b>
<b>OTHER BUSINESS ACTIVITIES</b>			
Operating income	212.6	119.5	77.9%
Operating expenses	-187.2	-109.4	71.1%
Net financial income	-5.8	13.1	-144.3%
Results from minority shareholdings	4.5	3.8	18.4%
Other net income	-0.9	0.4	---
<b>Results from other business activities</b>	<b>23.2</b>	<b>27.4</b>	<b>-15.3%</b>
<b>Result before tax and minority shareholders</b>	<b>371.2</b>	<b>333.4</b>	<b>11.3%</b>
Taxes	-119.1	-107.9	10.4%
<b>Result after tax</b>	<b>252.1</b>	<b>225.5</b>	<b>11.8%</b>
Result attributable to minority shareholders	-87.8	-76.5	14.8%
<b>Result after tax and minority shareholders</b>	<b>164.3</b>	<b>149.0</b>	<b>10.3%</b>
Non-life loss ratio <sup>(2)</sup>	66.6%	67.1%	
Non-life expense ratio <sup>(2)</sup>	28.3%	26.7%	
Non-life combined ratio <sup>(2)</sup>	94.9%	93.8%	
Life expense ratio <sup>(2)</sup>	1.1%	1.1%	

Million euros

(1) Ratios calculated over net premiums earned

(2) Net operating expenses/average third-party funds under management (annualised).

The pro forma attributable profit of the future MAPFRE, S.A. was € 300.5 million, representing a 9.8% increase.

The pro forma income statement is shown in the following table:

<b>MAPFRE, S.A. (pro forma)</b>			
	<b>6M 06</b>	<b>6M 05</b>	<b>% Var.</b>
<b>NON-LIFE INSURANCE AND REINSURANCE</b>			
Gross written and accepted premiums	4,730.4	4,170.2	13.4%
Premiums earned, net of ceded and retroceded reinsurance	3,430.8	3,055.2	12.3%
Net claims incurred and variation in other technical provisions	-2,453.5	-2,159.9	13.6%
Operating expenses, net of reinsurance	-771.4	-625.6	23.3%
Other technical income and expenses	-25.0	-29.0	-13.8%
Technical result	180.9	240.7	-24.8%
Net financial income and other non-technical income and expenses	288.0	174.4	65.1%
<b>Result of Non-life business</b>	<b>468.9</b>	<b>415.1</b>	<b>13.0%</b>
<b>LIFE ASSURANCE AND REINSURANCE</b>			
Gross written and accepted premiums	1,247.6	1,224.2	1.9%
Premiums earned, net of ceded and retroceded reinsurance	1,160.9	1,133.8	2.4%
Net claims incurred and variation in other technical provisions	-1,166.6	-1,465.4	-20.4%
Operating expenses, net of reinsurance	-159.9	-95.3	67.8%
Other technical income and expenses	-3.1	-6.0	-48.3%
Technical result	-168.7	-432.9	-61.0%
Net financial income and other non-technical income	241.8	489.2	-50.6%
Unrealised gains and losses in Unit Linked products	2.9	12.0	-75.8%
<b>Result of Life business</b>	<b>76.0</b>	<b>68.3</b>	<b>11.3%</b>
<b>OTHER BUSINESS ACTIVITIES</b>			
Operating income	257.6	140.4	83.5%
Operating expenses	-230.0	-126.6	81.7%
Other income and expenses	0.2	17.4	-98.9%
<b>Results from other business activities</b>	<b>27.8</b>	<b>31.2</b>	<b>-10.9%</b>
<b>Result before tax and minority shareholders</b>	<b>572.7</b>	<b>514.6</b>	<b>11.3%</b>
Taxes	-184.4	-165.6	11.4%
<b>Result after tax</b>	<b>388.3</b>	<b>349.0</b>	<b>11.3%</b>
Result attributable to minority shareholders	-87.8	-75.1	16.9%
<b>Result after tax and minority shareholders</b>	<b>300.5</b>	<b>273.9</b>	<b>9.7%</b>
Non-life loss ratio <sup>(2)</sup>	71.5%	70.7%	
Non-life expense ratio <sup>(2)</sup>	23.2%	21.4%	
Non-life combined ratio <sup>(2)</sup>	94.7%	92.1%	
Life expense ratio <sup>(2)</sup>	1.9%	1.3%	

Million euros

(1) Ratios calculated over net premiums earned

(2) Net operating expenses/average third-party funds under management (annualised).

The contribution of the various Units and Companies to the consolidated result is shown below.

## CONTRIBUTION TO THE CONSOLIDATED RESULT

	Net Result	Minority interests	Consolidation adjustments	Contribution to consolidated result 6M06	Contribution to consolidated result 6M 05
<b>INSURANCE ACTIVITIES</b>					
LIFE AND SAVINGS	55.6	-27.2	---	<b>28.4</b>	27.9
GENERAL INSURANCE	54.4	-26.7	---	<b>27.7</b>	25.4
COMMERCIAL INSURANCE	41.9	-20.5	---	<b>21.4</b>	16.9
MAPFRE CAJA SALUD	5.9	-2.9	---	<b>3.0</b>	2.6
Individual result and consolidation adjustments				<b>-1.0</b>	-0.3
MAPFRE-CAJA MADRID HOLDING				<b>79.5</b>	72.5
<b>OTHER ACTIVITIES</b>					
MAPFRE INMUEBLES	6.3	---	---	<b>6.3</b>	0.9
MAPFRE QUAVITAE	-0.3	0.1	---	<b>-0.2</b>	-0.4
<b>COMPANIES OPERATING MAINLY IN SPAIN</b>					
	163.8	-77.2	-1.0	<b>85.6</b>	73.0
MAPFRE AMÉRICA	38.7	-4.9	---	<b>33.8</b>	28.8
MAPFRE RE	43.7	-5.3	---	<b>38.4</b>	37.4
ASSISTANCE OPERATING UNIT	3.6	---	---	<b>3.6</b>	3.6
MAPFRE INTERNACIONAL <sup>(1)</sup>	1.3	---	---	<b>1.3</b>	0.6
<b>COMPANIES OPERATING MAINLY ABROAD</b>					
	87.3	-10.2	---	<b>77.1</b>	70.4
Other companies and consolidation adjustments				<b>1.6</b>	5.6
<b>CORPORACIÓN MAPFRE</b>					
				<b>164.3</b>	149.0
MAPFRE AUTOMÓVILES	123.4	---	---	<b>123.4</b>	116.5
MAPFRE AGROPECUARIA	4.8	---	---	<b>4.8</b>	4.8
MAPFRE SEGUROS GERAIS	2.6	-0.6	---	<b>2.0</b>	2.0
MAPFRE AMÉRICA VIDA	1.7	-0.2	---	<b>1.5</b>	1.1
BANCO DE SERVICIOS CAJA MADRID - MAPFRE	1.5	-0.8	---	<b>0.7</b>	2.3
Other companies and consolidation adjustments				<b>3.8</b>	-1.8
<b>CONTRIBUTED BUSINESSES</b>					
				<b>136.2</b>	124.9

Million euros

(1) The figures for the first half of 2005 correspond to MAPFRE INSULAR. Figures for 2006 correspond to MAPFRE USA and MAPFRE INSULAR.

◆ **BALANCE SHEET**

The total assets of CORPORACIÓN MAPFRE amounted to €27,358.9 million (€26,884.4 million as at June 2005), an increase of 1.8%. The consolidated investments of CORPORACIÓN MAPFRE amounted to €20,063 million. The decrease against the same period of the previous year is due to the rise in interest rates and the appreciation of the Euro vs. the US dollar and some Latin American currencies.

The net consolidated equity of CORPORACIÓN MAPFRE reached €3,168.3 million vs. €3,012.6 million at the end of the first half 2005. This figure has been affected positively by the results of the business units, and negatively by the reduction in the amount of the unrealised gains. Of this amount, €994.6 million correspond to the stake of minority shareholders in subsidiary companies, while €2,173.7 million corresponds to the shareholders of CORPORACION MAPFRE. The consolidated equity per share stood at to €9.1 per share as at June 2006 (€9.1 per share at year end 2005).

The consolidated balance sheet is shown below:

<b>CORPORACIÓN MAPFRE</b>			
	<b>6M 06</b>	<b>6M 05</b>	<b>% 06/05</b>
<b>ASSETS</b>			
Goodwill	593.8	519.1	14.4%
Fixed assets	521.8	461.4	13.1%
Investments	20,063.0	20,518.4	-2.2%
Participation by reinsurance in technical reserves	1,618.9	1,329.6	21.8%
Other assets	4,561.4	4,055.9	12.5%
<b>TOTAL ASSETS</b>	<b>27,358.9</b>	<b>26,884.4</b>	<b>1.8%</b>
<b>LIABILITIES</b>			
Shareholders' Equity	2,173.7	2,086.5	4.2%
Minority interests	994.6	926.1	7.4%
Debt	552.9	377.8	46.3%
Technical reserves	20,488.6	19,875.0	3.1%
- Life insurance reserves	14,216.1	14,625.9	-2.8%
- Other technical reserves	6,272.5	5,249.1	19.5%
Reserves for risks and expenses	123.8	175.2	-29.3%
Other liabilities	3,025.3	3,443.8	-12.2%
<b>TOTAL LIABILITIES</b>	<b>27,358.9</b>	<b>26,884.4</b>	<b>1.8%</b>

Million euros

MAPFRE, S.A.'s investments and cash pro forma reached €24,360.4 million, a 1.0% increase with respect the same period last year.

The key pro forma balance sheet figures for MAPFRE, S.A. is shown below:

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**MAPFRE, S.A. (pro forma)**

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	<b>6M 06</b>	6M 05	% 06/05
<b>Investments and cash</b>	<b>24,360.4</b>	24,123.4	1.0%
<b>Other tangible assets</b>	<b>7,371.2</b>	6,544.9	12.6%
<b>Technical reserves</b>	<b>-23,467.0</b>	-22,563.3	4.0%
- Life assurance reserves	<b>-14,516.6</b>	-14,809.2	-2.0%
- Other technical reserves	<b>-8,950.4</b>	-7,754.1	15.4%
<b>Financial debt</b>	<b>-653.0</b>	-379.7	72.0%
<b>Other liabilities</b>	<b>-3,718.1</b>	-4,156.5	-10.5%
<b>Minority interests</b>	<b>-947.1</b>	-878.7	7.8%
<b>Unrealised gains on real estate<sup>(1)</sup></b>	<b>595.2</b>	447.4	33.0%
<b>Adjusted Net Asset Value<sup>(2)</sup></b>	<b>3,541.6</b>	3,137.5	12.9%

Million euros

(1) Calculated assuming a tax rate of 15%, due to deductions for reinvestment.

(2) Assuming the issuance of 24,049,908 new shares at a price pf €15.96 each, to be delivered to mutual members.

◆ **ACQUISITIONS, PROJECTS AND DISPOSALS**

**Direct investments**

In the second quarter of 2006, CORPORACIÓN MAPFRE fully subscribed in cash for a capital increase of €7.8 million carried out by MAPFRE INTERNACIONAL.

## **Investments made by subsidiaries**

In the second quarter of the year, MAPFRE AMERICA CAUCIÓN Y CRÉDITO, a subsidiary of MAPFRE CAUCIÓN Y CRÉDITO, created a subsidiary in Mexico, MAPFRE FIANZAS, with a cash contribution of €4 million.

## **Financing**

The investments detailed above were paid for with available cash.

### **◆ CHANGE IN MAPFRE'S CORPORATE STRUCTURE**

As announced on 30th May, MAPFRE is adopting a new corporate structure. All of the Group's activities and entities will be integrated via a capital increase under the present listed holding company CORPORACIÓN MAPFRE, which will be renamed as MAPFRE, S.A.; FUNDACIÓN MAPFRE will hold the majority control of said listed holding company. With this reorganisation, MAPFRE submits itself entirely to the discipline and scrutiny of a listed company and ensures the valuation of all business activities, thereby raising considerably its market capitalisation, as well as its financial flexibility.

The change in the corporate structure will be carried out by means of:

- the transfer of MAPFRE MUTUALIDAD's insurance businesses (integrated within MAPFRE AUTOMÓVILES S.A.) and shareholdings to a newly created holding company: CARTERA MAPFRE;
- the donation to FUNDACIÓN MAPFRE of the stake in CARTERA MAPFRE owned by MAPFRE MUTUALIDAD, which will thereafter dissolve;
- the contribution by CARTERA MAPFRE of its shareholdings in operating companies to CORPORACIÓN MAPFRE (the future MAPFRE, S.A.) in a capital increase in-kind, without pre-emption rights, in exchange for 192,115,506 newly issued shares.

Mutual members can opt to receive their stake in the Mutual Equity Fund, which amounts to €383.8 million, in cash or in newly issued CORPORACIÓN MAPFRE shares.

On 29th June the terms of the exchange ratio to be used for the capital increase were made public. Taking as a reference the usual timeframes needed to obtain the required regulatory approvals, the new corporate structure is expected to come into place at the beginning of 2007.

◆ **STAFF**

As of 30th June 2006, CORPORACION MAPFRE, its subsidiaries and affiliates had a payroll of 20,724 employees, compared to 14,291 employees the previous year. The increase with respect to the previous year is due primarily to the inclusion of personnel from MAPFRE QUAVITAE employed in connection with activities run on behalf of the Public Administration (4,478 employees at June 2006). Eliminating this effect, the net increase amounted to 1,955 persons, mainly due to hirings at MAPFRE AMÉRICA and MAPRE ASISTENCIA, together with the consolidation of ENKEN SERVICIOS DE PREVENCIÓN and ENKEN ASISTENCIA within MAPFRE EMPRESAS.

The total staff figure consisted of 9,840 employees in Spain and 10,884 abroad.

The total number of employees of the future MAPFRE, S.A. as at 30th June 2006 was 27,077, against 20,318 at the end of June 2005.

## ADDITIONAL INFORMATION

### LIFE ASSURANCE OPERATING UNIT <sup>(1)</sup>: Key figures

	6M 06	6M 05	% 06/05
<b>Technical Reserves PGC/PCEA</b>	<b>13,272.6</b>	12,615.1	5.2%
IFRS adjustments	<b>908.1</b>	1,998.6	-54.6%
<b>Technical Reserves IFRS</b>	<b>14,180.7</b>	14,613.7	-3.0%
Mutual Funds	<b>3,436.0</b>	2,956.8	16.2%
Pension Funds	<b>1,307.4</b>	1,156.6	13.0%
<b>Third-party funds under management</b>	<b>18,924.1</b>	18,727.1	1.1%
Gross written and accepted premiums	<b>999.3</b>	1,072.7	-6.8%
Net premiums earned	<b>926.0</b>	1,002.4	-7.6%
Underwriting and financial result	<b>61.5</b>	62.3	-1.3%
Other business activities	<b>22.9</b>	20.8	10.1%
Gross result <sup>(2)</sup>	<b>84.4</b>	83.1	1.6%
Net result	<b>55.6</b>	54.8	1.5%
Investments	<b>14,796.1</b>	15,366.4	-3.7%
Shareholders' equity	<b>579.9</b>	584.1	-0.7%
Expense Ratio <sup>(3)</sup>	<b>0.9%</b>	0.9%	

Million euros

- 1) The figures for the first half of the previous year include the Life assurance business of MAPFRE EMPRESAS, which was transferred to MAPFRE VIDA in the fourth quarter of 2005, with retroactive effect from 01.01.2005.
- 2) Before taxes and minority interests.
- 3) Net operating expenses/average third-party funds under management (annualised).

### LIFE ASSURANCE OPERATING UNIT: Breakdown of gross premiums written

	6M 06	6M 05	% 06/05
<b>Regular Premiums</b>	<b>210.9</b>	<b>218.5</b>	-3.5%
- Agents channel	195.9	194.8	0.6%
- Bank channel	15.0	23.7	-36.7%
<b>Single Premiums</b>	<b>616.8</b>	<b>552.7</b>	11.6%
- Agents channel	253.4	193.4	31.0%
- Bank channel	363.4	359.3	1.1%
<b>Life premiums - Savings</b>	<b>827.7</b>	<b>771.2</b>	7.3%
<b>Externalisation</b>	<b>0.0</b>	<b>148.6</b>	---
- Agents channel	0.0	105.8	---
- Bank channel	0.0	42.8	---
<b>Sub-total</b>	<b>827.7</b>	<b>919.8</b>	-10.0%
<b>Life Premiums - Protection</b>	<b>171.6</b>	<b>152.9</b>	12.2%
- Agents channel	111.6	104.5	6.8%
- Bank channel	60.0	48.4	24.0%
<b>TOTAL PREMIUMS</b>	<b>999.3</b>	<b>1,072.7</b>	-6.8%
- Agents channel	560.9	598.5	-6.3%
- Bank channel	438.4	474.2	-7.5%

Million euros

## LIFE ASSURANCE OPERATING UNIT: Breakdown of funds under management

	6M 06	6M 05	% 06/05
Regular premiums insurance	<b>4,330.4</b>	4,389.7	-1.4%
- Agents channel	<b>3,983.8</b>	4,051.6	-1.7%
- Bank channel	<b>346.6</b>	338.1	2.5%
Single premiums insurance	<b>9,357.0</b>	9,787.9	-4.4%
- Agents channel	<b>4,717.5</b>	5,078.5	-7.1%
- Bank channel	<b>4,639.5</b>	4,709.4	-1.5%
Life assurance - Protection	<b>171.3</b>	138.5	23.7%
- Agents channel	<b>37.3</b>	33.1	12.7%
- Bank channel	<b>134.0</b>	105.4	27.1%
Mathematical reserves	<b>13,858.7</b>	14,316.1	-3.2%
Other reserves	<b>322.0</b>	297.6	8.2%
<b>TOTAL TECHNICAL RESERVES</b>	<b>14,180.7</b>	14,613.7	-3.0%
Mutual funds and managed portfolios	<b>3,436.0</b>	2,956.8	16.2%
Pension funds	<b>1,307.4</b>	1,156.6	13.0%
- Individual system	<b>1,154.8</b>	1,015.1	13.8%
- Employers' system	<b>152.6</b>	141.5	7.8%
<b>TOTAL MANAGED SAVINGS</b>	<b>18,924.1</b>	18,727.1	1.1%

Million euros

## LIFE ASSURANCE OPERATING UNIT: variation in funds under management

	6M 06	6M 05
Technical reserves	<b>-540.3</b>	1,130.7
> Variation under PGC/PGEA <sup>(2)</sup>	<b>381.1</b>	456.5
Mutual funds	<b>338.9</b>	276.7
> Net sales	<b>38.7</b>	19.6
Pension funds	<b>20.0</b>	53.4
> Net sales	<b>13.4</b>	17.0

Million euros

## MAPFRE SEGUROS GENERALES: Key figures

	6M 06	6M 05	% 06/05
Operating income	<b>731.0</b>	670.4	9.0%
- Burial insurance	<b>206.6</b>	199.2	3.7%
- Other business lines	<b>524.4</b>	471.2	11.3%
Net premiums earned	<b>526.9</b>	477.9	10.3%
Underwriting result	<b>48.0</b>	36.9	30.1%
Net financial income	<b>31.3</b>	27.9	12.2%
Other business activities	<b>3.1</b>	1.8	72.2%
Gross result <sup>(1)</sup>	<b>82.4</b>	66.6	23.7%
Net result	<b>54.4</b>	42.7	27.4%
Investments	<b>1,145.7</b>	946.1	21.1%
Technical reserves	<b>1,383.4</b>	1,197.4	15.5%
Shareholders' equity	<b>310.8</b>	290.6	7.0%
Non-life loss ratio <sup>(2)</sup>	<b>63.9%</b>	64.7%	
Non-life expense ratio <sup>(2)</sup>	<b>26.8%</b>	27.3%	
Non-life combined ratio <sup>(2)</sup>	<b>90.7%</b>	92.0%	

Million euros

- 1) Before taxes and minority interests.
- 2) Ratios as a % of net premiums earned.

## MAPFRE EMPRESAS<sup>(1)</sup>: Key figures

	6M 06	6M 05	% 06/05
Gross written and accepted premiums	<b>677.0</b>	604.6	12.0%
- Industrial business	<b>290.7</b>	272.9	6.5%
- Large Risks business	<b>313.1</b>	260.5	20.2%
- Credit and Surety business	<b>73.2</b>	71.2	2.8%
Net premiums earned	<b>219.3</b>	197.6	11.0%
Underwriting result	<b>41.2</b>	31.7	30.0%
Net financial income	<b>23.1</b>	31.9	-27.6%
Other business activities	<b>1.6</b>	1.7	-5.9%
Gross result <sup>(2)</sup>	<b>65.9</b>	65.3	0.9%
Net result	<b>41.9</b>	42.8	-2.1%
Investments	<b>1,106.0</b>	946.7	16.8%
Technical reserves	<b>2,075.1</b>	1,719.1	20.7%
Shareholders' equity	<b>268.0</b>	257.6	4.0%
Non-life loss ratio <sup>(3)</sup>	<b>68.1%</b>	70.0%	
Non-life expense ratio <sup>(3)</sup>	<b>13.1%</b>	13.9%	
Non-life combined ratio <sup>(3)</sup>	<b>81.2%</b>	83.9%	

Million euros

- 1) The figures for the first half of 2005 do not include the Life assurance business, which was transferred to MAPFRE VIDA in the fourth quarter 2005, with retroactive effect from 01.01.2005.
- 2) Before taxes and minority interests.
- 3) Ratios as a % of net premiums earned.
- 4) Given the importance of credit opinion activities for MAPFRE CAUCIÓN y CRÉDITO, the net income from other activities of this subsidiary is added to the numerator of the expense ratio

## MAPFRE CAJA SALUD: Key figures

	6M 06	6M 05	% 06/05
Gross written and accepted premiums	<b>388.1</b>	356.2	9.0%
- Agency network <sup>(1)</sup>	<b>366.9</b>	337.4	8.7%
- Bank network	<b>21.2</b>	18.8	12.8%
Net premiums earned	<b>191.9</b>	175.7	9.2%
Underwriting result	<b>7.2</b>	5.3	35.8%
Net financial income	<b>4.9</b>	4.3	14.0%
Other business activities	<b>-2.6</b>	-1.3	-100.0%
Gross result <sup>(2)</sup>	<b>9.5</b>	8.3	14.5%
Net result	<b>5.9</b>	5.1	15.7%
Investments	<b>73.8</b>	102.5	-28.0%
Technical reserves	<b>269.2</b>	237.5	13.3%
Shareholders' equity	<b>111.4</b>	100.3	11.1%
Non-life loss ratio <sup>(3)</sup>	<b>80.9%</b>	81.0%	
Non-life expense ratio <sup>(3)</sup>	<b>15.4%</b>	15.9%	
Non-life combined ratio <sup>(3)</sup>	<b>96.3%</b>	96.9%	

Million euros

- 1) Including brokers.
- 2) Before taxes and minority interests.
- 3) Ratios as a % of net premiums earned.

## MAPFRE AMÉRICA: Key figures

	6M 06	6M 05	% 06/05
Gross written and accepted premiums	<b>1,039.0</b>	732.4	41.9%
Net premiums earned	<b>732.0</b>	549.0	33.3%
Underwriting result	<b>-15.8</b>	-7.6	107.9%
Net financial income	<b>67.6</b>	48.4	39.7%
Other business activities	<b>-1.2</b>	3.8	---
Gross result <sup>(1)</sup>	<b>50.6</b>	44.6	13.5%
Net result	<b>38.7</b>	33.0	17.3%
Investments	<b>1,298.3</b>	1,254.3	3.5%
Technical reserves	<b>1,302.1</b>	1,090.0	19.5%
Shareholders' equity	<b>767.2</b>	704.4	8.9%
Non-life loss ratio <sup>(2)</sup>	<b>68.3%</b>	68.8%	
Non-life expense ratio <sup>(2)</sup>	<b>33.9%</b>	32.6%	
Non-life combined ratio <sup>(2)</sup>	<b>102.2%</b>	101.4%	

Million euros

- 1) Before taxes and minority interests.
- 2) Ratios as a % of net premiums earned.

## MAPFRE RE: Key figures

	6M 06	6M 05	% 06/05
Gross written and accepted premiums	<b>713.6</b>	666.8	7.0%
- of which Life premiums	<b>49.6</b>	52.4	-5.3%
Net premiums earned	<b>438.3</b>	437.7	0.1%
Underwriting result	<b>29.7</b>	45.1	-34.1%
Net financial income	<b>37.7</b>	15.5	143.2%
Other business activities	<b>-1.3</b>	-1.9	-31.6%
Gross result <sup>(1)</sup>	<b>66.1</b>	58.7	12.6%
Net result	<b>43.7</b>	34.0	28.5%
Investments	<b>1,649.4</b>	1,521.4	8.4%
Technical reserves	<b>1,576.0</b>	1,261.8	24.9%
Shareholders' equity	<b>623.3</b>	652.1	-4.4%
Non-life loss ratio <sup>(2)</sup>	<b>58.9%</b>	59.3%	
Non-life expense ratio <sup>(2)</sup>	<b>35.0%</b>	31.0%	
Non-life combined ratio <sup>(2)</sup>	<b>93.9%</b>	90.3%	

Million euros

1) Before taxes and minority interests

2) Ratios as a % of net premiums earned

## MAPFRE ASISTENCIA: Key figures

	6M 06	6M 05	% 06/05
Operating income	<b>210.4</b>	165.1	27.4%
- Gross written and accepted premiums	<b>146.1</b>	123.5	18.3%
- Other income	<b>64.3</b>	41.6	54.6%
Net premiums earned	<b>115.8</b>	90.0	28.7%
Underwriting result	<b>8.8</b>	6.0	46.7%
Net financial income	<b>-1.8</b>	0.4	---
Other business activities	<b>-2.3</b>	-2.1	9.5%
Gross result <sup>(1)</sup>	<b>4.7</b>	4.3	9.3%
Net result	<b>3.6</b>	3.6	0.0%
Investments	<b>40.5</b>	40.4	0.2%
Technical reserves	<b>147.2</b>	113.2	30.0%
Shareholders' equity	<b>88.5</b>	82.7	7.0%
Non-life loss ratio <sup>(2)</sup>	<b>69.4%</b>	73.9%	
Non-life expense ratio <sup>(2)</sup>	<b>23.0%</b>	19.3%	
Non-life combined ratio <sup>(2)</sup>	<b>92.4%</b>	93.2%	

Million euros

1) Before taxes and minority interests.

2) Ratios as a % of net premiums earned

## Contributed businesses: MAPFRE AUTOMOVILES - key figures

	6M 06	6M 05	% 06/05
Gross written and accepted premiums	<b>1,198.2</b>	1,147.2	4.4%
Net premiums earned	<b>1,105.1</b>	1,033.6	6.9%
Underwriting result	<b>77.7</b>	95.5	-18.6%
Net financial income	<b>93.4</b>	60.5	54.4%
Other business activities	<b>12.6</b>	17.1	-26.3%
Gross result <sup>(1)</sup>	<b>183.7</b>	173.1	6.1%
Net result	<b>123.4</b>	116.5	5.9%
Fixed assets	<b>296.1</b>	276.3	7.2%
Investments	<b>2,321.5</b>	2,048.9	13.3%
- Real estate	<b>416.1</b>	373.5	11.4%
- Other investments and cash	<b>1,905.4</b>	1,675.4	13.7%
Technical reserves	<b>2,349.2</b>	2,193.5	7.1%
Non-life loss ratio <sup>(2)</sup>	<b>80.2%</b>	78.1%	
Non-life expense ratio <sup>(2)</sup>	<b>12.8%</b>	12.7%	
Non-life combined ratio <sup>(2)</sup>	<b>93.0%</b>	90.8%	

Million euros

1) Before taxes.

2) Ratios as a % of net premiums earned.

## Contributed businesses: MAPFRE AGROPECUARIA - key figures

	6M 06	6M 05	% 06/05
Gross written and accepted premiums	<b>120.9</b>	98.0	23.4%
Net premiums earned	<b>95.9</b>	77.2	24.2%
Underwriting result	<b>4.6</b>	6.4	-28.1%
Net financial income	<b>3.3</b>	2.4	37.5%
Other business activities	<b>-0.6</b>	-1.5	-60.0%
Gross result <sup>(1)</sup>	<b>7.3</b>	7.3	0.0%
Net result	<b>4.8</b>	4.8	0.0%
Investments	<b>201.3</b>	164.3	22.5%
Technical reserves	<b>199.7</b>	143.7	39.0%
Shareholders' equity	<b>106.8</b>	97.3	9.8%
Non-life loss ratio <sup>(2)</sup>	<b>73.8%</b>	70.4%	
Non-life expense ratio <sup>(2)</sup>	<b>21.4%</b>	21.3%	
Non-life combined ratio <sup>(2)</sup>	<b>95.2%</b>	91.7%	

Million euros

1) Before taxes.

2) Ratios as a % of net premiums earned.

## Contributed businesses: BANCO DE SERVICIOS FINANCIEROS CAJA MADRID-MAPFRE - key figures

	6M 06	6M 05	% 06/05
Net interest income	<b>40.5</b>	32.2	25.8%
Ordinary revenues	<b>41.3</b>	33.4	23.7%
Operating profits	<b>21.9</b>	15.5	41.3%
General provisions	<b>-19.0</b>	-8.2	131.7%
Profit before tax	<b>3.5</b>	8.8	-60.2%
Net attributable profit	<b>1.5</b>	4.7	-68.1%
Lending portfolio (net)	<b>3,966.9</b>	2,790.1	42.2%
Shareholders' equity	<b>297.5</b>	229.9	29.4%
Cost/income ratio <sup>(1)</sup>	<b>45.0%</b>	50.6%	
NPL ratio	<b>1.5%</b>	1.4%	
Coverage ratio	<b>158.4%</b>	171.2%	
BIS ratio	<b>9.4%</b>	9.1%	

Million euros

1) Operating expenses / Ordinary revenues

## Contributed businesses: MAPFRE SEGUROS GERAIS - key figures

	6M 06	6M 05	% 06/05
Gross written and accepted premiums	<b>58.3</b>	53.8	8.4%
Net premiums earned	<b>42.2</b>	38.1	10.8%
Underwriting result	<b>0.1</b>	2.7	-96.3%
Net financial income	<b>4.2</b>	2.1	100.0%
Other business activities	<b>-0.3</b>	-0.8	-62.5%
Gross result <sup>(1)</sup>	<b>4.0</b>	4.0	0.0%
Net result	<b>2.6</b>	2.6	0.0%
Investments	<b>105.2</b>	85.6	22.9%
Technical reserves	<b>101.3</b>	90.8	11.6%
Shareholders' equity	<b>66.4</b>	65.1	2.0%
Non-life loss ratio <sup>(2)</sup>	<b>75.4%</b>	68.7%	
Non-life expense ratio <sup>(2)</sup>	<b>24.4%</b>	24.3%	
Non-life combined ratio <sup>(2)</sup>	<b>99.8%</b>	93.0%	

Million euros

1) Before taxes.

2) Ratios as a % of net premiums earned.

## Contributed businesses: MAPFRE AMÉRICA VIDA - key figures

	6M 06	6M 05	% 06/05
Gross written and accepted premiums	208.7	119.4	74.8%
Net premiums earned	187.9	101.4	85.3%
Underwriting result	3.3	1.9	73.7%
Gross result <sup>(1)</sup>	3.3	1.9	73.7%
Net result	1.7	1.2	41.7%
Investments	373.3	285.0	31.0%
Technical reserves	383.8	271.4	41.4%
Shareholders' equity	74.0	68.6	7.9%
Expenses ratio <sup>(2)</sup>	46.7%	16.2%	

Million euros

1) Before taxes and minority interests.

2) Operating expenses/ average technical reserves (annualised)

## CORPORACIÓN MAPFRE: Statement of changes in equity

STATEMENT OF CHANGES IN EQUITY	Share capital	Reserves	Valuation adjusts.	Translation differences	Result	Minority interests	Total Equity
<b>Balance as at 31/12/05</b>	<b>119,5</b>	<b>1.822,3</b>	<b>135,7</b>	<b>47,6</b>	<b>78,3</b>	<b>975,7</b>	<b>3.179,1</b>
Distribution of previous year's result		-35,7				-14,8	-50,5
Additions and deductions accounted for directly in equity <sup>(1)</sup>		0,5	-34,3	-46,2		-10,1	-90,1
Quarterly result					86,0	43,8	129,8
<b>Balance as at 31/03/06</b>	<b>119,5</b>	<b>1.787,1</b>	<b>101,4</b>	<b>1,4</b>	<b>164,3</b>	<b>994,6</b>	<b>3.168,3</b>

Million euros

1) Includes, net of tax the results arising from: changes in the market value of investments available for sale; coverage of cash flows; exchange rate differences; other items.

## MAPFRE, S.A.: Reconciliation with the results of SISTEMA MAPFRE

	6M 06	6M 05
<b>Result before tax and minority shareholders - MAPFRE S.A.</b>	<b>572.7</b>	<b>514.6</b>
Taxes	-166.1	-148.2
<b>Result after tax</b>	<b>406.6</b>	<b>366.4</b>
Result attributable to minority shareholders	-162.2	-140.9
<b>Result after tax and minority shareholders - SISTEMA MAPFRE</b>	<b>244.4</b>	<b>225.5</b>

Million euros

**CORPORACIÓN MAPFRE / MAPFRE, S.A.: Elimination of internal reinsurance ceded to MAPFRE RE**

	<u>Technical reserves</u>		<u>Gross written and accepted premiums</u>	
	<u>6M06</u>	<u>6M05</u>	<u>6M06</u>	<u>6M05</u>
<b>CORPORACIÓN MAPFRE</b>	<b>-470.4</b>	<b>-393.1</b>	<b>-285.3</b>	<b>-261.6</b>
<b>MAPFRE, S.A.</b>	<b>-38.9</b>	<b>-165.7</b>	<b>-16.5</b>	<b>-3.4</b>

Million euros

**CORPORACIÓN MAPFRE: Breakdown of equity by Units and Businesses**

	<u>6M 06</u>		<u>Equity 6M 05</u>		<u>% Var.</u>	
	<u>Share of</u>		<u>Share of</u>		<u>Controlling</u>	
	<u>Controlling shareholder</u>	<u>Minorities</u>	<u>Controlling shareholder</u>	<u>Minorities</u>	<u>shareholder</u>	<u>Minorities</u>
MAPFRE VIDA	295.7	284.2	297.9	286.2	-0.7%	-0.7%
MAPFRE SEGUROS GENERALES	158.5	152.3	148.2	142.4	7.0%	7.0%
MAPFRE EMPRESAS	136.7	131.3	131.3	126.3	4.1%	4.0%
MAPFRE CAJA SALUD	56.8	54.6	51.2	49.1	10.9%	11.2%
Consolidation adjustments/minority interests	145.9	140.0	125.9	120.9	15.9%	15.8%
<b>MAPFRE-CAJA MADRID</b>	<b>793.6</b>	<b>762.4</b>	<b>754.5</b>	<b>724.9</b>	<b>5.2%</b>	<b>5.2%</b>
MAPFRE AMÉRICA	671.0	96.2	615.8	88.6	9.0%	8.6%
MAPFRE RE	547.9	75.4	573.3	78.8	-4.4%	-4.3%
MAPFRE ASISTENCIA	88.5	---	82.7	---	7.0%	---
OTHER COMPANIES	181.6	18.9	83.9	18.6	116.4%	1.6%
Consolidation adjustments/minority interests	-108.9	41.7	-23.7	15.2	---	174.3%
<b>CORPORACIÓN MAPFRE</b>	<b>2,173.7</b>	<b>994.6</b>	<b>2,086.5</b>	<b>926.1</b>	<b>4.2%</b>	<b>7.4%</b>

Million euros

## CONTRIBUTED BUSINESSES: Pro forma income statement

	6M 06	6M 05	Var. %
<b>NON-LIFE INSURANCE AND REINSURANCE</b>			
Gross written and accepted premiums	1,348.6	1,297.1	4.0%
Premiums earned, net of ceded and retroceded reinsurance	1,243.7	1,154.2	7.8%
Net claims incurred and variation in other technical provisions	-997.7	-883.8	12.9%
Operating expenses, net of reinsurance	-180.7	-145.8	23.9%
Other technical income and expenses	2.6	-1.5	---
<b>Technical result</b>	67.9	123.1	-44.8%
Net financial income	114.3	54.0	111.7%
Other non-technical income and expenses	11.4	-1.8	---
<b>Result of Non-life business</b>	<b>193.6</b>	<b>175.3</b>	<b>10.4%</b>
<b>LIFE ASSURANCE AND REINSURANCE</b>			
Gross written and accepted premiums	208.7	117.9	77.0%
Premiums earned, net of ceded and retroceded reinsurance	187.9	101.3	85.5%
Net claims incurred and variation in other technical provisions	-117.9	-89.7	31.4%
Operating expenses, net of reinsurance	-76.6	-21.8	---
Other technical income and expenses	0.0	-0.1	---
<b>Technical result</b>	-6.6	-10.3	-35.9%
Net financial income	9.9	12.4	-20.2%
Unrealised gains and losses in Unit Linked products	---	---	---
Other non-technical income and expenses	---	---	---
<b>Result of Life business</b>	<b>3.3</b>	<b>2.1</b>	<b>57.1%</b>
<b>OTHER BUSINESS ACTIVITIES</b>			
Operating income	45.9	20.9	119.6%
Operating expenses	-42.8	-17.3	147.4%
Net financial income	0.7	0.3	133.3%
Results from minority shareholdings	0.7	---	---
Other net income	0.1	---	---
<b>Results from other business activities</b>	<b>4.6</b>	<b>3.9</b>	<b>17.9%</b>
<b>Result before tax and minority shareholders</b>	<b>201.5</b>	<b>181.3</b>	<b>11.1%</b>
Taxes	-65.3	-57.9	12.8%
<b>Result after tax</b>	<b>136.2</b>	<b>123.4</b>	<b>10.4%</b>
Result attributable to minority shareholders	0.0	1.5	---
<b>Result after tax and minority shareholders</b>	<b>136.2</b>	<b>124.9</b>	<b>9.0%</b>
Non-life loss ratio <sup>(1)</sup>	80.2%	76.6%	
Non-life expense ratio <sup>(1)</sup>	14.3%	12.8%	
Non-life combined ratio <sup>(1)</sup>	94.5%	89.3%	

Million euros

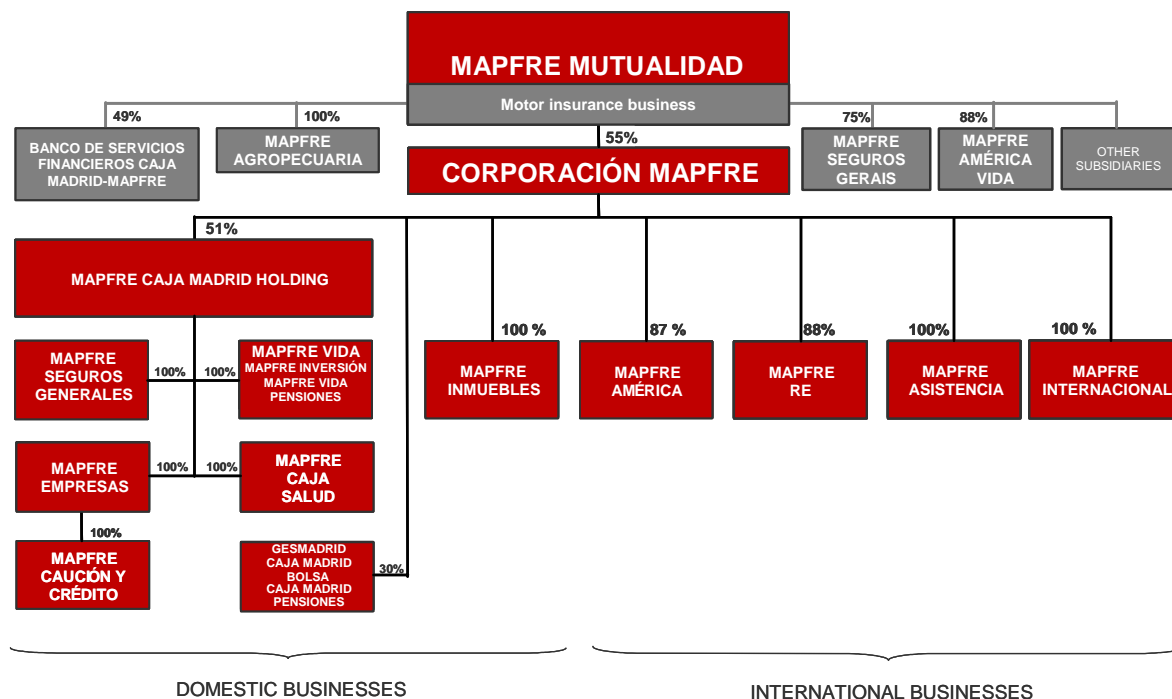
1) Ratios calculated over net premiums earned

## CONTRIBUTED BUSINESSES: Pro forma balance sheet

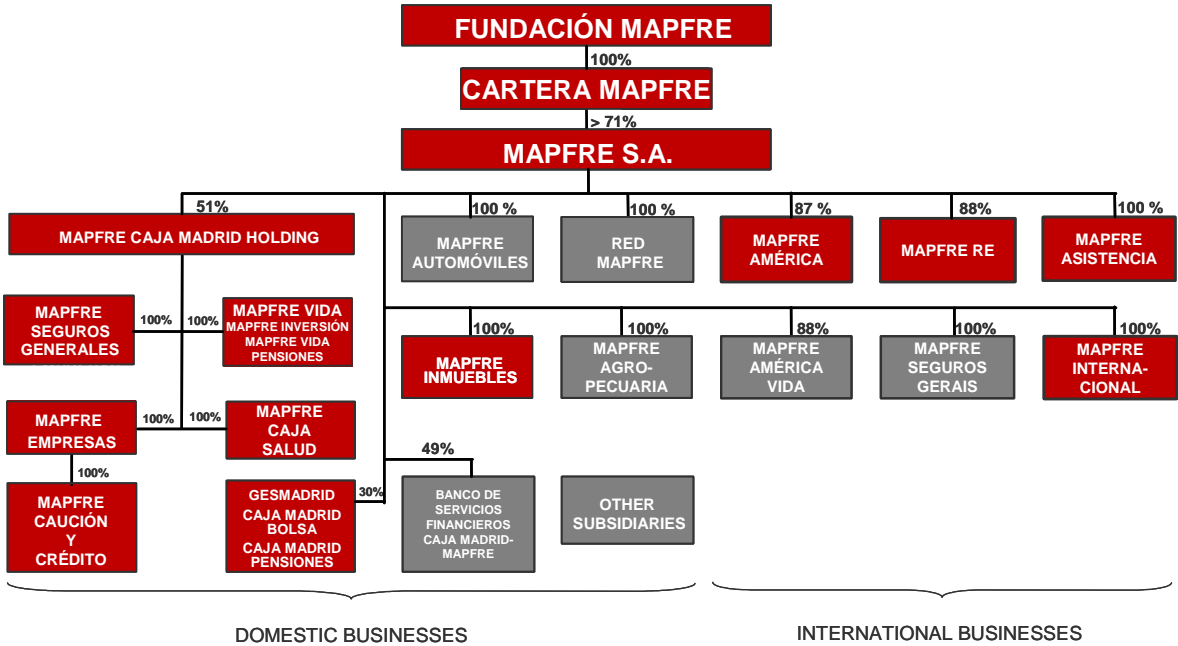
	6M 06	6M 05	% 06/05
<b>ASSETS</b>			
Goodwill	2.6	1.6	62.5%
Fixed assets	564.4	440.9	28.0%
Investments	3,073.0	2,604.5	18.0%
Participation of reinsurance in technical reserves <sup>(1)</sup>	-2.3	24.9	---
Other assets	1,016.7	917.1	10.9%
<b>TOTAL ASSETS</b>	<b>4,654.4</b>	<b>3,989.0</b>	<b>16.7%</b>
<b>LIABILITIES</b>			
Shareholders' equity	1,054.5	808.6	30.4%
Minority interests <sup>(1)</sup>	-47.5	-47.4	0.2%
Debt	100.1	1.9	---
Technical reserves	2,978.3	2,688.4	10.8%
- Life assurance reserves	300.4	183.3	63.9%
- Other technical reserves	2,677.9	2,505.1	6.9%
Reserves for risks and expenses	51.7	37.1	39.4%
Other liabilities	517.3	500.4	3.4%
<b>TOTAL LIABILITIES</b>	<b>4,654.4</b>	<b>3,989.0</b>	<b>16.7%</b>

Million euros

## CORPORACIÓN MAPFRE: Current organisational chart



**MAPFRE S.A.: Expected organisational chart**



A presentation for analysts and investors, that complements and completes the information contained herein, is simultaneously being released (accessible at [www.mapfre.com](http://www.mapfre.com)).

**(1) ISSUANCE, PARTIAL OR COMPLETE REPAYMENT OF FINANCIAL BORROWINGS**

No transactions of this nature were carried out in the period.

**(2) SECURITIES ISSUED BY THIRD PARTIES AND GUARANTEED BY THE GROUP**

No transactions of this nature were carried out in the period.

## DIVIDENDS DISTRIBUTED DURING THE PERIOD

		<b>% based on nominal</b>	<b>Euros per Share</b>	<b>Amount (€ '000)</b>
1. Ordinary Shares	3100	30	0.15	35,835
2. Preference Shares	3110	--	--	--
3. Redeemable Shares	3115	--	--	--
4. Non-voting Shares	3120	--	--	--

### Further information on dividend payments (interim, supplementary, etc.)

The following dividends were paid in the fiscal year:

Supplementary dividend, paid out of the results for fiscal year 2005 on 5 May 2006; shares numbered 1 to 238,900,706 collected €0.15 gross per share.

#### XIV. TRANSACTIONS WITH RELATED PARTIES

##### 1. TRANSACTIONS CARRIED OUT WITH SIGNIFICANT SHAREHOLDERS OF THE COMPANY

Code	Description of the transaction	S/G <sup>1</sup>	Present/Previous <sup>2</sup>	Amount (€ thousand)	Gain/Loss (€ thousand)	Short-term/Long-term	Related party

Other (033): Accepted and ceded reinsurance transactions.

##### 2. TRANSACTIONS CARRIED OUT WITH MANAGERS OF THE COMPANY

Code	Description of the transaction	S/G	Present/Previous	Amount (€ thousand)	Gain/Loss (€ thousand)	Short-term/Long-term	Related party

##### 3. TRANSACTIONS CARRIED OUT AMONG STAFF, COMPANIES OR ENTITIES OF THE GROUP

Code	Description of the transaction	S/G	Present/Previous	Amount (€ thousand)	Gain/Loss (€ thousand)	Short-term/Long-term	Related party

##### 4. TRANSACTIONS WITH OTHER RELATED PARTIES

Code	Description of the transaction	S/G	Present/Previous	Amount (€ thousand)	Gain/Loss (€ thousand)	Short-term/Long-term	Related party

<sup>1</sup> S = single transaction; G = Group of transactions.

<sup>2</sup> Present = transactions commenced and ended within the fiscal year; Previous = transactions commenced in previous fiscal years and not yet ended at the close of the fiscal year under consideration.