

**SISTEMA MAPFRE RECORDED REVENUES OF €3,402 MILLION AND
A NET PROFIT OF €177 MILLION UNDER IFRS AT THE CLOSE OF MARCH 2005**

**CORPORACIÓN MAPFRE, THE GROUP'S LISTED HOLDING COMPANY,
INCREASED ITS NET PROFIT BY 21.3%**

SISTEMA MAPFRE and its listed holding company CORPORACIÓN MAPFRE are releasing for the first time their results prepared in accordance with International Financial Reporting Standards (IFRS). The Group's figures calculated in accordance with the standards of the Spanish General Accounting Chart and of the Spanish Accounting Chart for Insurance Companies ("Plan General de Contabilidad" and "Plan Contable de Entidades Aseguradoras", hereinafter referred to as "PGC/PCEA") are likewise being given for the purpose of comparison.

1. **FIGURES FOR SISTEMA MAPFRE (IFRS)**

At the close of March 2005, SISTEMA MAPFRE recorded consolidated revenues of €3,402.3 million, an 8.1% increase over the previous year, €2,918.9 million of which corresponded to direct insurance and accepted reinsurance premiums.

The consolidated profit before tax was €242.9 million, a 9% increase. Profit after tax amounted to €177.1 million, up 9.9% over the same period of fiscal year 2004.

It is worth noting the contribution to this excellent result of the Group's parent company, MAPFRE MUTUALIDAD, whose profit was €111.4 million (+15.5%). Motor insurance premiums grew more than 10% over the same period of the previous year.

Consolidated third-party funds managed by the Group in Life insurance and savings products reached €18,179.9 million, rising by 10.6% with respect to the same period of the previous year.

2. FIGURES FOR CORPORACIÓN MAPFRE (IFRS)

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 March 2005, which likewise evolved very positively. Non-life insurance premiums grew 14.9%, while funds managed in Life insurance and savings products rose by 10.5%. Total revenues reached €2,696.3 million, an 8.5% increase.

The consolidated profit before tax and minority interests was €151.8 million and the net profit reached €67.2 million, exceeding the result for the same period of the previous year by 21.3%.

The subsidiaries of CORPORACIÓN MAPFRE that operate in Spain, which are grouped under MAPFRE-CAJA MADRID HOLDING DE ENTIDADES ASEGURADORAS, obtained a volume of premiums of €1,644.6 million and a profit before tax and minority interest of €105.3 million (an 8.3% increase). In Non-life insurance it is worth noting the growth of the Commercial Insurance Operating Unit, both in terms of premiums (+15.7%) and profits (+17.5%), and of the General Insurance Operating Unit, in which virtually all branches of business obtained increases in the region of 16%. Third-party funds managed by MAPFRE VIDA and its subsidiaries rose by 10.6% to €17,871.6 million.

MAPFRE AMÉRICA stood out among the subsidiaries of CORPORACIÓN MAPFRE operating abroad, recording increases of 6% in its premiums volume (€360.9 million) and of 34% in its profit (€21.3 million). The premiums of international insurer MAPFRE RE increased by 14.8% to €315.7 million and its profit grew 15%, reaching €28.3 million.

CORPORACIÓN MAPFRE filed with the CNMV a detailed report, which provides complementary information about the changes deriving from the adoption of IFRS. This report also includes the opening balance sheet as at 1 January 2005, which



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showed consolidated net assets of €2,711.1 million, €308.4 million larger than the equivalent amount in the balance sheet reported under PGC/PCEA as at 31 December 2004.

3. FIGURES CALCULATED UNDER PGC/PCEA

Total revenues and premiums reported under IFRS for the Group and for CORPORACIÓN MAPFRE do not differ meaningfully from those calculated under PGC/PCEA.

The profit before tax and minority interests of SISTEMA MAPFRE was €210.6 million (a 13.2% increase), €32.3 million lower than the equivalent result under IFRS, due, among others, to a €19.3 million appropriation to the equalisation reserve and to goodwill amortisation of €5.5 million.

The profit before tax and minority interests of CORPORACIÓN MAPFRE amounted to €127.8 million (a 22.1% increase), €24 million lower than the equivalent result under IFRS, due to the same reasons as SISTEMA MAPFRE.

Third-party funds managed by the Group in Life insurance and savings products reached €16,615.5 million, €1,564.4 million lower than funds managed under IFRS, as Life insurance reserves do not include unrealised gains in their backing assets.

Madrid, 27 April 2005

Should you need additional information, please contact MAPFRE, Dirección General de Comunicación y Responsabilidad Social (phone +34-91-581-2216, fax +34-91-581-8382, e-mail ndelolm@mapfre.com).



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FINANCIAL INFORMATION FOR SISTEMA MAPFRE AS AT 31.03.2005

1. Consolidated Income Statement for MAPFRE MUTUALIDAD and its subsidiaries (IFRS)

ITEMS	€ million		% Variation 05 / 04
	2005	2004	
NON-LIFE INSURANCE AND REINSURANCE			
Gross written and accepted premiums	2,377.0	2,107.2	12.8
Premiums earned, net of ceded and retroceded reinsurance	1,484.5	1,307.4	13.5
Net claims incurred and variation in other technical provisions	(1,069.2)	(888.6)	20.3
Net operating expenses	(277.3)	(279.2)	(0.7)
Other technical income and expenses	(19.4)	(24.3)	(20.2)
TECHNICAL RESULT	118.6	115.3	2.9
Net financial income	78.5	79.1	(0.8)
Other non-technical income and expenses	5.9	(1.1)	-
Result of the Non-life business	203.0	193.3	5.0
LIFE INSURANCE AND REINSURANCE			
Gross written and accepted premiums	541.9	642.7	(15.7)
Premiums earned, net of ceded and retroceded reinsurance	487.5	575.5	(15.3)
Net claims incurred and variation in other technical provisions	(573.0)	(666.6)	(14.0)
Net operating expenses	(47.3)	(49.2)	(3.9)
Other technical income and expenses	(3.8)	(2.5)	52.0
TECHNICAL RESULT	(136.6)	(142.8)	(4.3)
Net financial income	169.9	162.1	4.8
Unrealised gains and losses in unit-linked investments	4.2	6.80	(38.2)
Other non-technical income and expenses	0.6	(0.10)	-
Result of the Life business	38.1	26.0	46.5
OTHER BUSINESS ACTIVITIES			
Operating income	120.3	44.30	171.6
Operating expenses	(124.2)	(39.50)	214.4
Net financial income	3.6	(3.00)	-
Results from minority shareholdings	1.9	1.80	5.6
Other net income	0.2	0.0	-
Result of the Other Business Activities	1.8	3.6	(50.0)
Result before tax and minority shareholders	242.9	222.9	9.0
Taxes	(65.8)	(61.8)	6.5
Result after tax	177.1	161.1	9.9

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FINANCIAL INFORMATION FOR SISTEMA MAPFRE AS AT 31.03.2005

2. Consolidated results of CORPORACION MAPFRE (IFRS)

COMPANIES	€ million		% Variation 05 / 04
	2005	2004	
<u>Subsidiaries of MAPFRE-CAJA MADRID HOLDING</u>			
MAPFRE VIDA	42.6	40.3	5.7
MAPFRE SEGUROS GENERALES	29.4	27.3	7.7
MAPFRE EMPRESAS	29.5	25.1	17.5
MAPFRE CAJA SALUD	3.8	4.5	(15.6)
<u>Other subsidiaries of CORPORACION MAPFRE</u>			
MAPFRE AMERICA	21.3	15.9	34.0
MAPFRE RE	28.3	24.6	15.0
MAPFRE ASISTENCIA	2.3	1.8	27.8
MAPFRE INMUEBLES	0.2	0.1	100.0
TOTAL SUBSIDIARIES	157.4	139.6	12.8
Consolidation adjustments and other items	5.6	6.4	-
Result before tax and minority shareholders	151.8	133.2	14.0
Taxes	(45.4)	(42.8)	6.1
Result after tax	106.4	90.4	17.7
Result attributable to minority shareholders	(39.2)	(35.0)	12.0
Result attributable to CORPORACIÓN MAPFRE	67.2	55.4	21.3



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FINANCIAL INFORMATION FOR SISTEMA MAPFRE AS AT 31.03.2005

3. Comparison of key figures: IFRS vs. PGC/PCEA

COMPANIES	€ million		% Variation
	IFRS	PGC/PCEA	
MAPFRE MUTUALIDAD AND SUBSIDIARIES			
Total revenues	3,402.3	3,340.5	1.9
Premiums written	2,918.9	2,918.5	0.0
Result after tax	177.1	155.1	14.2
Third-party funds managed in Life ins. and savings prods.	18,179.9	16,615.5	9.4
CORPORACIÓN MAPFRE			
Total revenues	2,696.3	2,639.0	2.2
Premiums written	2,264.4	2,264.0	0.0
Result after tax	151.8	127.8	18.8
Third-party funds managed in Life ins. and savings prods.	67.2	58.8	14.2