

APPENDIX III

INSURANCE ENTITIES

1st

FINANCIAL INFORMATION CORRESPONDING TO THE YEAR

2019

PERIOD END DATE

06/30/2019

I. COMPANY INFORMATION

Company name: MAPFRE, S.A.

Registered address:

Carretera de Pozuelo, 52. 28222 Majadahonda (Madrid)

C.I.F.

A08055741

II. ADDITIONAL INFORMATION TO THE INFORMATION PUBLISHED FOR THE PREVIOUS HALF-YEAR

Explanation of the key changes with respect to the information published for the previous period:

(only to be completed in the circumstances established in section B) of the instructions)

The consolidated information of 2018 June, has been restated in the following financial statements:

- Consolidated Statement of Other Comprehensive Income
- Consolidated Statement of Changes in Equity

Argentina began to be considered as a hyperinflationary economy in 2018. In order to recognize the most relevant effects of the hyperinflation on the interim financial statements of the previous year, the information in the 2018 Consolidated Statement of Other Comprehensive Income and Consolidated Statement of Changes in Equity have been restated.

III. DECLARATION(S) FROM THE RELEVANT SUPERVISORS

As far as we are aware, the Consolidated Financial Statements presented herein have been prepared in accordance with the applicable accounting principles and give a true and fair view of the issuer's equity, financial situation and results, or of the companies included in the consolidation taken as a whole, and the interim management report includes a true and fair analysis of the information required.

Comments on the previous statement(s):

People who are responsible for this information

In line with the power delegated by the Board of Directors, the Secretary of the Board hereby certifies that the six month financial report has been signed by the following directors:

Name / Company name	Position
ANTONIO HUERTAS MEJÍAS	CHAIRMAN AND CEO
IGNACIO BAEZA GÓMEZ	FIRST VICEPRESIDENT
CATALINA MIÑARRO BRUGAROLAS	SECOND VICEPRESIDENT
JÓSE MANUEL INCHAUSTI PÉREZ	THIRD VICEPRESIDENT
JOSÉ ANTONIO COLOMER GUIU	DIRECTOR
GEORG DASCHNER	DIRECTOR
ANA ISABEL FERNÁNDEZ ÁLVAREZ	DIRECTOR
MARIA LETÍCIA DE FREITAS COSTA	DIRECTOR
ANTONIO GÓMEZ CIRIA	DIRECTOR
LUIS HERNANDO DE LARRAMENDI MARTÍNEZ	DIRECTOR
FRANCISCO JOSÉ MARCO ORENES	DIRECTOR
FERNANDO MATA VERDEJO	DIRECTOR
ANTONIO MIGUEL-ROMERO DE OLANO	DIRECTOR
PILAR PERALES VISCASILLAS	DIRECTOR
ALFONSO REBUELTA BADIÁS	DIRECTOR

Signing date of this six month financial report by the corresponding board of directors: 07/25/2019

IV. SELECTED FINANCIAL INFORMATION			
1. INDIVIDUAL BALANCE SHEET (1/2)			
(PREPARED IN ACCORDANCE WITH THE CURRENT NATIONAL ACCOUNTING CRITERIA)			
Units: Thousand euros			
ASSETS		CURRENT PERIOD	PREVIOUS PERIOD
		06/30/2019	12/31/2018
1. Cash and other equivalent liquid assets	0005	11.374	24.647
2. Financial assets held for trading	0010		
3. Other financial assets at fair value, with changes in profit and loss account	0015		
4. Financial assets available for sale	0020	11.421	11.438
5. Loans and receivables	0025	606.727	547.587
6. Investments held to maturity	0030		
7. Hedging derivatives	0035		
8. Participation of reinsurance in technical provisions	0041		
9. Property, plant and equipment, and real estate investments:	0045	15.844	16.226
a) Property, plant and equipment	0046	15.844	16.226
b) Real estate investments	0047		
10. Intangible assets	0050	836	1.122
a) Goodwill	0051		
b) Acquisition costs of portfolios	0053		
c) Other intangible assets	0052	836	1.122
11. Equity investments in Group and associated companies	0055	9.613.248	9.531.745
a) Associated companies	0056		
b) Multigroup companies	0057		
c) Group companies	0058	9.613.248	9.531.745
12. Tax assets	0060	96.796	79.596
a) Current tax assets	0061	67.634	52.527
b) Deferred tax assets	0062	29.162	27.069
13. Other assets	0075	47.164	53.318
14. Assets held for sale	0080		
TOTAL ASSETS	0100	10.403.410	10.265.679

IV. SELECTED FINANCIAL INFORMATION

1. INDIVIDUAL BALANCE SHEET (2/2)

(PREPARED IN ACCORDANCE WITH THE CURRENT NATIONAL ACCOUNTING CRITERIA)

Units: Thousand euros

LIABILITIES AND EQUITY

CURRENT PERIOD 06/30/2019	PREVIOUS PERIOD 12/31/2018
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	0170	2.980.552	2.881.644
TOTAL LIABILITIES	0170	2.980.552	2.881.644
1. Financial liabilities held for trading	0110		
2. Other financial liabilities at fair value, with changes in profit and loss account	0115	365	365
3. Debts:	0120	2.968.139	2.869.352
a) Subordinated liabilities	0121	1.117.795	1.120.541
b) Bonds and other negotiable securities	0122	996.237	1.004.049
c) Debts with credit institutions	0123	745.032	490.043
d) Other debts	0124	109.075	254.719
4. Hedging derivatives	0130		
5. Technical provisions	0131		
a) For unearned premiums	0132		
b) For risks in progress	0133		
c) For life assurance	0134		
d) For outstanding claims	0135		
e) For profit sharing and returned premiums	0136		
f) Other technical provisions	0137		
6. Non-technical provisions	0140	11.940	11.793
7. Tax liabilities:	0145	108	134
a) Current tax liabilities	0146		26
b) Deferred tax liabilities	0147	108	108
8. Other liabilities	0150		
9. Liabilities linked to assets held for sale	0165		
TOTAL NET EQUITY	0195	7.422.858	7.384.035
SHAREHOLDERS' EQUITY	0180	7.422.858	7.384.035
1. Share capital or mutual fund:	0171	307.955	307.955
a) Declared capital or mutual fund	0161	307.955	307.955
b) Less: Uncalled capital	0162		
2. Share premium	0172	3.338.720	3.338.720
3. Reserves	0173	3.232.155	3.142.207
4. Less: Treasury stock and own shares	0174	(55.129)	(48.250)
5. Previous years' results	0178	383.458	334.843
6. Other contributions from partners	0179		
7. Results for the year	0175	214.039	793.455
8 Less: Interim dividend	0176		(184.835)
9. Other equity instruments	0177	1.660	0
VALUATION ADJUSTMENTS	0188		
1. Financial assets available for sale	0181		
2. Hedging operations	0182		
3. Foreign exchange differences	0184		
4. Correction for accounting asymmetries	0185		
5. Other adjustments	0187		
SUBSIDIES, DONATIONS AND LEGACIES RECEIVED	0193		
TOTAL LIABILITIES AND EQUITY	0200	10.403.410	10.265.679

IV. SELECTED FINANCIAL INFORMATION
2. INDIVIDUAL PROFIT AND LOSS ACCOUNT
(PREPARED IN ACCORDANCE WITH CURRENT NATIONAL ACCOUNTING CRITERIA)

Units: Thousand euros

		CURRENT PERIOD (2nd HALF)	PREVIOUS PERIOD (2nd HALF)	ACCUMULATED CURRENT YEAR 06/30/2019	ACCUMULATED PREVIOUS YEAR 06/30/2018
(+) 1. Premiums allocated to the period, net	0201				
(+) 2. Revenue from property and other investments	0202				
(+) 3. Other technical revenue	0203				
(-) 4. Net claims incurred	0204				
(+/-) 5. Net variation of other technical provisions	0205				
(+/-) 6. Profit sharing and returned premiums	0206				
(-) 7. Net operating expenses	0207				
(+/-) 8. Other technical expenses	0209				
(-) 9. Expenses from property and other investments	0210				
A) TECHNICAL RESULT FROM NON-LIFE OPERATIONS (1 + 2 + 3 + 4 + 5 + 6 + 7 + 8 + 9)	0220				
(+) 10. Premiums allocated to the period, net	0221				
(+) 11. Revenue from property and other investments	0222				
(+) 12. Revenue from investments on account of the life policyholders bearing the investment risk	0223				
(+) 13. Other technical revenue	0224				
(-) 14. Net claims incurred	0225				
(+/-) 15. Net variation of other technical provisions	0226				
(+/-) 16. Profit sharing and returned premiums	0227				
(-) 17. Net operating expenses	0228				
(+/-) 18. Other technical expenses	0229				
(-) 19. Expenses from property and other investments	0230				
(-) 20. Expenses from investments on account of the life policyholders bearing the investment risk	0231				
B) TECHNICAL RESULT FROM LIFE OPERATIONS (10 + 11 + 12 + 13 + 14 + 15 + 16 + 17 + 18 + 19 + 20)	0240				
C) TECHNICAL RESULT (A + B)	0245				
(+) 21. Revenue from property and other investments	0246			282.637	447.844
(-) 22. Expenses from property and other investments	0247			(36.764)	(32.239)
(+) 23. Other revenue	0248			28.738	41.659
(-) 24. Other expenses	0249			(77.764)	(79.873)
E) RESULT BEFORE TAX (C + 21 + 22 + 23 + 24)	0265			196.847	377.391
(+/-) 25. Corporate Income Tax	0270			17.192	16.779
F) RESULT FOR THE PERIOD FROM ONGOING OPERATIONS (E + 26)	0280			214.039	394.170
(+/-) 26. Result after tax from discontinued operations	0285				
G) RESULT FOR THE PERIOD (F + 27)	0300			214.039	394.170
EARNINGS PER SHARE					
		Amount (X.XX euros)	Amount (X.XX euros)	Amount (X.XX euros)	Amount (X.XX euros)
Basic	0290			0,07	0,13
Diluted	0295			0,07	0,13

In the six month financial report corresponding to the first half of the year, the data relating to the current period coincides with the accumulated data, and therefore does not need to be filled in.

IV. SELECTED FINANCIAL INFORMATION
3. STATEMENT OF RECOGNISED INDIVIDUAL INCOME AND EXPENSES
(PREPARED IN ACCORDANCE WITH THE CURRENT NATIONAL ACCOUNTING CRITERIA)

Units: Thousand euros

CURRENT PERIOD 06/30/2019	PREVIOUS PERIOD 06/30/2018
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A) RESULT FOR THE PERIOD	0305	214.039	394.170
B) OTHER RECOGNISED REVENUE / (EXPENSES)	0310		
1. Financial assets available for sale:	0315		
a) Gains/(Losses) due to valuation	0316		
b) Amounts transferred to the income statement	0317		
c) Other reclassifications	0318		
2. Cash flow hedging:	0320		
a) Gains/(Losses) due to valuation	0321		
b) Amounts transferred to the income statement	0322		
c) Amounts recognised at initial value of hedged items	0323		
d) Other reclassifications	0324		
3. Hedging of net investments in businesses abroad:	0325		
a) Gains/(Losses) due to valuation	0326		
b) Amounts transferred to the income statement	0327		
c) Other reclassifications	0328		
4. Foreign exchange differences:	0330		
a) Gains/(Losses) due to valuation	0331		
b) Amounts transferred to the income statement	0332		
c) Other reclassifications	0333		
5. Correction of accounting asymmetries:	0335		
a) Gains/(Losses) due to valuation	0336		
b) Amounts transferred to the income statement	0337		
c) Other reclassifications	0338		
6. Assets held for sale:	0340		
a) Gains/(Losses) due to valuation	0341		
b) Amounts transferred to the income statement	0342		
c) Other reclassifications	0343		
7. Actuarial gains/(losses) for long-term remuneration for employees	0345		
8. Other recognised revenue and expenses	0355		
9. Corporate Income Tax	0360		
TOTAL RECOGNISED REVENUE/(EXPENSES) (A+B)	0400	214.039	394.170

IV. SELECTED FINANCIAL INFORMATION
4. STATEMENT OF CHANGES IN INDIVIDUAL EQUITY (1/2)
(PREPARED IN ACCORDANCE WITH THE CURRENT NATIONAL ACCOUNTING CRITERIA)

Units: Thousand euros

CURRENT PERIOD	EQUITY					Adjustments for changes in value	Subsidies, donations and legacies received	Total equity
	Capital or mutual fund	Share premium and other reserves (1)	Treasury stock and own shares	Result for the period	Other equity instruments			
Opening balance at 01/01/2019	3010	307.955	6.630.875	(48.250)	493.455			7.384.035
Adjustments for changes in accounting criteria	3011							
Adjustments for errors	3012							
Adjusted opening balance	3015	307.955	6.630.875	(48.250)	493.455	0		7.384.035
I. Total recognised revenue / (expenses)	3020				214.039			214.039
II. Operations with shareholders or owners	3025		(260.693)	(6.879)				(267.572)
1. Capital increases (decreases)	3026							
2. Conversion of financial liabilities to equity	3027							
3. Distribution of dividends	3028		(261.612)					(261.612)
4. Operations involving treasury stock or own shares	3029		919	(6.879)				(5.960)
5. Increases / (Decreases) due to changes in business combinations	3030							
6. Other operations with shareholders or owners	3032							
III. Other variations in equity	3035		584.151		(493.455)	1.660		92.356
1. Payments using equity instruments	3036							
2. Transfers between equity items	3037		493.455		(493.455)			
3. Other variations	3038		90.696			1.660		92.356
Closing balance as at 12/31/2018	3040	307.955	6.954.333	(55.129)	214.039	1.660		7.422.858

(1) The column "Share premium and other reserves", for the purpose of this statement, includes the following items of the Balance Sheet: 2) Share premium reserve; 3) Reserves; 5) Prior year result; 6) Other contributions from partners and 8) Less: interim dividend

IV. SELECTED FINANCIAL INFORMATION
4. STATEMENT OF CHANGES IN INDIVIDUAL EQUITY (2/2)
(PREPARED IN ACCORDANCE WITH THE CURRENT NATIONAL ACCOUNTING CRITERIA)

Units: Thousand euros

PREVIOUS PERIOD		EQUITY					Adjustments for changes in value	Subsidies, donations and legacies received	Total equity
		Capital or mutual fund	Share premium and other reserves (1)	Treasury stock and own shares	Result for the period	Other equity instruments			
Opening balance at 01/01/2017 (period of comparison)	3050	307.955	6.580.133	(52.356)	495.530	2.867		7.334.129	
Adjustments for changes in accounting criteria	3051								
Adjustments for errors	3052								
Adjusted opening balance	3055	307.955	6.580.133	(52.356)	495.530	2.867		7.334.129	
I. Total recognised revenue / (expenses)	3060				394.170			394.170	
II. Operations with shareholders or owners	3065		(259.893)	4.106				(255.787)	
1. Capital increases (decreases)	3066								
2. Conversion of financial liabilities to equity	3067								
3. Distribution of dividends	3068		(261.824)					(261.824)	
4. Operations involving treasury stock or own shares	3069		1.931	4.106				6.037	
5. Increases / (Decreases) due to changes in business combinations	3070								
6. Other operations with shareholders or owners	3072								
III. Other variations in equity	3075		495.530		(495.530)				
1. Payments using equity instruments	3076								
2. Transfers between equity items	3077		495.530		(495.530)				
3. Other variations	3078								
Closing balance as at 12/31/2017 (period of comparison)	3080	307.955	6.815.770	(48.250)	394.170	2.867		7.472.512	

(1) The column "Share premium and other reserves", for the purpose of this statement, includes the following items of the Balance Sheet: 2) Share premium reserve; 3) Reserves; 5) Prior year result; 6) Other contributions from partners and 8) Less: interim dividend

SELECTED FINANCIAL INFORMATION

MAPFRE, S.A.

1st HALF 2019

IV. SELECTED FINANCIAL INFORMATION
5.A. INDIVIDUAL CASH FLOW STATEMENT (DIRECT METHOD)
(Prepared in accordance with current national accounting criteria)

Units: Thousands of euros

		CURRENT PERIOD 06/30/2019	PREVIOUS PERIOD 06/30/2018
A) NET CASH FLOW FROM OPERATING ACTIVITIES (1 + 2 + 3)	7435	(52.289)	(46.991)
1. Insurance activities:	7405		
(+) Inflows from insurance activities	7406		
(-) Outflows from insurance activities	7407		
2. Other operating activities:	7410	(51.854)	(45.655)
(+) Other operating activities cash inflows	7415	44.694	57.311
(-) Other operating activities cash outflows	7416	(96.548)	(102.966)
3. Inflows /(outflows) due to corporate income tax	7425	(432)	(1.336)
B) NET CASH FLOW FROM INVESTMENT ACTIVITIES (1 + 2)	7460	259.560	180.426
1. Inflows from investment activities:	7450	403.353	240.761
(+) Tangible assets	7451		
(+) Investments in property, plant and equipment	7452		
(+) Intangible assets	7453		
(+) Financial instruments	7454		26.784
(+) Participations	7455	17	84
(+) Other business units	7457	127.252	7.920
(+) Interests collected	7456	10.477	3.134
(+) Dividends collected	7459	265.607	202.839
(+) Other income related to investment activities	7458		
2. Payments related to investment activities:	7440	(143.793)	(60.335)
(-) Tangible assets	7441		
(-) Investments in property, plant and equipment	7442		
(-) Intangible assets	7443		
(-) Financial instruments	7444		(60.000)
(-) Participations	7445	(65)	
(-) Other business units	7447	(143.728)	(335)
(-) Other payments related to investment activities	7448		
C) NET CASH FLOW FROM FINANCING ACTIVITIES (1 + 2)	7490	(220.547)	(160.211)
1. Inflows from financing activities:	7480	318.647	176.051
(+) Subordinated liabilities	7481		
(+) Inflows from the issue of equity instruments and capital increases	7482		
(+) Capital contributions from owners or mutual members	7483		
(+) Sales of treasury stock	7485	3.647	6.051
(+) Other income related to financing activities	7486	315.000	170.000
2. Payments related to financing activities:	7470	(539.194)	(336.262)
(-) Dividends to shareholders	7471	(257.091)	(257.333)
(-) Interest payments	7475	(73.499)	(45.929)
(-) Subordinated liabilities	7472		
(-) Capital contributions returned to shareholders	7473		
(-) Capital contributions returned to owners or mutual members	7474		
(-) Acquisition of treasury stock	7477	(10.204)	
(-) Other payments related to financial activities	7478	(198.400)	(33.000)
D) FOREIGN EXCHANGE DIFFERENCES	7492		
E) NET INCREASE / (DECREASE) IN CASH AND EQUIVALENTS (A + B + C + D)	7495	(13.273)	(26.776)
F) OPENING CASH BALANCE AND EQUIVALENTS	7499	24.647	41.656
G) CLOSING CASH BALANCES AND EQUIVALENTS (E + F)	7500	11.374	14.880

COMPONENTS OF CASH AND EQUIVALENTS AT PERIOD END		CURRENT PERIOD 06/30/2019	PREVIOUS PERIOD 06/30/2018
(+) Cash and banks	7550	11.374	14.880
(+) Other financial assets	7552		
(-) Less: Bank overdrafts payable on demand	7553		
TOTAL CLOSING CASH AND EQUIVALENTS	7600	11.374	14.880

IV. SELECTED FINANCIAL INFORMATION
6. CONSOLIDATED BALANCE SHEET (IFRS) (1/2)

Units: Thousand euros

ASSETS

CURRENT PERIOD 06/30/2019	PREVIOUS PERIOD 12/31/2018
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1. Cash and other equivalent liquid assets	1005	2,448.990	2,201.405
2. Financial assets held for trade	1010	3,584.034	3,470.465
3. Other financial assets at fair value, with changes in profit and loss account	1015	4,647.990	4,312.803
4. Financial assets available for sale	1020	36,560.639	33,753.737
5. Loans and receivables	1025	8,676.509	6,862.823
6. Investments held to maturity	1030	2,034.354	1,951.462
7. Hedging derivatives	1035		
8. Participation of reinsurance in technical provisions	1041	6,194.704	5,883.171
9. Property, plant and equipment, and real estate investments	1045	2,632.358	2,355.917
a) Property, plant and equipment	1046	1,385.741	1,112.322
b) Real estate investments	1047	1,246.617	1,243.595
10. Intangible assets:	1050	3,377.020	3,072.373
a) Goodwill	1051	1,828.187	1,689.031
b) Acquisition costs of portfolios	1053	894.070	848.357
c) Other intangible assets	1052	654.763	534.985
11. Participation in equity-accounted entities	1055	204.830	193.683
12. Tax assets	1060	554.806	525.630
a) Current tax assets	1061	237.129	192.054
b) Deferred tax assets	1062	317.677	333.576
13. Other assets	1075	2,403.383	2,365.839
14. Assets held for sale	1080	251.362	341.491
TOTAL ASSETS	1100	73,570.979	67,290.799

IV. SELECTED FINANCIAL INFORMATION
6. CONSOLIDATED BALANCE SHEET (IFRS) (2/2)

Units: Thousand euros

LIABILITIES AND EQUITY

CURRENT PERIOD 06/30/2019	PREVIOUS PERIOD 12/31/2018
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TOTAL LIABILITIES	1170	63.437.122	58.093.220
1. Financial liabilities held for trade	1110	379.406	322.361
3. Other financial liabilities at fair value, with changes in profit and loss account	1115	503.610	469.591
3. Debts:	1120	7.980.088	6.403.533
a) Subordinated liabilities	1121	1.117.795	1.120.541
b) Bonds and other negotiable securities	1122	996.237	1.004.049
c) Debts with credit institutions	1123	980.743	545.687
d) Other debts	1124	4.885.313	3.733.256
4. Hedging derivatives	1130		
5. Technical provisions	1131	51.880.908	48.723.614
a) For unearned premiums	1132	8.951.290	7.902.256
b) For risks in progress	1133	50.574	49.139
c) For life assurance	1134	29.463.625	27.080.952
d) For outstanding claims	1135	12.387.082	12.714.141
e) For profit sharing and returned premiums	1136	53.330	57.312
f) Other technical provisions	1137	975.007	919.814
6. Non-technical provisions	1140	621.131	641.481
7. Tax liabilities:	1145	837.862	629.465
a) Current tax liabilities	1146	108.956	130.141
b) Deferred tax liabilities	1147	728.906	499.324
8. Other liabilities	1150	1.110.805	709.209
9. Liabilities linked to assets held for sale	1165	123.312	193.966
TOTAL NET EQUITY	1195	10.133.857	9.197.579
SHAREHOLDERS' EQUITY	1180	8.526.465	8.438.567
1. Share capital or mutual fund:	1171	307.955	307.955
a) Declared capital or mutual fund	1161	307.955	307.955
b) Less: Uncalled capital	1162		
2. Share premium	1172	1.506.729	1.506.729
3. Reserves	1173	5.547.662	5.534.394
4. Less: Treasury stock and own shares	1174	(55.129)	(48.249)
5. Previous years' results	1178	836.205	789.226
6. Other contributions from partners	1179		
7. Results for the year	1175	374.500	528.858
8 Less: Interim dividend	1176		(184.834)
9. Other equity instruments	1177	8.543	4.488
VALUATION ADJUSTMENTS	1188	313.513	(444.758)
1. Financial assets available for sale	1181	3.690.017	2.130.101
2. Hedging operations	1182		
3. Foreign exchange differences	1184	(687.727)	(737.888)
4. Correction for accounting asymmetries	1185	(2.692.595)	(1.839.318)
5. Equity-accounted entities	1186	1.848	1.395
5. Other adjustments	1187	1.970	952
NET EQUITY ATTRIBUTABLE TO THE CONTROLLING COMPANY	1189	8.839.978	7.993.809
NON-CONTROLLING INTERESTS	1193	1.293.879	1.203.770
TOTAL LIABILITIES AND NET EQUITY	1200	73.570.979	67.290.799

IV. SELECTED FINANCIAL INFORMATION
7. CONSOLIDATED PROFIT AND LOSS ACCOUNT (IFRS)

Units: Thousand euros

		STANDALONE CURRENT PERIOD (2nd HALF)	STANDALONE PREVIOUS PERIOD (2nd HALF)	ACCUMULATED CURRENT YEAR 06/30/2019	ACCUMULATED PREVIOUS YEAR 06/30/2018
(+) 1. Premiums allocated to the period, net	1201			6.873.590	6.878.205
(+) 2. Revenue from property and other investments	1202			1.082.502	947.822
(+) 3. Other technical revenue	1203			33.407	31.657
(-) 4. Net claims incurred	1204			(4.576.405)	(4.719.797)
(+/-) 5. Net variation of other technical provisions	1205			(51.517)	(45.337)
(+/-) 6. Profit sharing and returned premiums	1206			(8.916)	(7.984)
(-) 7. Net operating expenses	1207			(1.927.613)	(1.906.180)
(+/-) 8. Other technical expenses	1209			(63.311)	(50.888)
(-) 9. Expenses from property and other investments	1210			(758.219)	(638.945)
A) TECHNICAL RESULT FROM NON-LIFE OPERATIONS (1 + 2 + 3 + 4 + 5 + 6 + 7 + 8 + 9)	1220			603.518	488.553
(+) 10. Premiums allocated to the period, net	1221			2.540.399	2.578.599
(+) 11. Revenue from property and other investments	1222			1.023.055	863.685
(+) 12. Revenue from investments on account of the life policyholders bearing the investment risk	1223			165.569	41.265
(+) 13. Other technical revenue	1224			297	347
(-) 14. Net claims incurred	1225			(2.006.496)	(1.853.015)
(+/-) 15. Net variation of other technical provisions	1226			(510.682)	(206.397)
(+/-) 16. Profit sharing and returned premiums	1227			(7.170)	(9.066)
(-) 17. Net operating expenses	1228			(604.210)	(584.917)
(+/-) 18. Other technical expenses	1229			(16.847)	(13.110)
(-) 19. Expenses from property and other investments	1230			(311.214)	(357.223)
(-) 20. Expenses from investments on account of the life policyholders bearing the investment risk	1231			(11.552)	(48.463)
B) TECHNICAL RESULT FROM LIFE OPERATIONS (10 + 11 + 12 + 13 + 14 + 15 + 16 + 17 + 18 + 19 + 20)	1240			261.149	411.705
C) TECHNICAL RESULT (A + B)	1245			864.667	900.258
(+) 21. Revenue from property and other investments	1246			25.574	33.693
(-) 22. Expenses from property and other investments	1247			(44.295)	(42.847)
(+) 23. Other revenue	1248			192.407	202.183
(-) 24. Other expenses	1249			(289.125)	(277.528)
E) RESULT BEFORE TAX (C + 21 + 22 + 23 + 24)	1265			749.228	815.759
(+/-) 26. Corporate Income Tax	1270			(207.753)	(230.644)
F) RESULT FOR THE PERIOD FROM ONGOING OPERATIONS (E + 26)	1280			541.475	585.115
(+/-) 26. Result after tax from discontinued operations	1285				
G) RESULT FOR THE PERIOD (F + 27)	1288			541.475	585.115
a) Result attributable to the controlling company	1300			374.500	385.689
b) Result attributable to non-controlling interests	1289			166.975	199.426
EARNINGS PER SHARE		Amount (X,XX euros)	Amount (X,XX euros)	Amount (X,XX euros)	Amount (X,XX euros)
Reported	1290			0,12	0,13
Diluted	1295			0,12	0,13

In the six month financial report corresponding to the first half of the year, the data relating to the current period coincides with the accumulated data, and therefore does not need to be filled in.

IV. SELECTED FINANCIAL INFORMATION
8. OTHER COMPREHENSIVE INCOME (IFRS ADOPTED)

Units: Thousand euros

		STANDALONE CURRENT PERIOD (2nd HALF)	STANDALONE PREVIOUS PERIOD (2nd HALF)	CURRENT PERIOD 06/30/2019	PREVIOUS PERIOD 06/30/2018
A) CONSOLIDATED PROFIT AND LOSS OF THE YEAR	1305			541.475	585.115
B) OTHER GLOBAL RESULTS - ITEMS NOT RECLASSIFIED TO THE RESULT FOR THE PERIOD	1310				
1. Actuarial gains/(losses) for long-term remuneration for employees:	1370				
2. Participation in other recognized global results from investments in joint and associated businesses:	1371				
3. Other income and expenses not reclassified to the result for the period:	1372				
4. Tax effect:	1373				
C) OTHER GLOBAL RESULTS - ITEMS THAT CAN BE SUBSEQUENTLY RECLASSIFIED TO THE RESULT FOR THE PERIOD	1345			805.803	(430.058)
1. Financial assets available for sale:	1315			2.357.905	(159.745)
a) Gains/(Losses) due to valuation	1316			2.454.166	(62.605)
b) Amounts transferred to the income statement	1317			(96.361)	(96.967)
c) Other reclassifications	1318			100	(173)
2. Cash flow hedging:	1320				
a) Gains/(Losses) due to valuation	1321				
b) Amounts transferred to the income statement	1322				
c) Amounts recognised at initial value of hedged items	1323				
d) Other reclassifications	1324				
3. Hedging of net investments in businesses abroad:	1325				
a) Gains/(Losses) due to valuation	1326				
b) Amounts transferred to the income statement	1327				
c) Other reclassifications	1328				
4. Foreign exchange differences:	1330			60.986	(257.250)
a) Gains/(Losses) due to valuation	1331			46.392	(271.064)
b) Amounts transferred to the income statement	1332			673	120
c) Other reclassifications	1333			13.921	13.694
5. Correction of accounting asymmetries:	1335			(1.384.935)	(74.050)
a) Gains/(Losses) due to valuation	1336			(1.405.488)	(86.184)
b) Amounts transferred to the income statement	1337			20.553	12.134
c) Other reclassifications	1338				
6. Assets held for sale:	1340				
a) Gains/(Losses) due to valuation	1341				
b) Amounts transferred to the income statement	1342				
c) Other reclassifications	1343				
7. Participation in other recognized global results from investments in joint and associated businesses:	1350			455	(544)
a) Gains/(Losses) due to valuation	1351			451	(425)
b) Amounts transferred to the income statement	1352			4	30
c) Other reclassifications	1353				(149)
8. Other income and expenses that can be subsequently reclassified to the result for the period	1355			1.050	2.067
9. Tax effect	1360			(229.658)	59.464
TOTAL GLOBAL RESULT FOR THE PERIOD (A+B+C)	1400			1.347.278	155.057
a) Attributable to the controlling company	1398			1.132.771	107.419
b) Attributable to minority interests	1399			214.507	47.638

IV. SELECTED FINANCIAL INFORMATION
9. CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (IFRS) (1/2)

Units: Thousand euros

CURRENT PERIOD	Equity of the controlling company					Adjustments for changes in value	Non-controlling interests	Total equity	
	SHAREHOLDERS' EQUITY								
	Capital or mutual fund	Share premium and other reserves(1)	Treasury stock and own shares	Result for the period attributable to the controlling company	Other equity instruments				
Opening balance as at 01/01/2019	3110	307.955	7.645.515	(48.250)	528.858	4.488	(444.758)	1.203.770	9.197.578
Adjustments for changes in accounting criteria	3111		(8.038)					(7.707)	(15.745)
Adjustments for errors	3112								
Adjusted opening balance	3115	307.955	7.637.477	(48.250)	528.858	4.488	(444.758)	1.196.063	9.181.833
I. Total revenue/ (expenses) recognized	3120				374.500		758.271	214.507	1.347.278
II. Operations with shareholders or owners	3125		(261.660)	(6.879)				(122.572)	(391.111)
1. Capital increases (decreases)	3126							2.128	2.128
2. Conversion of financial liabilities to equity	3127								
3. Distribution of dividends	3128		(261.612)					(201.423)	(463.035)
4. Operations involving treasury stock or own shares	3129		919	(6.879)					(5.960)
5. Increases / (Decreases) due to changes in business combinations	3130								
6. Other operations with shareholders or owners	3132		(967)					18.069	17.102
III. Other variations in equity	3135		514.779		(528.858)	4.055		5.881	(4.143)
1. Payments using equity instruments	3136								
2. Transfers between equity items	3137		528.858		(528.858)				
3. Other variations	3138		(14.079)			4.055		5.881	(4.143)
Closing balance as at 06/30/2019	3140	307.955	7.890.596	(55.129)	374.500	8.543	313.513	1.293.879	10.133.857

(1) The column "Share premium and other reserves", for the purpose of this statement, includes the following items of the Balance Sheet: 2) Share premium reserve; 3) Reserves; 5) Prior year result; 6) Other contributions from partners and 8) Less: interim dividend

IV. SELECTED FINANCIAL INFORMATION
9. CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (IFRS) (2/2)

Units: Thousand euros

PREVIOUS PERIOD	Equity of the controlling company					Adjustments for changes in value	Non-controlling interests	Total equity	
	SHAREHOLDERS' EQUITY								
	Capital or mutual fund	Share premium and other reserves(1)	Treasury stock and own shares	Result for the period attributable to the controlling company	Other equity instruments				
Opening balance as at 01/01/2018	3150	307.955	7.755.100	(52.356)	700.511	10.087	(109.994)	1.901.386	10.512.689
Adjustments for changes in accounting criteria	3151								
Adjustments for errors	3152								
Adjusted opening balance	3155	307.955	7.755.100	(52.356)	700.511	10.087	(109.994)	1.901.386	10.512.689
I. Total revenue/ (expenses) recognized	3160				385.689		(278.270)	47.638	155.057
II. Operations with shareholders or owners	3165		(259.893)	4.106				(288.832)	(544.619)
1. Capital increases (decreases)	3166								
2. Conversion of financial liabilities to equity	3167								
3. Distribution of dividends	3168		(261.824)					(250.933)	(512.757)
4. Operations involving treasury stock or own shares	3169		1.931	4.106					6.037
5. Increases / (Decreases) due to changes in business combinations	3170							7.995	7.995
6. Other operations with shareholders or owners	3172							(45.894)	(45.894)
III. Other variations in equity	3175		611.814		(700.511)	961	95.602	(8.600)	(734)
1. Payments using equity instruments	3176								
2. Transfers between equity items	3177		700.511		(700.511)				
3. Other variations	3178		(88.697)			961	95.602	(8.600)	(734)
Closing balance as at 06/30/2018	3180	307.955	8.107.021	(48.250)	385.689	11.048	(292.662)	1.651.592	10.122.393

(1) The column "Share premium and other reserves", for the purpose of this statement, includes the following items of the Balance Sheet: 2) Share premium reserve; 3) Reserves; 5) Prior year result; 6) Other contributions from partners and 8) Less: interim dividend

IV. SELECTED FINANCIAL INFORMATION
10. A. CONSOLIDATED CASH FLOW STATEMENT (DIRECT METHOD) (IFRS)

Units: Thousand euros

		CURRENT PERIOD 06/30/2019	PREVIOUS PERIOD 06/30/2018
A) NET CASH FLOW FROM OPERATING ACTIVITIES (1 + 2 + 3)	8435	(431.664)	(86.151)
1. Insurance activities:	8405	29.908	343.052
(+) Inflows from insurance activities	8406	12.180.711	12.500.308
(-) Outflows from insurance activities	8407	(12.150.803)	(12.157.256)
2. Other operating activities:	8410	(203.678)	(156.566)
(+) Cash inflows from other operating activities	8415	262.243	256.120
(-) Cash outflows from other operating activities	8416	(465.921)	(412.686)
3. Inflows/(outflows) due to corporate income tax	8425	(257.894)	(272.637)
B) NET CASH FLOW FROM INVESTMENT ACTIVITIES (1 + 2)	8460	480.950	779.325
1. Inflows from investment activities:	8450	11.922.787	10.163.574
(+) Property, plant and equipment	8451	1.079	4.580
(+) Real estate investment	8452	54.785	12.182
(+) Intangible fixed assets	8453	367	432
(+) Financial instruments	8454	10.107.573	8.490.212
(+) Investments in associates	8455	1.121.635	847.176
(+) Controlled companies and other business units	8457	26.656	146.220
(+) Interests collected	8456	525.627	587.562
(+) Dividends collected	8459	56.681	45.976
(+) Other income related to investment activities	8458	28.384	29.234
2. Payments related to investment activities:	8440	(11.441.837)	(9.384.249)
(-) Property, plant and equipment	8441	(45.964)	(28.473)
(-) Real estate investment	8442	(1.405)	(7.960)
(-) Intangible fixed assets	8443	(110.887)	(29.818)
(-) Financial instruments	8444	(9.741.128)	(8.210.908)
(-) Investments in associates	8445	(1.321.435)	(1.076.927)
(-) Controlled companies and other business units	8447	(204.645)	(19.213)
(-) Other payments related to investment activities	8448	(16.373)	(10.950)
C) NET CASH FLOW FROM FINANCING ACTIVITIES (1 + 2)	8490	195.554	(355.987)
1. Inflows from financing activities:	8480	803.428	364.288
(+) Subordinated liabilities	8481		
(+) Inflows from the issue of equity instruments and capital increases	8482	2.160	
(+) Capital contributions from owners or partners	8483		
(+) Sales of treasury stock	8485	3.647	6.050
(+) Other income related to financing activities	8486	797.621	358.238
2. Payments related to financing activities:	8470	(607.874)	(720.275)
(-) Dividends to shareholders	8471	(458.272)	(512.545)
(-) Interest paid	8475	(46.233)	(48.358)
(-) Subordinated liabilities	8472		
(-) Capital contributions returned to shareholders	8473		(35.859)
(-) Capital contributions returned to owners or partners	8474		
(-) Acquisition of treasury stock	8477	(10.204)	
(-) Other payments related to financing activities	8478	(93.165)	(123.513)
D) FOREIGN EXCHANGE DIFFERENCES	8492	2.745	(16.177)
E) NET INCREASE / (DECREASE) IN CASH AND EQUIVALENTS (A + B + C + D)	8495	247.585	321.010
F) OPENING CASH BALANCE AND EQUIVALENTS	8499	2.201.405	1.863.999
G) CLOSING CASH BALANCES AND EQUIVALENTS (E + F)	8500	2.448.990	2.185.010

COMPONENTS OF CASH AND EQUIVALENTS AT PERIOD END

		CURRENT PERIOD 06/30/2019	PREVIOUS PERIOD 06/30/2018
(+) Cash and banks	8550	2.102.576	1.930.066
(+) Other financial assets	8552	346.414	254.944
(-) Less: Bank overdrafts payable on demand	8553		
TOTAL CLOSING CASH AND EQUIVALENTS	8600	2.448.990	2.185.010

IV. SELECTED FINANCIAL INFORMATION

11. DIVIDENDS PAID

		CURRENT PERIOD			PREVIOUS PERIOD		
		Euros per share (X,XX)	Amount (thousand Euros)	Total outstanding share	Euros per share (X,XX)	Amount (thousand Euros)	Total outstanding share
Ordinary shares	2158	0,09	261.612		0,09	261.824	
Other shares (non-voting, redeemable, etc)	2159						
Total dividends paid	2160	0,09	261.612		0,09	261.824	
a) Dividends paid out against results	2155	0,09	261.612		0,09	261.824	
b) Dividends paid out against reserves or share premium	2156						
c) Dividends in kind	2157						
d) Flexible payment	2154						

Units: Thousand euros

IV. SELECTED FINANCIAL INFORMATION

12. BREAKDOWN OF FINANCIAL INSTRUMENTS BY NATURE AND CATEGORY(1/4)

Units: Thousands of euros

FINANCIAL ASSETS: NATURE/ CATEGORY		CURRENT PERIOD				
		Financial assets held for trading	Other financial assets at FV with changes in P&L	Financial assets available for sale	Loans and receivables	Investments held to maturity
Derivatives	2062					
Equity instruments	2063			11.421		
Debt securities	2064					
Hybrid instruments	2065					
Loans	2066				578.463	
Deposits established for accepted reinsurance and other deposits	2067					
Receivables on direct insurance, reinsurance, and coinsurance	2068					
Investments on behalf of life insurance policy holders bearing investment risk	2069					
Other financial assets	2070				28.264	
TOTAL (INDIVIDUAL)	2075			11.421	606.727	0
Derivatives	2162	495.625				
Equity instruments	2163	708.612	917.275	2.398.168		
Debt securities	2164	2.278.244	921.788	34.142.336		2.018.931
Hybrid instruments	2165		392.194	5.089		
Loans	2166			3.971	21.079	13.786
Deposits established for accepted reinsurance and other deposits	2167				820.659	
Receivables on direct insurance, reinsurance, and coinsurance	2168				6.206.825	
Investments on behalf of life insurance policy holders bearing investment risk	2169		2.416.733			
Other financial assets	2170	101.553		11.075	1.627.946	1.637
TOTAL (CONSOLIDATED)	2175	3.584.034	4.647.990	36.560.639	8.676.509	2.034.354

IV. SELECTED FINANCIAL INFORMATION

12. BREAKDOWN OF FINANCIAL INSTRUMENTS BY NATURE AND CATEGORY (2/2)

Units: Thousands of euros

		CURRENT PERIOD		
		Financial liabilities held for trading	Other financial liabilities at FV with changes in P&L	Debts and payables
Derivatives	2076			
Subordinated liabilities	2077			1.117.795
Deposits received on ceded reinsurance	2079			
Due on direct insurance, reinsurance and coinsurance operations	2080			
Debentures and other negotiable securities	2081			996.237
Due to credit institutions	2082			745.032
Due on preparatory operations for insurance contracts	2083			
Other financial liabilities	2084		365	109.075
TOTAL (INDIVIDUAL)	2090		365	2.968.139
Derivatives	2176	372.969	1.346	
Subordinated liabilities	2177			1.117.795
Deposits received on ceded reinsurance	2179			102.633
Due on direct insurance, reinsurance and coinsurance operations	2180			2.643.977
Debentures and other negotiable securities	2181			996.237
Due to credit institutions	2182			980.743
Due on preparatory operations for insurance contracts	2183			104.132
Other financial liabilities	2184	6.437	502.264	2.034.571
TOTAL (CONSOLIDATED)	2190	379.406	503.610	7.980.088

(Abbreviations- FV: Fair Value / P&L: profit and loss account)

IV. SELECTED FINANCIAL INFORMATION

12. BREAKDOWN OF FINANCIAL INSTRUMENTS BY NATURE AND CATEGORY (3/4)

Units: Thousands of euros

FINANCIAL ASSETS: NATURE/ CATEGORY		PREVIOUS PERIOD				
		Financial assets held for trading	Other financial assets at FV with changes in P&L	Financial assets available for sale	Loans and receivables	Investments held to maturity
Derivatives	5062					
Equity instruments	5063			11.438		
Debt securities	5064					
Hybrid instruments	5065					
Loans	5066				528.904	
Deposits established for accepted reinsurance and other deposits	5067					
Receivables on direct insurance, reinsurance, and coinsurance	5068					
Investments on behalf of life insurance policy holders bearing investment risk	5069					
Other financial assets	5070				18.683	
TOTAL (INDIVIDUAL)	5075			11.438	547.587	
Derivatives	5162	453.702				
Equity instruments	5163	705.643	799.609	2.232.315		
Debt securities	5164	2.232.615	857.430	31.487.888		1.939.602
Hybrid instruments	5165		413.130	5.091		
Loans	5166			8.414	42.897	8.299
Deposits established for accepted reinsurance and other deposits	5167				806.107	
Receivables on direct insurance, reinsurance, and coinsurance	5168				4.547.276	
Investments on behalf of life insurance policy holders bearing investment risk	5169		2.242.493			
Other financial assets	5170	78.505	141	20.029	1.466.543	3.561
TOTAL (CONSOLIDATED)	5175	3.470.465	4.312.803	33.753.737	6.862.823	1.951.462

IV. SELECTED FINANCIAL INFORMATION

12. BREAKDOWN OF FINANCIAL INSTRUMENTS BY NATURE AND CATEGORY(4/4)

Units: Thousands of euros

		PREVIOUS PERIOD		
		Financial liabilities held for trading	Other financial liabilities at FV with changes in P&L	Debts and payables
Derivatives	5076			
Subordinated liabilities	5077			1.120.541
Deposits received on ceded reinsurance	5079			
Due on direct insurance, reinsurance and coinsurance operations	5080			
Debentures and other negotiable securities	5081			1.004.049
Due to credit institutions	5082			490.043
Due on preparatory operations for insurance contracts	5083			
Other financial liabilities	5084		365	254.719
TOTAL (INDIVIDUAL)	5090	0	365	2.869.352
Derivatives	5176	322.361	64	
Subordinated liabilities	5177			1.120.541
Deposits received on ceded reinsurance	5179			79.511
Due on direct insurance, reinsurance and coinsurance operations	5180			1.887.011
Debentures and other negotiable securities	5181			1.004.049
Due to credit institutions	5182			545.685
Due on preparatory operations for insurance contracts	5183			60.399
Other financial liabilities	5184		469.527	1.706.337
TOTAL (CONSOLIDATED)	5190	322.361	469.591	6.403.533

SELECTED FINANCIAL INFORMATION

MAPFRE, S.A.

1st HALF 2019

IV. SELECTED FINANCIAL INFORMATION
13. INFORMATION BY SEGMENTS

Units: Thousands of euros

Table 1:

GEOGRAPHICAL AREA		Distribution of net premiums attributed to business by geographical area			
		INDIVIDUAL		CONSOLIDATED	
		CURRENT PERIOD	PREVIOUS PERIOD	CURRENT PERIOD	PREVIOUS PERIOD
Domestic market	2210			3.719.517	3.414.660
Exports:	2215			5.694.472	6.042.144
a) European Union	2216			1.157.379	1.283.665
a.1) Euro area	2217			897.091	1.030.764
a.2) No Euro Area	2218			260.288	252.901
b) Others	2219			4.537.093	4.758.479
TOTAL	2220			9.413.989	9.456.804

Table 2:

SEGMENTOS		CONSOLIDATED			
		Total ordinary revenues		Result	
		CURRENT PERIOD	PREVIOUS PERIOD	CURRENT PERIOD	PREVIOUS PERIOD
IBERIA	2221	4.671.357	4.494.655	269.813	288.418
LATAM NORTH	2222	1.257.031	709.930	33.458	28.469
LATAM SOUTH	2223	815.484	803.155	28.766	32.887
BRAZIL	2224	2.105.552	2.075.869	159.683	169.169
EURASIA	2225	952.678	997.914	4.241	15.192
NORTH AMERICA	2226	1.227.848	1.265.404	45.580	4.216
MAPFRE RE	2227	2.804.068	2.793.258	84.894	122.166
MAPFRE ASISTENCIA	2228	497.761	506.717	(4.840)	(1.952)
(-) Adjustments and eliminations of ordinary revenue between segments	2229	-1.640.771	-1.511.554	-80.120	(73.450)
	2230				
TOTAL	2235	12.691.008	12.135.348	541.475	585.115

IV. SELECTED FINANCIAL INFORMATION
14. AVERAGE WORK FORCE

		INDIVIDUAL		CONSOLIDATED	
		CURRENT PERIOD	PREVIOUS PERIOD	CURRENT PERIOD	PREVIOUS PERIOD
AVERAGE WORK FORCE	2295	515	522	34.871	35.926
Men	2296	265	265	15.735	16.325
Women	2297	250	257	19.136	19.601

IV. SELECTED FINANCIAL INFORMATION
15. REMUNERATION

		Amount (thousands of euros)	
		CURRENT PERIOD	PREVIOUS PERIOD
Remuneration for being a member of the Board and/or Board Committees	2310	1.360	1.340
Salaries	2311	1.300	1.380
Variable remuneration in cash	2312	1.270	2.380
Share-based remuneration system	2313		
Compensation	2314		
Long-term savings system	2315	3.480	3.300
Other items	2316	70	300
TOTAL	2320	7.480	8.700

MANAGERS

		Amount (thousands of euros)	
		CURRENT PERIOD	PREVIOUS PERIOD
Total remuneration received by managers	2325	2.590	2.030

IV. SELECTED FINANCIAL INFORMATION
16. TRANSACTIONS WITH RELATED PARTIES (1/2)

Units: Thousands of euros

RELATED OPERATIONS

		CURRENT PERIOD				
		Significant shareholders	Directors and Managers	People, companies or undertakings of the Group	Other related parties	Total
REVENUE AND EXPENSES:						
1) Financial expenses	2340					
2) Leases	2343				540	165
3) Reception of services	2344				10	
4) Purchase of goods (completed or in progress)	2345					
5) Other expenses	2348					
EXPENSES (1 + 2 + 3 + 4 + 5 + 6 + 7 + 8 + 9)	2350				550	550
6) Financial income	2351					
7) Dividends received	2354					
8) Provisions of services	2356				10	10
9) Sale of goods (completed or in progress)	2357					
10) Other revenue	2359					
REVENUE (10 + 11 + 12 + 13 + 14 + 15 + 16 + 17 + 18)	2360				10	10

		CURRENT PERIOD				
		Significant shareholders	Directors and Managers	People, companies or undertakings of the Group	Other related parties	Total
OTHER TRANSACTIONS:						
Financing agreements, credit and capital contributions (lender)	2372					
Financing agreements, credit and capital contributions (borrower)	2375					
Guarantees and sureties provided	2381					
Guarantees and sureties received	2382					
Commitments made	2383					
Dividends and other benefits distributed	2386		178.408			178.408
Other operations	2385					

		CURRENT PERIOD				
		Significant shareholders	Directors and Managers	People, companies or undertakings of the Group	Other related parties	Total
CLOSING BALANCE						
1) Clients and commercial debtors	2341					
2) Loans and credits granted	2342					
3) Other collection rights	2346					
TOTAL BALANCE RECEIVABLE (1+2+3)	2347					
4) Providers and commercial creditors	2352					
5) Loans and credits received	2353					
6) Other payments due	2355					
TOTAL BALANCE OWED (4+5+6)	2358					

IV. SELECTED FINANCIAL INFORMATION
16. TRANSACTIONS WITH RELATED PARTIES (2/2)

Units: Thousands of euros

RELATED OPERATIONS

		PREVIOUS PERIOD				
		Significant shareholders	Directors and Managers	People, companies or undertakings of the Group	Other related parties	Total
REVENUE AND EXPENSES:						
1) Financial expenses	6340					
2) Leases	6343				93	93
3) Reception of services	6344					
4) Purchase of goods (completed or in progress)	6345					
5) Other expenses	6348				2	2
EXPENSES (1 + 2 + 3 + 4 + 5 + 6 + 7 + 8 + 9)	6350				95	95
6) Financial income	6351					
7) Dividends received	6354					
8) Provisions of services	6356				434	434
9) Sale of goods (completed or in progress)	6357					
10) Other revenue	6359		97			97
REVENUE (10 + 11 + 12 + 13 + 14 + 15 + 16 + 17 + 18)	6360		97		434	531

		PREVIOUS PERIOD				
		Significant shareholders	Directors and Managers	People, companies or undertakings of the Group	Other related parties	Total
OTHER TRANSACTIONS:						
Financing agreements, credit and capital contributions (lender)	6372					
Financing agreements, credit and capital contributions (borrower)	6375					
Guarantees and sureties provided	6381					
Guarantees and sureties received	6382		25			25
Commitments made	6383					
Dividends and other benefits distributed	6386		178.411			178.411
Other operations	6385					

		PREVIOUS PERIOD				
		Significant shareholders	Directors and Managers	People, companies or undertakings of the Group	Other related parties	Total
CLOSING BALANCE						
1) Clientes y deudores comerciales	6341					
2) Préstamos y créditos concedidos	6342					
3) Otros derechos de cobro	6346					
TOTAL SALDO DEUDORES (1+2+3)	6347					
4) Proveedores y Acreedores comerciales	6352					
5) Préstamos y créditos sociales	6353					
6) Otras obligaciones de pago	6355					
TOTAL SALDOS ACREEDORES (4+5+6)	6358					



KPMG Auditores, S.L.
Paseo de la Castellana, 259 C
28046, Madrid

Limited Review Report on the Condensed Consolidated Interim Financial Statements

(Translation from the original in Spanish. In the event of discrepancy, the Spanish-language version prevails.)

To the Shareholders of
MAPFRE, S.A. as commissioned by the Board of Directors:

REPORT ON THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

Introduction

We have carried out a limited review of the accompanying condensed consolidated interim financial statements (hereinafter the "interim financial statements") of MAPFRE, S.A. (hereinafter the "Parent Company") and subsidiaries (hereinafter the "Group"), which comprise the balance sheet as at 30 June 2019, the income statement, the statement of other comprehensive income, the statement of changes in equity, the cash flows statement and explanatory notes, all condensed and consolidated, corresponding to the six-month period then ended. Pursuant to article 12 of Royal Decree 1362/2007, the Directors of the Parent Company are responsible for the preparation of these interim financial statements in accordance with International Accounting Standard (IAS) 34 "Interim Financial Reporting" as adopted by the European Union, for the preparation of condensed interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our limited review.

Scope of review

We conducted our limited review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A limited review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A limited review is substantially less in scope than an audit conducted in accordance with Spanish Standards of Auditing, and consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion on the accompanying interim financial statements.



Conclusion

Based on our limited review, which can under no circumstances be considered an audit, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial statements for the six-month period ended 30 June 2019 have not been prepared, in all material respects, in accordance with International Accounting Standard (IAS) 34 "Interim Financial Reporting", as adopted by the European Union, for the preparation of condensed interim financial statements, pursuant to article 12 of Royal Decree 1362/2007.

Emphasis of matter

We draw your attention to the accompanying note 2.1, which states that these interim financial statements do not include all the information required in a complete consolidated financial statements prepared in accordance with International Financial Reporting Standards as adopted by the European Union. The accompanying interim financial statements should therefore be read in conjunction with the Group's consolidated annual accounts for the year ended 31 December 2018. This matter does not modify our conclusion.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

The accompanying consolidated interim management report for the six-month period ended 30 June 2019 contains such explanations as the Directors of the Parent Company consider relevant with respect to the significant events that have taken place in this period and their effect on the interim financial statements presented, of which it is not a part, as well as the disclosures required by article 15 of Royal Decree 1362/2007. We have verified that the accounting information contained in the aforementioned management report is consistent with the interim financial statements for the six-month period ended 30 June 2019. Our work is limited to verifying the interim consolidated management report in accordance with the scope described in this paragraph and does not include a review of information other than that obtained from the accounting records of MAPFRE, S.A. and subsidiaries.

Paragraph on other matters

This report has been prepared at the request of the Board of Directors of the Parent Company in relation to the publication of the six-month period financial report required by article 119 of the Securities Market Law, enacted by Royal Decree 1362/2007 of 19 October 2007.

KPMG Auditores, S.L.

(Signed on original in Spanish)

Jorge Segovia Delgado

July 25, 2019

**CONDENSED CONSOLIDATED INTERIM FINANCIAL
STATEMENTS**

CONSOLIDATED INTERIM MANAGEMENT REPORT

LIABILITY STATEMENT

JUNE 30, 2019

MAPFRE S.A.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

JUNE 30, 2019

MAPFRE S.A.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

JUNE 30, 2019

- A) Consolidated balance sheet**
- B) Global consolidated income statement**
- C) Consolidated statement of changes in equity**
- D) Consolidated cash flow statement**
- E) Notes on financial statements**

MAPFRE S.A.

A) CONSOLIDATED BALANCE SHEET AS ON JUNE 30, 2019 AND DECEMBER 31, 2018

ASSETS	Notes	June 30, 2019	December 31, 2018
A) INTANGIBLE ASSETS		3,377.04	3,072.36
I. Goodwill		1,828.19	1,689.03
II. Other intangible assets		1,548.85	1,383.33
B) PROPERTY, PLANT AND EQUIPMENT		1,385.74	1,112.34
I. Real estate for own use	5	1,116.74	852.66
II. Other property, plant and equipment	5	269.00	259.68
C) INVESTMENTS		47,189.45	43,976.95
I. Real estate investments		1,246.62	1,243.60
II. Financial investments			
1. Held-to-maturity portfolio	6.1	2,034.35	1,951.47
2. Available-for-sale portfolio	6.1	36,560.65	33,753.73
3. Trading portfolio	6.1	5,815.28	5,540.77
III. Investments recorded by applying the equity method		204.83	193.68
IV. Deposits established for accepted reinsurance	6.1	820.66	806.11
V. Other investments	6.1	507.06	487.59
D) INVESTMENTS ON BEHALF OF LIFE INSURANCE POLICYHOLDERS BEARING THE INVESTMENT RISK	6.2	2,416.73	2,242.49
E) INVENTORIES		60.24	60.87
F) PARTICIPATION OF REINSURANCE IN TECHNICAL PROVISIONS		6,194.71	5,883.18
G) DEFERRED TAX ASSETS		317.68	333.58
H) RECEIVABLES		7,585.86	5,761.20
I. Receivables on direct insurance and co-insurance operations	6.1	5,105.10	3,644.21
II. Receivables on reinsurance operations	6.1	1,101.71	903.08
III. Tax receivables			
1. Tax on profits receivable		237.12	192.05
2. Other tax receivables		174.86	144.65
IV. Corporate and other receivables	6.1	967.07	877.21
V. Shareholders, called capital		--	--
I) CASH		2,449.00	2,201.41
J) ACCRUAL ADJUSTMENTS		2,339.41	2,168.79
K) OTHER ASSETS		3.73	136.17
L) NON-CURRENT ASSETS HELD FOR SALE AND FROM DISCONTINUED OPERATIONS	6.3	251.35	341.48
TOTAL ASSETS		73,570.94	67,290.82

Figures in millions of euros

A) CONSOLIDATED BALANCE SHEET AS ON JUNE 30, 2019 AND DECEMBER 31, 2018

EQUITY AND LIABILITIES	Notes	June 30, 2019	December 31, 2018
A) EQUITY		10,133.86	9,197.58
I. Paid-up capital	7	307.95	307.95
II. Share premium		1,506.74	1,506.74
III. Reserves	7	6,383.84	6,323.63
IV. Interim dividend		--	(184.83)
V. Treasury stock	7	(55.13)	(48.25)
VI. Result for the period attributable to controlling company		374.51	528.86
VII. Other equity instruments		8.55	4.49
VIII. Valuation change adjustments		1,001.24	293.12
IX. Currency conversion differences		(687.72)	(737.90)
Equity attributable to the controlling company's shareholders		8,839.98	7,993.81
Non-controlling interests		1,293.88	1,203.77
B) SUBORDINATED LIABILITIES	6.4	1,117.79	1,120.54
C) TECHNICAL PROVISIONS		49,464.16	46,481.15
I. Provisions for unearned premiums and unexpired risks		9,001.86	7,951.40
II. Provisions for life insurance		27,046.88	24,838.47
III. Provision for outstanding claims		12,387.09	12,714.15
IV. Other technical provisions		1,028.33	977.13
D) TECHNICAL PROVISIONS FOR LIFE INSURANCE WHERE POLICYHOLDERS BEAR INVESTMENT RISK		2,416.73	2,242.49
E) PROVISIONS FOR RISKS AND EXPENSES		621.14	641.49
F) DEPOSITS RECEIVED ON CEDED AND RETROCEDED REINSURANCE		102.63	79.50
G) DEFERRED TAX LIABILITIES		728.90	499.32
H) DEBT		8,528.95	6,596.44
I. Issue of debentures and other negotiable securities		996.24	1,004.05
II. Due to credit institutions	8	980.74	545.69
III. Other financial liabilities	5 & 6.5	1,660.36	1,262.80
IV. Due on direct insurance and co-insurance operations		1,006.06	1,094.78
V. Due on reinsurance operations		1,742.05	852.64
VI. Tax liabilities			
1. Tax on profits to be paid		108.94	130.14
2. Other tax liabilities		432.80	320.57
VII. Other debts		1,601.76	1,385.77
I) ACCRUAL ADJUSTMENTS		333.47	238.35
J) LIABILITIES LINKED TO NON-CURRENT ASSETS HELD FOR SALE AND FROM DISCONTINUED OPERATIONS	6.3	123.31	193.96
TOTAL EQUITY AND LIABILITIES		73,570.94	67,290.82

Figures in millions of euros

B) GLOBAL CONSOLIDATED INCOME STATEMENT FOR HALF-YEARS ENDED JUNE 30, 2019 AND 2018

B.1) CONSOLIDATED INCOME STATEMENT

ITEM	Notes	2019	2018
I. REVENUE FROM INSURANCE BUSINESS			
1. Premiums earned, net			
a) Written premiums, direct insurance	10.1	10,756.68	10,102.24
b) Premiums from accepted reinsurance	10.1	1,771.61	1,868.18
c) Premiums from ceded reinsurance		(2,370.21)	(1,828.06)
d) Variations in provisions for unearned premiums and unexpired risks			
Direct insurance		(1,070.55)	(671.60)
Accepted reinsurance		(115.99)	(138.28)
Ceded reinsurance		442.47	124.34
2. Share in profits from equity-accounted companies		2.64	5.25
3. Revenue from investments			
a) From operations		1,320.53	1,128.95
b) From equity		118.36	98.61
4. Gains on investments on behalf of life insurance policyholders bearing the investment risk		165.57	41.26
5. Other technical revenue		33.71	32.01
6. Other non-technical revenue		28.85	30.16
7. Positive foreign exchange differences		639.75	566.53
8. Reversal of the asset impairment provision		24.27	12.15
TOTAL REVENUE FROM INSURANCE BUSINESS		11,747.69	11,371.74
II. EXPENSES FROM INSURANCE BUSINESS			
1. Incurred claims for the period, net			
a) Claims paid and variation in provision for claims, net			
Direct insurance		(6,000.03)	(6,399.45)
Accepted reinsurance		(1,087.14)	(1,207.74)
Ceded reinsurance		913.28	1,437.19
b) Claims-related expenses		(409.01)	(402.82)
2. Variation in other technical provisions, net		(562.20)	(251.74)
3. Profit sharing and returned premiums		(16.09)	(17.06)
4. Net operating expenses			
a) Acquisition expenses		(2,476.93)	(2,384.34)
b) Administration expenses		(362.62)	(369.92)
c) Commissions and participation in reinsurance		307.74	263.13
5. Share in losses from equity-accounted companies		--	(0.01)
6. Investment expenses			
a) From operations		(341.83)	(361.02)
b) From equity and financial accounts		(37.55)	(35.89)
7. Losses on investments on behalf of life insurance policyholders bearing the investment risk		(11.55)	(48.46)
8. Other technical expenses		(80.16)	(64.00)
9. Other non-technical expenses		(77.71)	(73.74)
10. Negative foreign exchange differences		(636.18)	(545.91)
11. Allowance to the asset impairment provision	9	(44.72)	(26.42)
TOTAL EXPENSES FROM INSURANCE BUSINESS		(10,922.70)	(10,488.20)
RESULT FROM THE INSURANCE BUSINESS		824.99	883.54
III. OTHER ACTIVITIES			
1. Operating revenue		162.72	164.93
2. Operating expenses		(207.35)	(198.26)
3. Net financial income			
a) Financial income		21.96	32.23
b) Financial expenses		(43.65)	(42.72)
4. Result from non-controlling interests			
a) Share in profits from equity-accounted companies		3.61	1.47
b) Share in losses from equity-accounted companies		(0.01)	(0.01)
5. Reversal of asset impairment provision		0.83	7.09
6. Allowance to the asset impairment provision	9	(4.07)	(5.52)
7. Result from the disposal of non-current assets classified as held for sale, not included in discontinued operations		--	--
RESULT FROM OTHER ACTIVITIES		(65.96)	(40.79)
IV. RESULT ON RESTATEMENT OF FINANCIAL ACCOUNTS		(9.79)	(26.98)
V. RESULT BEFORE TAX FROM ONGOING OPERATIONS	10	749.24	815.77
VI. TAX ON PROFIT FROM ONGOING OPERATIONS		(207.75)	(230.65)
VII. RESULT AFTER TAX FROM ONGOING OPERATIONS		541.49	585.12
VIII. RESULT AFTER TAX FROM DISCONTINUED OPERATIONS		--	--
IX. RESULT FOR THE PERIOD		541.49	585.12
1. Attributable to non-controlling interests		166.98	199.43
2. Attributable to controlling company	10	374.51	385.69

Figures in millions of euros

Earnings per share (euros)		0.12	0.13
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B.2) CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

ITEM	GROSS AMOUNT		TAX ON PROFITS		ATTRIBUTABLE TO NON-CONTROLLING INTERESTS		ATTRIBUTABLE TO CONTROLLING COMPANY	
	2019	2018	2019	2018	2019	2018	2019	2018
A) CONSOLIDATED RESULT IN THE PERIOD	749.24	815.77	(207.75)	(230.65)	166.98	199.43	374.51	385.69
B) OTHER RECOGNIZED REVENUE (EXPENSES)	1,035.49	(489.53)	(229.66)	59.47	47.53	(151.79)	758.30	(278.27)
1. Financial assets available for sale	2,357.91	(159.75)	(575.54)	41.18	222.45	(8.14)	1,559.92	(110.43)
a) Valuation gains (losses)	2,454.17	(62.61)	(598.22)	16.71				
b) Amounts transferred to the income statement	(96.36)	(96.97)	22.68	24.43				
c) Other reclassifications	0.10	(0.17)	--	0.04				
2. Currency conversion differences	60.98	(257.25)	(0.09)	(0.33)	10.71	(133.38)	50.18	(124.20)
a) Valuation gains (losses)	46.39	(271.06)	(0.09)	(0.33)				
b) Amounts transferred to the income statement	0.67	0.12	--	--				
c) Other reclassifications	13.92	13.69	--	--				
3. Shadow accounting	(1,384.94)	(74.05)	345.97	18.51	(185.69)	(10.45)	(853.28)	(45.09)
a) Valuation gains (losses)	(1,405.49)	(86.18)	351.11	21.54				
b) Amounts transferred to the income statement	20.55	12.13	(5.14)	(3.03)				
c) Other reclassifications	--	--	--	--				
4. Equity-accounted entities	0.45	(0.55)	--	0.11	--	0.01	0.45	(0.45)
a) Valuation gains (losses)	0.45	(0.43)	--	0.11				
b) Amounts transferred to the income statement	--	0.03	--	--				
c) Other reclassifications	--	(0.15)	--	--				
5. Other recognized comprehensive income	1.09	2.07	--	--	0.06	0.17	1.03	1.90
Total	1,784.73	326.24	(437.41)	(171.18)	214.51	47.64	1,132.81	107.42

Figures in millions of euros

All the items included in the consolidated statement of comprehensive income may be reclassified to the consolidated income statement in line with IFRS-EU.

C) CONSOLIDATED STATEMENT OF CHANGES IN EQUITY AS ON JUNE 30, 2019 AND 2018

ITEM	EQUITY ATTRIBUTABLE TO THE CONTROLLING COMPANY									NON-CONTROLLING INTERESTS	TOTAL EQUITY
	SHAREHOLDERS' EQUITY										
	SHARE CAPITAL	SHARE PREMIUM	RESERVES	INTERIM DIVIDEND	TREASURY STOCK	RESULT FOR THE PERIOD ATTRIBUTABLE TO CONTROLLING COMPANY	OTHER EQUITY INSTRUMENTS	VALUATION CHANGE ADJUSTMENTS	CURRENCY CONVERSION DIFFERENCES		
OPENING BALANCE AS ON JANUARY 1, 2018	307.95	1,506.74	6,433.14	(184.77)	(52.36)	700.51	10.08	620.69	(730.70)	1,901.38	10,512.66
1. Changes in accounting policies	--	--	--	--	--	--	--	--	--	--	--
2. Correction of errors	--	--	--	--	--	--	--	--	--	--	--
ADJUSTED OPENING BALANCE	307.95	1,506.74	6,433.14	(184.77)	(52.36)	700.51	10.08	620.69	(730.70)	1,901.38	10,512.66
I. TOTAL COMPREHENSIVE REVENUE (EXPENSES)	--	--	--	--	--	385.69	--	(154.07)	(124.20)	47.64	155.06
II. OPERATIONS WITH THE CONTROLLING COMPANY'S SHAREHOLDERS AND NON-CONTROLLING INTERESTS	--	--	(259.89)	--	4.11	--	--	--	--	(288.82)	(544.60)
1. Capital increases (decreases)	--	--	--	--	--	--	--	--	--	--	--
2. Distribution of dividends (Note 4)	--	--	(261.82)	--	--	--	--	--	--	(250.93)	(512.75)
3. Increases (decreases) from business combinations	--	--	--	--	--	--	--	--	--	8.00	8.00
4. Other operations with the controlling company's shareholders and non-controlling interests	--	--	1.93	--	4.11	--	--	--	--	(45.89)	(39.85)
III. OTHER VARIATIONS IN EQUITY	--	--	427.08	184.77	--	(700.51)	0.96	--	95.60	(8.60)	(0.70)
1. Transfers among equity items	--	--	515.74	184.77	--	(700.51)	--	--	--	--	--
2. Other variations (Note 7)	--	--	(88.66)	--	--	--	0.96	--	95.60	(8.60)	(0.70)
CLOSING BALANCE AS ON JUNE 30, 2018	307.95	1,506.74	6,600.33	--	(48.25)	385.69	11.04	466.62	(759.30)	1,651.60	10,122.42

OPENING BALANCE AS ON JANUARY 1, 2019	307.95	1,506.74	6,323.63	(184.83)	(48.25)	528.86	4.49	293.12	(737.90)	1,203.77	9,197.58
1. Changes in accounting policies	--	--	(8.04)	--	--	--	--	--	--	(7.71)	(15.75)
2. Correction of errors	--	--	--	--	--	--	--	--	--	--	--
ADJUSTED OPENING BALANCE	307.95	1,506.74	6,315.59	(184.83)	(48.25)	528.86	4.49	293.12	(737.90)	1,196.06	9,181.83
I. TOTAL COMPREHENSIVE REVENUE (EXPENSES)	--	--	--	--	--	374.51	--	708.12	50.18	214.51	1,347.32
II. OPERATIONS WITH THE CONTROLLING COMPANY'S SHAREHOLDERS AND NON-CONTROLLING INTERESTS	--	--	(261.66)	--	(6.88)	--	--	--	--	(122.57)	(391.11)
1. Capital increases (decreases)	--	--	--	--	--	--	--	--	--	2.13	2.13
2. Distribution of dividends (Note 4)	--	--	(261.61)	--	--	--	--	--	--	(201.42)	(463.03)
3. Increases (decreases) from business combinations	--	--	--	--	--	--	--	--	--	58.65	58.65
4. Other operations with the controlling company's shareholders and non-controlling interests (Notes 2.4 and 7)	--	--	(0.05)	--	(6.88)	--	--	--	--	18.07	11.14
III. OTHER VARIATIONS IN EQUITY	--	--	329.91	184.83	--	(528.86)	4.06	--	--	5.88	(4.18)
1. Transfers among equity items	--	--	344.03	184.83	--	(528.86)	--	--	--	--	--
2. Other variations (Note 7)	--	--	(14.12)	--	--	--	4.06	--	--	5.88	(4.18)
CLOSING BALANCE AS ON JUNE 30, 2019	307.95	1,506.74	6,383.84	--	(55.13)	374.51	8.55	1,001.24	(687.72)	1,293.88	10,133.86

Figures in millions of euros

D) CONSOLIDATED CASH FLOW STATEMENT FOR THE HALF-YEARS ENDED JUNE 30, 2019 AND 2018

ITEM	2019	2018
1. Insurance activity:	29.91	343.05
Cash received from insurance activity	12,180.71	12,500.31
Cash payments from insurance activity	(12,150.80)	(12,157.26)
2. Other operating activity:	(203.68)	(156.57)
Cash received from other operating activity	262.24	256.12
Cash payments from other operating activity	(465.92)	(412.69)
3. Receipt (payment) of income tax	(257.89)	(272.64)
NET CASH FLOWS FROM OPERATING ACTIVITY	(431.66)	(86.16)
1. Proceeds from investment activity:	11,922.78	10,163.57
Property, plant and equipment	1.08	4.58
Real estate investments	54.78	12.18
Intangible fixed assets	0.37	0.43
Financial instruments	10,107.57	8,490.21
Equity instruments	1,121.63	847.18
Controlled companies and other business units	26.66	146.22
Interest collected	525.63	587.56
Dividends collected	56.68	45.98
Other proceeds related to investment activity	28.38	29.23
2. Payments from investment activity:	(11,441.83)	(9,384.25)
Property, plant and equipment	(45.96)	(28.47)
Real estate investments	(1.40)	(7.96)
Intangible fixed assets	(110.89)	(29.82)
Financial instruments	(9,741.13)	(8,210.91)
Equity instruments	(1,321.44)	(1,076.93)
Controlled companies and other business units	(204.64)	(19.21)
Other payments related to investment activity	(16.37)	(10.95)
NET CASH FLOWS FROM INVESTMENT ACTIVITY	480.95	779.32
1. Proceeds from financing activity	803.43	364.29
Subordinated liabilities	--	--
Proceeds from issuing of equity instruments and capital increases	2.13	--
Proceeds from sale of treasury stock	3.65	6.05
Other proceeds related to financing activity	797.65	358.24
2. Payments from financing activity	(607.86)	(720.28)
Dividends paid to shareholders	(458.27)	(512.54)
Interest paid	(46.23)	(48.36)
Subordinated liabilities	--	--
Payments on return of shareholders' contributions	--	(35.86)
Purchase of treasury stock	(10.20)	--
Other payments related to financing activity	(93.16)	(123.52)
NET CASH FLOW FROM FINANCING ACTIVITY	195.57	(355.99)
Conversion differences in cash flow and cash balances	2.73	(16.18)
NET INCREASE (DECREASE) IN CASH FLOW	247.59	320.99
OPENING CASH BALANCE	2,201.41	1,864.01
CLOSING CASH BALANCE	2,449.00	2,185.00

Figures in millions of euros

E) NOTES ON THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

1. GENERAL INFORMATION REGARDING THE COMPANY AND ITS ACTIVITIES

MAPFRE S.A. (hereinafter the “controlling company”) is a listed company, parent of a number of companies engaged in insurance in its various lines of business, both Life and Non-Life, finance, real estate and services.

MAPFRE S.A. is a subsidiary of CARTERA MAPFRE, S.L., Single-Member Company (hereinafter CARTERA MAPFRE), which is 100 percent controlled by FUNDACIÓN MAPFRE.

The scope of activity of the controlling company and its subsidiaries (hereinafter “MAPFRE”, “the Group” or “MAPFRE Group”) includes the Spanish territory, European Economic Area countries, and other countries.

The controlling company was incorporated in Spain and has its registered office in Majadahonda (Madrid), Carretera de Pozuelo, 52.

2. BASIS OF PRESENTATION AND ACCOUNTING POLICIES

2.1. BASIS OF PRESENTATION

The condensed consolidated interim financial statements for the half-year ended June 30, 2019 (hereinafter “interim financial statements”) were prepared in accordance with the International Accounting Standard (IAS) no. 34 on interim financial information. The aforementioned interim financial statements do not include all the information that would be required for complete consolidated annual accounts prepared in accordance with the International Financial Reporting Standards adopted by the European Union (IFRS-EU), so the attached interim financial statements should be read together with the consolidated annual accounts of the Group for the financial year ended on December 31, 2018.

Regarding new Regulations and Interpretations applicable as of January 1, 2019, the most relevant changes are:

- The entry into force of IFRS-EU 16 “Leases”, which establishes the applicable accounting principles for recording, valuing and presenting leases, as well as information to include. The first application of this standard was retroactive, recognizing the accumulated affect as a negative adjustment in reserves and non-controlling interests, for 8.04 and 7.71 million euros, respectively, without restating the comparative information corresponding to 2018. Additionally, to June 30, 2019 the following effects were produced:

- Increase in assets and liabilities of 290.90 and 309.48 million euros.
- Decline in operating expenses and increase in expenses from interests of 5.91 and 8.63 million euros, respectively. The amount of expenses from interests will go down progressively, with financial criteria, over the estimated life of the contracts.
- Decrease of the result for half year attributable to the controlling Company for 2.45 million euros. This amount will be fully compensated at the end of the estimated life of the contracts.

Note 5 includes additional information about this.

- The entry into force of IFRIC 23 “Uncertainty Over Income Tax Treatments”, the adoption of which has not had significant impact on the Group financial statements or results.

The interim financial statements were approved by the Board of Directors at their meeting on July 25, 2019.

2.2. ACCOUNTING POLICIES

The accounting policies and methods used in the preparation of the consolidated interim financial statements for the period are consistent with those applied in the preparation of the latest consolidated annual accounts approved, for the financial year 2018, with the exception of the above section regarding IFRS-EU 16 “Leases”.

With regard to said Standard, in the first application, those lease contracts classified as such according to the previous Standard were considered. The Group has made use of the exemption from applying it to those leases that are short-term and/or contain an underlying asset of insignificant value.

The main implications of this Standard affect those lease contracts in which the Group is the lessee.

As a lessee, the Group recognizes at the effective date of the lease an asset for the right-of-use and a liability for leasing, in line with the payments established in the contract and the estimated duration thereof. The initial valuation of the asset is measured at cost, and for the liability, at the current value of the future payments discounted at the incremental interest rate of debt for said lease.

Subsequently, the asset for right-of-use is valued at cost deducting depreciation and accumulated losses for value impairment, and adjusted where necessary for new valuation of the liability. In the case of contract review, the liability will again be measured deducting the modified lease payments.

In the result for the period, the depreciation expense and interests on the liability are recognized, and where relevant, the variable lease payments not included in the initial valuation.

The applicable accounting policy for the Group as a lessor does not differ from what was required by IFRS-EU 17, and does not require adjustment in the transition to IFRS-EU 16.

2.3. COMPARABILITY OF INFORMATION

Argentina began to be considered as a hyperinflationary economy in 2018. In order to recognize the most relevant effects of the hyperinflation on the interim financial statements of the previous year, the information in the 2018 Consolidated Statement of Other Comprehensive Income and Consolidated Statement of Changes in Equity has been restated.

2.4. CHANGES IN THE SCOPE OF CONSOLIDATION

The breakdown of the most significant changes in the consolidation scope during the half-year ended on June 30, 2019 is as follows:

1. Acquisitions or shareholding increases

COMPANY NAME (COUNTRY)	ITEM	EFFECTIVE DATE	AMOUNTS (MILLIONS OF EUROS)	VOTING RIGHTS %	
				ACQUISITION	TOTAL
CAJA GRANADA VIDA CIA. DE SEGUROS Y REASEGUROS S.A.	ACQUISICION	03.01.2019	61.76	51.00%	51.00%
CAJA MURCIA VIDA Y PENSIONES DE SEGUROS Y REASEGUROS S.A.	ACQUISICION	03.01.2019	48.55	51.00%	51.00%
FUNESPAÑA, S.A.	INCREASE	06.30.2019	0.26	0.19%	99.74%
MAPFRE VIDA S.A. DE SEGUROS Y REASEGUROS SOBRE LA VIDA HUMANA	INCREASE	06.30.2019	0.07	0.01%	99.92%
SANTANDER MAPFRE SEGUROS Y REASEGUROS S.A.	ACQUISICION	06.30.2019	82.27	50.01%	50.01%

2. Disposals of shareholdings and other corporate operations

COMPANY NAME	ITEM	EFFECTIVE DATE	VOTING RIGHTS %		RESULT (IN MILLIONS OF EUROS)
			DECREASE	AS AT 06.30.19	
MAPFRE INSURANCE COMPANY NEW YORK	DISPOSAL	01.31.2019	100.00%	--	(2.73)
BIOINGENIERIA ARAGONESA S.L.	DISSOLUTION	01.31.2019	100.00%	--	--
MAPFRE GLOBAL RISKS	MERGER	03.31.2019	100.00%	--	--
BENELUX ASSIST S.A.	DISSOLUTION	06.30.2019	100.00%	--	--
MAPFRE RE CIA. DE REASEGUROS S.A.	DISPOSAL	06.30.2019	1.07%	93.01%	(*)

(*) The effects of this disposal are included in the Reserves and the Non-Controlling Interests headings of the Consolidated Statement of Changes in Equity.

Verti Italy branch transformation

The relevant bodies of MAPFRE S.A. and of the affected Group entities have agreed to carry out a transformation process for VERTI ITALY, turning it into a branch of VERTI SPAIN. The operation will be carried out through a cross-border merger process, by means of which VERTI SPAIN will absorb VERTI ITALY and create a branch in Italy to which it will assign the insurance portfolio from this entity.

This operation is expected to be completed in 2019.

Reorganization of the global risks business

In March 2019 administrative authorization was received to carry out the business restructuring operation for MAPFRE GLOBAL RISKS, explained in the 2018 Annual Accounts. The execution of this restructuring, which implied a 0.76 percent net increase in the Group's participation in MAPFRE RE, has not had a significant impact on the consolidated financial statements of the Group.

2.5. CONVERSION OF THE FINANCIAL STATEMENTS OF FOREIGN COMPANIES INCLUDED IN THE CONSOLIDATION

In the first half of 2019, the Group has maintained the criteria regarding the exchange rate for Venezuela from 2018, applying a rate based on the country's estimated inflation.

To June 30, 2019, inflation has been considered as 879 percent and an exchange rate of EUR/VEF of 45,728 has been applied.

3. SEASONALITY OF OPERATIONS

In the insurance business, the seasonality component is considered in the temporary premium allocation, since this is done in accordance with the temporary distribution of the loss experience over the coverage period of the contract.

4. DIVIDENDS PAID

The breakdown of the dividends paid by the controlling company in the half-years ended on June 30, 2019 and 2018 is as follows:

ITEM	TOTAL DIVIDEND (MILLION EUROS)		DIVIDEND PER SHARE (IN CENTS OF EUROS)	
	2019	2018	2019	2018
Final dividend for the previous financial year	261.61	261.82	8.50	8.50
Interim dividend for current financial year	--	--	--	--
Total	261.61	261.82	8.50	8.50

This dividend payout was approved by the Ordinary Annual General Shareholder Meeting and complies with the requirements and limitations that are laid down in the legal regulations and the corporate bylaws.

5. LEASING

The Group leases property for own use and other assets. These leases have an average duration of between 5 and 18 years, without renewal clauses stipulated in the contracts. The Group has no restrictions regarding the carrying out of these leases.

The opening balance at January 1, 2019 as a result of the application of IFRS-EU 16 to leases in which the Group is the lessee, reached 312.44 million euros in right-of-use assets and 328.30 million euros in liabilities for payment obligations. The interim financial statements to June 30, 2019 include the following amounts:

ITEM	REAL ESTATE	OTHER	TOTAL
Right of use (net accounting value)	285.07	5.83	290.90
Depreciation	(20.71)	(0.83)	(21.54)
Interest expenses	(8.49)	(0.14)	(8.63)
Payment obligations	303.28	6.20	309.48

Figures in millions of euros

Interest expenses are recorded in the consolidated income statement in the headings for expenses from insurance business operation investments and financial expenses from other activities. The depreciation expense is reclassified by purpose according to the criteria indicated in note 5.21 in the 2018 consolidated annual accounts.

Leasing expenses that are short-term or which contain underlying assets of insignificant value, not included in the above table, reached 23.42 million euros.

Total payments for the period reached 33.51 million euros.

The minimum future payments for leases to June 30, 2019 that are not cancelable are:

ITEM	REAL ESTATE	OTHER	TOTAL
Less than one year	54.29	2.21	56.50
More than one year but less than five	166.28	1.75	168.03
More than five years	211.70	0.01	211.71
Total	432.27	3.97	436.24

Figures in millions of euros

The rate applied for calculating debt follows a methodology based on interest rate curves by country and currency, applied individually, and an average weighted rate is not representative.

6. FINANCIAL INSTRUMENTS

6.1. FINANCIAL ASSETS

The breakdown by nature and category of financial assets on June 30, 2019 and December 31, 2018 is as follows:

ITEM	HELD-TO-MATURITY PORTFOLIO		AVAILABLE-FOR-SALE PORTFOLIO		TRADING PORTFOLIO		LOANS AND RECEIVABLES	
	2019	2018	2019	2018	2019	2018	2019	2018
Derivatives	--	--	--	--	495.63	453.70	--	--
Equity instruments and mutual funds	--	--	2,398.17	2,232.32	1,625.89	1,505.26	--	--
Debt securities	2,018.93	1,939.60	34,142.34	31,487.89	3,200.03	3,090.04	--	--
Hybrid instruments	--	--	5.09	5.09	392.19	413.13	--	--
Loans	13.79	8.30	3.97	8.41	--	--	21.08	42.90
Deposits established for accepted reinsurance	--	--	--	--	--	--	820.66	806.11
Receivables on direct insurance, coinsurance and reinsurance operations	--	--	--	--	--	--	6,206.81	4,547.29
Other financial assets	1.63	3.57	11.08	20.02	101.54	78.64	1,453.05	1,321.89
Total	2,034.35	1,951.47	36,560.65	33,753.73	5,815.28	5,540.77	8,501.60	6,718.19

Figures in millions of euros

The fair value measurements of the financial investments included in the available-for-sale portfolio and in the trading portfolio have been classified according to the levels of the variables used to measure them:

- Level 1. Quotation price: Unadjusted price quoted in active markets.
- Level 2. Observable data: Prices quoted in active markets for instruments similar to the one being measured or other measurement techniques in which all the significant variables are based on observable market data. The measurement is made via a model that discounts future financial flows, including reimbursement value, using a rate curve with two main components:
 - Zero coupon swap curve of the currency of the issue, which is considered to be the best approximation to the risk-free interest rate.
 - Spread of the additional risk, which will be the spread added to or subtracted from the zero coupon swap curve that reflects the risks inherent to the issue being measured, such as: credit, liquidity and optionality risk.
- Level 3. Other measurements: Variables specific to each case. Financial assets at this level represent 0.82 percent of the total portfolio measured at fair value. For these purposes, it is possible to distinguish between:
 - Equity assets, where in general the realizable value is estimated according to the individual characteristics of the asset.
 - Fixed-income assets with complex future flow structures (interest rates linked to financial variables, with caps and/or floors) and one or more early redemptions, and in which the issuer has no similar issuances on the market or any unquoted issuance from an issuer with no similar issuances. In these cases, the assets are usually measured by requesting a benchmark valuation from a third party.

With regard to the sensitivity of fair value measurements, changes in the unobservable variables used in the aforementioned individual measurements would not significantly alter the fair value obtained.

The process for measuring financial assets is as follows:

- a) At the time of acquisition, it is assigned to a specific portfolio (held-to-maturity, available-for-sale or for-trade) depending on the characteristics of the liabilities to which it is going to be assigned, and on the local and international legislation for accounting and insurance.
- b) The accounting nature of the portfolios dictates the type of measurement performed. However, at least once a month all assets are measured against the market using the aforementioned measurement methods (Level 1, Level 2 and Level 3).
- c) The measurements are performed directly by the Group's entities, although in some countries an independent financial institution carries them out in line with the local regulations.

The measurement policy is decided by the Investment Committees and/or Risk Committees, and is reviewed at least once a quarter.

Furthermore, the Executive Committee of the controlling company regularly analyzes the value of all investments and capital gains and losses.

Investments in the available-for-sale portfolio and in the trading portfolio on June 30, 2019 and December 31, 2018, classified according to the levels and variables used to measure them are shown below:

ITEM	MARKET VALUE (BOOK VALUE)						TOTAL BOOK VALUE	
	LEVEL 1. QUOTATION PRICE		LEVEL 2. OBSERVABLE DATA		LEVEL 3. OTHER MEASUREMENTS		(FAIR VALUE)	
	2019	2018	2019	2018	2019	2018	2019	2018
AVAILABLE FOR SALE PORTFOLIO								
Equity instruments and mutual funds	2,041.91	2,068.64	73.51	50.02	282.75	113.66	2,398.17	2,232.32
Debt securities	28,781.64	26,702.47	5,316.40	4,771.83	44.30	13.58	34,142.34	31,487.88
Other financial assets	20.11	29.16	--	4.35	0.03	0.02	20.14	33.53
TOTAL AVAILABLE FOR SALE PORTFOLIO	30,843.66	28,800.27	5,389.91	4,826.20	327.08	127.26	36,560.65	33,753.73
TRADING PORTFOLIO								
Derivatives (non-hedging)	--	--	495.63	453.70	--	--	495.63	453.70
Equity instruments and mutual funds	1,620.26	1,501.02	4.33	2.94	1.30	1.30	1,625.89	1,505.26
Debt securities	2,589.55	2,900.95	610.48	189.09	--	--	3,200.03	3,090.04
Hybrids	90.53	10.59	301.66	402.54	--	--	392.19	413.13
Other financial assets	1.71	0.41	82.27	78.23	17.56	--	101.54	78.64
TOTAL TRADING PORTFOLIO	4,302.05	4,412.97	1,494.37	1,126.50	18.86	1.30	5,815.28	5,540.77

Figures in millions of euros

Quotation values are monitored and verified on a regular basis in order to decide whether any transfers between levels are required:

1. If the quotation source for a particular asset is no longer representative, it is transferred from Level 1 to Level 2.
2. Assets are transferred from Levels 2 and 3 to Level 1 if a reasonable quotation source is verified.
3. Assets are transferred to Level 3 when there are no longer any observable market data.

There have been no significant transfers between the different Levels or modifications to the measurement techniques used at Levels 2 and 3 of the fair value hierarchy during the half-year ending June 30, 2019.

A reconciliation of the opening and closing balances on June 30, 2019 for Level 3 financial assets in the available-for-sale portfolio is shown below:

	EQUITY INSTRUMENTS AND MUTUAL FUNDS	DEBT SECURITIES	OTHER FINANCIAL ASSETS	TOTAL
OPENING BALANCE	113.66	13.58	0.02	127.26
Additions	214.82	31.06	--	245.88
Disposals	(39.97)	(0.02)	--	(39.99)
Transfer from level 1 or 2	--	--	--	--
Transfer to level 1 or 2	--	--	--	--
Amortization	--	--	--	--
Gains and losses	1.96	(0.25)	--	1.71
Other	(7.72)	(0.07)	0.01	(7.78)
CLOSING BALANCE	282.75	44.30	0.03	327.08

Figures in millions of euros

The investments classified in the held-to-maturity portfolio, as on June 30, 2019 and December 31, 2018 are shown below:

ITEM	BOOK VALUE (AMORTIZED COST)		FAIR VALUE							
			LEVEL 1. QUOTATION PRICE		LEVEL 2. OBSERVABLE DATA		LEVEL 3. OTHER MEASUREMENTS		TOTAL	
	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
Debt securities	2,018.93	1,939.60	1,870.76	1,845.18	185.77	131.63	42.96	37.53	2,099.49	2,014.34
Other investments	15.42	11.87	9.26	5.83	0.15	0.04	6.01	5.99	15.42	11.86
Total	2,034.35	1,951.47	1,880.02	1,851.01	185.92	131.67	48.97	43.52	2,114.91	2,026.20

Figures in millions of euros

At June 30, 2019 the Group had guaranteed, for financial swap operations, fixed-income assets with a market value amounting to 486.76 million euros (425.26 million euros as on December 31, 2018). These financial assets are classified in the available-for-sale portfolio. At June 30, 2019 the assets received as collateral amounted to 16.33 million euros (465.16 million euros as on December 31, 2018). In both cases the guarantee matures on a daily basis, at which time a new guarantee is established, or the existing guarantee is maintained or definitively canceled. The existence of these guarantees mitigates the counterparty risk (CVA/DVA) on a large part of the Group's derivatives.

With the aim of analyzing potential impacts of the effective application of IFRS-EU 9 "Financial Instruments" and of improving the comparability of information between entities that are applying said standard and those that have opted for application deferral, the Group included in its 2018 annual accounts the results of the analysis of fixed income securities classified in the held-to-maturity and available-for-sale portfolios of the most relevant Regional Areas and Units, in order to determine which notes receive flows coming only from principal and interest (they pass the SPPI text). In the first half of 2019, there have been no significant differences in the composition of the portfolio subject to study, having continued with the analysis of the portfolio of instruments with clauses that cast doubt on the above mentioned SPPI test, without this producing significant differences compared to the results at the close of 2018.

6.2. INVESTMENTS ON BEHALF OF LIFE INSURANCE POLICYHOLDERS BEARING THE INVESTMENT RISK

The following table shows the composition of the "Investments on behalf of life insurance policyholders bearing the investment risk" heading, as on June 30, 2019 and December 31, 2018:

ITEM	BOOK VALUE (FAIR VALUE)							
	LEVEL 1. QUOTATION PRICE		LEVEL 2. OBSERVABLE DATA		LEVEL 3. OTHER MEASUREMENTS		TOTAL	
	2019	2018	2019	2018	2019	2018	2019	2018
Equity instruments	587.72	414.99	--	--	--	--	587.72	414.99
Debt securities and other	680.75	803.76	185.16	260.41	--	--	865.91	1,064.17
Mutual Funds	963.01	763.25	0.09	0.08	--	--	963.10	763.33
Total	2,231.48	1,982.00	185.25	260.49	--	--	2,416.73	2,242.49

Figures in millions of euros

6.3. NON-CURRENT ASSETS HELD FOR SALE AND ASSOCIATED LIABILITIES

The following is a description of the main operations included in these headings:

- Funeral service business in Spain

MAPFRE and SANTALUCÍA have formalized a strategic alliance to jointly develop their respective funeral business in Spain. The result of this alliance will be a leading group in the Spanish funeral market with direct and indirect reach extending to 100 percent of the territory.

Once the definitive valuations have been set, currently underway, it has been agreed that MAPFRE, through its subsidiary FUNESPAÑA, will own 25 percent of the share capital and SANTALUCÍA the remaining 75 percent.

At June 30, 2019, pending the relevant authorizations, the headings “Assets and liabilities held for sale” include the amounts 157.12 and 57.23 million euros, respectively, from the businesses contributed to this alliance.

This alliance is expected to be effective in 2019, pending the necessary approval from the National Commission on Markets and Competition (CNMC in Spanish).

- Cession of long-term Supplementary High Risk Workers Compensation Insurance in Peru

This will imply the transfer of a corporate equity block comprising assets and liabilities related to this insurance. As the transaction is pending authorization by the Superintendent of Banks, Insurance and Pension Fund Administrators at June 30, 2019, 65.24 million euros have been reclassified as “Assets and Liabilities held for sale”.

6.4. ISSUING, REPURCHASES AND REIMBURSEMENTS OF DEBT SECURITIES

At June 30, 2019 and December 31, 2018, the subordinated liability balance includes the amortized cost of the subordinated notes issued by the controlling company.

No operations with debt securities have taken place during the half year.

6.5. OTHER FINANCIAL LIABILITIES

The other financial liabilities balance at June 30, 2019 and December 31, 2018 includes, among other elements, fair value liabilities with changes in profits and losses amounting to 883.02 and 791.96 million euros, respectively. The amount shown in this account corresponds to the valuation of financial swaps for the exchange of flows and other fair value financial liabilities with changes in profits and losses, its fair value hierarchy being Level 2, except balances coming from non-controlling interests in mutual funds, measured at net asset value, which hierarchically is primarily Level 1. No transfers between the different hierarchy levels have been made.

No adjustments were made for own credit risk in connection with the financial liabilities derived from financial swap transactions, given that they are cash flow exchange operations whose current net value leads to a balance in favor of the counterparty. In any event, the application of adjustments for own credit risk in these transactions would not have a material effect on the income statement or on equity.

7. EQUITY

- **Paid-up capital**

The share capital of the controlling company as on June 30, 2019 is represented by 3,079,553,273 shares, each with a face value of 0.10 euros, fully subscribed and paid-up. All shares carry identical voting and dividend rights.

CARTERA MAPFRE directly held 67.60 percent of the share capital as on June 30, 2019 and December 31, 2018.

All shares representing the share capital of the controlling company are admitted to official trading on the Madrid and Barcelona stock markets.

- **Treasury stock**

In the first half of 2019, 4,300,544 shares of treasury stock were bought on the market and 1,829,226 were delivered to directors of subsidiaries as part of a variable remuneration plan, resulting in a net increase of 2,471,318 shares, representing 0.08 percent of the capital, for the amount of 6.88 million euros. The difference in the value at which the shares were delivered and the sale value, which reached a total of 0.92 million euros, is included in the "Reserves" heading. At June 30, 2019, the controlling Company held 26,903,208 shares of treasury stock, representing 0.87 percent of the capital, for an amount of 55.13 million euros.

As on June 30, 2019 and December 31, 2018, no other Group company held shares in the controlling company.

- **Reserves**

Following the accounting policy applied in the 2018 consolidated annual accounts, for those countries with a hyperinflationary economy, which is the case for MAPFRE companies in Venezuela and Argentina, the Group includes in a Reserves caption both the revaluation of the non-monetary items as well as the currency conversion differences from converting to euros restated financial statements from subsidiaries in these countries.

The amounts included in reserves to June 30, 2019 and December 31, 2018 from the effects of this are:

Item	Balance 12.31.18	Variation	Balance 06.30.19
Restatement for inflation	542.81	10.74	553.55
Currency conversion differences	(1,070.80)	(19.88)	(1,090.68)
Net	(527.99)	(9.14)	(537.13)

Million euros

8. DUE TO CREDIT INSTITUTIONS

As on June 30, 2019 and December 31, 2018 the breakdown of the main credit line is as follows:

COMPANY	MATURITY	LIMIT		DRAWN DOWN	
		2019	2018	2019	2018
Banco de Santander	02.26.2024	1,000.00	1,000.00	745.00	490.00
Total		1,000.00	1,000.00	745.00	490.00

Figures in millions of euros

Banco de Santander is the agent bank of the credit line described, which is a syndicated loan facility with other entities. The loan accrues interest at a rate linked to market variables. In line with the contract, in January 2019, its maturity was extended from February 2023 to February 2024.

Additionally, at June 30, 2019, there were other loans from banks, the most relevant being the following:

COMPANY	MATURITY	AMOUNT
Bankia	01.31.2026	110.00
Bankia	02.21.2024	51.00
Total		161.00

Figures in millions of euros

Both loans were formalized in the first half of 2019, accrue interest linked to market variables, and are intended to finance the MAPFRE VIDA acquisition of shares from Caja Granada Vida and Caja Murcia Vida, as well as the novation of an agency agreement for the

exclusive distribution of MAPFRE ESPAÑA Non-Life insurance in the whole BANKIA network, described in the 2018 consolidated annual accounts.

9. ASSET IMPAIRMENT

The breakdown of asset impairment accounted for during the half-years ending June 30, 2019 and 2018 is as follows:

IMPAIRMENT IN	2019	2018
Intangible assets	--	--
Real estate investments / Inventories	1.01	7.12
Financial investments	18.42	12.24
Receivables	29.36	12.58
Total	48.79	31.94

Figures in millions of euros

10. FINANCIAL INFORMATION BY SEGMENT

10.1. DISTRIBUTION OF PREMIUMS BY BUSINESS UNITS

The breakdown by Business Unit of direct insurance and accepted reinsurance premiums and of the results, for the half-years ending June 30, 2019 and 2018 is as follows:

BUSINESS UNIT	PREMIUMS		RESULT			
			BEFORE TAX		ATTRIBUTABLE TO CONTROLLING COMPANY	
	2019	2018	2019	2018	2019	2018
Iberia	4,337.40	4,129.88	348.64	365.05	231.70	249.87
LATAM North	1,252.11	705.18	44.88	38.18	28.92	24.15
LATAM South (*)	807.34	795.35	45.26	46.28	25.67	28.77
Brazil	2,056.24	2,018.03	233.19	269.92	48.86	29.96
North America	1,215.81	1,247.64	59.25	6.79	45.58	4.29
Eurasia	951.12	996.38	5.86	19.71	(0.56)	10.33
Total Insurance Unit	10,620.02	9,892.46	737.08	745.93	380.17	347.37
Reinsurance and Global Risks	2,804.07	2,793.26	112.98	159.70	84.89	120.55
Assistance	452.16	470.86	(2.16)	0.08	(5.57)	(2.56)
Total Business Units	13,876.25	13,156.58	847.90	905.71	459.49	465.36
Holding and consolidation adjustments	(1,347.96)	(1,186.16)	(98.66)	(89.94)	(84.98)	(79.67)
Total	12,528.29	11,970.42	749.24	815.77	374.51	385.69

Figures in millions of euros

(*) In order to provide clear information, and given its insignificance, MAPFRE VENEZUELA is not included in the LATAM SOUTH. Said information is included in “Corporate Areas, Consolidation Adjustments and Others”.

The breakdown by Business Unit in the above chart is provided with an eye to operating segments, which are aligned with Group organizational structure, and with the information provided to Management and the markets.

10.2. ORDINARY REVENUES AND RESULTS BY ACTIVITY

The breakdown of the ordinary revenues and results by activity for the half-years ended on June 30, 2019 and 2018 is as follows:

ACTIVITY	ORDINARY REVENUES		RESULT			
			BEFORE TAX		ATTRIBUTABLE TO CONTROLLING COMPANY	
	2019	2018	2019	2018	2019	2018
Direct insurance:						
· Life	2,578.71	2,329.11	250.56	389.39	85.84	102.31
· Automobile	3,483.02	3,592.98	126.92	142.76	76.19	111.46
· Other Non-Life	4,755.12	4,248.13	337.84	163.43	164.00	62.90
Reinsurance	3,081.67	3,029.02	114.61	179.39	78.11	126.94
Other Activities	427.90	442.25	244.01	500.88	251.79	503.14
Total ongoing operations	14,326.42	13,641.49	1,073.94	1,375.85	655.93	906.75
Result from discontinued operations	--	--	--	--	--	--
Consolidation Adjustments and Holdings	(1,635.41)	(1,506.14)	(324.70)	(560.08)	(281.42)	(521.06)
Total	12,691.01	12,135.35	749.24	815.77	374.51	385.69

Figures in millions of euros

The ordinary revenues include the direct insurance written premiums and the accepted reinsurance premiums from the insurance business, as well as operating revenues from other activities.

Inter-activity transactions arise mainly due to reinsurance operations and dividend payments among Group companies which have been eliminated in the consolidation process, and the value of which is included in "Consolidation Adjustments and Holdings."

11. BUSINESS COMBINATIONS

In 2019, MAPFRE and Bankia reached an agreement to reorganize their bancassurance alliance, notably increasing the distribution of MAPFRE Life insurance in the southeast of Spain. This has been materialized through the acquisition of 51 percent of the share capital of the insurance entities Caja Granada Vida, Compañía de Seguros y Reaseguros, S.A. and Caja Murcia Vida y Pensiones de Seguros y Reaseguros, S.A. was acquired for a total amount of 110.31 million euros. Likewise, in the first half of 2019, a 50.01 percent share of the entity Santander Mapfre Seguros y Reaseguros S.A. was acquired, for the amount of 82.27 million euros, which will allow for the exclusive distribution of Auto, Commercial multi-risk and SME multi-risk, and Third Party Liability insurance in the Banco Santander network in Spain.

The fair value of the identifiable assets and liabilities of the business combinations in the first half-year of 2019 is shown below:

ITEM	Caja Granada Vida	Caja Murcia Vida	Santander Mapfre
ASSETS			
Portfolio acquisition expenses and other intangibles	30.46	40.96	6.80
Investments	235.67	127.43	11.33
Receivables	0.53	0.36	--
Cash	4.47	12.32	--
Other assets	0.42	0.68	--
TOTAL ASSETS	278.78	184.80	18.13
LIABILITIES			
Technical provisions	193.40	118.04	--
Deferred tax liabilities	13.78	11.64	--
Debt	12.47	5.80	6.80
Other Liabilities	0.92	0.50	--
TOTAL LIABILITIES	220.57	135.98	6.80
Fair value of net assets	58.21	48.82	11.33
Interest acquired	51%	51%	50%
Fair value of the percentage of net assets acquired	29.69	24.90	5.67
First consolidation difference	32.07	23.65	76.60
Business combination costs	61.76	48.55	82.27

Figures in millions of euros

The fair values related to previous business combinations have been provisionally assigned as their adequate identification and determination are being studied, based on projections that are being reviewed.

The above stated fair values relating to the business combinations differ from the book values of the entities before the combination, primarily from the portfolio acquisition expenses and the corresponding deferred tax liabilities, not recorded in its accounting.

The acquisition costs of the combinations were paid in full, with no deferred payments existing at June 30, 2019.

The indicated costs directly attributable to the combinations, such as independent professional, legal and financial advisory fees, are not significant and were expensed in the consolidated income statement.

The above-mentioned combinations acquired during the first half of 2019 were incorporated into the consolidated Group on March 1, 2019 for the Caja Granada Vida and Caja Murcia Vida y Pensiones entities, and June 30, 2019 for Santander Mapfre. Said business combinations have contributed, in the period, 12.58 million euros to the Group's premiums, and 1.68 million euros to the net result attributable to the controlling Company. Had the combinations occurred at the beginning of 2019, they would have contributed, in said year, 21.80 million euros to the Group's premiums, and 2.79 million euros to the net result attributable to the controlling company.

12. TRANSACTIONS WITH RELATED PARTIES

12.1. EXPENSES AND REVENUE

The breakdown of expenses and revenue with related parties for the half-years ended on June 30, 2019 and 2018 is as follows:

ITEM	SIGNIFICANT SHAREHOLDERS		OTHER RELATED PARTIES		TOTAL	
	2019	2018	2019	2018	2019	2018
Leasing	--	--	0.54	0.09	0.54	0.09
Services received	--	--	0.01	--	0.01	--
Total expenses	--	--	0.55	0.09	0.55	0.09
Leasing	--	0.10	--	--	--	0.10
Provision of services	--	--	0.01	0.43	0.01	0.43
Total revenue	--	0.10	0.01	0.43	0.01	0.53

Figures in millions of euros

12.2. OTHER TRANSACTIONS

The breakdown of other transactions with related parties for the half-years ended on June 30, 2019 and 2018 is as follows:

ITEM	SIGNIFICANT SHAREHOLDERS		OTHER RELATED PARTIES		TOTAL	
	2019	2018	2019	2018	2019	2018
Guarantees and sureties received	--	0.03	--	--	--	0.03
Dividends and other profits assigned	178.41	178.41	--	--	178.41	178.41
Other operations	--	--	--	--	--	--

Figures in millions of euros

12.3. REMUNERATION OF KEY MANAGEMENT STAFF

The breakdown of remuneration of the controlling Company's Board of Directors for the half-years ended on June 30, 2019 and 2018 is as follows:

ITEM	2019	2018
Fixed remuneration	1.30	1.38
Variable remuneration	1.27	2.38
Bylaw perquisites	1.36	1.34
Other concepts	0.07	0.30
TOTAL	4.00	5.40

Figures in millions of euros

Executive directors (who are deemed to be both the company's executives as well as those performing executive duties in other MAPFRE Group companies) receive the remuneration established in their contracts, including fixed salary, incentives with varying amounts linked to results, Life and Disability insurance, and other general benefits established for the company's staff. They also receive certain retirement-related pension benefits, externalized through a Life insurance policy. All of these are pursuant to the compensation policy established by the Group for its senior managers, whether or not they are directors. Contributions to defined benefit plans totaling 3.48 million euros were recorded as expenses for the first-half of 2019 (3.30 million euros in 2018). In the first half of 2019, 1.00 million euros was provisioned for a medium-term incentive plan, of which 0.50 million euros correspond to incentives in cash and 0.50 million euros in shares (0.73 million euros in the same period of 2018).

The breakdown of remuneration of senior management for the half-years ended on June 30, 2019 and 2018 is as follows:

ITEM	2019	2018
No. of senior management members	7	5
Fixed remuneration	0.98	0.78
Variable remuneration	0.60	0.52
Other concepts	0.08	0.04
TOTAL	1.66	1.34

Contributions to defined benefit plans totaling 0.93 million euros were recorded as expenses in the first half of 2019 (0.69 million euros in 2018). In the first half of 2019, 0.78 million euros were provisioned for medium-term incentives, of which 0.39 million correspond to cash and 0.39 million to incentives in shares.

12.4. AVERAGE WORKFORCE

The table below shows the average number of Group employees for the half-years ending June 30, 2019 and 2018.

AVERAGE STAFF	2019	2018
Men	15,735	16,325
Women	19,136	19,601
Total	34,871	35,926

13. EVENTS SUBSEQUENT TO CLOSING

On July 4, 2019, a contract was signed by means of which MAPFRE INVERSIÓN, SOCIEDAD DE VALORES, S.A. sold its business as custodian for collective investment institutions and voluntary social welfare entities (EPSV) to BNP PARIBAS SECURITIES SERVICES, S.C.A., SUCURSAL EN ESPAÑA, which will pay a consideration consisting of 4 million euros in cash, plus a variable amount based on the development of the business it acquires.

The definitive close of the transaction depends on the approval of the corresponding regulatory and supervisory authorities.

Consolidated Interim Management Report

JUNE 2019



MAPFRE

Your trusted global insurance company

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1. MAPFRE Group Key Figures

ITEM	JUNE 2018	JUNE 2019	Δ %
Results			
Revenue	14,091.1	15,051.1	6.8%
Total written and accepted premiums	11,970.4	12,528.3	4.7%
- Non-Life	9,272.1	9,704.0	4.7%
- Life	2,698.3	2,824.3	4.7%
Attributable net result	385.7	374.5	-2.9%
Non-Life Loss Ratio	69.4%	67.5%	-1.9 p.p
Non-Life Expense Ratio	28.0%	28.5%	0.5 p.p
Non-Life Combined Ratio	97.4%	95.9%	-1.5 p.p
Earnings per share (euros)	0.13	0.12	-2.9%

ITEM	DECEMBER 2018	JUNE 2019	Δ %
Balance sheet			
Total assets	67,290.8	73,571.0	9.3%
Assets under management	58,484.6	63,046.0	7.8%
Shareholders' equity	7,993.8	8,840.0	10.6%
Debt	2,670.3	3,094.8	15.9%
ROE	6.4%	6.0%	-0.4 p.p
Adjusted ROE*	8.4%	7.9%	-0.5 p.p

Employees at the close of the period

Total	35,390	34,705	-1.9%
- Spain	10,918	10,962	0.4%
- Other countries	24,472	23,743	-3.0%

MAPFRE share

Market capitalization (million euros)	7,144.6	7,918.0	10.8%
Share price (euros)	2.32	2.57	10.8%

ITEM	DECEMBER 2018	MARCH 2019	Δ %
Solvency			
Solvency ratio	189.5%	189.1%	-0.4 p.p

Figures in millions of euros

* Excluding December 2018 goodwill writedown

2. Significant Economic and Corporate Events

2.1 Significant Corporate Events.

MAPFRE closes the acquisition from Bankia of 51% of Caja Granada Vida and Caja Murcia Vida y Pensiones

This past December, MAPFRE and BANKIA reached an agreement regarding the reorganization of their bancassurance alliance, by virtue of which MAPFRE VIDA acquired 51% of the share capital of the insurance entities Caja Granada Vida, Compañía de Seguros y Reaseguros, S.A. and Caja Murcia Vida y Pensiones de Seguros y Reaseguros, S.A. for a total consideration of 110.3 million euros.

In first quarter of 2019, the corresponding administrative authorizations were received, closing the aforementioned acquisitions. As a result, starting in March, the financial statements of the said entities are consolidated by global integration in the consolidated accounts of the Group.

Non-Life business distribution in the BANKIA network

In December 2018, a non-extinguishing, partially modifying novation agency agreement was signed with BANKIA regarding the exclusive distribution of Non-Life insurance. This makes it possible to extend the exclusive sale of MAPFRE General P&C insurance to the whole of the BMN network, making MAPFRE the exclusive distributor of Non-Life insurance for the entire BANKIA network. The agreement is effective as of January 14, 2019, on which date the agreed initial fixed commission payment was realized, for the amount of 51.4 million euros.

New business configuration for MAPFRE's large industrial and commercial risk insurance.

In March 2019, administrative authorization was received to carry out the business restructuring operation for MAPFRE GLOBAL RISKS, by means of which:

1. The purely insurance and reinsurance activities of MAPFRE GLOBAL RISKS, along with the

assets and liabilities related to them, have been transferred to MAPFRE ESPAÑA and MAPFRE RE, respectively.

2. An entity has been created that will continue with MAPFRE GLOBAL RISK's activity of analysis and underwriting of large industrial and commercial risks, and it will act on behalf of MAPFRE ESPAÑA and MAPFRE RE.

The execution of this restructuring has not had a significant impact on the consolidated financial statements of the Group.

MAPFRE closed a bancassurance agreement with Actinver in Mexico

MAPFRE has closed a strategic alliance in Mexico with the financial entity Actinver. The agreement includes the exclusive sale in the Actinver channel of all MAPFRE Mexico insurance products, for an undetermined period of time, and also includes an association agreement to share results obtained by MAPFRE, as a result of the business in the Actinver channel.

VERTI Italy Branch Transformation

The relevant bodies of MAPFRE S.A. and of the affected Group entities have agreed to carry out a transformation process for VERTI Italy, turning it into a branch of VERTI Spain. The operation will be carried out through a cross-border merger process, by means of which VERTI Spain will absorb VERTI Italy and create a branch in Italy to which it will assign the insurance portfolio from this entity. Subsequently, it will carry out a spin-off operation in order for MAPFRE INTERNACIONAL to segregate the shareholding it receives from VERTI Italy's contribution, so that MAPFRE ESPAÑA becomes the owner of 100 percent of the VERTI Spain shares again. Both the merger as well as the subsequent spin-off operation will be subject to the fiscal neutrality in force in Spain.

This operation is expected to be completed in 2019.

MAPFRE – Banco Santander Agreement

On January 21, 2019 MAPFRE and Banco Santander reached an agreement by means of which the financial entity will sell and distribute, exclusively, Auto, Commercial multirisk, SME multirisk and TPL insurance in its network in Spain, until December 2037.

By virtue of this binding agreement, in June 2019, MAPFRE S.A., through its subsidiary MAPFRE ESPAÑA, acquired from Banco Santander 50.01 percent of a newly created company for a consideration of 82.3 million euros. This company will be responsible for exclusively selling the abovementioned insurance products through the Banco Santander network.

Alliance between MAPFRE S.A. and SantaLucía to jointly develop their business in Spain.

On June 5, 2019, MAPFRE and SantaLucía formalized a strategic alliance to jointly develop their respective funeral businesses in Spain. The initial value of the assets contributed to the alliance is 322.5 million euros, pending final adjustments that will be made on the effective transaction date. Once the definitive valuations have been set, it has been agreed that MAPFRE, through its subsidiary FUNESPAÑA, will own 25 percent of the share capital and SantaLucía the remaining 75 percent, which will result in a cash payment between the parties for the amount required to properly reflect the agreed exchange.

MAPFRE ESPAÑA and SantaLucía will contribute the funeral business in Spain that their companies, Albia and FUNESPAÑA, operate, both of which are benchmarks in the sector.

This alliance is expected to be effective in 2019, pending the necessary approval from the National Commission on Markets and Competition (CNMC in Spanish).

Sale of MAPFRE RE shares

On June 21, 2019, MAPFRE proceeded to sell shares representing 1.07 percent of the capital of MAPFRE RE to Ecclesiastical Insurance for the amount of 18.3 million euros, within the framework of the MAPFRE GLOBAL RISKS corporate restructuring operation.

As a result of this restructuring, MAPFRE S.A.'s participation in MAPFRE RE increased 0.76 percent, reaching 93.01 percent participation in the entity.

Rastreator insurance comparison site

MAPFRE, Admiral and Oackley Capital have decided to unify their Spanish insurance comparison businesses, Rastreator España and Acierto. This operation is subject to the corresponding administrative authorizations.

Rastreator España is a subsidiary of Rastreator UK. MAPFRE ESPAÑA holds 25 percent of the latter, and integrates in MAPFRE Group through the participation method.

2.2 Treasury Stock

At June 30, 2019, MAPFRE owns 26,903,208 shares of treasury stock representing 0.8736 percent of the capital, for the amount of 55.1 million euros.

3. Macroeconomic Overview and Financial Markets

General Overview

The worldwide information regarding economic growth is divergent. In some economies, like the United States, China, Germany, Italy and Spain, they have been slightly stronger than expected, while others, like Brazil, Mexico and Turkey, continue to disappoint.

In the United States, the effects of the end of the cycle begin to be evident, and the markets presume a new stage of interest rate reductions of up to 50 basis points over the course of 2019. Likewise, the Federal Reserve's recession probability index indicates a 30 percent probability of this taking place in the next 12 months.

At its meeting in June, the European Central Bank (ECB) indicated, based on the deceleration of economic activity in the whole of the Eurozone, that it will not raise interest rates, until at least June 2020. In the Eurozone, the PMI's (Purchasing Managers Index) remain low, exports are facing difficult moments and industrial production is contracting. Similarly, problems and uncertainties about governance in the region continue, especially with regard to Brexit and the fiscal situation in Italy.

Expectations for China are not favorable either. Although the central government has resumed stimulus policies to maintain growth (through targeted lending and certain monetary stimulus), the perspective on commercial and internal imbalance has worsened.

In this context, both equity and fixed income show warning signs. Despite the global monetary policy's proactivity having temporarily mitigated risk aversion, the notion that the problems are structural seems to have crystalized in global expectations.

The following is a closer analysis of the most relevant markets in which MAPFRE operates:

United States

The US economic activity grew 3.2 percent in the first quarter (y/y) of 2019, with private consumption growing 2.8 percent and investment 2.9 percent (y/y).

The normalization of the Federal Reserve's monetary policy (raising interest rates in 2018 and reducing its balance sheet) along with the effects of the trade war have been contributing factors to ending the longest expansion in the history of the United States.

Indications that the economy is going to enter a phase of deceleration, intrinsic to the anticipated change of cycle, are now evident. One of these is the low unemployment, which has already reached the frictional limit (3.6 percent).

Although the interest rate curve has inverted in the medium term tranches, suggesting an approaching recession, this is not the scenario we expected, foreseeing average US economic growth of 2.5 percent for 2019, followed by a smooth deceleration.

The 10-year interest rate closed the second quarter at 2.04 percent (from 2.3 percent at the end of 2018) and the dollar at 1.137 USD/EUR, appreciating 0.8 percent against the euro (from 1.147 at the close of 2018).

The S&P500 index went up 17.3 percent in the first half, closing at 2,942 points.

Eurozone

The Eurozone is in a deceleration phase. Although there was a slight pick-up in the first quarter of 0.4 percent q/q, putting the annual rate at 1.2 percent, it seems unlikely that it will accelerate again in a context of trade tensions and the standstill of industrial production (-0.6 percent y/y in the first quarter of the year).

In May, inflation moved away from its objective of 2 percent again, reaching 1.2 percent with underlying at 0.8 percent and producer prices in contraction for two months.

Germany had better development than expected in the first quarter, but everything points to this being circumstantial, as industrial production contracted again in April - 1.9 percent y/y, and manufacturing orders went down -5.3 percent y/y.

In Italy, despite growth in the first quarter of the year, the inter-annual rate continues to deteriorate. For the rest of 2019, similar development is expected, with contracting industrial production (-

1.5 percent y/y in April) and consumer confidence deteriorating even more. For the whole of the year, we expect 0 percent growth in the GDP, versus the 1.8 percent average growth levels reached in 2018.

Exports in the Eurozone are slowing down due to the exterior context and the effects of the trade war, and investment has contracted in the last two quarters. Given the lethargy of economic activity, inflation in May went down to 1.2 percent, moving away from the 2 percent objective.

With regard to the new quarterly series of targeted longer-term refinancing operations (TLTRO III), the ECB announced that the interest rate for each operation will be set at 10 basis points above the average rate applied to the Eurosystem's main refinancing operations (MROs) over the life of the operation.

The Euro Stoxx 50 index closed the first half with an increase of 15.7 percent, reaching 3,474 points.

Spain

Spain grew 2.4 percent (y/y) in the first quarter of 2019, which is a better level of activity than expected. The unemployment rate in April stood at 13.8 percent (at 2008 levels), which is a reflection of the positive moment of activity.

Nonetheless, there are indicators that point toward a slowdown in activity in the short-term. The sale of vehicles has fallen 7 percent in May, and retail sales slowed to 0.9 percent. Private consumption (+1.5 percent y/y in the first quarter of the year) is supported by employment gains, but is losing momentum. Exports are cooling down (-0.5 percent in the first quarter) as a result of trade tensions and of the deceleration affecting some trade partners, and imports are falling even more (-1.1 percent in the first quarter).

However, given the relative strength of the Spanish economy and the room for employment gains, we estimate that Spain will continue to be one of the highest growing economies in the Eurozone, with growth of 2.4 percent in 2019 and 2.1 percent in 2020.

The IBEX 35 index grew 7.7 percent in the first half, reaching 9,199 points.

Brazil

The Brazilian economy slowed sharply in the first quarter of the year, growing only 0.5 percent and not meeting expectations for a higher rate of growth (motivated by the decline in private consumption, investment, exports and imports). At the beginning of the year, everything pointed to 1.7 percent growth in 2019, and now expectations are close to 1.0 percent.

The government has presented its social security reform plan and has launched its privatization plan to guarantee fiscal sustainability and get debt on the right path.

Inflation stood at 4.7 percent in May and the Central Bank set Selic rates at 6.5 percent at its meeting on June 19. The Brazilian real closed the first half at 3.85 BRL/ USD, up 1.8 percent.

Regarding the stock market, the BOVESPA index closed the first half at 100,967 points, with an increase of 14.8 percent this year.

Turkey

The Turkish economy continues contracting, with a fall of 2.6 percent in the first quarter (without seasonality adjustments) and, therefore, in recession, as this is the second consecutive quarter in this situation. For the whole of 2019, the economy is expected to contract -1.6 percent, eventually coming out of the recession toward the end of the year.

Private consumption and investments have fallen in the first quarter of the year. At the same time, exports have also slowed down, and imports reduced drastically, reflecting the weakness of the currency, and the crisis in general. Unemployment has gone up 14.7 percent and inflation reached 18.7 percent in May.

The country's main vulnerability continues to be companies' high levels of external debt in dollars. The Turkish lira closed the first half at 5.79 TRY/USD, falling 4.0 percent.

The Central Bank interest rates remain at 24 percent, and are expected to go down only as much as consumer confidence returns and positive economic data is recorded. In the medium-term, however, it is possible that problems resurface from corporate leveraging in dollars, which could reactivate currency and capital market volatility.

The BIST30 stock index in Istanbul went up 5.8 percent in the first half, reaching 120,924 points.

Mexico

The Mexican economy is slowing down, recording 1.2 percent annualized growth (without seasonality adjustments). In April, the IGAE (Global Indicator of Economic Activity, in Spanish) showed slight growth of 0.3 percent, after the contraction recorded in March (-0.5 percent).

Private consumption reached 1.2 percent growth and investment contracted -2.3 percent. Exports improved, growing 6.7 percent y/y in May. On the other hand, in May, the unemployment rate stood at

3.5 percent and inflation reached 4.3 percent with underlying at 3.8 percent.

The Bank of Mexico maintained interest rates at 8.25 percent in its meeting on June 27, and will probably not move interest rates until the first quarter of 2020, even if the US Federal Reserve does. The exchange rate closed the first half at 19.22 MXN/USD, slightly appreciating.

The Mexican Stock Market went up 3.7 percent in the first half, closing at 43,161 points.

Main currencies compared to the euro

ITEM	Average Exchange Rate		Closing Exchange Rate	
	JUNE 2019	Var. JUNE 2019 vs. JUNE 2018	JUNE 2019	Var. JUNE 2019 vs. DECEMBER 2018
US dollar	0.88510	6.5%	0.87943	0.8%
Brazilian real	0.23070	-3.5%	0.22903	1.8%
Turkish lira	0.15850	-21.9%	0.15186	-7.8%
Mexican peso	0.04588	5.4%	0.04581	3.1%
Colombian peso	0.00028	-4.8%	0.00027	2.1%
Chilean peso	0.00131	-2.7%	0.00130	3.2%
Peruvian sol	0.26666	4.5%	0.26714	3.1%
Argentine peso	0.02070	-45.3%	0.02070	-10.7%
Panamanian balboa	0.88514	6.7%	0.87943	0.8%
Dominican peso	0.01751	4.1%	0.01730	-0.3%
Honduran lempira	0.03625	3.6%	0.03588	0.1%
Philippine peso	0.01702	7.5%	0.01717	3.1%
Indonesian rupiah	0.00006	4.1%	0.00006	2.9%

4. Consolidated Result

Consolidated Revenue

ITEM	JUNE 2018	JUNE 2019	Δ %
Total written and accepted premiums	11,970.4	12,528.3	4.7%
Financial income from investments	1,307.8	1,632.7	24.8%
Revenue from non-insurance entities and other revenue	812.9	890.1	9.5%
Total consolidated revenue	14,091.1	15,051.1	6.8%

Figures in millions of euros

The Group's consolidated revenue reached 15.1 billion euros, with an increase of 6.8 percent, mainly due to the rise in premium issuing and greater financial income.

Premiums from direct insurance and accepted reinsurance, which represent a fundamental part of revenue, reached 12.5 billion euros, with an increase of 4.7 percent, primarily due to positive development in countries like Mexico, Chile, Peru, the Dominican Republic and Spain. The latter stands out with excellent growth of +5.1 percent, with solid development in Non-Life lines: Health (+5.0 percent), Auto (+2.3 percent), and Homeowners

(+4.9 percent), and above all the Life line which grew 10.3 percent.

At the close of June 2019, the multiyear, comprehensive damage PEMEX policy was renewed (2 years) for the amount of 502.9 million dollars (445.1 million euros). Premium growth in MAPFRE Group in June 2019, eliminating the effect of this policy, would be 0.9 percent.

The following chart provides a breakdown of premium development by line of business:

ITEM	JUNE 2018	JUNE 2019	Δ %
Total written and accepted premiums	11,970.4	12,528.3	4.7%
NON-LIFE	9,272.1	9,704.0	4.7%
AUTO	3,593.0	3,483.0	-3.1%
GENERAL P&C	2,997.7	3,472.7	15.8%
HEALTH & ACCIDENT	925.8	949.8	2.6%
OTHER NON LIFE	324.7	332.7	2.5%
SUB-TOTAL NON-LIFE INSURANCE	7,841.1	8,238.1	5.1%
NON-LIFE REINSURANCE	2,659.8	2,836.1	6.6%
CONSOLIDATION ADJUSTMENTS	(1,228.8)	(1,370.2)	-11.5%
LIFE	2,698.3	2,824.3	4.7%
LIFE PROTECTION	1,116.1	1,237.0	10.8%
LIFE SAVINGS	1,213.0	1,341.7	10.6%
SUB-TOTAL LIFE INSURANCE	2,329.1	2,578.7	10.7%
LIFE REINSURANCE	369.2	245.6	-33.5%

Figures in millions of euros

The development of premiums is in line with the Group strategy for "profitable growth", which aims to improve the profitability of mainly Non-Life insurance.

Non-Life premiums grew 5.1 percent, marked primarily by the effect of issuing the PEMEX policy in Mexico, which explains the important growth of the

General P&C business line. Written Auto premiums fell 3.1 percent, due mainly to lower issuing in Brazil, the United States, and Turkey from the adoption of technical measures to reduce the loss experience. On the other hand, there is noteworthy growth in Life premiums of 10.7 percent, of which Life Protection grew 10.8 primarily from the positive development of this business in Brazil, which grew 18.3 percent, and of Life Savings growing 10.6

percent as a result of the elevated growth of this business in Spain (11.3 percent). By Non-Life business type, Auto is the most important line, with almost 3.5 billion euros in premiums. General P&C holds second place, also with close to 3.5 billion euros, influenced by the already mentioned multiyear PEMEX policy. Health and Accident is in third place with 949.8 million euros in premiums.

At constant exchange rates, premium growth would have remained at 4.7 percent.

Gross revenue from investments reached over 1.6 billion euros, 24.8 percent more than the previous period. This increase comes primarily from Malta and Spain.

In the case of Malta, the 127-million-euro increase in financial income is a result of a higher valuation of the investment portfolio, due to the fall in interest rates and the improved stock markets in the half year, which is recorded in P&L, as it is measured at fair value, with an impact in results. For Spain, the increase comes from the same causes, which have generated unrealized gains from Unit-Linked products for the amount of 95 million euros.

In both cases, the higher financial income is also reflected in corresponding higher expenses on the income statement, from the increase in reserving for technical provisions.

Finally, other revenue, which mostly includes non-insurance activity and non-technical revenue, reflects improvement of 9.5 percent.

Income statement

The chart below gives a summary of the consolidated income statement to June 2019, showing the various components of MAPFRE's earnings and the comparison with the same period of the previous year.

ITEM	JUNE 2018	JUNE 2019	Δ %
I. REVENUE FROM INSURANCE BUSINESS	11,371.7	11,747.7	3.3%
1. Premiums earned, net	9,456.8	9,414.0	-0.5%
2. Revenue from investments	1,274.1	1,607.1	26.1%
3. Positive currency differences	566.5	639.8	12.9%
4. Other revenues	74.3	86.8	16.8%
II. INSURANCE BUSINESS EXPENSES	(10,488.2)	(10,922.7)	-4.1%
1. Incurred claims for the year, net	(6,841.6)	(7,161.2)	-4.7%
2. Net operating expenses	(2,491.1)	(2,531.8)	-1.6%
3. Investment expenses	(445.4)	(390.9)	12.2%
4. Negative currency differences	(545.9)	(636.2)	-16.5%
5. Other expenses	(164.2)	(202.6)	-23.4%
RESULT FROM THE INSURANCE BUSINESS	883.6	825.0	-6.6%
III. OTHER ACTIVITIES	(40.9)	(65.9)	-61.4%
IV. RESULT ON RESTATEMENT OF FINANCIAL ACCOUNTS	(27.0)	(9.8)	63.7%
V. RESULT BEFORE TAXES	815.8	749.2	-8.2%
VI. TAX ON PROFITS	(230.6)	(207.8)	9.9%
VII. RESULT AFTER TAX	585.1	541.5	-7.5%
VIII. RESULT FOR THE FINANCIAL YEAR	585.1	541.5	-7.5%
1. Attributable to non-controlling interests	199.4	167.0	-16.3%
2. Attributable to the controlling company	385.7	374.5	-2.9%

Figures in millions of euros

Variations in the headings for Premiums earned, Incurred claims and Operating expenses are due to

the development of insurance activity in the half year.

The increase in the heading Revenue from investments is primarily due to the increase in value of investments. These investments are linked to Life-Savings policies, and the increase in revenue is also reflected in corresponding higher expenses, as can be seen in the heading for Incurred claims for the year.

The insurance business result reached 825.0 million euros, which implies a fall of 6.6 percent compared to the previous year, due to a lower contribution of earned premiums primarily originating in MAPFRE RE and BRAZIL, in the Life Protection and Auto businesses in the latter.

The accumulated attributable result to June 2019 reached 374.5 million euros, decreasing by 2.9 percent.

Non-Life

Non-Life results reached 572.9 million euros, with an increase of 19.8 percent compared to the previous period.

The positive rate of contribution to earnings from business in IBERIA, LATAM and NORTH AMERICA is noteworthy. On the other hand, EURASIA shows slightly negative Non-Life business results,

originating in Turkey, due to the increase in loss experience in Auto, Health and Commercial Risk

In MAPFRE RE, lower net earned premiums in the period as well as a large loss with a retained amount of 19.9 million euros and the damage from the drought in Brazil for 11.7 million euros has deteriorated the result.

Life

Life results reached 252.1 million euros, a 37.8 percent decrease compared to the previous year. This is as a result, on the one hand, of an extraordinary positive impact in 2018 in Brazil for 109.0 million euros from a sufficiency review of certain technical provisions in the Life business, in order to adapt them to a better actuarial estimate. And on the other hand, in 2019 there was lower performance of the Life Protection line in Brazil, from the increase in commissions in the bank channel, negative development of Life Protection in Mexico and Peru from the increase in loss experience in group policies, and the unfavorable performance of the Life business in Colombia.

A breakdown of the income statement separated by Life and Non-Life business can be found in Appendix 12.5 herein.

5. Consolidated Balance Sheet

5.1. Balance Sheet

ITEM	DECEMBER 2018	JUNE 2019	Δ %
Goodwill	1,689.0	1,828.2	8.2%
Other intangible assets	1,383.3	1,548.8	12.0%
Other fixed assets	259.7	269.0	3.6%
Cash	2,201.4	2,449.0	11.2%
Real estate	2,096.2	2,363.4	12.7%
Financial investments	41,246.0	44,410.3	7.7%
Other investments	1,487.4	1,532.6	3.0%
Unit-Linked investments	2,242.5	2,416.7	7.8%
Participation of reinsurance in technical provisions	5,883.2	6,194.7	5.3%
Receivables on insurance and reinsurance operations	4,547.3	6,206.8	36.5%
Deferred taxes	333.6	317.7	-4.8%
Assets held for sale	341.5	251.4	-26.4%
Other assets	3,579.7	3,782.5	5.7%
TOTAL ASSETS	67,290.8	73,571.0	9.3%
Equity attributable to the Controlling company	7,993.8	8,840.0	10.6%
Non-controlling interests	1,203.8	1,293.9	7.5%
Equity	9,197.6	10,133.9	10.2%
Financial debt	2,670.3	3,094.8	15.9%
Technical provisions	48,723.6	51,880.9	6.5%
Provisions for risks and expenses	641.5	621.1	-3.2%
Debt due on insurance and reinsurance operations	1,947.4	2,748.1	41.1%
Deferred taxes	499.3	728.9	46.0%
Liabilities held for sale	194.0	123.3	-36.4%
Other liabilities	3,417.1	4,240.0	24.1%
TOTAL LIABILITIES	67,290.8	73,571.0	9.3%

Figures in millions of euros

Total assets reached 73.6 billion euros at June 30, 2019 and grew 9.3 percent compared to the close of the previous year. The most relevant changes are analyzed below:

- The changes in Financial Investments, as well as in the headings for Assets and Liabilities from insurance and reinsurance operations, are a result of the business management process itself.
- The increase in the first half of 2019 in the headings for Financial Investments and Technical Provisions includes, in addition to growth from insurance activity, the effect of the increase in valuation of the financial investment portfolios due to the fall in interest rates and the improved stock markets. Additionally, the inclusion of Caja Granada Vida and Caja Murcia Vida in the Group consolidation scope, which has led to increases, to June 2019, of 332 million euros in financial investments and 293 million euros in technical provisions.
- The increase in the headings for goodwill and intangible assets come from Caja Granada Vida and Caja Murcia Vida's inclusion in the Group consolidation scope as well as that of the company acquired from Banco Santander, which altogether imply an increase of 210.5 million euros.

4. The increase in the headings for Receivables from insurance operations and Debt due on insurance operations is primarily explained by the issuing of the multiyear PEMEX policy, which at June 30, 2019 was still pending collection.
5. The entry into force on January 1, 2019 of IFRS-EU 16 Leases has led to an increase in the heading for Real Estate on the asset side for 291 million euros, and in other liabilities for 309 million euros. To June 2019, the impact on Group results from the application of this standard was greater expenses for the amount of 2.5 million euros.
6. To June 30, 2019, the heading for assets-held-for-sale primarily includes the valuation of the Funespaña businesses for the amount of 157.1 million euros and the assets from the long-term Workers' Compensation portfolio in Peru for 65.2 million euros. The reduction in this heading is due to the execution of the exit from five states in the US.

5.2. Investment Portfolio

In the second quarter of the year, the markets experienced a new episode of volatility due to, among other factors, international trade conflicts and the consequences of that on economic activity. In this context, the change in expectations regarding the US and European monetary policies has favored the market with new stock market maximums and minimums in fixed income.

Our central scenario continues to point to a favorable global macroeconomic context, in the absence of external shocks or geopolitical risks, despite the moderation in growth at a global level. Greater laxness in monetary policies in developed countries will have a positive effect on emerging markets, both in their economic activity as well as in the appreciation of their currencies.

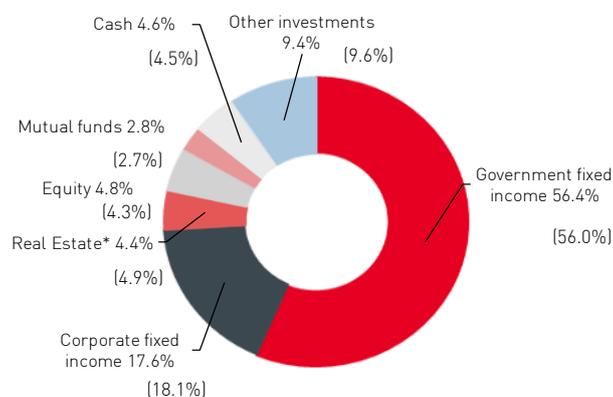
However, various factors can condition the panorama in the second half of the year. From the Brexit resolution to the political situation in Italy or Spain in a close context as well as the economic slowdown in China or increased tensions in the Persian Gulf.

In terms of portfolio diversification, the investment portfolio's exposure to Government and Corporate debt has had minimal variation over the course of

the quarter – from 55.1 and 17.8 percent to 56.4 and 17.6 percent, respectively, above all from market effects.

Below, details of the investment portfolio by asset class to June 30, 2019 are given:

Breakdown by asset class



Figures from the previous year (December 2018) are in smaller text.

ITEM	DECEMBER 2018	JUNE 2019	Δ %
Government fixed income	27,595.9	29,991.7	8.7%
Corporate fixed income	8,921.6	9,369.6	5.0%
Real Estate*	2,096.2	2,363.4	12.7%
Equity	2,407.1	2,558.9	6.3%
Mutual funds	1,330.4	1,465.1	10.1%
Cash	2,201.4	2,449.0	11.2%
Other investments	4,720.8	4,974.2	5.4%
TOTAL	49,273.5	53,171.9	7.9%

Figures in millions of euros

* "Real Estate" includes both investment property and real estate for own use

Appendix 12.1, Consolidated Balance Sheet, includes a breakdown of the financial investments: by held to maturity portfolio, portfolio available for sale, and trading portfolio.

Breakdown of Fixed income portfolio to June 2019 by geographic area and by asset class

ITEM	Government	Total Corporate Debt	Corporate without collateral	Corporate with collateral	Total
Spain	17,969.3	2,186.6	1,177.5	1,009.2	20,155.9
Rest of Europe	5,121.6	4,036.0	3,491.9	544.1	9,157.6
United States	1,729.2	2,016.9	1,894.5	122.5	3,746.1
Brazil	2,817.8	1.9	1.9	0.0	2,819.7
Latin America - Other	1,878.2	769.8	715.8	54.0	2,648.0
Other countries	475.6	358.3	353.4	4.9	833.9
TOTAL	29,991.7	9,369.6	7,634.9	1,734.6	39,361.3

Figures in millions of euros

Four different types of portfolios are included in investment portfolio management:

- Those that aim for a strict immunization from the obligations derived from insurance contracts, and which minimize interest rate risk, through matching adjustments, by means of immunization techniques based on matching cash flow or duration.
- Portfolios that cover Unit-Linked policies composed of assets where the risk is borne by policyholders.
- Those that aim to exceed the guaranteed returns and to obtain greater returns for policyholders within prudential parameters, such as portfolios with profit-sharing.
- Actively managed portfolios, which are only conditioned by the legal rules and internal risk limitations.

Breakdown of actively managed Fixed Income portfolios

	Market Value	Accounting Yield	Market Yield	Modified Duration
Non Life (IBERIA + MAPFRE RE)				
06.30.2019	7,403.2	2.02%	0.74%	8.06%
03.31.2019	7,007.3	1.99%	1.09%	7.12%
12.31.2018	7,162.7	2.11%	1.42%	6.75%
09.30.2018	7,158.6	2.35%	1.42%	6.88%
06.30.2018	7,257.0	2.34%	1.32%	6.77%
Life (IBERIA)				
06.30.2019	6,740.3	3.69%	0.32%	7.01%
03.31.2019	6,389.1	3.72%	0.74%	6.68%
12.31.2018	6,238.9	3.91%	1.05%	6.60%
09.30.2018	6,190.0	3.94%	1.09%	6.74%
06.30.2018	6,188.3	3.97%	1.00%	6.97%

Figures in million euros

At June 30, 2019, the latent gains from the Group's actively managed portfolios reached 429.0 million euros, of which 42.0 million euros correspond to unrealized net gains in assets and mutual funds.

5.3. Equity

Consolidated equity amounted to 10.1 billion euros at June 30, 2019, as compared to 9.2 billion euros at December 31, 2018. To June 30, 2019, 1.3 billion euros correspond to non-controlling interests' shares in subsidiaries, primarily financial entities in Spain and Brazil with which MAPFRE has bancassurance agreements. Consolidated equity attributable to the controlling Company per share was 2.87 euros at June 30, 2019 (2.60 euros at December 31, 2018).

The following chart shows changes in equity attributable to the controlling Company in the period:

Equity attributable to the controlling Company

ITEM	DECEMBER 2018	JUNE 2019
BALANCE AT 12/31 PREVIOUS YEAR	8,611.3	7,993.8
Changes in accounting standards	0.0	(8.0)
Additions and deductions recognized directly in equity		
Financial assets available for sale	(472.7)	1,560.0
Currency conversion differences	(102.8)	50.2
Shadow accounting	143.9	(853.3)
Other	1.4	1.5
TOTAL	(430.2)	750.4
Result for the period	528.9	374.5
Dividends	(446.7)	(261.6)
Other changes in net equity	(269.5)	(17.0)
BALANCE AS AT PERIOD END	7,993.8	8,840.0

Figures in millions of euros

Equity attributable to the controlling Company at the close of June 2019 includes:

- An increase of 1.6 billion euros in the market value of the financial assets available for sale portfolio due to the fall in rates in Europe and the United States, as well as the rise in the European and North American stock markets, which are reflected in the corresponding variation in shadow accounting.
- A net increase of 50.2 million euros from currency conversion differences, primarily due to the appreciation of the dollar, the real and Latin American currencies.

- Profits to June 2019.
- A reduction of 261.6 million euros comprising the final dividend from the 2018 financial year, approved at the Annual General Shareholder Meeting in March 2019, and paid in June 2019.

The breakdown of the equity items attributable to the controlling Company is shown below:

ITEM	DECEMBER 2018	JUNE 2019
Capital, retained earnings and reserves	8,482.3	8,573.0
Treasury stock and other adjustments	(41.4)	(42.7)
Net capital gains	290.8	997.4
Unrealised gains (Available for sale portfolio)	2,130.1	3,690.0
Shadow accounting (Gains allocated to provisions)	(1,839.3)	(2,692.6)
Currency conversion differences	(737.9)	(687.7)
Attributable equity	7,993.8	8,840.0

Figures in millions of euros

The following table shows a breakdown of the currency conversion differences:

CURRENCY	DECEMBER 2018	JUNE 2019
Brazilian real	(629.8)	(609.7)
US dollar	442.7	459.8
Turkish lira	(295.0)	(307.0)
Mexican peso	(120.6)	(112.1)
Colombian peso	(44.4)	(40.9)
Indonesian rupiah	(15.5)	(11.9)
Other currencies	(75.3)	(65.9)
Total	(737.9)	(687.7)

Figures in millions of euros

5.4. Funds under Management

The following charts show the performance of managed savings, including both technical provisions of Life insurance companies, and the Life provisions of multiline insurance companies, which are presented in the Group's consolidated balance sheet.

In addition to the Life insurance operations, MAPFRE manages its clients' savings through pension and mutual funds.

The following chart shows the details of and changes in managed savings, which includes both concepts:

Managed savings

ITEM	DECEMBER 2018	JUNE 2019	Δ %
Life technical provisions	28,536.5	30,934.3	8.4%
Pension funds	4,874.7	5,169.1	6.0%
Mutual funds and other	4,336.4	4,705.0	8.5%
Subtotal	37,747.6	40,808.4	8.1%

Figures in millions of euros

Changes in managed savings with respect to December of the previous year reflect the increase of the Life technical provisions, managed savings in

pension funds, and managed savings in mutual funds.

The following chart reflects the performance of assets under management, which includes the total Group investment portfolio as well as pension and mutual funds:

Assets under management

ITEM	DECEMBER 2018	JUNE 2019	Δ %
Investment portfolio	49,273.5	53,171.9	7.9%
Pension funds	4,874.7	5,169.1	6.0%
Mutual funds and other	4,336.4	4,705.0	8.5%
TOTAL	58,484.6	63,046.0	7.8%

Figures in millions of euros

6. Information by Business Unit

MAPFRE manages its business through four Units: Insurance, Reinsurance, Global Risks and Assistance. The Reinsurance and Global Risks Units comprise the legal entity MAPFRE RE.

The chart below shows premiums, attributable result, and Non-life combined ratio for the business units:

Key Figures

AREA / BUSINESS UNIT	Premiums			Attributable result			Combined ratio	
	JUNE 2018	JUNE 2019	Δ %	JUNE 2018	JUNE 2019	Δ %	JUNE 2018	JUNE 2019
IBERIA	4,129.9	4,337.4	5.0%	249.9	231.7	-7.3%	93.7%	93.9%
LATAM	3,518.6	4,115.7	17.0%	82.9	103.5	24.8%	99.8%	92.8%
INTERNATIONAL	2,244.0	2,166.9	-3.4%	14.6	45.0	--	103.7%	102.7%
TOTAL INSURANCE	9,892.5	10,620.0	7.4%	347.4	380.2	9.4%	98.3%	95.9%
REINSURANCE AND GLOBAL RISKS*	2,793.2	2,804.1	0.4%	120.5	84.9	-29.6%	92.6%	94.5%
ASSISTANCE	470.9	452.2	-4.0%	(2.6)	(5.6)	-117.2%	103.2%	103.2%
Holdings and consolidation adjustments	(1,186.1)	(1,348.0)	-13.7%	(79.6)	(85.0)	-6.7%	--	--
MAPFRE S.A.	11,970.4	12,528.3	4.7%	385.7	374.5	-2.9%	97.4%	95.9%

Figures in millions of euros

*MAPFRE RE 2018 figures on a like for like basis include the information from Global Risks, based on the corporate restructuring operation detailed in section 2.1 herein.

6.1. Insurance Entities

6.1.1. IBERIA

IBERIA encompasses the business activities of MAPFRE ESPAÑA and its subsidiary in Portugal, as

well as the Life business managed by MAPFRE VIDA and its bancassurance subsidiaries.

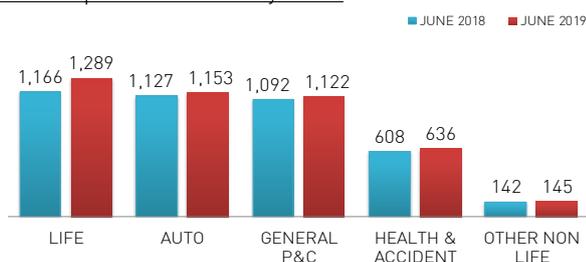
Information by country

REGION / COUNTRY	Premiums			Attributable result			Combined ratio		ROE	
	JUNE 2018	JUNE 2019	Δ %	JUNE 2018	JUNE 2019	Δ %	JUNE 2018	JUNE 2019	DECEMBER 2018	JUNE 2019
IBERIA	4,129.9	4,337.4	5.0%	249.9	231.7	-7.3%	93.7%	93.9%	12.4%	11.5%
SPAIN	4,064.9	4,270.7	5.1%	247.5	227.9	-7.9%	93.5%	93.8%	12.3%	11.4%
PORTUGAL	65.0	66.7	2.6%	2.4	3.8	60.0%	101.4%	98.3%	15.3%	14.6%

Figures in millions of euros

IBERIA premiums

Written premiums in key lines

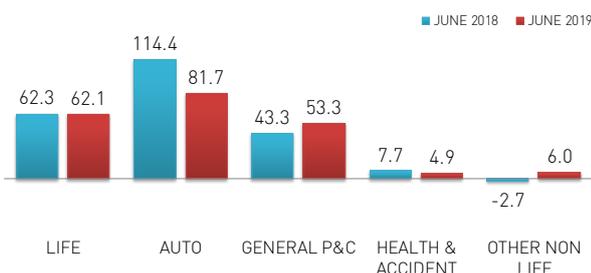


Figures in millions of euros

Premiums in IBERIA grew 5.0 percent. Non-Life premiums grew 2.8 percent and reflect the positive development of the Auto, Health, and Homeowner lines. Life premiums grew 10.6 percent, primarily driven by business contributions from the agent channel, and to a lesser extent from bancassurance entities.

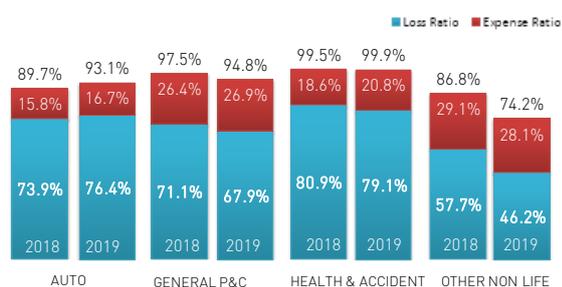
IBERIA result

Attributable result in key lines



Figures in millions of euros

Combined ratio of key lines to June 2019 and 2018



IBERIA's attributable result reached 231.7 million euros with a reduction of 7.3 percent compared to the previous period, primarily due to a lower financial result in the year, as a result of realizing lower financial gains in 2019, lower contributions from non-insurance subsidiaries, and a reduction in

the results from MAPFRE VIDA as a consequence of the systematic Life insurance mortality table update plan.

The technical result of Non-Life business is very positive and maintains an excellent combined ratio, which to June 2019 stood at 93.9 percent. At the close of June 2019, 35.1 million euros in financial gains, net of losses, were recorded (61.6 million as of June 2018).

The chart below provides a breakdown of the information for MAPFRE ESPAÑA:

MAPFRE ESPAÑA – Key figures

ITEM	JUNE 2018	JUNE 2019	Δ %
Gross written and accepted premiums	2,937.6	3,022.1	2.9%
Net premiums earned	2,104.5	2,164.8	2.9%
Gross result	202.3	187.3	-7.4%
Tax on profits	(44.2)	(43.3)	-2.1%
Non-controlling interests	(0.5)	(0.6)	14.3%
Attributable net result	157.6	143.5	-8.9%
Combined ratio	94.4%	94.5%	0.0 p.p.
Expense ratio	20.4%	21.2%	0.8 p.p.
Loss ratio	74.0%	73.3%	-0.7 p.p.

Figures in millions of euros

ITEM	DECEMBER 2018	JUNE 2019	Δ %
Investments, real estate and cash	6,448.2	7,018.2	8.8%
Technical provisions	6,134.2	6,550.1	6.8%
Shareholders' equity	2,188.4	2,555.6	16.8%
ROE	13.6%	12.0%	-1.6 p.p.

Figures in millions of euros

MAPFRE ESPAÑA – Auto

ITEM	JUNE 2018	JUNE 2019	Δ %
Gross written and accepted	1,127.1	1,153.0	2.3%
Net premiums earned	993.1	1,015.1	2.2%
Result before tax	152.6	108.6	-28.8%
Non-Life Loss Ratio	73.9%	76.4%	2.5 p.p.
Non-Life Expense Ratio	15.8%	16.7%	0.9 p.p.
Non-Life Combined Ratio	89.7%	93.1%	3.4 p.p.
Number of vehicles insured (units)	5,696,951	5,872,201	3.1%

Figures in millions of euros

Auto premiums (including VERTI and SEGUROS GERAIS PORTUGAL) grew by 2.3 percent. The positive evolution of personal Auto premiums in Spain is noteworthy, with 2.1 percent growth in the year, as well as in fleets, which grew 5.5 percent.

To June 30, 2019, the number of vehicles insured in MAPFRE reached 5,872,201 units, 175,250 more vehicles than June of the previous year. The Auto combined ratio went up in June to 93.1 percent due to an increase in frequency in full coverage in own damage, and an increase in average costs in property damage. VERTI business grew 5.3 percent in premiums and shows a balanced result, with a loss of 0.7 million euros.

MAPFRE ESPAÑA – General P&C

ITEM	JUNE 2018	JUNE 2019	Δ %
Gross written and accepted premiums	1,092.5	1,121.6	2.7%
Net premiums earned	726.7	752.6	3.6%
Result before tax	58.0	71.1	22.6%
Non-Life Loss Ratio	71.1%	67.9%	-3.2 p.p.
Non-Life Expense Ratio	26.4%	26.9%	0.5 p.p.
Non-Life Combined Ratio	97.5%	94.8%	-2.7 p.p.

Figures in millions of euros

General P&C business volume reflects the solid performance of the majority of personal Non-Life lines. In the first half of 2019, business from Homeowners grew 4.9 percent, and 8.7 percent from Condominiums. The Corporate lines experienced a fall in written premiums, of 5.0 percent, due to the late issuing of an important policy, which will be regularized in the coming months. The combined ratio improved significantly at June 2019, reaching 94.8 percent, with a noteworthy combined ratio in Homeowners of 92.6 percent, 2.4 percentage points better than the previous period.

MAPFRE ESPAÑA – Health & Accident

ITEM	JUNE 2018	JUNE 2019	Δ %
Gross written and accepted premiums	566.1	591.3	4.5%
Net premiums earned	274.3	283.5	3.4%
Result before tax	(4.0)	(2.1)	49.0%
Non-Life Loss Ratio	87.2%	84.8%	-2.4 p.p.
Non-Life Expense Ratio	16.9%	17.8%	0.9 p.p.
Non-Life Combined Ratio	104.2%	102.6%	-1.5 p.p.

Figures in millions of euros

Health and Accident premiums maintained their strong rate of growth, reaching 4.5 percent over the same period in the previous year. The combined ratio shows an improvement compared to the same period of the previous year, reaching 102.6 percent.

The charts below provide a breakdown of the information for MAPFRE VIDA:

MAPFRE VIDA – Key Figures

ITEM	JUNE 2018	JUNE 2019	Δ %
Gross written and accepted premiums	1,192.4	1,315.4	10.3%
Gross result	162.9	161.5	-0.8%
Tax on profits	(32.4)	(35.6)	9.6%
Non-controlling interests	(37.9)	(37.7)	-0.6%
Attributable net result	92.5	88.3	-4.6%

ITEM	DECEMBER 2018	JUNE 2019	Δ %
Investments, real estate and cash	24,227.2	26,317.7	8.6%
Shareholders' equity	1,541.0	1,620.6	5.2%
ROE	10.7%	10.8%	0.0 p.p.
Technical financial Margin	1.2%	1.1%	-0.1 p.p.

Figures in millions of euros

MAPFRE VIDA – Premium breakdown

ITEM	JUNE 2018	JUNE 2019	Δ %
- Agent channel	817.4	934.2	14.3%
- Bank channel	375.0	381.2	1.7%
BANKIA MAPFRE VIDA	135.5	150.7	11.2%
BANKINTER SEGUROS DE VIDA	213.0	181.8	-14.7%
CAJA CASTILLA LA MANCHA	26.5	36.2	36.6%
CAJA GRANADA VIDA	0.0	5.8	--
CAJA MURCIA VIDA	0.0	6.8	--
TOTAL PREMIUMS	1,192.4	1,315.4	10.3%
- Life-Savings	903.9	1,005.9	11.3%
- Life-Protection	246.6	265.2	7.5%
- Accident	42.0	44.3	5.6%

Figures in millions of euros

MAPFRE VIDA premiums show satisfactory growth of 10.3 percent, driven by an annuity policy in BANKIA MAPFRE VIDA, and from the good commercial performance of the products sold by Bankinter Seguros de Vida in Portugal, and MAPFRE VIDA, the latter distributed through the agent network. Additionally, in June, premiums from Caja Granada Vida and Caja Murcia Vida are included, for the combined amount of 12.6 million euros.

The attributable result of MAPFRE VIDA reached 88.3 million euros.

MAPFRE INVERSIÓN activity, the attributable result of which, to June 30, 2019, reached the amount of 20.3 million euros, is consolidated in MAPFRE VIDA accounts.

MAPFRE VIDA – Managed savings

ITEM	DECEMBER 2018	JUNE 2019	Δ %
Technical provisions	21,618.4	23,451.8	8.5%
MAPFRE VIDA	12,746.9	13,820.4	8.4%
BANKIA MAPFRE VIDA	6,819.8	7,107.2	4.2%
BANKINTER SEGUROS DE VIDA	1,220.4	1,361.6	11.6%
CAJA CASTILLA LA MANCHA	831.3	858.2	3.2%
CAJA GRANADA VIDA	0.0	190.8	--
CAJA MURCIA VIDA	0.0	113.6	--
Mutual funds and other	3,236.9	3,523.4	8.9%
Pension funds	4,874.7	5,169.1	6.0%
MAPFRE AM	2,203.4	2,319.0	5.2%
OTHER NON LIFE	2,671.2	2,850.1	6.7%
TOTAL MANAGED SAVINGS	29,730.0	32,144.3	8.1%

Figures in millions of euros

6.1.2. LATAM

This territorial area comprises the regional areas of BRAZIL, LATAM NORTH, and LATAM SOUTH.

Information by region

REGION	Premiums			Attributable result			Combined ratio		ROE	
	JUNE 2018	JUNE 2019	Δ %	JUNE 2018	JUNE 2019	Δ %	JUNE 2018	JUNE 2019	DECEMBER 2018	JUNE 2019
BRAZIL	2,018.0	2,056.2	1.9%	30.0	48.9	63.1%	102.4%	91.6%	5.3%	7.5%
LATAM NORTH	705.2	1,252.1	77.6%	24.1	28.9	19.8%	95.1%	93.1%	11.5%	11.8%
LATAM SOUTH	795.3	807.3	1.5%	28.8	25.7	-10.8%	96.8%	95.7%	10.5%	10.3%

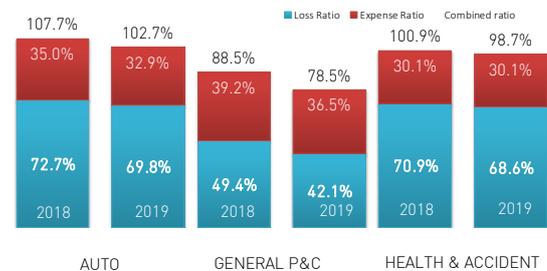
Figures in millions of euros

Written premiums in key lines

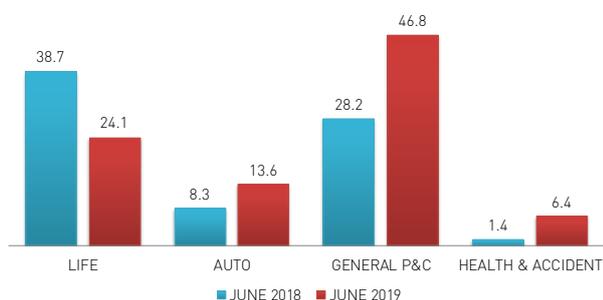


Figures in millions of euros

Combined Ratio of key lines to June 2019 and 2018



Attributable result in key lines



Figures in millions of euros

BRAZIL

This regional area encompasses the insurance activity in Brazil.

Key figures

ITEM	JUNE 2018	JUNE 2019	Δ %
Gross written and accepted premiums	2,018.0	2,056.2	1.9%
- Non-Life	1,350.0	1,283.4	-4.9%
- Life	668.0	772.8	15.7%
Net premiums earned	1,741.3	1,604.6	-7.9%
Gross result	269.9	233.2	-13.6%
Tax on profits	(100.7)	(73.5)	-27.0%
Non-controlling interests	(139.2)	(110.8)	-20.4%
Attributable net result	30.0	48.9	63.1%
Combined ratio	102.4%	91.6%	-10.8 p.p.
Expense ratio	37.1%	34.5%	-2.6 p.p.
Loss ratio	65.3%	57.1%	-8.2 p.p.

ITEM	DECEMBER 2018	JUNE 2019	Δ %
Investments, real estate and cash	3,729.6	3,757.5	0.7%
Technical provisions	4,693.5	5,059.3	7.8%
Shareholders' equity	1,010.1	1,020.5	1.0%
ROE	5.3%	7.5%	2.2 p.p.

Figures in millions of euros

Breakdown by key lines:

ITEM	Premiums			Attributable result			Combined ratio	
	JUNE 2018	JUNE 2019	Δ %	JUNE 2018	JUNE 2019	Δ %	JUNE 2018	JUNE 2019
LIFE	668.0	772.8	15.7%	29.2	21.1	-27.6%	--	--
LIFE PROTECTION	612.5	724.4	18.3%	34.8	22.5	-35.4%	69.5%	87.5%
LIFE SAVINGS	55.5	48.4	-12.8%	(6.4)	(4.2)	34.0%	--	--
AUTO	564.4	462.1	-18.1%	(12.7)	(10.1)	20.3%	114.3%	107.2%
GENERAL P&C	782.7	819.6	4.7%	9.3	37.0	--	88.6%	75.9%

Figures in millions of euros

Premiums

Written premiums grew 1.9 percent in euros while in Brazilian reais the increase reached 5.6 percent, due to the depreciation of the real, of 3.5 percent compared to the last year.

By line, premiums from the Life business improved 15.7 percent compared to the same period of the previous year, with noteworthy improvement within this line of business of Life Protection, which had substantial growth of 18.3 percent, due to the bank channel contribution.

General P&C premiums also increased 4.7 percent compared to the previous year, from the growth of the Industrial Risks and Agro Insurance businesses, while Auto premiums went down 18.1 percent, due to the technical measures adopted in this line, and which affect growth in the line.

Result

The development of the attributable result in Brazil in the first half of the year has been very satisfactory, reaching the amount of 48.9 million euros and 63.1 percent growth. The improvement in the result comes from the favorable development of the Auto business, the combined ratio of which improved from 114.3 to 107.2 percent, due to the technical measures adopted in underwriting procedures and tariff increases for new business. In the half year, there was also an important improvement of the General P&C business, where the profit is practically four times that of the same period the previous year, with the combined ratio going from 88.6 percent to an excellent 75.9 percent from a greater contribution to the result from the personal and Agro lines.

On the other hand, the attributable result from the Life business fell 27.6 percent due in large part to a review in the previous year of the sufficiency of certain technical provisions in the Life business in order to adapt them to better actuarial estimates. This implied a non-recurrent positive contribution to the previous year's attributable result, which reached 15.0 million euros. It is also the result of an increase in commissions paid through the bank channel in 2019.

LATAM NORTH

This regional area includes Mexico and the sub-region of Central America, which includes operations in Panama, the Dominican Republic,

Honduras, Guatemala, Costa Rica, El Salvador and Nicaragua.

Key figures

ITEM	JUNE 2018	JUNE 2019	Δ %
Gross written and accepted premiums	705.2	1,252.1	77.6%
- Non-Life	521.1	1,025.3	96.7%
- Life	184.0	226.8	23.3%
Net premiums earned	411.9	491.5	19.3%
Gross result	38.2	44.9	17.5%
Tax on profits	(9.7)	(11.4)	17.6%
Non-controlling interests	(4.3)	(4.5)	5.0%
Attributable net result	24.1	28.9	19.8%
Combined ratio	95.1%	93.1%	-2.0 p.p.
Expense ratio	31.9%	30.8%	-1.1 p.p.
Loss ratio	63.2%	62.3%	-0.9 p.p.

ITEM	DECEMBER 2018	JUNE 2019	Δ %
Investments, real estate and cash	1,210.9	1,382.0	14.1%
Technical provisions	1,585.6	1,715.6	8.2%
Shareholders' equity	394.4	425.8	8.0%
ROE	11.5%	11.8%	0.4 p.p.

Figures in millions of euros

Breakdown of key countries

COUNTRY	Premiums			Attributable result			Combined ratio	
	JUNE 2018	JUNE 2019	Δ %	JUNE 2018	JUNE 2019	Δ %	JUNE 2018	JUNE 2019
MEXICO	405.8	935.9	130.6%	10.8	14.1	31.0%	97.2%	94.1%
DOMINICAN REP.	64.5	77.7	20.6%	4.1	4.3	3.5%	91.7%	86.6%
PANAMA	103.0	102.7	-0.3%	4.3	3.1	-28.4%	94.3%	96.8%
HONDURAS	43.1	42.9	-0.7%	2.4	3.1	28.9%	83.2%	85.5%
GUATEMALA	31.1	36.3	16.4%	2.0	2.2	8.5%	91.1%	94.0%

Figures in millions of euros

Breakdown by key lines of business

ITEM	Premiums			Attributable result			Combined ratio	
	JUNE 2018	JUNE 2019	Δ %	JUNE 2018	JUNE 2019	Δ %	JUNE 2018	JUNE 2019
LIFE	184.0	226.8	23.3%	5.9	4.2	-29.7%	--	--
LIFE PROTECTION	131.3	147.1	12.0%	3.8	(0.5)	-113.3%	103.4%	101.0%
LIFE SAVINGS	52.7	79.7	51.2%	2.1	4.7	122.5%	--	--
AUTO	133.1	150.5	13.1%	4.4	9.7	117.8%	98.3%	94.3%
GENERAL P&C	272.1	748.2	175.0%	8.7	10.3	18.3%	85.1%	83.7%
HEALTH & ACCIDENT	112.2	122.4	9.1%	4.6	4.7	0.4%	95.0%	96.5%

Figures in millions of euros

Premiums

The appreciation of the main currencies of the region, as well as the positive performance of Mexico and the Dominican Republic, are the main causes of premium growth in the region.

The exceptional 77.6 percent growth is partly due to the renewal of the comprehensive multiyear PEMEX policy (2 years) in June, for the amount of 502.9 million dollars (445.1 million euros). Growth in the LATAM NORTH region, to June, without the effect of this policy, would stand at an excellent 14.4 percent due to the previously mentioned positive performance of the countries in the region.

In the specific case of Mexico, growth of 130.6 percent would be 20.9 percent (retained premiums in Mexico grew a noteworthy 26.3 percent),

In local currency, there is noteworthy growth in Mexico (14.7 percent without PEMEX), the Dominican Republic (15.8 percent), El Salvador (22.8 percent) and Guatemala (13.4 percent).

There is positive development in all lines, especially Life, where written premiums grew 23.3 percent, most notably in the Dominican Republic, Honduras, Guatemala and especially Mexico, where Life Savings grew 99 percent. Other lines, like Auto, grew 13.1 percent, and General P&C 11.4 percent (without PEMEX).

MAPFRE is consolidating as the leading insurance Group in the Central America sub-region, with great advances in the multi-channel approach. In this regard, it is noteworthy that the sub-region has signed 12 new distribution agreements with banks and financial entities in the first half of the year, as

well as advances in the mass microfinancing business.

Result

There was an important improvement in results in the LATAM NORTH region, supported by the favorable development of business in Mexico, which increased its result by 31.0 percent, with the combined ratio going from 97.2 percent to 94.1 percent, thanks to the reduction of the Auto combined ratio to 93.8 percent. This implies a reduction of 7.3 percentage points compared to the previous year from the measures implemented in rates and risk selection.

In general, there is improvement in the result in the region in the Auto, General P&C and Health lines. However, there is a decline in the Life Protection result primarily due to Mexico, from the increase in group policy loss experience. Technical measures are being adopted in order to improve the result of these policies.

Panama presented unfavorable development due to an increase in the loss experience in Auto, General P&C, and Health. Technical measures have been adopted in the Auto and Health lines, as well as tariff increases in group and individual Health policies, which will make it possible to correct deviations in loss experience over the course of the coming months.

The Dominican Republic and Honduras, as well as the other countries in the region, have very satisfactory development and technical ratios.

By line, the significant growth of Life Savings, Auto and General P&C stands out.

LATAM SOUTH

This regional area encompasses the business activities in Peru, Colombia, Argentina, Chile, Uruguay, Paraguay and Ecuador.

Key figures

ITEM	JUNE 2018	JUNE 2019	Δ %
Gross written and accepted premiums	795.3	807.3	1.5%
- Non-Life	663.4	685.1	3.3%
- Life	132.0	122.2	-7.4%
Net premiums earned	490.7	477.7	-2.7%
Gross result	46.3	45.3	-2.2%
Tax on profits	(13.4)	(16.5)	23.2%
Non-controlling interests	(4.1)	(3.1)	-24.8%
Attributable net result	28.8	25.7	-10.8%
Combined ratio	96.8%	95.7%	-1.0 p.p.
Expense ratio	36.0%	35.1%	-0.9 p.p.
Loss ratio	60.8%	60.7%	-0.2 p.p.

ITEM	DECEMBER 2018	JUNE 2019	Δ %
Investments, real estate and cash	1,845.3	1,975.7	7.1%
Technical provisions	3,366.7	3,502.9	4.0%
Shareholders' equity	556.8	583.5	4.8%
ROE	10.5%	10.3%	-0.1 p.p.

Figures in millions of euros

Breakdown of key countries

COUNTRY	Premiums			Attributable result			Combined ratio	
	JUNE 2018	JUNE 2019	Δ %	JUNE 2018	JUNE 2019	Δ %	JUNE 2018	JUNE 2019
COLOMBIA	190.5	181.5	-4.7%	1.9	0.4	-79.9%	97.6%	96.5%
PERU	251.5	285.6	13.6%	12.6	13.2	4.8%	92.5%	89.7%
ARGENTINA	130.1	104.8	-19.5%	8.4	3.3	-60.3%	103.6%	105.2%
CHILE	109.7	124.1	13.1%	3.3	3.2	-2.7%	96.8%	98.3%
URUGUAY	53.5	47.0	-12.3%	0.7	2.0	168.1%	98.0%	95.8%
PARAGUAY	34.4	34.4	-0.1%	2.9	3.5	18.9%	92.0%	92.4%

Figures in millions of euros

Breakdown by key lines of business

ITEM	Premiums			Attributable result			Combined ratio	
	JUNE 2018	JUNE 2019	Δ %	JUNE 2018	JUNE 2019	Δ %	JUNE 2018	JUNE 2019
LIFE	132.0	122.2	-7.4%	3.6	(3.7)	--	--	--
LIFE PROTECTION	109.9	83.4	-24.1%	2.5	(3.4)	--	102.3%	116.1%
LIFE SAVINGS	22.1	38.8	75.9%	0.7	(0.8)	--	--	--
AUTO	239.8	225.9	-5.8%	16.5	10.4	-37.1%	97.7%	98.3%
GENERAL P&C	319.8	346.0	8.2%	10.3	14.7	42.8%	89.6%	89.5%
HEALTH & ACCIDENT	83.2	88.8	6.6%	(1.6)	2.7	--	106.6%	100.4%

Figures in millions of euros

Premiums

Premiums in the region grew 1.5 percent. They show very positive development in Peru and Chile. The remaining countries have more discreet figures, still affected currency depreciation in inter-annual comparison.

In general, issuing in the region grew in local currency at a good rate in almost all countries – Chile (16.2 percent), Argentina (47.3 percent), Peru (8.6 percent), and Paraguay (3.2 percent). In Colombia, premiums in local currency remained stable, while in Uruguay they fell 5.1 percent.

By line of business, General P&C and Health & Accident stand out with an improvement in premium issuing of 8.2 percent and 6.6 percent, respectively, while the Life Protection and Auto businesses show declines compared to the same period the previous year. The fall in Life Protection business comes from Colombia and Uruguay. There is noteworthy growth in the Life Savings business in the region, primarily thanks to Peru.

Result

To the close of June 2019, LATAM SOUTH had an attributable result of 25.7 million euros and a Non-Life combined ratio of 95.7 percent, lower than the previous year, with improvement in loss experience and expenses.

By country, Peru is the highest contributor to results in the region, and shows an excellent combined ratio of 89.7 percent. The rest of the countries have results figures in line with the previous year.

By line of business, the improvement in General P&C and Health stand out. In the case of Life, the fall in results is due to:

1. Colombia, as a result of the higher technical provisions in the Pension product business, due to the update of long-term financial assumptions and the loss tail of the Life business distributed through the bank channel, which policy was not renewed.
2. Peru from lower extraordinary results compared to those recorded in June 2018 and an increase in the loss experience of the Life Protection business in group policies.

6.1.3. INTERNATIONAL

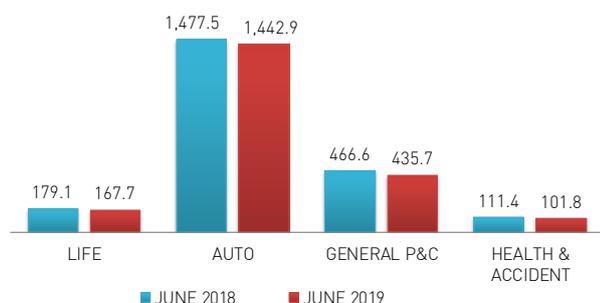
This territorial area comprises NORTH AMERICA and EURASIA.

Information by region

REGION	Premiums			Attributable result			Combined ratio		ROE	
	JUNE 2018	JUNE 2019	Δ %	JUNE 2018	JUNE 2019	Δ %	JUNE 2018	JUNE 2019	DECEMBER 2018	JUNE 2019
NORTH AMERICA	1,247.6	1,215.8	-2.6%	4.3	45.6	--	103.0%	100.0%	2.8%	6.0%
EURASIA	996.4	951.1	-4.5%	10.3	(0.6)	-105.4%	104.9%	107.9%	1.9%	0.2%

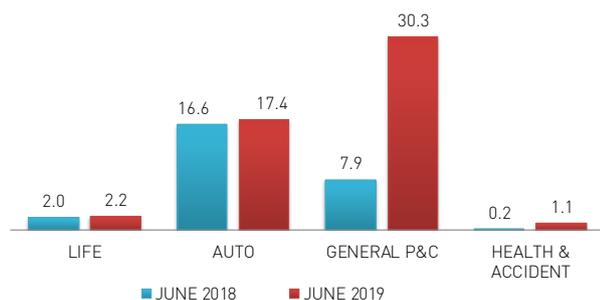
Figures in millions of euros

Written premiums in key lines



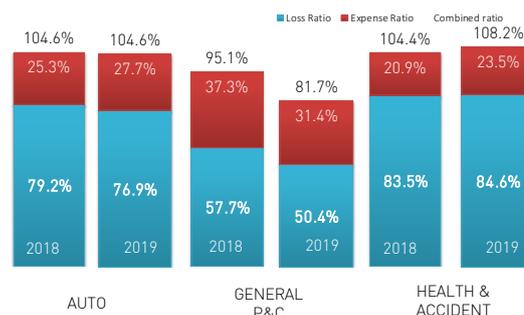
Figures in millions of euros

Attributable result in key lines



Figures in millions of euros

Combined ratio of key lines to June 2019 and 2018



NORTH AMERICA

This regional area has its headquarters in Webster, MA (USA) and encompasses the business activity in NORTH AMERICA (United States and Puerto Rico).

Key figures

ITEM	JUNE 2018	JUNE 2019	Δ %
Gross written and accepted premiums	1,247.6	1,215.8	-2.6%
Net premiums earned	937.2	932.5	-0.5%
Gross result	6.8	59.3	--
Tax on profits	(2.6)	(13.7)	--
Non-controlling interests	0.1	0.0	100.0%
Attributable net result	4.3	45.6	--
Combined ratio	103.0%	100.0%	-3.0 p.p.
Expense ratio	28.6%	28.5%	-0.1 p.p.
Loss ratio	74.5%	71.5%	-3.0 p.p.

ITEM	DECEMBER 2018	JUNE 2019	Δ %
Investments, real estate and cash	2,294.3	2,395.3	4.4%
Technical provisions	3,025.2	2,847.1	-5.9%
Shareholders' equity	1,239.9	1,330.4	7.3%
ROE	2.8%	6.0%	3.2 p.p.

Figures in millions of euros

Breakdown by country / region

COUNTRY	Premiums			Attributable result			Combined ratio	
	JUNE 2018	JUNE 2019	Δ %	JUNE 2018	JUNE 2019	Δ %	JUNE 2018	JUNE 2019
UNITED STATES	1,035.9	996.9	-3.8%	(2.1)	35.3	--	104.2%	101.1%
Northeast	820.0	852.7	4.0%	16.3	44.0	170.3%	100.6%	98.0%
East Central	87.7	72.1	-17.8%	(4.9)	(3.3)	-32.8%	113.4%	114.8%
West	93.2	71.4	-23.4%	(4.9)	(0.4)	91.0%	112.8%	109.2%
Exit states	34.5	(0.9)	-102.5%	(3.1)	1.9	162.7%	--	--
Verti	0.4	1.5	--	(5.5)	(6.9)	-26.1%	--	--
PUERTO RICO	211.7	219.0	3.4%	6.4	10.3	61.2%	95.0%	92.8%

Figures in millions of euros

Breakdown by key lines

ITEM	Premiums			Attributable result			Combined ratio	
	JUNE 2018	JUNE 2019	Δ %	JUNE 2018	JUNE 2019	Δ %	JUNE 2018	JUNE 2019
LIFE	1.9	2.1	12.4%	(0.1)	0.5	--	--	--
LIFE PROTECTION	1.6	1.8	13.3%	(0.0)	0.3	--	106.5%	89.9%
LIFE SAVINGS	0.3	0.3	7.7%	(0.1)	0.1	198.0%	--	--
AUTO	837.9	811.4	-3.2%	(1.7)	(2.1)	-25.9%	104.5%	103.3%
GENERAL P&C	378.5	366.2	-3.2%	5.0	43.4	--	94.5%	76.1%
HEALTH & ACCIDENT	33.6	28.3	-15.8%	0.4	(1.2)	--	99.1%	104.7%

Figures in millions of euros

Premiums

At the close of June, premiums in NORTH AMERICA registered a 2.6 percent decrease. Premium issuing in dollars in NORTH AMERICA is 8.5 percent lower than the previous period, which is, however, favorably compensated by the appreciation of the dollar (6.5 percent). Lower issuing is fundamentally due to the underwriting measures adopted in states outside the Northeast region, which affect both existing portfolio retention as well as new business, and, compared to the previous period, to exiting business in five states, executed at the close of the previous year.

By line of business, there is a fall in issuing of 3.2 percent both in Auto and in General P&C, the main lines of business in the region.

Result

The result in NORTH AMERICA to June 30, 2019 shows very positive development compared to the same date the previous year, due to an improvement in the underwriting result and a fall in the loss ratio in Auto, the combined ratio of which went from 104.5 to 103.3 percent, as well as the absence of adverse weather conditions for significant amounts.

There is noteworthy positive development of the General P&C results, which contributes an attributable result of 43.4 million euros and had a combined ratio of 76.1 percent.

The United States had a profit of 35.3 million euros. In the month of June, an extraordinary financial revenue of 19.2 million euros net, from of a financial investment portfolio acquired before the MAPFRE Group takeover, consisting of equity and private debt. Additionally, in the first half of the year, 14.7 million euros in restructuring costs, costs from the exit of business in various states, as well as a provision to cover expenses related to the exit from corporate business lines outside of the state of Massachusetts. The combination of all of these operations has had a positive impact on the attributable result for the region during the half year of 4.5 million euros, net.

Puerto Rico also showed very positive development to June with a 61.2 percent increase in the result, reaching a net result of 10.3 million euros and a combined ratio of 92.8 percent.

EURASIA

This regional area encompasses the insurance operations in Italy, Germany, Turkey, Malta, Indonesia and the Philippines.

Key figures

ITEM	JUNE 2018	JUNE 2019	Δ %
Gross written and accepted premiums	996.4	951.1	-4.5%
- Non-Life	819.2	785.6	-4.1%
- Life	177.2	165.6	-6.6%
Net premiums earned	650.2	640.9	-1.4%
Gross result	19.7	5.9	-70.3%
Tax on profits	(4.5)	(1.6)	-64.2%
Non-controlling interests	(4.9)	(4.8)	-1.3%
Attributable net result	10.3	(0.6)	-105.4%
Combined ratio	104.9%	107.9%	3.0 p.p.
Expense ratio	21.4%	26.5%	5.1 p.p.
Loss ratio	83.4%	81.4%	-2.1 p.p.

ITEM	DECEMBER 2018	JUNE 2019	Δ %
Investments, real estate and cash	3,964.4	4,292.9	8.3%
Technical provisions	4,142.5	4,437.5	7.1%
Shareholders' equity	650.4	686.6	5.6%
ROE	1.9%	0.2%	-1.7 p.p.

Figures in millions of euros

Breakdown by country

COUNTRY	Premiums			Attributable result			Combined ratio	
	JUNE 2018	JUNE 2019	Δ %	JUNE 2018	JUNE 2019	Δ %	JUNE 2018	JUNE 2019
TURKEY	280.7	240.3	-14.4%	8.8	(3.1)	-134.8%	108.2%	119.6%
ITALY	254.0	264.3	4.1%	(1.0)	(3.2)	--	109.6%	105.7%
GERMANY	202.9	208.8	2.9%	1.1	2.9	164.4%	99.4%	99.5%
MALTA	210.7	201.0	-4.6%	2.0	2.3	15.5%	94.1%	89.9%
PHILIPPINES	18.1	11.2	-37.9%	(0.3)	0.2	155.8%	110.4%	109.4%
INDONESIA	29.9	25.5	-15.0%	1.3	0.4	-71.5%	114.5%	104.7%

Figures in millions of euros

Breakdown by key lines

ITEM	Premiums			Attributable result			Combined ratio	
	JUNE 2018	JUNE 2019	Δ %	JUNE 2018	JUNE 2019	Δ %	JUNE 2018	JUNE 2019
LIFE	177.2	165.6	-6.6%	2.1	1.8	-16.9%	--	--
LIFE PROTECTION	11.6	12.1	4.3%	2.0	1.4	-27.5%	73.3%	120.9%
LIFE SAVINGS	165.6	153.5	-7.3%	0.0	0.3	--	--	--
AUTO	639.6	631.5	-1.3%	18.2	6.2	-65.9%	104.7%	107.1%
GENERAL P&C	88.2	69.5	-21.2%	2.9	1.2	-60.2%	98.5%	116.3%
HEALTH & ACCIDENT	77.8	73.4	-5.6%	(0.3)	(0.6)	-127.4%	107.0%	109.7%

Figures in millions of euros

Premiums

At the close of June, premiums in EURASIA registered a fall of 4.5 percent as a consequence of the strong depreciation of the Turkish lira (21.9 percent), and the unfavorable development of issuing in Indonesia and the Philippines.

In local currency, written premiums in Turkey grew 9.6 percent, far below inflation, due to a strict underwriting policy in the framework of the strategy focused on reducing the weight of the Motor Third Party Liability line.

Premium growth in Italy is noteworthy at 4.1 percent, due to the positive issuing behavior coming from the dealership business.

Result

The result in EURASIA shows negative development, which was expected, due to the impact of the regulatory change in April 2017 in Motor Third Party Liability insurance in Turkey. In the framework of this reform, an obligatory "High Risk MTPL pool" was created for third party liability for vehicles,

which began to operate on said date. All the entities that operate in the Third Party Liability line participate in said pool. The last loss ratio estimate for our participation, in line with the instructions issued by this pool at the end of 2017, were raised as a result on an independent study carried out at the close of June 2019, from 115.7 percent to 130 percent. The impact on Turkey's attributable result as a consequence of this loss ratio increase reached 4.6 million euros, at June.

Further, the strong depreciation of the Turkish lira has caused a relevant increase in the cost of spare parts. Both facts explain the fall in the result in Turkey, and the deterioration of the Auto combined ratio. Because of its weight in the region, the results in EURASIA are negatively affected.

Italy, Germany, and Malta maintain their results in line with expectations, which in the case of Italy implies an improvement in the combined ratio of 3.9 percentage points.

In the first half of the year there was an extraordinary gain of 0.9 million euros from the sale of a building in the Philippines.

6.2. MAPFRE RE

MAPFRE RE is a global reinsurer and is the professional reinsurer of MAPFRE Group.

MAPFRE RE offers reinsurance services and capacities, providing all kinds of solutions for reinsurance treaties and facultative reinsurance, in all Life and Non-Life lines.

MAPFRE RE also includes the Global Risks Unit, which is the specialized unit within MAPFRE Group for managing global multinational insurance

programs (for example, policies that cover aviation, nuclear, energy, third party liability, fire, engineering and transport risks).

The table below shows the key figures for MAPFRE RE. The 2018 figures have been restated on a like for like basis, including the information from the Global Risks unit, based on the corporate restructuring operation detailed in section 2.1 herein.

Key figures

ITEM	JUNE 2018	JUNE 2019	Δ %
Gross written and accepted premiums	2,793.2	2,804.1	0.4%
- Non-Life	2,423.9	2,558.5	5.6%
- Life	369.2	245.6	-33.5%
Net premiums earned	1,652.7	1,518.4	-8.1%
Gross result	159.7	113.0	-29.2%
Tax on profits	(39.2)	(28.1)	-28.3%
Attributable net result	120.5	84.9	-29.6%
Combined ratio	92.6%	94.5%	1.9 p.p.
Expense ratio	29.3%	31.3%	2.0 p.p.
Loss ratio	63.3%	63.2%	0.0 p.p.

ITEM	DECEMBER 2018	JUNE 2019	Δ %
Investments, real estate and cash	5,013.5	5,430.9	8.3%
Technical provisions	6,215.2	6,388.7	2.8%
Shareholders' equity	1,668.5	1,809.6	8.5%
ROE	10.7%	9.1%	-1.6 p.p.

Figures in millions of euros

ITEM	JUNE 2018	JUNE 2019	Δ %
Gross written and accepted premiums	2,793.2	2,804.1	0.4%
Reinsurance Business	2,161.9	2,237.1	3.5%
Global Risks Business	631.2	566.9	-10.2%
Attributable net result	120.5	84.9	-29.6%
Reinsurance Business	101.9	83.1	-18.5%
Global Risks Business	18.7	1.8	-90.2%
Combined ratio	92.6%	94.5%	1.9 p.p.
Reinsurance Business	93.1%	93.5%	0.4 p.p.
Global Risks Business	89.2%	106.9%	17.8 p.p.
Expense ratio	29.3%	31.3%	2.0 p.p.
Reinsurance Business	28.8%	30.5%	1.7 p.p.
Global Risks Business	33.5%	40.8%	7.3 p.p.
Loss ratio	63.3%	63.2%	0.0 p.p.
Reinsurance Business	64.3%	63.0%	-1.3 p.p.
Global Risks Business	55.7%	66.1%	10.4 p.p.

Figures in millions of euros

Breakdown of premium distribution to June 2019 is as follows:

ITEM	%	ITEM	%
By Type of business:		By Ceding company:	
Proportional	66.8%	MAPFRE	52.5%
Non-proportional	12.7%	Other	47.5%
Facultative	20.4%		
By Region:		By Insurance Lines:	
IBERIA	21.1%	Property	37.9%
EURASIA	41.1%	Life & Accident	11.9%
LATAM	24.6%	Motor	22.5%
NORTH AMERICA	13.2%	Global Risks business	20.2%
		Transport	2.8%
		Other Insurance lines	4.7%

Total premium issuing in MAPFRE RE remained stable compared to the same period the previous year. The reinsurance business, to June 2019, had 3.5 percent premium growth, due to the increase in reinsurance participation in important clients, as well as the effect of the improvement in exchange rates in business underwritten outside of the Eurozone.

Additionally, issuing in the first half of the year grew from the new reinsurance structure through the MAPFRE RE subsidiary in Vermont (USA), for cessions in the homeowners line in MAPFRE USA.

Premiums from the Global Risks Unit, integrated in MAPFRE RE, reached 566.9 million euros, representing 10.2 percent less than the previous period, primarily as a result of the non-renewal of some business from a portfolio review.

MAPFRE RE's net result at the close of June 2019 reached 84.9 million euros, decreasing 29.6 percent compared to the previous period. This lower result is due to:

1. The change in estimates of technical provisions applied at the close of 2018,

which led to a different distribution of earned premium accrual, making this lower in the first half of the year and higher in the second half, with a neutral impact for 2019.

2. The Life Reinsurance business, the result of which fell from the application of assumptions made with more conservative, long-term calculation in Annuities in LATAM.
3. The impact of a large claim with a retained loss of 19.9 million euros,
4. The damage from the draught in Brazil for 11.7 million euros.

The Non-Life combined ratio stood at 94.5 percent, 1.9 percentage points higher than the same period the previous year. The increase in the expense ratio to 31.3 percent is explained by the fall in the net earned premium.

At the close of June 2019, 14.8 million euros of financial gains, net of financial losses, were registered (18.8 million to June 2018).

The result of the Reinsurance business reached 83.1 million euros, falling 18.5 percent. The attributable result of Global Risks business went down to 1.8 million euros, as a consequence of the already mentioned claim which had retained net impact of 12.4 million euros, on the Global Risks part of business.

The combined ratio of the Reinsurance business stands at an excellent 93.5 percent, while the combined ratio for the Global Risks business went up to 106.9 percent as a result of the previously mentioned large loss.

6.3. MAPFRE ASISTENCIA

MAPFRE ASISTENCIA specializes in travel assistance, roadside assistance, and other special risks of the Group.

Key figures

ITEM	JUNE 2018	JUNE 2019	Δ %
Operating revenue	506.7	497.8	-1.8%
- Gross written and accepted premiums	470.9	452.2	-4.0%
- Other revenue	35.9	45.6	27.2%
Net premiums earned	314.6	309.3	-1.7%
Result from other business activities	8.8	5.8	-34.1%
Gross result	0.1	(2.2)	--
Tax on profits	(2.0)	(2.7)	32.0%
Non-controlling interests	(0.6)	(0.7)	19.2%
Attributable net result	(2.6)	(5.6)	-117.2%
Combined ratio	103.2%	103.2%	0.1 p.p.
Expense ratio	40.7%	42.1%	1.4 p.p.
Loss ratio	62.5%	61.2%	-1.3 p.p.

ITEM	DECEMBER 2018	JUNE 2019	Δ %
Investments, real estate and cash	436.6	440.2	0.8%
Technical provisions	743.7	778.7	4.7%
Shareholders' equity	238.0	238.7	0.3%
ROE	-4.3%	-5.7%	-1.4 p.p.

Figures in millions of euros

MAPFRE ASISTENCIA operating revenue reduced 1.8 percent after the exit last year from some loss-making business. The attributable result of the Unit reached a loss of 5.6 million euros at the close of June 2019. The main losses in the Unit are concentrated in the United Kingdom, France and Belgium.

The Insureandgo subsidiaries in Australia and Ireland maintain positive development, as well as the consolidation of operations in LATAM SOUTH, specifically Colombia and Ecuador.

The loss ratio went down 1.3 percentage points after the improvement in underwriting and claims management, with a noteworthy advance in the United Kingdom in Travel insurance. At the same time, the expense ratio went up 1.4 percentage points as a result of higher acquisition expenses in the UK Travel insurance operation, from a greater volume of revenue from the aggregator channel and

higher acquisition costs in the direct channel. Especially in the UK, measures to reinforce operating efficiency will continue to be worked on, as well as the optimization of acquisition costs from digital business.

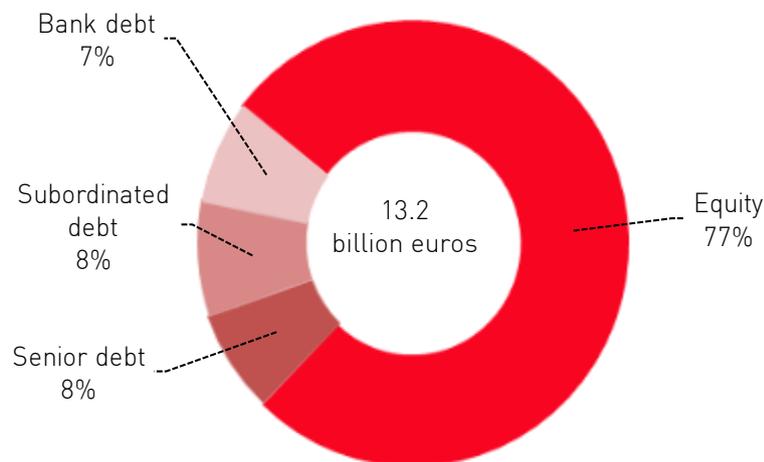
The Non-Life combined ratio is still high, at 103.2 percent, practically the same level as last year, primarily due to the unfavorable development of the travel insurance business in the UK, France and Belgium.

Actions focused on creating synergies and adding value among Group Units are being intensified, with a special focus on digitalization activity for roadside assistance and personal assistance through MiAsistencia and the activity focused on the creation of joint business.

7. Capital Management & Debt

The chart below shows the composition of the capital structure at the close of June 2019:

Capital structure



Capital structure reached 13.2 billion euros, of which 77 percent corresponds to equity. The Group leverage ratio is 23.4 percent, a 0.9 percentage point increase compared to the close of 2018. The increase in debt to June 2019 is primarily from the acquisition of the BMN Bankia and Banco Santander business, as well as from the transitional financing required by MAPFRE VIDA to launch new savings products.

The following chart shows the development of the Group's debt instruments and leverage ratios:

Debt instruments and leverage ratios

ITEM	DECEMBER 2018	JUNE 2019
Total Equity	9,197.6	10,133.9
Total debt	2,670.3	3,094.8
- of which: senior debt - 5/2026	1,004.0	996.2
- of which: subordinated debt - 3/2047 (First Call 3/2027)	617.6	604.5
- of which: subordinated debt - 9/2048 (First Call 9/2028)	503.0	513.3
- of which: syndicated credit facility - 02/2024 (€ 1,000 M)	490.0	745.0
- of which: bank debt	55.6	235.7
Earnings before tax	1,330.5	749.2
Financial expenses	76.5	38.9
Earnings before tax & financial expenses	1,407.0	788.2
Leverage	22.5%	23.4%
Equity / Debt	3.4	3.3
Earnings before tax & financial expenses / financial expenses (x)	18.4	20.2

Figures in millions of euros

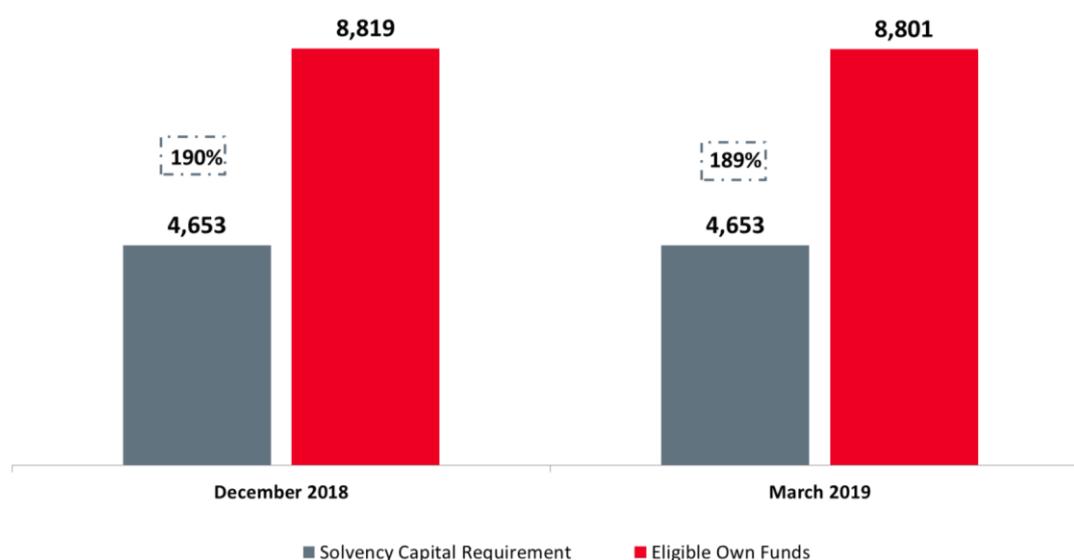
8. Solvency II

The Solvency II ratio for MAPFRE Group stood at 189.1 percent at March 31, 2019, compared to 189.5 percent at the close of December 2018, including transitional measures. This ratio would be 173.9 percent, excluding the effects of said measures. Eligible Own Funds reached 8.8 billion euros in the

same period, of which 87.0 percent are high quality funds (Tier 1).

The ratio maintains great solidity and stability, backed by high diversification and strict investment and ALM policies, as can be seen in the charts below.

Solvency margin breakdown (Solvency II)



Figures in millions of euros

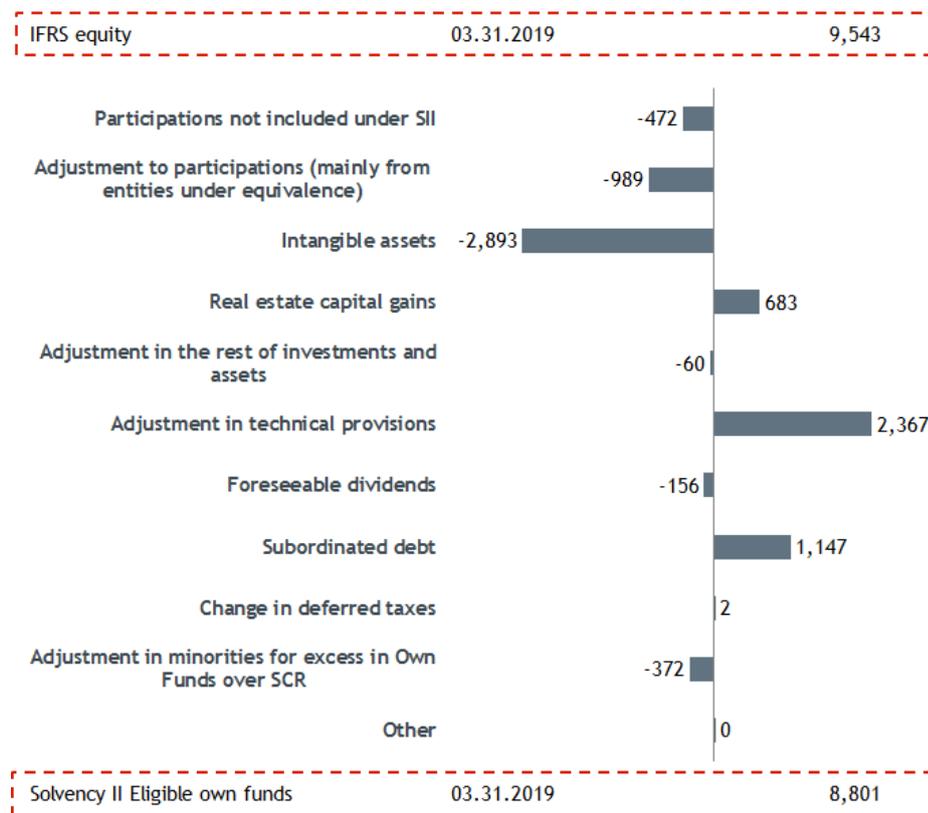
In line with the Solvency II regulation, the SCR amount is calculated annually, as recalculation during the year is not required unless there is a significant change in the risk profile.

Impact of transitional measures and matching volatility adjustments

Ratio at 03.31.2019	189.1%
Impact transitional for technical provisions	-14.3%
Impact equity transitional	-1.0%
Impact transitional for assets in non-euro currencies	0.0%
Total ratio without transitionals	173.9%

Ratio at 03.31.2019	189.1%
Impact Matching Adjustment	-3.8%
Impact Volatility Adjustment	-1.6%
Total ratio without Matching and Volatility Adjustments	183.7%

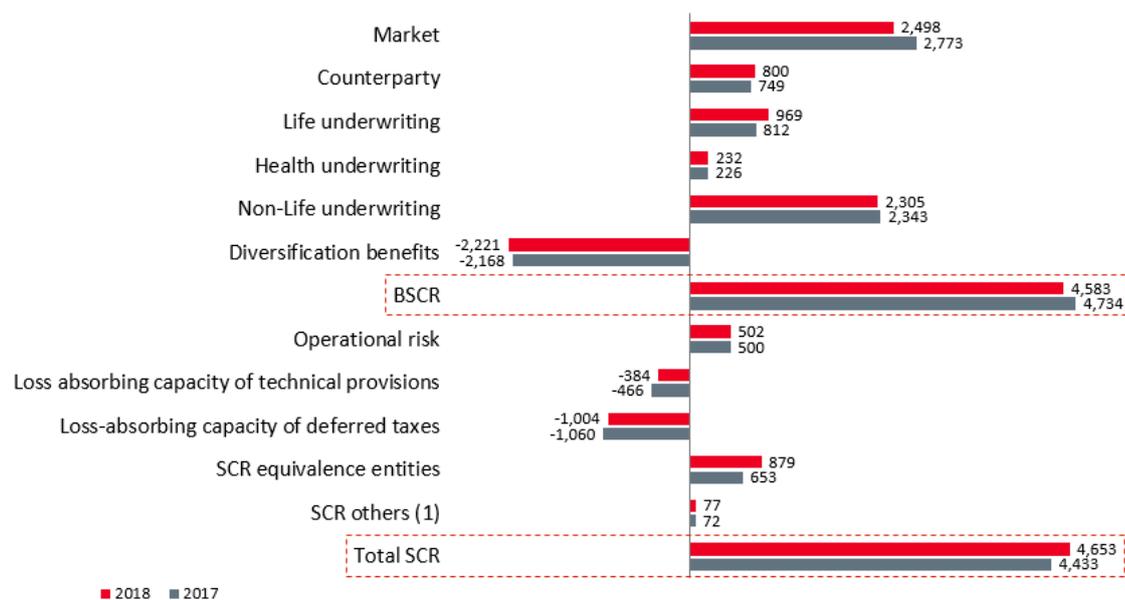
IFRS and Solvency II Capital Reconciliation



Figures in millions of euros

Breakdown of Solvency Capital Requirement (SCR)

The breakdown of the SCR from the last two years, calculated to December 2018 and 2017, is as follows:



(1) Includes other financial sectors, non-controlled participations and residual undertakings.

Figures in millions of euros

Main risks and uncertainties for the second half of the year

MAPFRE's business activities are exposed to risk factors and uncertainties that can generally affect the results and the equity of the entities operating in the market in the same segments (primarily insurance and reinsurance).

However, the Group is reasonably protected against said risks by maintaining a strategic line based on:

- Technical rigor underwriting risks and managing claims, and a lower expense level than the market average.
- Conservative investment management policy.
- Maintaining a reasonable level of debt and liquid assets, which mitigate possible problems with liquidity and debt refinancing in adverse conditions.

CyberRisk is noteworthy among the main risks, due to the widespread use of technology, an ever-more connected society, and the digital transformation process a large number of companies are currently immersed in.

In this framework, the main uncertainties for the next half of the year continue to be those coming from the negative economic context of the key countries in which the Group carries out business activity. These uncertainties are:

- Global contraction of economic activity, with a subsequent fall in the demand for insurance products and results of the subsidiaries.
- Possible fluctuations in the market value of financial investments and fall in the market value of real estate investments.
- Low interest rate environment.

The Board of Directors considers that MAPFRE is well prepared to face these situations, and it is adopting appropriate measures to reduce the consequences as much as possible. The financial information for the first half of the year sufficiently accounts for the effects of these risks.

9. Ratings

In January 2019, Fitch confirmed MAPFRE S.A.'s credit rating and raised the financial strength rating of MAPFRE ESPAÑA, MAPFRE VIDA, MAPFRE RE and MAPFRE ASISTENCIA, and S&P confirmed the credit rating of MAPFRE S.A. and its subsidiaries.

Additionally, as a result of the business restructuring of the large industrial and commercial risk insurance business in MAPFRE, the rating

agencies S&P, Fitch, Moody's, and A.M. Best withdrew MAPFRE GLOBAL RISKS' credit rating, following its total spin-off.

The chart below details the current credit ratings granted by the main rating agencies for companies registered in Spain, with the positive updates from the year circled in green:

Company	Rating type	Rating	Outlook
Standard & Poor's			
MAPFRE S.A.	Issuer rating	BBB+	Positive
MAPFRE S.A.	Senior debt	BBB+	-
MAPFRE S.A.	Subordinated debt	BBB-	-
MAPFRE RE	Financial strength	A	Positive
Fitch			
MAPFRE S.A.	Issuer rating	A-	Stable
MAPFRE S.A.	Senior debt	BBB+	-
MAPFRE S.A.	Subordinated debt	BBB-	-
MAPFRE ESPAÑA	Financial strength	A+	Stable
MAPFRE VIDA	Financial strength	A+	Stable
MAPFRE RE	Financial strength	A+	Stable
MAPFRE ASISTENCIA	Financial strength	A+	Stable
A.M. Best			
MAPFRE RE	Financial strength	A	Stable
MAPFRE ESPAÑA	Financial strength	A	Stable
Moody's			
MAPFRE ASISTENCIA	Financial strength	A2	Stable

On May 23, 2019, AM Best confirmed the financial strength rating of the key members of MAPFRE U.S.A. Group, with a stable outlook.

The current credit ratings of the main Group entities registered outside of Spain are as follows:

Company	Country	Rating type	Rating	Outlook
Fitch				
MAPFRE SIGORTA A.S.	Turkey	Financial strength	AA (tur)	Stable
MAPFRE SEGUROS GENERALES DE COLOMBIA	Colombia	Financial strength	AA (col)	Stable
MAPFRE COLOMBIA VIDA SEGUROS S.A.	Colombia	Financial strength	AA- (col)	Negative
A.M. Best				
MAPFRE U.S.A. Group	USA	Financial strength	A	Stable
MAPFRE PRAICO	Puerto Rico	Financial strength	A	Stable
MAPFRE MÉXICO	Mexico	Financial strength	A	Stable

10. The MAPFRE Share. Dividend Information.

In the first half of 2019 the price of MAPFRE S.A. shares has increased 10.8 percent, compared to a 7.7 percent increase in the IBEX 35 index.

According to the data published by the Spanish Stock Market (BME), on this platform an average of 4,462,448 shares were traded daily and the average daily effective value reached 11.4 million euros. This

amount represents approximately 37 percent of the average number of shares traded daily on all of the platforms on which MAPFRE shares are traded.

The chart below includes information regarding the development of MAPFRE's shares.

Stock Market Information

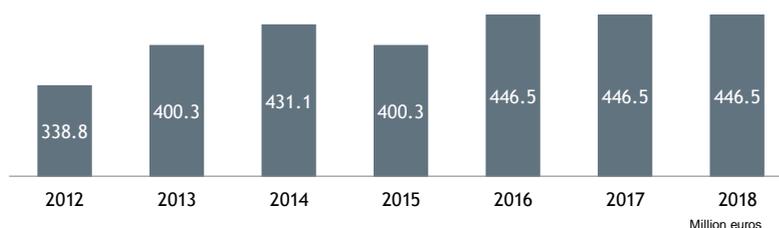
	12/31/2018	6/30/2019
Total outstanding shares	3,079,553,273	3,079,553,273
Market cap (million euros)	7,145	7,918
Share price (euros / share)		
Share value at the beginning of the period	2.678	2.320
Share value at the close of the period	2.320	2.571
Price variation in the period	-13.4%	10.8%
Period high	2.955	2.728
Period low	2.267	2.295
Trading volume		
Average number of shares traded daily	5,515,638	4,462,448
Average daily effective value (million euros)	14.6	11.4
Market value ratios		
Earnings per share (last 12 months)	0.172	0.168
Book value per share	2.596	2.871
Dividend per share (last 12 months)	0.145	0.145

Dividend and Payout

On June 25, the final dividend of 0.0857 euros gross per share was distributed, after having applied the

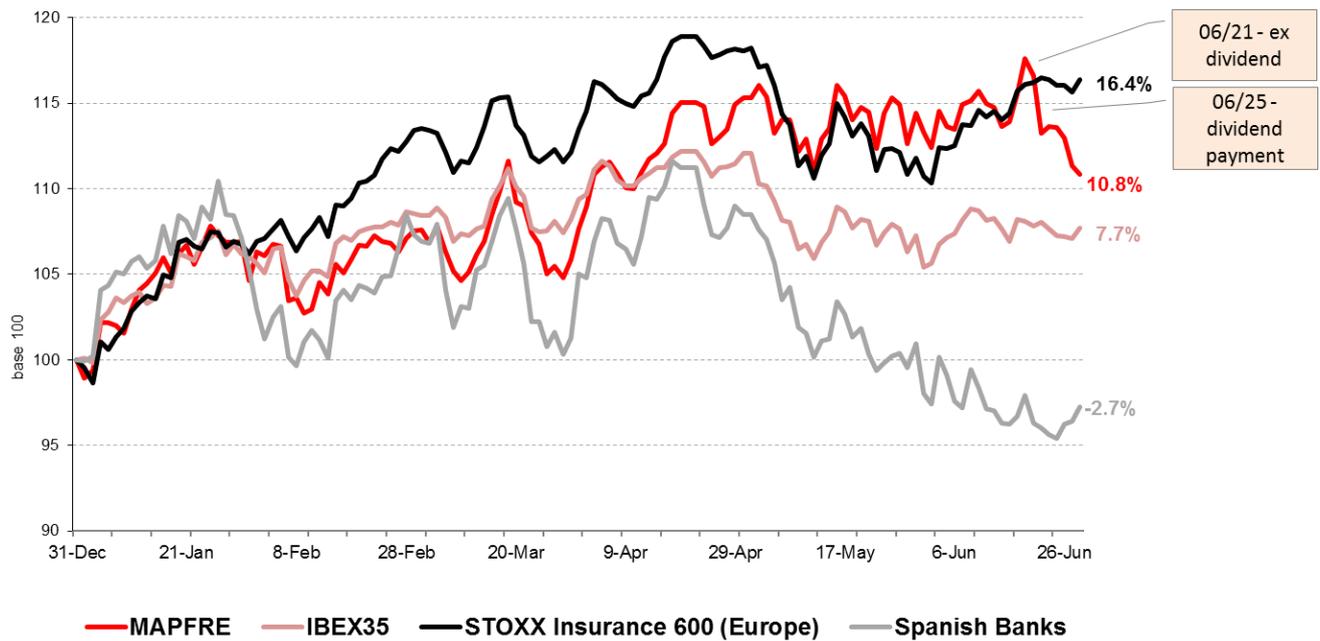
amount corresponding to treasury stock proportionately to the remaining shares.

Dividends paid against results



	2012	2013	2014	2015	2016	2017	2018
Earnings per share (euros)	0.22	0.26	0.27	0.23	0.25	0.23	0.17
Dividend per share (euros)	0.11	0.13	0.14	0.13	0.145	0.145	0.145
Payout (%)	50.9%	50.6%	51.0%	56.5%	57.6%	63.7%	84.4%

Share Performance: December 31, 2018 – June 30, 2019



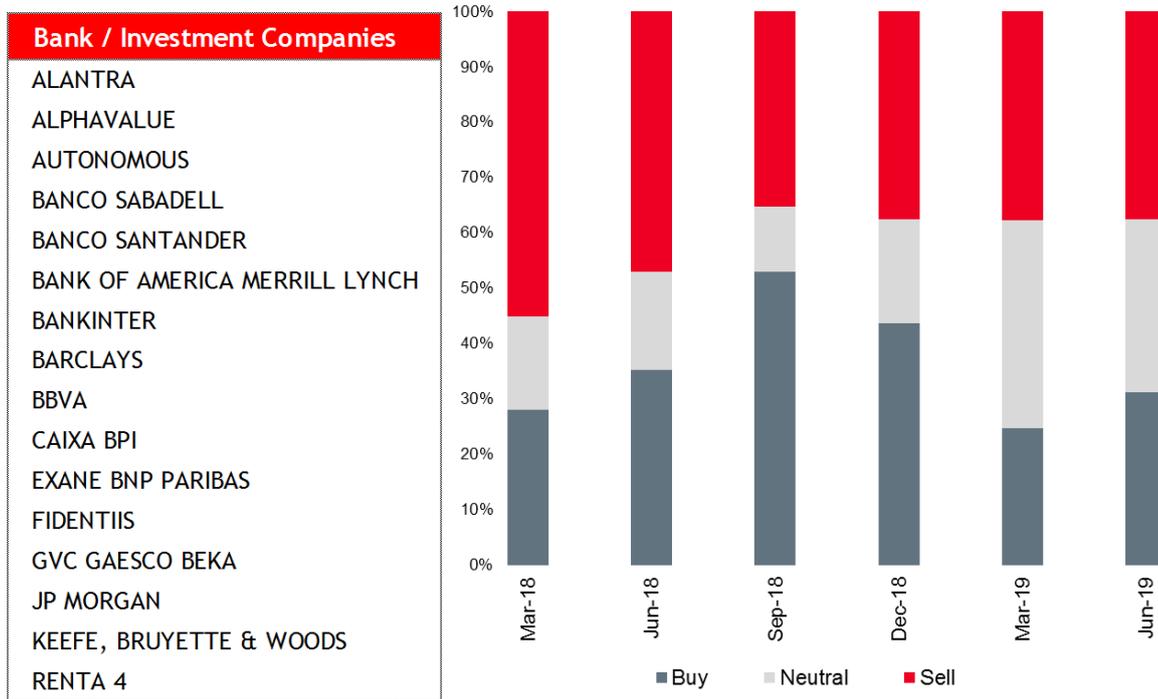
Source: Bloomberg and own calculations
Spanish Banks: the six Spanish banks with the greatest market cap

Average price target (data provided by analysts) and share price: January 1, 2017 – June 30, 2019

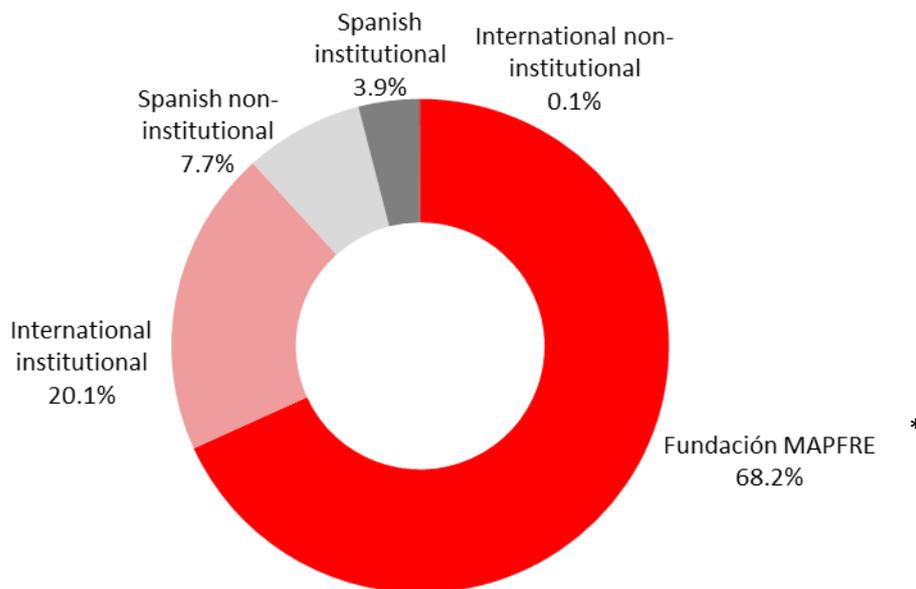


Source: Bloomberg

Analyst coverage: Recommendation summary



Shareholder composition to June 30, 2019



* Includes indirect treasury stock holdings from MAPFRE S.A.

11. Events Subsequent to Closing

- On July 4, 2019, a contract was signed by means of which MAPFRE INVERSIÓN, SOCIEDAD DE VALORES, S.A. sold its business as custodian for collective investment institutions and voluntary social welfare entities (EPSV) to BNP PARIBAS SECURITIES SERVICES, S.C.A., SUCURSAL EN ESPAÑA, which will pay a consideration consisting of 4 million euros in cash, plus a variable amount based on the development of the business it acquires. The definitive close of the transaction depends on the approval of the corresponding regulatory and supervisory authorities.

12. Appendixes

12.1. Consolidated Balance Sheet

ITEM	DECEMBER R 2018	JUNE 2019
A) INTANGIBLE ASSETS	3,072.4	3,377.0
I. Goodwill	1,689.0	1,828.2
II. Other intangible assets	1,383.3	1,548.8
B) PROPERTY, PLANT AND EQUIPMENT	1,112.3	1,385.7
I. Real estate for own use	852.7	1,116.7
II. Other property, plant and equipment	259.7	269.0
C) INVESTMENTS	43,977.0	47,189.5
I. Real estate investments	1,243.6	1,246.6
II. Financial investments		
1. Held-to-maturity portfolio	1,951.5	2,034.4
2. Available-for-sale portfolio	33,753.7	36,560.6
3. Trading portfolio	5,540.8	5,815.3
III. Investments recorded by applying the equity method	193.7	204.8
IV. Deposits established for accepted reinsurance	806.1	820.7
V. Other investments	487.6	507.1
D) INVESTMENTS ON BEHALF OF LIFE INSURANCE POLICYHOLDERS BEARING THE INVESTMENT RISK	2,242.5	2,416.7
E) INVENTORIES	60.9	60.2
F) PARTICIPATION OF REINSURANCE IN TECHNICAL PROVISIONS	5,883.2	6,194.7
G) DEFERRED TAX ASSETS	333.6	317.7
H) RECEIVABLES	5,761.2	7,585.9
I. Receivables on direct insurance and co-insurance operations	3,644.2	5,105.1
II. Receivables on reinsurance operations	903.1	1,101.7
III. Tax receivables		
1. Tax on profits receivable	192.1	237.1
2. Other tax receivables	144.7	174.9
IV. Corporate and other receivables	877.2	967.1
V. Shareholders, called capital	0.0	0.0
I) CASH	2,201.4	2,449.0
J) ACCRUAL ADJUSTMENTS	2,168.8	2,339.4
K) OTHER ASSETS	136.2	3.7
L) NON-CURRENT ASSETS HELD FOR SALE AND FROM DISCONTINUED OPERATIONS	341.5	251.4
TOTAL ASSETS	67,290.8	73,571.0

Figures in millions of euros

ITEM	DECEMBER 2018	JUNE 2019
A) EQUITY	9,197.6	10,133.9
I. Paid-up capital	308.0	308.0
II. Share premium	1,506.7	1,506.7
III. Reserves	6,323.6	6,383.9
IV. Interim dividend	(184.8)	(0.0)
V. Treasury Stock	(48.2)	(55.1)
VI. Result attributable to controlling company	528.9	374.5
VII. Other equity instruments	4.5	8.5
VIII. Valuation change adjustments	293.1	1,001.2
IX. Currency conversion differences	(737.9)	(687.7)
Equity attributable to the controlling company's shareholders	7,993.8	8,840.0
Non-controlling interests	1,203.8	1,293.9
B) SUBORDINATED LIABILITIES	1,120.5	1,117.8
C) TECHNICAL PROVISIONS	46,481.1	49,464.2
I. Provisions for unearned premiums and unexpired risks	7,951.4	9,001.9
II. Provisions for life insurance	24,838.5	27,046.9
III. Provision for outstanding claims	12,714.1	12,387.1
IV. Other technical provisions	977.1	1,028.3
D) TECHNICAL PROVISIONS FOR LIFE INSURANCE WHERE POLICYHOLDERS BEAR THE INVESTMENT RISK	2,242.5	2,416.7
E) PROVISIONS FOR RISKS AND EXPENSES	641.5	621.1
F) DEPOSITS RECEIVED ON CEDED AND RETROCEDED REINSURANCE	79.5	102.6
G) DEFERRED TAX LIABILITIES	499.3	728.9
H) DEBT	6,596.4	8,529.0
I. Issue of debentures and other negotiable securities	1,004.0	996.2
II. Due to credit institutions	545.7	980.7
III. Other financial liabilities	1,262.8	1,660.3
IV. Due on direct insurance and co-insurance operations	1,094.8	1,006.1
V. Due on reinsurance operations	852.6	1,742.1
VI. Tax liabilities		
1. Tax on profits to be paid	130.1	109.0
2. Other tax liabilities	320.6	432.8
VII. Other debts	1,385.8	1,601.8
I) ACCRUAL ADJUSTMENTS	238.4	333.5
J) LIABILITIES LINKED TO NON-CURRENT ASSETS HELD FOR SALE AND FROM DISCONTINUED OPERATIONS	194.0	123.3
TOTAL EQUITY AND LIABILITIES	67,290.8	73,571.0

Figures in millions of euros

12.2. Consolidated Income Statement

ITEM	JUNE 2018	JUNE 2019
I. REVENUE FROM INSURANCE BUSINESS		
1. Premiums earned, net		
a) Written premiums, direct insurance	10,102.2	10,756.7
b) Premiums from accepted reinsurance	1,868.2	1,771.6
c) Premiums from ceded reinsurance	(1,828.1)	(2,370.2)
d) Variations in provisions for unearned premiums and unexpired risks		
Direct insurance	(671.6)	(1,070.6)
Accepted reinsurance	(138.3)	(116.0)
Ceded reinsurance	124.3	442.5
2. Share in profits from equity-accounted companies	5.3	2.6
3. Revenue from investments		
a) From operations	1,129.0	1,320.5
b) From equity	98.6	118.4
4. Gains on investments on behalf of life insurance policyholders bearing the investment risk	41.3	165.6
5. Other technical revenue	32.0	33.7
6. Other non-technical revenue	30.2	28.9
7. Positive foreign exchange differences	566.5	639.8
8. Reversal of the asset impairment provision	12.2	24.3
TOTAL REVENUE FROM INSURANCE BUSINESS	11,371.7	11,747.7
II. INSURANCE BUSINESS EXPENSES		
1. Incurred claims for the year, net		
a) Claims paid and variation in provision for claims, net		
Direct insurance	(6,399.4)	(6,000.0)
Accepted reinsurance	(1,207.7)	(1,087.1)
Ceded reinsurance	1,437.2	913.3
b) Claims-related expenses	(402.8)	(409.0)
2. Variation in other technical provisions, net	(251.7)	(562.2)
3. Profit sharing and returned premiums	(17.0)	(16.1)
4. Net operating expenses		
a) Acquisition expenses	(2,384.3)	(2,476.9)
b) Administration expenses	(369.9)	(362.6)
c) Commissions and participation in reinsurance	263.1	307.7
5. Share in losses from equity-accounted companies	(0.0)	(0.0)
6. Investment expenses		
a) From operations	(361.0)	(341.8)
b) From equity and financial accounts	(35.9)	(37.5)
7. Losses on investments on behalf of life insurance policyholders bearing the investment risk	(48.5)	(11.5)
8. Other technical expenses	(64.0)	(80.2)
9. Other non-technical expenses	(73.8)	(77.7)
10. Negative foreign exchange differences	(545.9)	(636.2)
11. Allowance to the asset impairment provision	(26.4)	(44.7)
TOTAL EXPENSES FROM INSURANCE BUSINESS	(10,488.2)	(10,922.7)
RESULT FROM THE INSURANCE BUSINESS	883.6	825.0
III. OTHER ACTIVITIES		
1. Operating revenue	164.9	162.7
2. Operating expenses	(198.3)	(207.3)
3. Net financial income		
a) Financial income	32.2	22.0
b) Financial expenses	(42.8)	(43.6)
4. Results from non-controlling interests		
a) Share in profits from equity-accounted companies	1.5	3.6
b) Share in losses from equity-accounted companies	(0.0)	(0.0)
5. Reversal of asset impairment provision	7.1	0.8
6. Allowance to the asset impairment provision	(5.5)	(4.1)
7. Result from the disposal of non-current assets classified as held for sale, not included in discontinued operations	0.0	0.0
RESULT FROM OTHER ACTIVITIES	(40.9)	(65.9)
IV. RESULT ON RESTATEMENT OF FINANCIAL ACCOUNTS	(27.0)	(9.8)
V. RESULT BEFORE TAXES	815.8	749.2
VI. TAX ON PROFITS	(230.6)	(207.8)
VII. RESULT AFTER TAX	585.1	541.5
VIII. RESULT AFTER TAX FROM DISCONTINUED OPERATIONS	0.0	0.0
VIII. RESULT FOR THE FINANCIAL YEAR	585.1	541.5
1. Attributable to non-controlling interests	199.4	167.0
2. Attributable to the controlling company	385.7	374.5

Figures in millions of euros

12.3. Key Figures by Business Unit. Quarterly Breakdown.

Period	2018				2019				Δ Annual Apr.-Jun. 2019/2018
	Jan.-Mar.	Apr.-Jun.	Jul.-Sept.	Sept.-Dec.	Jan.-Mar.	Apr.-Jun.	Jul.-Sept.	Sept.-Dec.	
Consolidated figures									
Total consolidated revenue	7,257.0	6,834.0	6,205.5	6,293.1	7,674.8	7,376.3	--	--	7.9%
Written and accepted premiums - Total	6,197.2	5,773.2	5,248.1	5,318.6	6,398.6	6,129.6	--	--	6.2%
Written and accepted premiums - Non-Life	4,965.9	4,306.2	3,814.1	3,974.7	4,999.2	4,704.8	--	--	9.3%
Written and accepted premiums - Life	1,231.3	1,467.1	1,434.0	1,343.9	1,399.4	1,424.8	--	--	-2.9%
Net result	187.0	198.7	143.1	0.1	188.1	186.4	--	--	-6.2%
Combined ratio	96.5%	98.2%	99.5%	96.2%	95.9%	96.0%	--	--	-2.3 p.p.
Loss ratio	68.3%	70.5%	70.2%	70.0%	67.3%	67.6%	--	--	-2.9 p.p.
Expense ratio	28.2%	27.8%	29.3%	26.2%	28.6%	28.4%	--	--	0.6 p.p.
Figures by business unit									
Written and accepted premiums - Total									
IBERIA	2,342.4	1,787.5	1,809.5	1,718.6	2,525.4	1,812.0	--	--	1.4%
BRAZIL	1,012.9	1,005.1	968.3	985.9	966.8	1,089.4	--	--	8.4%
NORTH AMERICA	561.9	685.8	637.5	540.2	550.6	665.2	--	--	-3.0%
EURASIA	541.2	455.2	359.4	409.9	527.3	423.8	--	--	-6.9%
LATAM SOUTH	395.4	399.9	410.6	399.8	397.7	409.6	--	--	2.4%
LATAM NORTH	365.2	340.0	277.7	326.4	404.0	848.1	--	--	149.5%
MAPFRE RE	1,393.0	1,400.1	1,002.8	1,165.0	1,541.1	1,262.9	--	--	-9.8%
MAPFRE ASISTENCIA	226.9	244.0	239.3	200.9	232.8	219.4	--	--	-10.1%
Written and accepted premiums - Non-Life									
IBERIA	1,805.5	1,158.5	988.2	1,123.2	1,873.9	1,174.4	--	--	1.4%
BRAZIL	689.4	660.7	645.1	621.3	602.8	680.6	--	--	3.0%
NORTH AMERICA	560.9	684.8	636.4	539.1	549.6	664.0	--	--	-3.0%
EURASIA	456.6	362.5	278.9	339.6	442.1	343.4	--	--	-5.3%
LATAM SOUTH	328.5	334.9	345.2	335.8	342.8	342.3	--	--	2.2%
LATAM NORTH	258.0	263.2	197.3	247.2	280.7	744.6	--	--	183.0%
MAPFRE RE	1,281.9	1,142.0	940.8	995.7	1,421.8	1,136.7	--	--	-0.5%
MAPFRE ASISTENCIA	226.9	244.0	239.3	200.9	232.8	219.4	--	--	-10.1%
Written and accepted premiums - Life									
IBERIA	536.9	629.0	821.3	595.4	651.6	637.6	--	--	1.4%
BRAZIL	323.6	344.4	323.1	364.6	364.0	408.8	--	--	18.7%
NORTH AMERICA	0.9	1.0	1.0	1.1	1.0	1.1	--	--	16.0%
EURASIA	84.6	92.6	80.5	70.3	85.2	80.3	--	--	-13.3%
LATAM SOUTH	66.9	65.0	65.5	64.0	55.0	67.3	--	--	3.4%
LATAM NORTH	107.2	76.8	80.5	79.3	123.3	103.5	--	--	34.7%
MAPFRE RE	111.1	258.1	62.0	169.3	119.3	126.3	--	--	-51.1%
MAPFRE ASISTENCIA	--	--	--	--	--	--	--	--	--

Figures in millions of euros

Period	2018				2019				Δ Annual Apr.-Jun. 2019/2018
	Jan.-Mar.	Apr.-Jun.	Jul.-Sept.	Sept.- Dec.	Jan.-Mar.	Apr.-Jun.	Jul.-Sept.	Sept.-Dec.	
Net result									
IBERIA	117.9	132.0	104.1	126.6	119.6	112.1	--	--	-15.1%
BRAZIL	14.5	15.4	9.2	15.0	24.4	24.4	--	--	58.1%
NORTH AMERICA	(4.2)	8.5	16.7	14.0	13.4	32.2	--	--	--
EURASIA	4.3	6.0	6.3	(4.2)	(2.0)	1.5	--	--	-75.6%
LATAM SOUTH	13.8	15.0	31.4	(1.1)	10.5	15.2	--	--	1.4%
LATAM NORTH	9.9	14.3	11.2	8.3	13.3	15.6	--	--	9.4%
MAPFRE RE	70.2	50.3	3.4	44.8	51.5	33.4	--	--	-33.6%
MAPFRE ASISTENCIA	(2.7)	0.2	(4.8)	(2.7)	(4.0)	(1.6)	--	--	--
Holdings and consolidation adjustments	(36.7)	(42.9)	(34.4)	(200.6)	(38.6)	(46.4)	--	--	-8.0%
Combined ratio									
IBERIA	92.1%	95.2%	94.0%	93.8%	92.6%	95.1%	--	--	-0.1 p.p.
BRAZIL	98.3%	106.9%	104.8%	85.2%	95.4%	87.6%	--	--	-19.2 p.p.
NORTH AMERICA	106.2%	100.1%	101.0%	101.4%	99.9%	100.1%	--	--	0.1 p.p.
EURASIA	104.9%	104.9%	110.5%	106.7%	108.5%	107.2%	--	--	2.3 p.p.
LATAM SOUTH	97.0%	96.6%	97.4%	98.3%	95.5%	96.0%	--	--	-0.6 p.p.
LATAM NORTH	96.6%	93.6%	99.6%	102.3%	96.2%	90.1%	--	--	-3.5 p.p.
MAPFRE RE	91.2%	94.0%	99.8%	97.9%	92.2%	96.6%	--	--	2.6 p.p.
MAPFRE ASISTENCIA	102.2%	104.2%	103.7%	103.8%	104.9%	101.7%	--	--	-2.5 p.p.
Loss ratio									
IBERIA	71.3%	75.2%	72.4%	72.4%	71.2%	74.0%	--	--	-1.2 p.p.
BRAZIL	63.8%	66.9%	68.0%	48.3%	59.5%	54.6%	--	--	-12.3 p.p.
NORTH AMERICA	76.4%	72.6%	72.5%	74.5%	71.4%	71.6%	--	--	-1.0 p.p.
EURASIA	80.3%	86.9%	88.0%	82.9%	81.6%	81.1%	--	--	-5.8 p.p.
LATAM SOUTH	61.3%	60.4%	62.1%	60.7%	60.6%	60.8%	--	--	0.4 p.p.
LATAM NORTH	65.3%	61.1%	67.5%	69.3%	64.9%	59.8%	--	--	-1.4 p.p.
MAPFRE RE	61.4%	65.2%	64.3%	76.9%	61.6%	64.7%	--	--	-0.5 p.p.
MAPFRE ASISTENCIA	61.3%	63.6%	62.1%	62.4%	64.4%	58.2%	--	--	-5.4 p.p.
Expense ratio									
IBERIA	20.8%	20.0%	21.6%	21.4%	21.5%	21.1%	--	--	1.1 p.p.
BRAZIL	34.5%	40.0%	36.8%	37.0%	35.9%	33.0%	--	--	-6.9 p.p.
NORTH AMERICA	29.8%	27.5%	28.5%	26.9%	28.5%	28.5%	--	--	1.0 p.p.
EURASIA	24.6%	17.9%	22.5%	23.8%	27.0%	26.1%	--	--	8.1 p.p.
LATAM SOUTH	35.7%	36.2%	35.4%	37.7%	34.9%	35.2%	--	--	-1.0 p.p.
LATAM NORTH	31.3%	32.4%	32.0%	33.1%	31.3%	30.3%	--	--	-2.1 p.p.
MAPFRE RE	29.8%	28.8%	35.5%	21.0%	30.6%	31.9%	--	--	3.1 p.p.
MAPFRE ASISTENCIA	40.9%	40.5%	41.6%	41.4%	40.6%	43.5%	--	--	3.0 p.p.

Figures in millions of euros

12.4. Consolidated Statement of Other Comprehensive Income

	GROSS AMOUNT		TAX ON PROFITS		ATTRIBUTABLE TO NON-CONTROLLING INTERESTS		ATTRIBUTABLE TO CONTROLLING COMPANY	
	JUNE 2018	JUNE 2019	JUNE 2018	JUNE 2019	JUNE 2018	JUNE 2019	JUNE 2018	JUNE 2019
A) CONSOLIDATED RESULT FOR THE YEAR	815.8	749.2	(230.6)	(207.8)	199.4	167.0	385.7	374.5
B) OTHER RECOGNIZED REVENUE (EXPENSES)	(489.5)	1,035.5	59.5	(229.7)	(151.8)	47.5	(278.3)	758.3
1. Financial assets available for sale	(159.7)	2,357.9	41.2	(575.5)	(8.1)	222.4	(110.4)	1,559.9
a) Valuation gains (losses)	(62.6)	2,454.2	16.7	(598.2)				
b) Amounts transferred to the income statement	(97.0)	(96.4)	24.4	22.7				
c) Other reclassifications	(0.2)	0.1	0.0	0.0				
2. Currency conversion differences	(257.3)	61.0	(0.3)	(0.1)	(133.4)	10.7	(124.2)	50.2
a) Valuation gains (losses)	(271.1)	46.4	(0.3)	(0.1)				
b) Amounts transferred to the income statement	0.1	0.7	0.0	0.0				
c) Other reclassifications	13.7	13.9	0.0	0.0				
3. Shadow accounting	(74.1)	(1,384.9)	18.5	346.0	(10.5)	(185.7)	(45.1)	(853.3)
a) Valuation gains (losses)	(86.2)	(1,405.5)	21.5	351.1				
b) Amounts transferred to the income statement	12.1	20.6	(3.0)	(5.1)				
c) Other reclassifications	0.0	0.0	0.0	0.0				
4. Equity-accounted entities	(0.5)	0.5	0.1	0.0	0.0	0.0	(0.5)	0.5
a) Valuation gains (losses)	(0.4)	0.5	0.1	0.0				
b) Amounts transferred to the income statement	0.0	0.0	0.0	0.0				
c) Other reclassifications	(0.1)	0.0	0.0	0.0				
5. Other recognized revenue and expenses	2.1	1.1	0.0	0.0	0.2	0.0	1.9	1.0
TOTALS	326.2	1,784.7	(171.2)	(437.4)	47.6	214.5	107.4	1,132.8

Figures in millions of euros

12.5. Income Statement by Business Unit

ITEM	IBERIA		BRAZIL		NORTH AMERICA		EURASIA		LATAM SOUTH		LATAM NORTH	
	JUNE 2018	JUNE 2019	JUNE 2018	JUNE 2019	JUNE 2018	JUNE 2019	JUNE 2018	JUNE 2019	JUNE 2018	JUNE 2019	JUNE 2018	JUNE 2019
Gross written and accepted premiums	2,964.0	3,048.3	1,350.0	1,283.4	1,245.7	1,213.7	819.2	785.6	663.4	685.1	521.1	1,025.3
Net premiums earned	2,130.2	2,186.8	983.8	963.9	934.6	930.1	475.9	478.4	379.3	373.6	279.8	315.4
Net claims incurred and variation in other technical provisions	(1,560.3)	(1,587.0)	(642.2)	(550.6)	(696.0)	(665.1)	(397.1)	(389.2)	(230.7)	(226.7)	(176.8)	(196.5)
Net operating expenses	(430.9)	(447.8)	(363.9)	(332.2)	(273.8)	(271.4)	(99.3)	(125.6)	(137.3)	(131.9)	(83.8)	(91.6)
Other technical revenue and expenses	(3.9)	(17.8)	(0.8)	(0.2)	6.7	6.4	(2.8)	(1.2)	0.9	0.9	(5.4)	(5.6)
Technical result	135.0	134.1	(23.2)	80.9	(28.4)	(0.0)	(23.3)	(37.7)	12.2	15.9	13.8	21.7
Net financial income	112.5	84.5	42.6	39.7	36.7	73.2	37.5	36.3	26.3	35.0	14.4	16.6
Other non-technical revenue and expenses	(31.7)	(19.3)	(0.0)	(0.5)	(0.2)	(13.3)	(1.2)	(0.9)	(0.1)	(0.4)	(0.2)	(0.1)
Result of Non-Life business	215.8	199.3	19.4	120.1	8.1	59.9	13.1	(2.2)	38.4	50.6	27.9	38.1
Gross written and accepted premiums	1,165.9	1,289.1	668.0	772.8	1.9	2.1	177.2	165.6	132.0	122.2	184.0	226.8
Net premiums earned	1,122.1	1,251.6	757.5	640.7	2.6	2.4	174.3	162.5	111.4	104.0	132.1	176.1
Net claims incurred and variation in other technical provisions	(1,193.7)	(1,497.2)	(283.2)	(304.5)	(0.8)	(0.7)	(160.4)	(311.0)	(88.9)	(102.4)	(92.3)	(137.6)
Net operating expenses	(121.1)	(127.9)	(288.0)	(305.6)	(2.1)	(1.4)	(10.8)	(10.9)	(55.7)	(49.1)	(41.1)	(49.2)
Other technical revenue and expenses	(10.8)	(13.8)	0.0	(0.7)	0.0	0.0	0.2	0.3	(0.4)	(0.4)	(1.5)	(1.6)
Technical result	(203.5)	(387.3)	186.4	30.0	(0.3)	0.3	3.3	(159.0)	(33.6)	(47.9)	(2.7)	(12.2)
Financial result and other non-technical revenue	324.7	512.3	56.6	83.3	0.2	0.2	4.9	166.8	40.2	45.6	14.0	18.6
Result of Life business	121.2	125.0	243.0	113.3	(0.1)	0.5	8.2	7.8	6.5	(2.3)	11.3	6.4
Result from other business activities	28.0	24.3	7.6	(0.2)	(1.2)	(1.1)	(1.6)	0.3	1.4	2.9	(1.0)	0.4
Hyperinflation adjustments	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(5.9)	0.0	0.0
Result before tax	365.0	348.6	269.9	233.2	6.8	59.3	19.7	5.9	46.3	45.3	38.2	44.9
Tax on profits	(76.6)	(78.8)	(100.7)	(73.5)	(2.6)	(13.7)	(4.5)	(1.6)	(13.4)	(16.5)	(9.7)	(11.4)
Result from discontinued operations	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Non-controlling interests	38.6	38.1	139.2	110.8	(0.1)	0.0	4.9	4.8	4.1	3.1	4.3	4.5
Attributable net result	249.9	231.7	30.0	48.9	4.3	45.6	10.3	(0.6)	28.8	25.7	24.1	28.9
Loss ratio	73.2%	72.6%	65.3%	57.1%	74.5%	71.5%	83.4%	81.4%	60.8%	60.7%	63.2%	62.3%
Expense ratio	20.4%	21.3%	37.1%	34.5%	28.6%	28.5%	21.4%	26.5%	36.0%	35.1%	31.9%	30.8%
Combined ratio	93.7%	93.9%	102.4%	91.6%	103.0%	100.0%	104.9%	107.9%	96.8%	95.7%	95.1%	93.1%

ITEM	IBERIA		BRAZIL		NORTH AMERICA		EURASIA		LATAM SOUTH		LATAM NORTH	
	DECEMBER 2018	JUNE 2019										
Investments, real estate and cash	30,664.2	33,335.9	3,729.6	3,757.5	2,294.3	2,395.3	3,964.4	4,292.9	1,845.3	1,975.7	1,210.9	1,382.0
Technical provisions	27,107.3	29,997.1	4,693.5	5,059.3	3,025.2	2,847.1	4,142.5	4,437.5	3,366.7	3,502.9	1,585.6	1,715.6
Shareholders' equity	3,730.1	4,175.0	1,010.1	1,020.5	1,239.9	1,330.4	650.4	686.6	556.8	583.5	394.4	425.8
ROE	12.4%	11.5%	5.3%	7.5%	2.8%	6.0%	1.9%	0.2%	10.5%	10.3%	11.5%	11.8%

Figures in millions of euros

ITEM	MAPFRE RE*		MAPFRE ASISTENCIA		CONS. ADJUST. & CORPORATE AREAS		TOTAL	
	JUNE 2018	JUNE 2019	JUNE 2018	JUNE 2019	JUNE 2018	JUNE 2019	JUNE 2018	JUNE 2019
Gross written and accepted premiums	2,423.9	2,558.5	470.9	452.2	(1,186.2)	(1,348.0)	9,272.1	9,704.0
Net premiums earned	1,374.2	1,315.5	314.6	309.3	5.9	0.6	6,878.2	6,873.6
Net claims incurred and variation in other technical provisions	(869.5)	(832.0)	(196.5)	(189.2)	(3.9)	(0.5)	(4,773.1)	(4,636.8)
Net operating expenses	(398.1)	(410.4)	(119.2)	(119.1)	0.2	2.4	(1,906.2)	(1,927.6)
Other technical revenue and expenses	(5.0)	(1.3)	(8.9)	(11.1)	(0.1)	(0.0)	(19.2)	(29.9)
Technical result	101.6	71.8	(10.0)	(10.0)	2.0	2.5	179.7	279.2
Net financial income	44.8	44.7	1.2	2.3	19.5	0.0	335.6	333.2
Other non-technical revenue and expenses	(2.3)	(4.9)	0.0	0.0	(1.1)	(0.2)	(36.9)	(39.6)
Result of Non-Life business	144.1	111.6	(8.8)	(7.7)	20.5	3.2	478.4	572.9
Gross written and accepted premiums	369.2	245.6	0.0	0.0	0.1	0.0	2,698.3	2,824.3
Net premiums earned	278.5	202.9	0.0	0.0	0.1	0.0	2,578.6	2,540.4
Net claims incurred and variation in other technical provisions	(256.9)	(172.5)	0.0	0.0	7.6	1.5	(2,068.5)	(2,524.3)
Net operating expenses	(66.2)	(60.0)	0.0	0.0	(0.0)	(0.0)	(584.9)	(604.2)
Other technical revenue and expenses	(0.3)	(0.4)	0.0	0.0	(0.0)	(0.0)	(12.8)	(16.6)
Technical result	(44.8)	(30.1)	0.0	0.0	7.7	1.5	(87.6)	(604.7)
Financial result and other non-technical revenue	60.4	31.4	0.0	0.0	(8.2)	(1.4)	492.7	856.8
Result of Life business	15.6	1.3	0.0	0.0	(0.5)	0.0	405.2	252.1
Result from other business activities	0.0	0.0	8.8	5.8	(82.9)	(98.3)	(40.9)	(65.9)
Hyperinflation adjustments	0.0	0.0	0.0	(0.3)	(27.0)	(3.6)	(27.0)	(9.8)
Result before tax	159.7	113.0	0.1	(2.2)	(89.9)	(98.7)	815.8	749.2
Tax on profits	(39.2)	(28.1)	(2.0)	(2.7)	18.1	18.6	(230.6)	(207.8)
Result from discontinued operations	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Non-controlling interests	0.0	(0.0)	0.6	0.7	7.8	4.9	199.4	167.0
Attributable net result	120.5	84.9	(2.6)	(5.6)	(79.6)	(85.0)	385.7	374.5
Loss ratio	63.3%	63.2%	62.5%	61.2%			69.4%	67.5%
Expense ratio	29.3%	31.3%	40.7%	42.1%			28.0%	28.5%
Combined ratio	92.6%	94.5%	103.2%	103.2%			97.4%	95.9%

ITEM	MAPFRE RE*		MAPFRE ASISTENCIA		CONS. ADJUST. & CORPORATE AREAS		TOTAL	
	DECEMBER 2018	JUNE 2019	DECEMBER 2018	JUNE 2019	DECEMBER 2018	JUNE 2019	DECEMBER 2018	JUNE 2019
Investments, real estate and cash	5,013.5	5,430.9	436.6	440.2	118.1	161.6	49,273.5	53,171.9
Technical provisions	6,215.2	6,388.7	743.7	778.7	(2,207.4)	(2,846.0)	48,723.6	51,880.9
Shareholders' equity	1,668.5	1,809.6	238.0	238.7	(1,473.9)	(1,430.1)	7,993.8	8,840.0
ROE	10.7%	9.1%	-4.3%	-5.7%			6.4%	6.0%

Figures in millions of euros

* 2018 figures on a like for like basis, include the information from Global Risks, based on the corporate restructuring operation detailed in section 2.1 herein

12.6. Terminology

CONCEPT	DEFINITION
TOTAL MANAGED ASSETS	Includes total balance sheet assets, pension funds, and mutual funds
MANAGED SAVINGS	Includes third party Life technical reserves, pensions funds and mutual funds
CORPORATE AREAS AND CONSOLIDATION ADJUSTMENTS	Includes the result attributable to MAPFRE RE and MAPFRE INTERNACIONAL's non-controlling interests and other concepts
GROSS RESULT	Result before taxes and non-controlling interests
MINIMUM CAPITAL REQUIREMENT (MCR)	Minimum level of capital below which the amount of financial resources should not fall
SOLVENCY CAPITAL REQUIREMENT (SCR)	Reflects a level of eligible own funds that enables insurance and reinsurance undertakings to absorb significant losses and meet their obligations to policyholders
FINANCIAL DEBT	Includes subordinated debt, senior debt and debt due to credit institutions
LEVERAGE RATIO	Financial debt / (Equity + Financial debt)
SENIOR DEBT	Issue of debentures and other negotiable securities
SUBORDINATED DEBT	Subordinated liabilities
ELIGIBLE OWN FUNDS/ EOF	Funds available to cover the Solvency Capital Requirement on an on-going basis, consisting of the insurance company's assets, free of any foreseeable liabilities, less any intangible items, and having applied another series of adjustments in line with the Solvency II regulation.
SOLVENCY RATIO	The coefficient between Eligible Own Funds and Solvency Capital Requirement
TECHNICAL AND FINANCIAL MARGIN – LIFE	Technical and financial result, plus other non-technical revenue / arithmetic mean of technical reserves at the beginning and closing of the period (twelve months) x 100
OTHER BUSINESS ACTIVITIES	Includes the Group's non-insurance activities undertaken by the insurance subsidiaries, as well as by other subsidiaries: <ul style="list-style-type: none"> • Activities of the holding companies of MAPFRE S.A. and MAPFRE INTERNACIONAL • Non-insurance activities of the Group developed by its subsidiaries, mainly including: <ul style="list-style-type: none"> • MAPFRE INVERSIÓN (MAPFRE ASSET MANAGEMENT) • MAPFRE ASISTENCIA: Assistance and Specialty Risks • MAPFRE ESPAÑA: FUNESPAÑA (funeral services), MULTIMAP, GESTIÓN CENTROS MÉDICOS MAPFRE (medical services), CESVIMAP (research and training services) • MAPFRE INTERNACIONAL: GENEL SERVIS (vehicle repair shops in Turkey), BEE INSURANCE (advisory services in Malta), GROWTH INVESTMENTS (investment services in Malta)
PAYOUT	(Total dividend charged against earnings / Result for the year attributable to the controlling company) x 100
PRICE TARGET	Average of the price targets calculated by analysts over a period of one year

COMBINED RATIO- NON-LIFE EXPENSE RATIO- NON-LIFE	Expense ratio + Loss ratio (Net operating expenses – other technical revenue + other technical expenses) / Net premiums earned. Figures regarding Non-Life Insurance
LOSS RATIO- NON-LIFE	(Incurred claims for the year, net + Variation in other technical provisions + Profit sharing and returned premiums) / Net premiums earned. Figures regarding Non-Life Insurance
SOLVENCY II RATIO	Eligible Own Funds / Solvency Capital Requirement (SCR) x 100
DIVIDEND YIELD	Amount of dividend paid in the year / Average share price in the year
RESULT OF LIFE BUSINESS	Includes technical result, financial result and other non-technical revenue
ROE (RETURN ON EQUITY)	(Resultado atribuible (ver definición) de los últimos doce meses) / (Media aritmética del (Attributable result (see definition) for the last twelve months) / (Arithmetic mean of equity attributable to the controlling company (see definition) at the beginning and closing of the period (twelve months)) x 100

The Alternative Performance Measures (APM) used in this report correspond to those financial measures that are not defined or detailed within the framework of the applicable financial information. Their definition and calculation can be consulted at the following link: <https://www.mapfre.com/corporate/institutional-investors/investors/financial-information/alternative-performance-measures.jsp>

Certain numerical figures included in this report have been rounded. Therefore, discrepancies may arise in the tables between the totals and the itemized amounts as a result of said rounding.

DECLARATION OF RESPONSIBILITY WITH RESPECT TO THE CONTENT OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AND THE CONSOLIDATED INTERIM MANAGEMENT REPORT (ARTICLE 11.1.b. ROYAL DECREE 1,362/2007)

The Condensed Consolidated Interim Financial Statements and the Consolidated Interim Management Report for MAPFRE S.A. corresponding to the first half of 2019, contained in pages 1 to 82 above, have been approved by the Board of Directors at its meeting held on July 25, 2019.

The Board Members declare that, as far as they are aware, the Condensed Consolidated Interim Financial Statements, attached herein, have been prepared in accordance with the applicable accounting principles and offer a true and fair view of the equity, the financial situation, and the results of the companies comprising the consolidation as a whole, and that the Consolidated Interim Management Report includes a true and fair analysis of the information required.

Mr. Antonio Huertas Mejías
Chairman

Mr. Antonio Gómez Ciria
Member

Mr. Ignacio Baeza Gómez
1st Vicechairman

Mr. Luis Hernando de Larramendi Martínez
Member

Ms. Catalina Miñarro Brugarolas
2nd Vicechairwoman

Mr. Francisco J. Marco Orenes
Member

Mr. José Manuel Inchausti Pérez
3rd Vicechairman

Mr. Fernando Mata Verdejo
Member

Mr. José Antonio Colomer Guiu
Member

Mr. Antonio Miguel-Romero de Olano
Member

Mr. Georg Daschner
Member

Ms. Pilar Perales Viscasillas
Member

Ms. María Leticia de Freitas Costa
Member

Mr. Alfonso Rebuelta Badías
Member

Ms. Ana Isabel Fernández Alvarez
Member

Mr. Ángel Luis Dávila Bermejo
Secretary and Non-Member

The English version is a translation of the original in Spanish for information purposes only. In case of discrepancy, the Spanish version shall prevail.