



TO THE NATIONAL SECURITIES MARKET COMMISSION

Merlin Properties, SOCIMI, S.A. ("**MERLIN**"), in compliance with the applicable legislation, notifies the following

MATERIAL INFORMATION

The Special Shareholders' Meeting of Testa Inmuebles en Renta, SOCIMI, S.A. held today, September 6, 2016, on first call, approved each and every one of the resolutions proposed by the Board of Directors in relation to the different items on the agenda submitted to the Shareholders' Meeting for consideration.

As part of these resolutions, the Shareholders' Meeting of Testa Inmuebles en Renta, SOCIMI, S.A. approved its merger by absorption, as absorbed company, into MERLIN, as absorbing company, on the terms of the joint merger plan approved and signed on June 21, 2016 by the managing bodies of Inmuebles en Renta, SOCIMI, S.A. and MERLIN, and approved by the abovementioned Shareholders' Meeting of Testa Inmuebles en Renta, SOCIMI, S.A.

Madrid, September 6, 2016

MERLIN PROPERTIES, SOCIMI, S.A.