

Palma de Mallorca, December 18, 2009

SOL MELIÁ, S.A. (the “Company”), in compliance with section 82 of Act 24/1988, of July 28, notifies the Spanish Securities and Exchange Commission of the following:

RELEVANT FACT

Following the Relevant Facts (*Hechos Relevantes*) published on November 19 and 25, 2009 (with registry numbers 116,433, 116,443 and 116,720, respectively), regarding SOL MELIÁ, S.A.’s issue of convertible notes up to a maximum amount of two hundred million (200.000.000) Euros and the subsequent Board of Directors’ approval to the possibility of conversion of the Notes into newly issued shares of the Company, the Company announces that on November 16, 2009 the Public Deed of issue of €200.00.000 convertible Notes has been registered with the Commercial Registry of Palma de Mallorca.

Consequently the Company when executing its obligations resulting from the conversion rights of the noteholders may decide to deliver newly issued shares, existing ordinary shares, cash, or a combination of cash and existing ordinary shares and/or newly issued shares of the Company.

Additionally, the Company has applied for the Notes to be listed on the Official List of the Luxembourg Stock Exchange and traded on the Euro MTF Market of that exchange and the Notes have been admitted today.

Gabriel Escarrer Jaume
Vice-President and Chief Executive Officer
SOL MELIÁ, S.A.