

TO THE NATIONAL SECURITIES MARKET COMMISSION

MERLIN Properties, SOCIMI, S.A. (“MERLIN”), in compliance with the applicable legislation, notifies the following

RELEVANT INFORMATION

It is announced that, on today’s date, the notice of the exchange of shares of Metrovacesa, S.A. (“**Metrovacesa**”) for shares of MERLIN, Testa Residencial, SOCIMI, S.A. and Metrovacesa Promoción y Arrendamiento, S.A. (jointly, the “**Recipient Companies**”) has been published in Commercial Registry Official Gazette (“BORME”) number 204 and the newspaper La Razón. The exchange will be carried out in accordance with the Plan for the Total Spin-off of Metrovacesa as the company performing the spin-off, to the Recipient Companies, and with the resolutions adopted by the Special Shareholders’ Meetings of Metrovacesa and MERLIN held on September 15, 2016, and by the then sole shareholder of Testa Residencial, S.A., on that same date.

Madrid, October 25, 2016.

MERLIN Properties SOCIMI, S.A.