

[Translation for information purposes only]

TO THE SPANISH SECURITIES MARKET EXCHANGE COMMISSION

MERLIN Properties, SOCIMI, S.A. (hereinafter “**MERLIN Properties**” or the “**Company**”), pursuant to article 82 of Law 24/1988, of 28 July, on the Securities Market, hereby informs on the following

RELEVANT INFORMATION

Further to the Relevant Fact published on 9 June 2015, registered with number 224.020, to the Relevant Fact published on 14 July 2015, registered with number 226.008 and to the Relevant Fact published on 12 August 2015, registered with number 227.539, and in the context of the transactions contemplated in the investment agreement entered into on 8 June 2015 between MERLIN Properties and Sacyr, S.A. (“Sacyr”) for the acquisition by MERLIN Properties, in several phases, of a 99.6% stake in the share capital of Testa Inmuebles en Renta, S.A. (“Testa”), the Company informs that MERLIN Properties and Sacyr have formalised on the date hereof the acquisition by MERLIN Properties of 34.810.520 shares of Testa, owned by Sacyr, representing approximately 22.61% of Testa’s share capital and voting rights.

These shares, together with the shares subscribed by MERLIN Properties in the share capital increase of Testa described in the Relevant Fact published on 9 June 2015, registered with number 224,020, and with the shares acquired by MERLIN Properties afterwards, including those shares acquired in the context of the takeover bid carried out by MERLIN Properties and authorised on 28 October 2015, represent 99.93% of Testa’s share capital and voting rights. The acquisition of the referred shares has been made in accordance with the economic terms agreed upon by MERLIN

Properties and Sacyr under the referred investment agreement and described in the Relevant Fact published on 9 June 2015 registered with number 224,037.

Following the transfer formalised on the date hereof, the investment agreement entered into on 8 June 2015 by Sacyr and MERLIN Properties has been totally complied.

Madrid, 20 June 2016.

MERLIN Properties SOCIMI, S.A.