

ALTERNATIVE PERFORMANCE MEASURES GLOSSARY

The Cooperative Group Cajamar (GCC) uses in the presentations of quarterly results that it publishes in its Web, issue prospectus, presentations to investors and internally in its reports for monitoring its business magnitudes according to the countable regulation (NIIF), though it uses also additional other measures used habitually in the bank sector, not audited (APMs or Alternative Performance Measures), as indicators about the business and the economic - financial situation of GCC, which allows the comparability with other entities.

These measures (APMs) are calculated in accordance with the European Securities and Markets Authority Guidelines (ESMA/2015/1415es october 5th, 2015), with the purpose To facilitate the transparency of the information for the protection to the investors in the European Union. The measures used by GCC and their definition are given below:

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(IN ALPHABETIC ORDER)

Measure	Definition and calculation
Average Total Assets (ATA)	Average of the last quarters Total Assets from the previous december (included).
Branches	Total branches communicated to Bank of Spain (it includes windows and excludes financial agencies).
Cost-income ratio (%)	(Administrative expenses+Depreciation and amortisation)/Gross Income.
Cost of Risk (four last quarter) %	(Impairment losses on Loans and advances to Customers + impairment losses on non-financial assets accumulated in the last 4 quarters - excluded goodwill impairment-)/ Average of Gross Loans and foreclosed assets of the last 4 quarters
Cost of Risk (quarterly annualized) %	Annualisation of the following quotient: (Impairment losses on Loans and advances to Customers + impairment losses on non-financial assets of the last quarter -excluded goodwill impairment-)/ Average of Gross Loans and foreclosed assets
Coverage ratio (%)	Gross loans coverage/Activos dudosos de la Inversión crediticia.
Customer resources under management	Customers' retail resources + Off-balance sheet resources.
Customers' spread (%)	Calculated by difference between the average revenue of Performing Loans to Customers and the average cost of Customer deposits (sight deposits and term deposits).
Customers' deposits	Sight deposits + Term deposits.
Customers' retail resources	Sight deposits + Term deposits + Other resources (repurchase agreements).
Doubtful assets	Non-performing loans + non-performing credit institutions
Doubtful total risk	Non-performing Loans + non-performin credit institutions + non-performing values representing debt + non-performing contingent risks
Employees	SIP's total employees, excluded temporary and early retired.
Global coverage ratio (%)	Total coverage/ Doubtful total risk.
Global NPL Ratio (%)	Doubtful assets/Total risks.
Gross Loans	Loans to customers (gross) + Other loans (reverse repurchase agreements).
Impairment losses	Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss + Impairment or (-) reversal impairment on non-financial assets

Measure	Definition and calculation
Loans to customers (gross)	General governments + other financial corporations + non-financial corporations + households.
Net Interest Income ex carry trade	Net Interest Income excluded the revenues of carry trade portfolio.
Net Interest Income o/ATA (%)	Net Interest Income over Average Total Assets.
NPA Ratio (%)	$(\text{Non-performing loans} + \text{Foreclosed Assets}) / (\text{Gross Loans} + \text{Foreclosed Assets})$.
NPL Ratio (%)	Non-performing loans/Gross Loans.
Off-balance sheet resources	Investment funds + Pension funds + Saving insurances + Fixed-equity income.
Performing Loans	Gross Loans – non-performing Loans.
Performing Loans to customers	Loans to customers (gross) – non-performing Loans.
Recurring cost-income ratio (%)	$(\text{Administrative expenses} + \text{Depreciation and amortisation}) / \text{Recurrent Gross Income}$.
Recurring Gross Income	Gross income without the extraordinary results, included in the epigraph <i>Gains (losses) on financial transactions</i> , and without mandatory transfer to Education and Development Fund, included in the epigraph <i>Other operating incomes/expenses</i> .
Recurring Net Income before provisions	Recurring Gross Income - Total Expenses.
RED Loans	Real Estate Development's Loans.
Resources under management	Total balance sheet resources + Off-balance sheet resources.
ROA (%)	Annualisation of the following quotient: Consolidated Net Profit/Average Total Assets (average of the last quarters from the previous december - included-).
ROE (%)	Annualisation of the following quotient: Consolidated Net Profit/Average total equity (average of the last quarters from the previous december - included-).
RORWA (%)	Annualisation of the following quotient: Consolidated Net Profit/Average Risk-Weighted Assets (average of the last quarters from the previous december - included-).
Total balance sheet resources	Customers' retail resources + Wholesale funding.
Total coverage	Gross loans coverage + credit institutions coverage + values representing debt coverage + contingent risks provisions (in all cases, included specific and general/collective).
Total expenses	Personnel expenses + Other administrative expenses + depreciation and amortization.
Total Loans and advances to customers	Loans to customers (gross) excluded gross loans coverage.
Total risks	Gross Loans + Credit institutions + Values representing debt.
Wholesale funding	Securitisations + Bonds + Subordinated liabilities + Central counterparty deposits + ECB + Retail commercial paper.