



Consolidated Results

Second quarter, 2017

Most significant figures

(EUR Thousands)

	30/06/2017	31/12/2016	30/06/2016	y- o -y		Annual	
				Abs.	%	Abs.	%
Profit and Loss Account							
Net Interest Income	292.791	557.698	284.747	8.044	2,8%		
Gross Income	493.027	1.013.368	524.455	(31.428)	(6,0%)		
Recurring Gross Income	458.480	850.023	422.830	35.650	8,4%		
Net Income before provisions	195.335	383.372	215.828	(20.493)	(9,5%)		
Recurring Net Income before provisions	160.789	220.027	114.203	46.586	40,8%		
Profit before tax	50.770	62.008	35.192	15.578	44,3%		
Consolidated Net profit	44.296	76.141	35.410	8.886	25,1%		
Attributable Net profit	44.296	76.137	35.393	8.903	25,2%		
Business							
Total Assets	39.943.077	39.166.082	39.892.718	50.359	0,1%	776.995	2,0%
Equity	3.022.189	2.932.913	2.869.861	152.328	5,3%	89.276	3,0%
On-balance sheet retail resources	26.358.411	25.353.410	25.642.889	715.522	2,8%	1.005.001	4,0%
Off-balance sheet resources	3.736.073	3.241.508	2.812.277	923.796	32,8%	494.565	15,3%
Loans to customers (gross)	31.390.065	31.000.143	31.273.714	116.351	0,4%	389.922	1,3%
Performing loans to customers	27.504.766	26.788.929	26.739.262	765.504	2,9%	715.837	2,7%
Risk management							
Gross Loans	31.390.065	31.339.783	31.905.938	(515.873)	(1,6%)	50.282	0,2%
Non-performing loans	3.885.299	4.211.214	4.534.452	(649.153)	(14,3%)	(325.915)	(7,7%)
NPL ratio (%)	12,38%	13,44%	14,21%	(1,83)		(1,06)	
Coverage ratio (%)	44,32%	42,07%	46,85%	(2,53)		2,25	
Total risks	36.549.507	35.695.013	36.952.293	(402.786)	(1,1%)	854.494	2,4%
Other non-performing assets	2.154	2.154	4.298	(2.144)	(49,9%)	-	-
Global NPL ratio (%)	10,64%	11,80%	12,28%	(1,64)		(1,16)	
Liquidity							
LTD (%)	107,75%	109,64%	108,12%	(0,37)		(1,89)	
LCR (%)	375,01%	516,90%	887,80%	(512,79)		(141,89)	
NSFR (%)	116,47%	115,54%	116,66%	(0,19)		0,93	
Commercial Gap position	(4.648.159)	(5.199.870)	(4.781.586)	133.427	(2,8%)	551.711	(10,6%)
Solvency phased in							
CET 1 ratio (%)	11,59%	11,36%	11,40%	0,19		0,23	
Tier 2 ratio (%)	2,87%	1,60%	0,18%	2,69		1,27	
Capital ratio (%)	14,46%	12,96%	11,58%	2,88		1,50	
Leverage ratio (%)	6,65%	6,52%	6,17%	0,48		0,13	
Solvency fully loaded							
CET 1 ratio (%)	11,38%	10,99%	10,86%	0,52		0,39	
Tier 2 ratio (%)	2,87%	1,60%	0,18%	2,69		1,27	
Capital ratio (%)	14,25%	12,59%	11,04%	3,21		1,66	
Leverage ratio (%)	6,53%	6,32%	5,90%	0,63		0,21	
Profitability and efficiency							
ROA (%)	0,23%	0,19%	0,18%	0,05		0,03	
RORWA (%)	0,38%	0,34%	0,32%	0,06		0,04	
ROE (%)	2,96%	2,65%	2,51%	0,45		0,31	
Cost-income ratio (%)	60,38%	62,17%	58,85%	1,53		(1,79)	
Recurring cost-income ratio (%)	64,93%	74,12%	72,99%	(8,06)		(9,19)	
Other data							
Cooperative members	1.432.886	1.428.900	1.424.970	7.916	0,6%	3.986	0,3%
Employees	5.743	6.036	6.091	(348)	(5,7%)	(293)	(4,9%)
Branches	1.090	1.191	1.223	(133)	(10,9%)	(101)	(8,5%)

Balance Sheet

(EUR Thousands)

	30/06/2017	31/12/2016	30/06/2016	y- o -y		Annual	
				Abs.	%	Abs.	%
Cash, cash balances at central banks and other demand deposits	606.261	668.874	677.602	(71.341)	(10,5%)	(62.613)	(9,4%)
Financial assets held for trading	2.332	913	781	1.551	198,6%	1.419	155,4%
Financial assets designated at fair value through profit or loss	123.003	93.590	46.052	76.951	167,1%	29.413	31,4%
<i>Of which:</i>							
<i>Loans and advances to Customers</i>	123.003	92.233	44.800	78.203	174,6%	30.770	33,4%
Available-for-sale financial assets	4.854.587	4.172.155	4.935.351	(80.764)	(1,6%)	682.432	16,4%
Loans and receivables	29.997.652	29.810.807	29.981.826	15.826	0,1%	186.845	0,6%
<i>Of which:</i>							
<i>Loans and advances to Customers</i>	29.544.642	29.476.094	29.736.694	(192.052)	(0,6%)	68.548	0,2%
Derivatives – Hedge accounting	1	10	-	1	-	(9)	(90,0%)
Investments in subsidiaries, joint ventures and associates	76.405	96.679	81.145	(4.740)	(5,8%)	(20.274)	(21,0%)
Tangible assets	980.670	984.014	824.441	156.229	18,9%	(3.344)	(0,3%)
Intangible assets	233.955	249.058	264.425	(30.470)	(11,5%)	(15.103)	(6,1%)
Tax assets	1.066.539	1.068.533	1.009.446	57.093	5,7%	(1.994)	(0,2%)
Other assets	1.476.456	1.492.942	1.427.732	48.724	3,4%	(16.486)	(1,1%)
Non-current assets and disposal groups classified as held for sale	525.216	528.506	643.917	(118.701)	(18,4%)	(3.290)	(0,6%)
TOTAL ASSETS	39.943.077	39.166.082	39.892.718	50.359	0,1%	776.995	2,0%
Financial liabilities held for trading	151	437	612	(461)	(75,3%)	(286)	(65,4%)
Financial liabilities measured at amortised cost	36.028.415	35.385.599	36.382.916	(354.501)	(1,0%)	642.816	1,8%
<i>Of which:</i>							
<i>Central Banks deposits</i>	5.066.130	5.087.000	5.087.000	(20.870)	(0,4%)	(20.870)	(0,4%)
<i>Central counterparty deposits</i>	-	613.490	1.288.992	(1.288.992)	(100,0%)	(613.490)	(100,0%)
<i>Customer deposits</i>	26.358.411	25.318.081	25.642.889	715.522	2,8%	1.040.330	4,1%
<i>Debt securities issued</i>	2.670.541	2.351.789	2.262.395	408.146	18,0%	318.752	13,6%
Derivatives – Hedge accounting	186	647	751	(565)	(75,2%)	(461)	(71,3%)
Provisions	216.407	306.834	104.144	112.263	107,8%	(90.427)	(29,5%)
Tax liabilities	157.049	147.227	110.579	46.470	42,0%	9.822	6,7%
Other liabilities	473.963	371.155	407.226	66.737	16,4%	102.808	27,7%
<i>of which: Welfare funds</i>	6.973	7.808	9.716	(2.743)	(28,2%)	(835)	(10,7%)
TOTAL LIABILITIES	36.876.171	36.211.898	37.006.227	(130.056)	(0,4%)	664.273	1,8%
Equity	3.022.189	2.932.913	2.869.861	152.328	5,3%	89.276	3,0%
<i>Of which:</i>							
<i>Capital / Equity instruments issued other than capital / Treasury shares</i>	2.598.964	2.535.545	2.496.024	102.940	4,1%	63.419	2,5%
<i>Retained earnings / Revaluation reserves / Other reserves</i>	396.085	356.320	355.924	40.161	11,3%	39.765	11,2%
Accumulated other comprehensive income	44.718	20.727	16.073	28.645	178,2%	23.991	115,7%
Minority interests	-	544	556	(556)	(100,0%)	(544)	(100,0%)
TOTAL EQUITY	3.066.906	2.954.184	2.886.491	180.415	6,3%	112.722	3,8%

Funds managed

(EUR Thousands)

	30/06/2017	31/12/2016	30/06/2016	y- o -y		Annual	
				Abs.	%	Abs.	%
Sight deposits	18.190.111	16.214.090	15.133.507	3.056.604	20,2%	1.976.021	12,2%
Term deposits	8.168.300	9.103.991	10.509.382	(2.341.082)	(22,3%)	(935.691)	(10,3%)
Customer deposits	26.358.411	25.318.081	25.642.889	715.522	2,8%	1.040.330	4,1%
Other resources	-	35.329	-	-	-	(35.329)	(100,0%)
On-balance sheet retail resources (a)	26.358.411	25.353.410	25.642.889	715.522	2,8%	1.005.001	4,0%
Bonds and other securities *	3.033.220	3.084.850	3.160.672	(127.452)	(4,0%)	(51.630)	(1,7%)
Subordinated liabilities	405.285	100.773	-	405.285	100,0%	304.512	302,2%
Central counterparty deposits	-	613.490	1.288.992	(1.288.992)	(100,0%)	(613.490)	(100,0%)
ECB	5.066.130	5.087.000	5.087.000	(20.870)	(0,4%)	(20.870)	(0,4%)
Wholesale resources (b)	8.504.635	8.886.113	9.536.664	(1.032.029)	(10,8%)	(381.478)	(4,3%)
Total balance sheet resources (c) = (a) + (b)	34.863.046	34.239.523	35.179.553	(316.507)	(0,9%)	623.523	1,8%
Mutual funds	1.832.525	1.347.364	1.018.087	814.438	80,0%	485.161	36,0%
Pension funds	761.243	759.349	732.075	29.168	4,0%	1.894	0,2%
Savings insurances	622.359	606.841	572.125	50.234	8,8%	15.518	2,6%
Fixed-equity income	519.946	527.955	489.989	29.957	6,1%	(8.009)	(1,5%)
Off-balance sheet resources (d)	3.736.073	3.241.508	2.812.277	923.796	32,8%	494.565	15,3%
Customer resources under management (a) + (d)	30.094.484	28.594.918	28.455.166	1.639.318	5,8%	1.499.566	5,2%
Resources under management (c) + (d)	38.599.119	37.481.031	37.991.830	607.289	1,6%	1.118.088	3,0%

* Covered bonds, territorial bonds and securitization.

Loans and advances to Customers

(EUR Thousands)

	30/06/2017	31/12/2016	30/06/2016	y - o - y		Annual	
				Abs.	%	Abs.	%
General governments	1.004.678	900.139	952.066	52.612	5,5%	104.539	11,6%
Other financial corporations	692.907	587.909	478.364	214.543	44,8%	104.998	17,9%
Non-financial corporations	10.640.966	10.161.276	9.986.877	654.089	6,5%	479.690	4,7%
Households	19.051.514	19.350.819	19.856.407	(804.893)	(4,1%)	(299.305)	(1,5%)
Loans to customers (gross) ^(a)	31.390.065	31.000.143	31.273.714	116.351	0,4%	389.922	1,3%
<i>Of which:</i>							
Real estate developers	1.850.870	2.070.040	2.271.640	(420.770)	(18,5%)	(219.170)	(10,6%)
<i>Performing loans to customers</i>	27.504.766	26.788.929	26.739.262	765.504	2,9%	715.837	2,7%
<i>Non-performing loans ^(b)</i>	3.885.299	4.211.214	4.534.452	(649.153)	(14,3%)	(325.915)	(7,7%)
Other loans ^(c)	-	339.640	632.224	(632.224)	(100,0%)	(339.640)	(100,0%)
Gross Loans ^{(a) = (a) + (c)}	31.390.065	31.339.783	31.905.938	(515.873)	(1,6%)	50.282	0,2%
Performing Loans ^{(a) - (b)}	27.504.766	27.128.569	27.371.486	133.280	0,5%	376.197	1,4%
<i>Credit losses and impairment</i>	(1.722.108)	(1.771.457)	(2.124.444)	402.336	(18,9%)	49.349	(2,8%)
Total Loans and advances to Customers	29.667.958	29.568.327	29.781.494	(113.536)	(0,4%)	99.631	0,3%

Risk management

(EUR Thousands)

	30/06/2017	31/12/2016	30/06/2016	y- o -y		Annual	
				Abs.	%	Abs.	%
Defaulting debtors							
Non-performing loans (gross)	3.885.299	4.211.214	4.534.452	(649.153)	(14,3%)	(325.915)	(7,7%)
Gross loans	31.390.065	31.339.783	31.905.938	(515.873)	(1,6%)	50.282	0,2%
Gross loans coverage	(1.722.108)	(1.771.457)	(2.124.444)	402.336	(18,9%)	49.349	(2,8%)
NPL ratio (%)	12,38%	13,44%	14,21%	(1,83)		(1,06)	
NPL coverage ratio (%) (*)	44,32%	42,07%	46,85%	(2,53)		2,25	
Foreclosed Assets (gross) (**)	3.775.534	3.842.179	3.687.580	87.954	2,4%	(66.645)	(1,7%)
Foreclosed Assets (net)	2.037.298	2.049.207	1.966.389	70.909	3,6%	(11.909)	(0,6%)
Foreclosed assets coverage ratio (%)	46,04%	46,67%	46,68%	(0,64)		(0,63)	
NPA ratio (%)	17,72%	18,75%	19,19%	(1,47)		(1,03)	
NPA coverage (%)	45,17%	44,26%	46,77%	(1,60)		0,91	
Coverage breakdown							
Total coverage	1.774.055	1.819.721	2.153.758	(379.703)	(17,6%)	(45.666)	(2,5%)
Non-performing coverage	1.430.578	1.485.307	2.112.817	(682.239)	(32,3%)	(54.729)	(3,7%)
Performing coverage	343.477	334.414	40.941	302.536	739,0%	9.063	2,7%
NPL breakdown							
Past due >90 days	3.513.539	3.750.646	3.990.157	(476.618)	(11,9%)	(237.107)	(6,3%)
Doubtful non past due	371.760	460.568	544.295	(172.535)	(31,7%)	(88.808)	(19,3%)
Total	3.885.299	4.211.214	4.534.452	(649.153)	(14,3%)	(325.915)	(7,7%)
<i>Of which:</i>							
<i>Forborne loans</i>	2.767.267	3.064.309	3.424.676	(657.409)	(19,2%)	(297.042)	(9,7%)
NPL breakdown by segment							
General governments	3.217	3.041	7.595	(4.378)	(57,6%)	176	5,8%
Other financial corporations	836	8.999	8.982	(8.146)	(90,7%)	(8.163)	(90,7%)
Other corporations	2.298.787	2.545.771	2.819.986	(521.199)	(18,5%)	(246.984)	(9,7%)
Households	1.582.459	1.653.403	1.697.889	(115.430)	(6,8%)	(70.944)	(4,3%)
Total	3.885.299	4.211.214	4.534.452	(649.153)	(14,3%)	(325.915)	(7,7%)
<i>Of which:</i>							
<i>Real estate developers</i>	1.321.490	1.540.910	1.763.090	(441.600)	(25,0%)	(219.420)	(14,2%)
Forborne loans							
Non-performing	2.767.267	3.064.309	3.424.676	(657.409)	(19,2%)	(297.042)	(9,7%)
Performing	881.025	1.359.360	3.081.423	(2.200.398)	(71,4%)	(478.335)	(35,2%)
Total Forborne loans	3.648.292	4.423.669	6.506.099	(2.857.807)	(43,9%)	(775.377)	(17,5%)

(*) It does not include the floor clauses provisions.

(**) Including the amount of the loans that is the origin of the foreclosed asset. Including 121 millions € financing to non consolidated firms holding foreclosed assets, in gross terms.

Foreclosed assets

(EUR Thousands)

	30/06/2017	31/12/2016	30/06/2016	y-o-y		Annual	
				Abs.	%	Abs.	%
Foreclosed Assets (gross) ^(*)	3.775.534	3.842.179	3.687.580	87.954	2,4%	(66.645)	(1,7%)
Coverage ^(**)	(1.738.236)	(1.792.971)	(1.721.191)	(17.045)	1,0%	54.735	(3,1%)
Foreclosed Assets (net)	2.037.298	2.049.207	1.966.389	70.909	3,6%	(11.909)	(0,6%)
Foreclosed assets coverage ratio (%)	46,04%	46,67%	46,68%	(0,64)		(0,63)	

Foreclosed assets according to the origin of the Loan

Foreclosed assets (gross) ^(*)	3.775.534	3.842.179	3.687.580	87.954	2,4%	(66.645)	(1,7%)
Developers	2.295.906	2.404.535	2.354.605	(58.699)	(2,5%)	(108.629)	(4,5%)
Land	1.000.808	1.046.184	1.031.664	(30.857)	(3,0%)	(45.377)	(4,3%)
Finished buildings	1.084.094	1.139.110	1.104.223	(20.129)	(1,8%)	(55.017)	(4,8%)
Under construction	211.005	219.240	218.718	(7.713)	(3,5%)	(8.235)	(3,8%)
Homes	647.914	643.526	600.222	47.692	7,9%	4.388	0,7%
Other	710.929	672.855	610.572	100.356	16,4%	38.074	5,7%
Financing to entities holding real estate assets that have been foreclosed or received as	120.785	121.263	122.180	(1.395)	(1,1%)	(478)	(0,4%)

Coverage ^(**)	(1.738.236)	(1.792.971)	(1.721.191)	(17.045)	1,0%	54.735	(3,1%)
Developers	(1.124.225)	(1.179.434)	(1.147.126)	22.900	(2,0%)	55.208	(4,7%)
Land	(583.728)	(609.168)	(594.011)	10.282	(1,7%)	25.440	(4,2%)
Finished buildings	(426.186)	(453.317)	(438.260)	12.074	(2,8%)	27.131	(6,0%)
Under construction	(114.311)	(116.948)	(114.855)	544	(0,5%)	2.637	(2,3%)
Homes	(266.889)	(269.338)	(252.558)	(14.331)	5,7%	2.449	(0,9%)
Other	(273.968)	(271.941)	(248.775)	(25.193)	10,1%	(2.027)	0,7%
Financing to entities holding real estate assets that have been foreclosed or received as	(73.154)	(72.259)	(72.732)	(422)	0,6%	(895)	1,2%

Foreclosed assets (net)	2.037.298	2.049.207	1.966.389	70.909	3,6%	(11.909)	(0,6%)
Developers	1.171.681	1.225.101	1.207.480	(35.799)	(3,0%)	(53.420)	(4,4%)
Land	417.079	437.016	437.654	(20.574)	(4,7%)	(19.937)	(4,6%)
Finished buildings	657.908	685.793	665.963	(8.055)	(1,2%)	(27.885)	(4,1%)
Under construction	96.694	102.292	103.863	(7.169)	(6,9%)	(5.599)	(5,5%)
Homes	381.025	374.188	347.664	33.361	9,0%	6.837	1,8%
Other	436.961	400.914	361.797	75.164	20,8%	36.047	9,0%
Financing to entities holding real estate assets that have been foreclosed or received as payment in lieu of debts	47.631	49.004	49.448	(1.817)	(3,7%)	(1.373)	(2,8%)

Coverage (%)	46,04%	46,67%	46,68%	(0,64)		(0,63)	
Developers	48,97%	49,05%	48,72%	0,25		(0,08)	
Land	58,33%	58,23%	57,58%	0,75		0,10	
Finished buildings	39,31%	39,80%	39,69%	(0,38)		(0,48)	
Under construction	54,17%	53,34%	52,51%	1,66		0,83	
Homes	41,19%	41,85%	42,08%	(0,89)		(0,66)	
Other	38,54%	40,42%	40,74%	(2,21)		(1,88)	
Financing to entities holding real estate assets that have been foreclosed or received as	60,57%	59,59%	59,53%	1,04		0,98	

Foreclosed assets by asset type

Foreclosed assets (gross) ^(*)	3.775.534	3.842.179	3.687.580	87.954	2,4%	(66.645)	(1,7%)
Finished houses	1.689.547	1.758.491	1.681.747	7.799	0,5%	(68.945)	(3,9%)
Lands	1.210.625	1.254.093	1.230.658	(20.033)	(1,6%)	(43.468)	(3,5%)
RED and under construction	285.664	287.427	282.714	2.950	1,0%	(1.763)	(0,6%)
Commercial	402.850	392.671	376.379	26.471	7,0%	10.179	2,6%
Other	186.848	149.496	116.081	70.768	61,0%	37.352	25,0%

Coverage ^(**)	(1.738.236)	(1.792.971)	(1.721.191)	(17.045)	1,0%	54.735	(3,1%)
Finished houses	(654.822)	(695.699)	(666.212)	11.390	(1,7%)	40.877	(5,9%)
Lands	(699.803)	(723.981)	(704.061)	4.259	(0,6%)	24.178	(3,3%)
RED and under construction	(149.996)	(149.437)	(145.543)	(4.453)	3,1%	(560)	0,4%
Commercial	(159.206)	(155.808)	(148.354)	(10.852)	7,3%	(3.398)	2,2%
Other	(74.409)	(68.046)	(57.021)	(17.388)	30,5%	(6.362)	9,4%

Foreclosed assets (net)	2.037.298	2.049.207	1.966.389	70.909	3,6%	(11.909)	(0,6%)
Finished houses	1.034.725	1.062.792	1.015.535	19.189	1,9%	(28.067)	(2,6%)
Lands	510.822	530.112	526.597	(15.775)	(3,0%)	(19.290)	(3,6%)
RED and under construction	135.667	137.990	137.171	(1.504)	(1,1%)	(2.323)	(1,7%)
Commercial	243.644	236.863	228.025	15.619	6,8%	6.781	2,9%
Other	112.439	81.450	59.060	53.380	90,4%	30.990	38,0%

Coverage (%)	46,04%	46,67%	46,68%	(0,64)		(0,63)	
Finished houses	38,76%	39,56%	39,61%	(0,86)		(0,81)	
Lands	57,81%	57,73%	57,21%	0,59		0,08	
RED and under construction	52,51%	51,99%	51,48%	1,03		0,52	
Commercial	39,52%	39,68%	39,42%	0,10		(0,16)	
Other	39,82%	45,52%	49,12%	(9,30)		(5,69)	

(*) Including the amount of the loans that is the origin of the foreclosed asset. Including 121 millions € financing to non consolidated firms holding foreclosed assets, in gross terms.

(**) Including the provisions of the loans at the time of the repossession procedure. It does not include write-offs during the life of the original loan.

Solvency

(EUR Thousands)

Phased in	30/06/2017	31/12/2016	30/06/2016	y- o -y		Annual	
				Abs.	%	Abs.	%
Capital	2.598.965	2.535.546	2.496.024	102.941	4,1%	63.419	2,5%
Reserves	423.218	396.273	355.925	67.293	18,9%	26.945	6,8%
AFS Surplus	35.774	12.436	(1.039)	36.813		23.338	187,7%
Minority	-	-	-	-	-	-	-
Capital deductions	(329.790)	(323.586)	(323.565)	(6.225)	1,9%	(6.204)	1,9%
Ordinary Tier 1 Capital	2.728.167	2.620.669	2.527.345	200.822	7,9%	107.498	4,1%
CET 1 ratio (%)	11,59%	11,36%	11,40%	0,19		0,23	
Tier2 Capital	675.637	369.568	40.904	634.733	1551,8%	306.069	82,8%
Tier 2 ratio (%)	2,87%	1,60%	0,18%	2,69		1,27	
Computable capital	3.403.803	2.990.237	2.568.249	835.554	32,5%	413.566	13,8%
Capital ratio (%)	14,46%	12,96%	11,58%	2,88		1,50	
Total risk-weighted assets ^{(a) + (b) + (c)}	23.540.165	23.069.970	22.171.681	1.368.484	6,2%	470.195	2,0%
Credit risk ^(a)	22.050.934	21.565.404	20.578.412	1.472.522	7,2%	485.530	2,3%
Operational risk ^(b)	1.431.675	1.431.675	1.518.834	(87.159)	(5,7%)	-	-
Other risk ^(c)	57.556	72.891	74.435	(16.879)	(22,7%)	(15.335)	(21,0%)

Fully loaded

Capital	2.598.965	2.535.546	2.496.024	102.941	4,1%	63.419	2,5%
Reserves	423.218	396.273	355.925	67.293	18,9%	26.945	6,8%
AFS Surplus	44.718	20.727	16.073	28.645		23.991	115,7%
Minority	-	-	-	-	-	-	-
Capital deductions	(388.681)	(417.135)	(460.960)	72.279	(15,7%)	28.454	(6,8%)
Ordinary Tier 1 Capital	2.678.220	2.535.411	2.407.062	271.158	11,3%	142.809	5,6%
CET 1 ratio (%)	11,38%	10,99%	10,86%	0,52		0,39	
Tier2 Capital	675.637	369.568	40.904	634.733	1551,8%	306.069	82,8%
Tier 2 ratio (%)	2,87%	1,60%	0,18%	2,69		1,27	
Computable capital	3.353.856	2.904.979	2.447.966	905.890	37,0%	448.877	15,5%
Capital ratio (%)	14,25%	12,59%	11,04%	3,21		1,66	
Total risk-weighted assets ^{(a) + (b) + (c)}	23.540.165	23.069.970	22.171.681	1.368.484	6,2%	470.195	2,0%
Credit risk ^(a)	22.050.934	21.565.404	20.578.412	1.472.522	7,2%	485.530	2,3%
Operational risk ^(b)	1.431.675	1.431.675	1.518.834	(87.159)	(5,7%)	-	-
Other risk ^(c)	57.556	72.891	74.435	(16.879)	(22,7%)	(15.335)	(21,0%)

Consolidated Profit & Loss Account

(EUR Thousands)

	30/06/2017	o/ATA	30/06/2016	o/ATA	y- o -y		31/12/2016	o/ATA
					Abs.	%		
Interest income	347.582	1,77%	368.979	1,86%	(21.397)	(5,8%)	712.015	1,80%
Interest expenses	(54.791)	(0,28%)	(84.232)	(0,42%)	29.441	(35,0%)	(154.317)	(0,39%)
NET INTEREST INCOME	292.791	1,49%	284.747	1,43%	8.044	2,8%	557.698	1,41%
Dividend income	2.344	0,01%	3.975	0,02%	(1.631)	(41,0%)	4.909	0,01%
Income from equity-accounted method	10.423	0,05%	8.147	0,04%	2.276	27,9%	15.767	0,04%
Net fees and commissions	130.592	0,67%	127.672	0,64%	2.920	2,3%	261.452	0,66%
Gains (losses) on financial transactions	66.194	0,34%	103.010	0,52%	(36.816)	(35,7%)	186.150	0,47%
Exchange differences [gain or (-) loss], net	1.009	0,01%	1.223	0,01%	(214)	(17,5%)	2.764	0,01%
Other operating incomes/expenses	(10.326)	(0,05%)	(4.319)	(0,02%)	(6.007)	139,1%	(15.372)	(0,04%)
of which: Mandatory transfer to Education and Development Fund	(2.296)	(0,01%)	(334)	-	(1.962)	587,3%	(1.949)	-
GROSS INCOME	493.027	2,51%	524.455	2,64%	(31.428)	(6,0%)	1.013.368	2,56%
Administrative expenses	(259.876)	(1,32%)	(270.023)	(1,36%)	10.147	(3,8%)	(554.455)	(1,40%)
Personnel expenses	(169.050)	(0,86%)	(171.802)	(0,86%)	2.752	(1,6%)	(350.625)	(0,89%)
Other administrative expenses	(90.826)	(0,46%)	(98.221)	(0,49%)	7.395	(7,5%)	(203.830)	(0,51%)
Depreciation and amortisation	(37.816)	(0,19%)	(38.604)	(0,19%)	788	(2,0%)	(75.541)	(0,19%)
NET INCOME BEFORE PROVISIONS	195.335	1,00%	215.828	1,09%	(20.493)	(9,5%)	383.372	0,97%
Provisions or (-) reversal of provisions	62.498	0,32%	(8.276)	(0,04%)	70.774	(855,2%)	(239.539)	(0,60%)
Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss	(146.946)	(0,75%)	(105.640)	(0,53%)	(41.306)	39,1%	22.253	0,06%
OPERATING INCOME	110.888	0,57%	101.912	0,51%	8.976	8,8%	166.086	0,42%
Impairment or reversal of impairment of investments in joint ventures or associates (net)	(2)	-	-	-	(2)	100,0%	-	-
Impairment or (-) reversal of impairment on non-financial assets	(51.644)	(0,26%)	(57.370)	(0,29%)	5.726	(10,0%)	(86.898)	(0,22%)
Negative goodwill recognised in profit or loss	-	-	-	-	-	-	-	-
Gains or (-) losses on derecognition of non financial assets, net	(4.345)	(0,02%)	10.349	0,05%	(14.694)	(142,0%)	6.630	0,02%
Profit or (-) loss from non-current assets and disposal groups classified as held for sale	(4.127)	(0,02%)	(19.699)	(0,10%)	15.572	(79,0%)	(23.809)	(0,06%)
PROFIT BEFORE TAX	50.770	0,26%	35.192	0,18%	15.578	44,3%	62.008	0,16%
Tax	(6.473)	(0,03%)	218	-	(6.691)	(3069,4%)	14.132	0,04%
CONSOLIDATED NET PROFIT	44.296	0,23%	35.410	0,18%	8.886	25,1%	76.141	0,19%

Quarterly Yields & Costs

(EUR Thousands and annualised rates)

	30/06/2017				30/06/2016			
	Average balance	Distribution (%)	Income or expense	Average rate (%)	Average balance	Distribution (%)	Income or expense	Average rate (%)
Financial system	1.154.985	2,92%	213	0,04%	1.525.420	3,82%	54	0,01%
Loans to customers without NPL ^(a)	27.128.399	68,56%	300.251	2,23%	26.917.493	67,36%	342.500	2,56%
Securities portfolio	4.397.651	11,11%	21.203	0,97%	4.505.693	11,28%	20.151	0,90%
Other assets	6.886.571	17,40%	25.915	0,76%	7.011.430	17,55%	6.274	0,18%
Total earning assets ^(b)	39.567.607	100,00%	347.582	1,77%	39.960.036	100,00%	368.979	1,86%
Financial system	734.529	1,86%	4.612	1,27%	836.531	2,09%	6.469	1,56%
Customer deposits ^(c)	25.775.587	65,14%	14.731	0,12%	25.443.900	63,67%	39.437	0,31%
<i>Sight deposits</i>	17.178.537	43,42%	6.812	0,08%	14.234.112	35,62%	4.362	0,06%
<i>Term deposits</i>	8.597.050	21,73%	7.918	0,19%	11.209.788	28,05%	35.075	0,63%
Wholesale resources	8.770.191	22,17%	34.026	0,78%	9.828.110	24,59%	36.446	0,75%
Other funds	1.271.911	3,21%	1.422	0,23%	1.015.244	2,54%	1.880	0,37%
Equity	3.015.389	7,62%	0	-	2.836.250	7,10%	0	-
Total funds ^(d)	39.567.607	100,00%	54.791	0,28%	39.960.036	100,00%	84.232	0,42%
Customers' spread ^{(a)-(c)}				2,12				2,25
NII o/ATA ^{(b)-(d)}			292.791	1,49			284.747	1,43