

CONSOLIDATED INCOME STATEMENT AT 30 JUNE 2017

Thousand euros

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|--------------------------------------------------------------------------------------------------------------------------------------|----------------|
| Interest income | 439,479 |
| (Interest expense) | 148,877 |
| (Expense on capital repayable on demand) | - |
| NET INTEREST INCOME | 290,602 |
| Dividend income | 13,183 |
| Share of profit or loss of entities accounted for using the equity method | 20,286 |
| Fee and commission income | 121,178 |
| (Fee and commission expenses) | 12,226 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | 75,842 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | 1,869 |
| Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net | - |
| Gains or (-) losses from hedge accounting, net | 10 |
| Exchange differences (losses), net | 98 |
| Other operating income | 95,909 |
| (Other operating expenses) | 47,508 |
| Income on insurance and reinsurance contracts | - |
| (Expenses on insurance and reinsurance contracts) | - |
| GROSS INCOME | 559,243 |
| (Administration costs) | 297,876 |
| (Staff costs) | 202,520 |
| (Other administration costs) | 95,356 |
| (Amortization) | 22,104 |
| (Provisions or (-) reversal of provisions) | 90,032 |
| (Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss) | 32,083 |
| (Financial assets measured at cost) | 8,545 |
| (Available-for-sale financial assets) | (21,918) |
| (Loans and receivables) | 45,456 |
| (Held-to-maturity investments) | - |
| NET OPERATING INCOME | 117,148 |
| (Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates) | 27,554 |
| (Impairment or (-) reversal of impairment on non-financial assets) | 20,992 |
| (Tangible assets) | 7,224 |
| (Intangible assets) | - |
| (Other) | 13,768 |
| Gains or (-) losses on derecognition of non-financial assets and investments, net | 7,915 |
| o/w: investments in subsidiaries, joint ventures and associates | 4,546 |
| Negative goodwill recognized in profit or loss | - |
| Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations | (2,383) |
| OPERATING PROFIT BEFORE TAX FROM CONTINUING OPERATIONS | 74,134 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | (406) |
| PROFIT AFTER TAX FROM CONTINUING OPERATIONS | 74,540 |
| Profit or (-) loss after tax from discontinued operations (net) | - |
| PROFIT | 74,540 |
| Attributable to minority interest (non-controlling interests) | (11,139) |
| Attributable to owners of the parent | 85,679 |

NOTE: From 30 June 2016, the information has been adapted to the new structure for financial statements under Bank of Spain Circular 5/2014, which amended Bank of Spain Circular 4/2004, in accordance with EU-IFRS, which is different from previous periods and is not homogeneous.