

CONSOLIDATED INCOME STATEMENT AT 30 JUNE 2018

Thousand euros

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|--|----------------|
| Interest income | 405,738 |
| (Interest expenses) | 102,788 |
| (Expenses on share capital repayable on demand) | - |
| NET INTEREST INCOME | 302,950 |
| Dividend income | 14,729 |
| Share of profit or (-) loss of entities accounted for using the equity method | 20,646 |
| Fee and commission income | 119,112 |
| (Fee and commission expenses) | 11,119 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | 28,452 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | 1,636 |
| Gains or (-) losses on non-trading financial assets mandatorily at fair value through profit or loss, net | 1,035 |
| Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net | (2,998) |
| Gains or (-) losses from hedge accounting, net | - |
| Exchange differences (losses), net | 626 |
| Other operating income | 55,655 |
| (Other operating expenses) | 48,804 |
| o/w: mandatory transfer to social work funds (only savings banks and credit cooperatives) | |
| Income on insurance and reinsurance contracts | 31,000 |
| (Expenses on insurance and reinsurance contracts) | 21,156 |
| GROSS INCOME | 491,764 |
| (Administrative expenses) | 291,986 |
| (Staff expenses) | 194,816 |
| (Other administrative expenses) | 97,170 |
| (Depreciation) | 18,550 |
| (Provisions or (-) reversal of provisions) | 61,792 |
| (Impairment or (-) reversal of impairment and gains or losses on cash flow changes of financial assets not measured at fair value through profit or loss and net losses or (-) gains from changes) | (13,642) |
| Financial assets at fair value through other comprehensive income | - |
| Financial assets at amortised cost | (13,642) |
| (Impairment or (-) reversal of impairment of investments in joint ventures and associates) | - |
| (Impairment or (-) reversal of impairment on non-financial assets) | (812) |
| (Tangible assets) | (4,347) |
| (Intangible assets) | 3,995 |
| (Other) | (460) |
| Gains or (-) losses on derecognition of non-financial assets and investments, net | 4,032 |
| Negative goodwill recognised in profit or loss | - |
| Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations | 2,442 |
| OPERATING PROFIT BEFORE TAX FROM CONTINUING OPERATIONS | 140,364 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | 36,310 |
| PROFIT AFTER TAX FROM CONTINUING OPERATIONS | 104,054 |
| Profit or (-) loss after tax from discontinued operations (net) | - |
| PROFIT | 104,054 |
| Attributable to minority interest (non-controlling interests) | (1,222) |
| Attributable to owners of the parent | 105,276 |

NOTE: From 1st January 2018, the information has been adapted to the new structure for financial statements under Bank of Spain Circular 4/2017, which amended Bank of Spain Circular 4/2004, in accordance with EU-IFRS, which is different from previous periods and is not homogeneous.