

CONSOLIDATED INCOME STATEMENT AT 30 SEPTEMBER 2017

Thousand euros

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|--|----------------|
| Interest income | 647,778 |
| (Interest expense) | 215,952 |
| (Expense on capital repayable on demand) | - |
| NET INTEREST INCOME | 431,826 |
| Dividend income | 20,257 |
| Share of profit or loss of entities accounted for using the equity method | 40,096 |
| Fee and commission income | 182,795 |
| (Fee and commission expenses) | 18,786 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | 79,017 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | 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 | 76 |
| Exchange differences (losses), net | 96 |
| Other operating income | 145,325 |
| (Other operating expenses) | 65,942 |
| Income on insurance and reinsurance contracts | - |
| (Expenses on insurance and reinsurance contracts) | - |
| GROSS INCOME | 815,629 |
| (Administration costs) | 445,521 |
| (Staff costs) | 302,065 |
| (Other administration costs) | 143,456 |
| (Amortization) | 32,214 |
| (Provisions or (-) reversal of provisions) | 95,588 |
| (Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss) | 55,585 |
| (Financial assets measured at cost) | 11,462 |
| (Available-for-sale financial assets) | (21,918) |
| (Loans and receivables) | 66,041 |
| (Held-to-maturity investments) | - |
| NET OPERATING INCOME | 186,721 |
| (Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates) | 27,237 |
| (Impairment or (-) reversal of impairment on non-financial assets) | 31,955 |
| (Tangible assets) | 7,213 |
| (Intangible assets) | - |
| (Other) | 24,742 |
| Gains or (-) losses on derecognition of non-financial assets and investments, net | 9,932 |
| 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 | (7,286) |
| OPERATING PROFIT BEFORE TAX FROM CONTINUING OPERATIONS | 130,175 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | 10,008 |
| PROFIT AFTER TAX FROM CONTINUING OPERATIONS | 120,167 |
| Profit or (-) loss after tax from discontinued operations (net) | - |
| PROFIT | 120,167 |
| Attributable to minority interest (non-controlling interests) | (15,901) |
| Attributable to owners of the parent | 136,068 |

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.