

ANNEX II

CREDIT INSTITUTIONS

1st

HALF-YEARLY FINANCIAL REPORT FOR FINANCIAL YEAR

2017

REPORTING DATE

30/06/2017

I. IDENTIFICATION DATA

Registered Company Name: CAIXABANK, S.A.

Registered Address: AVENIDA DIAGONAL, 621 - BARCELONA

Tax Identification Number

A-08663619

II. SUPPLEMENTARY INFORMATION TO PREVIOUSLY RELEASED PERIODIC INFORMATION

Explanation of the main modifications with respect to the previously released periodic information (complete only in the situations indicated in Section B) of the instructions)

Translation of half-yearly financial report originally issued and prepared in Spanish. This English version is a translation of the original in Spanish for information purposes only. In the event of a discrepancy, the original Spanish-language version prevails.

III. STATEMENT(S) BY THE PERSON(S) RESPONSIBLE FOR THE INFORMATION

To the best of our knowledge, the accompanying condensed annual financial statements, which have been prepared in accordance with applicable accounting principles, give a true and fair view of the assets, liabilities, financial position and profit or loss of the issuer, or of the undertakings included in the consolidated financial statements taken as a whole, and the interim management report includes a fair review of the information required.

Comments on the above statement(s): Mrs. Maria Amparo Moraleda Martínez and Mr. Juan Rosell Lastortras do not sing for not attending the meeting.

Person(s) responsible for this information:

Name/Company Name	Office
JORDI GUAL SOLE	PRESIDENT
ANTONIO MASSANELL LAVILLA	VICEPRESIDENT
GONZALO GORTAZAR ROTAECHE	CEO
MARÍA TERESA BASSONS BONCOMPTE	DIRECTOR
MARÍA VERÓNICA FISAS VERGES	DIRECTOR
ALEJANDRO GARCÍA-BRAGADO DALMAU	DIRECTOR
IGNACIO GARRALDA RUÍZ DE VELASCO	DIRECTOR
JAVIER IBARZ ALEGRÍA	DIRECTOR
ALAIN MINC	DIRECTOR
MARÍA AMPARO MORALEDA MARTÍNEZ	DIRECTOR
JOHN SHEPARD REED	DIRECTOR
JUAN ROSELL LASTORTRAS	DIRECTOR
ANTONIO SÁINZ DE VICUÑA BARROSO	DIRECTOR
JOSÉ SERNA MASÍA	DIRECTOR
KORO USARRAGA UNSAIN	DIRECTOR
FRANCESC XAVIER VIVES TORRENTS	DIRECTOR COORDINATOR
FUNDACION BANCARIA CANARIA CAJA GENERAL DE AHORROS DE CANARIAS-FUNDACION	DIRECTOR

In accordance with the power delegated by the board of directors, the board secretary certifies that the half-yearly financial report has been signed by the directors.

Date this half-yearly financial report was signed by the corresponding governing body: 27/07/2017

IV. SELECTED FINANCIAL INFORMATION

1. INDIVIDUAL BALANCE SHEET (1/3)(PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS)

Units: Thousand euros

ASSETS		CURRENT PERIOD 30/06/2017	PREVIOUS PERIOD 31/12/2016
1. Cash on hand, cash balances at central banks and other demand deposits	0040	13,245,017	12,973,689
2. Financial assets held for trading	0045	17,523,780	18,096,145
<i>Token entry: loans or provided as collateral with right of sale or pledge</i>	0046	584,405	1,796,932
3. Financial assets designated at fair value through profit or loss	0050	1,796	
<i>Token entry: loaned or provided as collateral with right of sale or pledge</i>	0051		
4. Available-for-sale financial assets	0055	16,092,391	17,350,445
<i>Token entry: loaned or provided as collateral with right of sale or pledge</i>	0056	3,636,256	9,377,156
5. Loans and receivables	0060	216,697,320	217,279,927
<i>Token entry: loaned or provided as collateral with right of sale or pledge</i>	0061	76,303,390	81,184,554
6. Held-to-maturity investments	0065	7,774,565	8,305,651
<i>Token entry: loaned or provided as collateral with right of sale or pledge</i>	0066	2,472,303	2,875,627
7. Derivatives – hedge accounting	0070	2,789,372	3,100,597
8. Fair value changes of the hedged items in portfolio hedge of interest rate risk	0075	(30,085)	134,586
9. Investments in subsidiaries, joint ventures and associates	0080	13,508,696	12,597,234
a) Group entities	0090	9,504,100	7,956,994
b) Jointly-controlled entities	0091	122,854	122,824
c) Associates	0092	3,881,742	4,517,416
10. Tangible assets	0100	2,928,500	2,888,215
a) Property, plant and equipment	0101	2,803,740	2,773,760
i) For own use	0102	2,803,740	2,773,760
ii) Leased out under an operating lease	0103		
iii) Assigned to welfare projects (savings banks and credit cooperatives)	0104		
b) Investment property	0105	124,760	114,455
<i>Of which: leased out under an operating lease</i>	0106		
<i>Token entry: acquired under finance lease</i>	0107		
11. Intangible assets	0110	1,498,828	1,606,146
a) Goodwill	0111	1,080,259	1,199,756
b) Other intangible assets	0112	418,569	406,390
12. Tax assets	0120	7,810,367	8,180,426
a) Current tax assets	0121	533,465	859,398
b) Deferred tax assets	0122	7,276,902	7,321,028
13. Other assets	0130	3,367,782	2,918,903
a) Insurance contracts linked to pensions	0131	2,147,055	2,106,431
b) Inventories	0132	7,766	15,861
c) Other assets	0133	1,212,961	796,611
14. Non-current assets and disposal groups classified as held for sale	0140	893,932	951,993
TOTAL ASSETS	0150	304,102,261	306,383,957

IV. SELECTED FINANCIAL INFORMATION

1. INDIVIDUAL BALANCE SHEET (2/3) (PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS)

Units: Thousand euros

EQUITY AND LIABILITIES		CURRENT PERIOD 30/06/2017	PREVIOUS PERIOD 31/12/2016
1. Financial liabilities held for trading	0160	15,688,441	16,720,748
2. Financial liabilities designated at fair value through profit or loss	0170	1,796	
Token entry: subordinate liabilities	0175		
3. Financial liabilities measured at amortised cost	0180	256,787,698	258,507,103
Token entry: subordinate liabilities	0185	6,131,626	4,118,792
4. Derivatives - hedge accounting	0190	814,355	625,544
5. Fair value changes of the hedged items in portfolio hedge of interest rate risk	0200	1,583,314	1,984,854
6. Provisions	0210	4,959,570	4,570,303
a) Pensions and other post-employment defined benefit obligations	0211	2,110,608	2,026,667
b) Other long-term employee benefits	0212	1,319,722	972,301
c) Pending legal issues and tax litigation	0213	690,608	629,526
d) Commitments and guarantees given	0214	257,676	220,034
e) Other provisions	0215	580,956	721,775
7. Tax liabilities	0220	797,458	836,172
a) Current tax liabilities	0221		
b) Deferred tax liabilities	0223	797,458	836,172
8. Share capital repayable on demand	0230		
9. Other liabilities	0240	1,553,597	1,595,715
Of which: fund for welfare projects (savings banks and credit cooperatives)	0241		
10. Liabilities included in disposal groups classified as held for sale	0250		
TOTAL LIABILITIES	0260	282,186,229	284,840,439

IV. SELECTED FINANCIAL INFORMATION

1. INDIVIDUAL BALANCE SHEET (3/3)(PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS)

Units: Thousand euros

EQUITY AND LIABILITIES (continuation)		CURRENT PERIOD 30/06/2017	PREVIOUS PERIOD 31/12/2016
CAPITAL AND RESERVES	0270	21,721,985	21,382,546
1. Capital	0280	5,981,438	5,981,438
a) Paid up capital	0281	5,981,438	5,981,438
b) Unpaid capital which has been called up	0282		
<i>Token entry: uncalled capital</i>	0283		
2. Share premium	0290	12,032,802	12,032,802
3. Equity instruments issued other than capital	0300	0	0
a) Equity component of compound financial instruments	0301		
b) Other equity instruments issued	0302		
4. Other equity	0310	9,079	7,499
5. Retained earnings	0320	5,088,110	4,612,500
6. Revaluation reserves	0330		0
7. Other reserves	0340	(2,098,153)	(2,095,349)
8. (-) Treasury shares	0350	(11,597)	(14,241)
9. Profit or loss for the period	0360	720,306	1,035,077
10. (-) Interim dividends	0370		(177,180)
ACCUMULATED OTHER COMPREHENSIVE INCOME	0380	194,047	160,972
1. Items that will not be reclassified to profit or loss	0390	0	0
a) Actuarial gains or (-) losses on defined benefit pension plans	0391		
b) Non-current assets and disposal groups classified as held for sale	0392		
c) Share of other recognised income and expense of investments in joint ventures and associates	0393		
d) Other valuation adjustments	0394		
2. Items that may be reclassified to profit or loss	0400	194,047	160,972
a) Hedge of net investments in foreign operations (effective portion)	0401		
b) Foreign currency translation	0402	273	1,416
c) Hedging derivatives. Cash flow hedges (effective portion)	0403	31,477	25,880
d) Available-for-sale financial assets	0404	162,297	133,676
i) Debt instruments	0405	407,062	445,998
ii) Equity instruments	0406	(244,765)	(312,322)
e) Non-current assets and disposal groups classified as held for sale	0407		0
TOTAL EQUITY	0450	21,916,032	21,543,518
TOTAL EQUITY AND LIABILITIES	0460	304,102,261	306,383,957

TOKEN ENTRY: OFF-BALANCE-SHEET EXPOSURE

1. Guarantees given	0470	3,775,758	3,854,302
2. Contingent commitments given	0480	69,966,649	70,107,048

IV. SELECTED FINANCIAL INFORMATION

2. INDIVIDUAL PROFIT AND LOSS ACCOUNT (PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS)

Units: Thousand euros

		PRESENT CURR. PERIOD (2nd HALF YEAR)	PREVIOUS CURR. PERIOD (2nd HALF YEAR)	CURRENT CUMULATIVE 30/06/2017	PREVIOUS CUMULATIVE 30/06/2016
(+) Interest income	0501			2,148,107	2.348.559
(-) Interest expense	0502			(407,453)	(696.387)
(-) Remuneration of capital redeemable on demand	0503				
= A) NET INTEREST INCOME	0505			1,740,654	1.652.172
(+) Dividend income	0506			597,501	663.404
(+) Fee and commission income	0508			1,090,559	968.409
(-) Fee and commission expenses	0509			(75,813)	(65.302)
Gains or losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net	0510			(1,556)	501.947
(+/-) Gains or losses on financial assets and liabilities held for trading, net	0511			31,183	(177.240)
Gains or losses on financial assets and liabilities designated at fair value through profit or loss, net	0512				
(+/-) Gains or losses from hedge accounting, net	0513			20,426	14.951
(+/-) Exchange differences, net	0514			47,793	118.941
(+) Other operating income	0515			161,781	70.147
(-) Other operating expenses	0516			(194,817)	(156.195)
= B) GROSS OPERATING INCOME	0520			3,417,711	3.591.234
(-) Administrative expenses:	0521			(1,648,732)	(1.650.556)
(-) a) Staff expenses	0522			(1,214,413)	(1.227.436)
(-) b) Other administrative expenses	0523			(434,319)	(423.120)
(-) Depreciation	0524			(245,068)	(231.305)
(+/-) Provisions or reversal of provisions	0525			(472,839)	25.791
Impairment or reversal of impairment on non-financial assets not measured at fair value through profit or loss	0526			(548,562)	(425.429)
(+/-) a) Financial assets measured at cost	0527				
(+/-) b) Available-for-sale financial assets	0528			(133,387)	(51.286)
(+/-) c) Loans and receivables	0529			(415,175)	(493.099)
(+/-) d) Held-to-maturity investments	0530				118.956
= C) NET OPERATING INCOME	0540			502,510	1.309.735
Impairment or reversal of impairment of investments in subsidiaries, joint ventures and associates	0541			261,927	(552.861)
(+/-) Impairment or reversal of impairment on non-financial assets	0542			(11,008)	(4.446)
(+/-) a) Property, plant and equipment	0543			(4,439)	(5.610)
(+/-) b) Intangible assets	0544			(6,569)	1.180
(+/-) c) Other	0545				(16)
Gains or losses on derecognition of non-financial assets and shareholdings, net	0546			4,284	337.347
(+) Negative goodwill recognised in profit or loss	0547				
Profit or loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations	0548			(4,887)	(10.638)
= D) PROFIT OR LOSS BEFORE TAX FROM CONTINUING OPERATIONS	0550			752,826	1.079.137
Tax expense or income related to profit or loss from continuing operations	0551			(32,520)	(257.032)
= E) PROFIT OR LOSS AFTER TAX FROM CONTINUING OPERATIONS	0560			720,306	822.105
(+/-) Profit or loss after tax from discontinued operations	0561				
= PROFIT OR LOSS FOR THE PERIOD	0570			720,306	822.105

EARNINGS PER SHARE		Amount (X.XX euros)	Amount (X.XX euros)	Amount (X.XX euros)	Amount (X.XX euros)
Basic	0580			0,12	0,14
Diluted	0590			0,12	0,14

In the half-yearly financial report for the first half of the year, the data relating to the present period match the cumulative data, which do not therefore need to be completed.

IV. SELECTED FINANCIAL INFORMATION

3. INDIVIDUAL STATEMENT OF RECOGNISED INCOME AND EXPENSE (PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS)

Units: Thousand euros

		CURRENT PERIOD 30/06/2017	PREVIOUS PERIOD 30/06/2016
A) PROFIT OR LOSS FOR THE PERIOD	0600	720,306	822,105
B) OTHER COMPREHENSIVE INCOME	0610	33,075	(740,874)
1. Items that will not be reclassified to profit or loss	0620	0	0
a) Actuarial gains or (-) losses on defined benefit pension plans	0621		
b) Non-current assets and disposal groups held for sale	0622		
c) Other valuation adjustments	0623		
d) Income tax relating to items that will not be reclassified	0624		
2. Items that may be reclassified to profit or loss	0630	33,075	(740,874)
a) Hedge of net investments in foreign operations [effective portion]	0635	0	0
- Valuation gains or losses taken to equity	0636		
- Transferred to profit or loss	0637		
- Other reclassifications	0638		
b) Foreign currency translation	0640	(1,211)	(688)
- Translation gains or losses taken to equity	0641	(1,211)	
- Transferred to profit or loss	0642		(688)
- Other reclassifications	0643		
c) Cash flow hedges [effective portion]	0645	3,628	(68,588)
- Valuation gains or losses taken to equity	0646	(1,594)	(52,055)
- Transferred to profit or loss	0647	5,222	(16,533)
- Transferred to initial carrying amount of hedged items	0648		
- Other reclassifications	0649		
d) Available-for-sale financial assets	0650	(68,424)	(630,395)
- Valuation gains or losses taken to equity	0651	(256,584)	(288,640)
- Transferred to profit or loss	0652	188,160	(341,755)
- Other reclassifications	0653		
e) Non-current assets and disposal groups held for sale	0655	0	0
- Valuation gains or losses taken to equity	0656		
- Transferred to profit or loss	0657		
- Other reclassifications	0658		
f) Income tax relating to items that may be reclassified to profit or loss	0660	99,082	(41,203)
C) TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	0670	753,381	81,231

IV. SELECTED FINANCIAL INFORMATION

4. INDIVIDUAL STATEMENT OF TOTAL CHANGES IN EQUITY (PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS) (1/2)

Units: Thousand euros

Sources of equity changes Current period		Capital	Share premium	Equity instruments issued other than capital	Other equity	Retained earnings	Revaluation reserves	Other reserves	(-) Treasury shares	Profit or loss for the period	(-) Interim dividends	Accumulated other comprehensive income	Total
Opening balance [before restatement]	0700	5,981,438	12,032,802		7,499	4,612,500		(2,095,349)	(14,241)	1,035,077	(177,180)	160,972	21,543,518
Effects of corrections of errors	0701												0
Effects of changes in accounting policies	0702												0
Opening balance [current period]	0710	5,981,438	12,032,802	0	7,499	4,612,500	0	(2,095,349)	(14,241)	1,035,077	(177,180)	160,972	21,543,518
Total comprehensive income for the period	0720									720,306		33,075	753,381
Other changes in equity	0730	0	0	0	1,580	475,610	0	(2,804)	2,644	(1,035,077)	177,180	0	(380,867)
Issuance of ordinary shares	0731												0
Issuance of preference shares	0732												0
Issuance of other equity instruments	0733												0
Exercise or expiration of other equity instruments issued	0734												0
Conversion of debt to equity	0735												0
Capital reduction	0736												0
Dividends (or remuneration to shareholders)	0737					(358,675)							(358,675)
Purchase of treasury shares	0738								(18)				(18)
Sale or cancellation of treasury shares	0739							(492)	2,662				2,170
Reclassification of financial instruments from equity to liability	0740												0
Reclassification of financial instruments from liability to equity	0741												0
Transfers among components of equity	0742					857,897				(1,035,077)	177,180		0
Equity increase or (-) decrease resulting from business combinations	0743												0
Share based payments	0744												0
Other increase or (-) decrease in equity	0745				1,580	(23,612)		(2,312)					(24,344)
<i>Of which: discretionary transfer to welfare projects and funds (savings banks and credit cooperatives)</i>	0746												0
Closing balance [current period]	0750	5,981,438	12,032,802	0	9,079	5,088,110	0	(2,098,153)	(11,597)	720,306	0	194,047	21,916,032

IV. SELECTED FINANCIAL INFORMATION

4. INDIVIDUAL STATEMENT OF TOTAL CHANGES IN EQUITY (PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS) (2/2)

Units: Thousand euros

Sources of equity changes Previous period		Capital	Share premium	Equity instruments issued other than capital	Other equity	Retained earnings	Revaluation reserves	Other reserves	(-) Treasury shares	Profit or loss for the period	(-) Interim dividends	Accumulated other comprehensive income	Total
Opening balance [before restatement] [comparative period]	0751	5,823,990	12,032,802		5,120	4,671,316		(496,971)	(19,713)	650,692	(232,754)	974,430	23,408,912
Effects of corrections of errors	0752												0
Effects of changes in accounting policies	0753							(661,464)		(231,522)			(892,986)
Opening balance [comparative period]	0754	5,823,990	12,032,802	0	5,120	4,671,316	0	(1,158,435)	(19,713)	419,170	(232,754)	974,430	22,515,926
Total comprehensive income for the period	0755									822,105		(740,874)	81,231
Other changes in equity	0756	86,253	0	0	1,403	56,345	0	(233,135)	(2,004,628)	(419,170)	232,754	0	(2,280,178)
Issuance of ordinary shares	0757	86,253				(86,253)							0
Issuance of preference shares	0758												0
Issuance of other equity instruments	0759												0
Exercise or expiration of other equity instruments issued	0760												0
Conversion of debt to equity	0761												0
Capital reduction	0762												0
Dividends (or remuneration to shareholders)	0763					(251,837)							(251,837)
Purchase of treasury shares	0764								(2,004,628)				(2,004,628)
Sale or cancellation of treasury shares	0765												0
Reclassification of financial instruments from equity to liability	0766												0
Reclassification of financial instruments from liability to equity	0767												0
Transfers among components of equity	0768					417,938		(231,522)		(419,170)	232,754		0
Equity increase or (-) decrease resulting from business combinations	0769												0
Share based payments	0770				1,403								1,403
Other increase or (-) decrease in equity	0771					(23,503)		(1,613)					(25,116)
<i>Of which: discretionary transfer to welfare projects and funds (savings banks and credit cooperatives)</i>	<i>0772</i>												0
Closing balance [comparative period]	0773	5,910,243	12,032,802	0	6,523	4,727,661	0	(1,391,570)	(2,024,341)	822,105	0	233,556	20,316,979

IV. SELECTED FINANCIAL INFORMATION

5. INDIVIDUAL STATEMENT OF CASH FLOWS (INDIRECT METHOD) (PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS)

Units: Thousand euros

		CURRENT PERIOD 30/06/2017	PREVIOUS PERIOD 30/06/2016
A) CASH FLOWS FROM OPERATING ACTIVITIES (1 + 2 + 3 + 4 + 5)	0800	595,825	3,894,527
1. Profit or loss for the period	0810	720,306	822,105
2. Adjustments to obtain cash flows from operating activities	0820	1,032,608	1,185,999
(+) Depreciation and amortisation	0821	245,068	231,305
(+/-) Other adjustments	0822	787,540	954,694
3. Net increase/(decrease) in operating assets:	0830	1,741,613	623,188
(+/-) Financial assets held for trading	0831	572,364	(4,573,890)
(+/-) Financial assets designated at fair value through profit or loss	0832		
(+/-) Available-for-sale financial assets	0833	1,133,417	1,531,818
(+/-) Loans and receivables	0834	31,799	3,019,047
(+/-) Other operating assets	0835	4,033	646,213
4. Net increase/(decrease) in operating liabilities:	0840	(3,260,375)	910,664
(+/-) Financial liabilities held for trading	0841	(1,032,307)	2,331,533
(+/-) Financial liabilities designated at fair value through profit or loss	0842		
(+/-) Financial liabilities at amortised cost	0843	(1,687,609)	(108,521)
(+/-) Other operating liabilities	0844	(540,459)	(1,312,348)
5. Income tax recovered/(paid)	0850	361,673	352,571
B) CASH FLOWS FROM INVESTING ACTIVITIES (1 + 2)	0860	62,942	371,235
1. Payments	0870	(892,626)	(1,612,172)
(-) Tangible assets	0871	(130,312)	(92,799)
(-) Intangible assets	0872	(73,033)	(80,578)
(-) Investments in subsidiaries, joint ventures and associates	0873	(686,181)	(1,296,033)
(-) Other business units	0874		
(-) Non-current assets and liabilities classified as held for sale	0875	(3,100)	(11,315)
(-) Held-to-maturity investments	0876		(131,447)
(-) Other payments related to investing activities	0877		
2. Proceeds:	0880	955,568	1,983,407
(+) Tangible assets	0881	21,038	10,610
(+) Intangible assets	0882		
(+) Investments in subsidiaries, joint ventures and associates	0883	901	325,843
(+) Other business units	0884		1,088,837
(+) Non-current assets and liabilities classified as held for sale	0885	402,544	558,117
(+) Held-to-maturity investments	0886	531,085	
(+) Other proceeds related to investing activities	0887		
C) CASH FLOWS FROM FINANCING ACTIVITIES (1 + 2)	0890	(386,031)	(4,965,724)
1. Payments	0900	(4,888,693)	(6,469,900)
(-) Dividends	0901	(358,675)	(251,837)
(-) Subordinated liabilities	0902		
(-) Redemption of own equity instruments	0903		
(-) Acquisition of own equity instruments	0904	(18)	(248)
(-) Other payments related to financing activities	0905	(4,530,000)	(6,217,815)
2. Proceeds:	0910	4,502,662	1,504,176
(+) Subordinated liabilities	0911		
(+) Issuance of own equity instruments	0912		
(+) Disposal of own equity instruments	0913	2,662	4,176
(+) Other proceeds related to financing activities	0914	4,500,000	1,500,000
D) EFFECT OF FOREIGN EXCHANGE RATE CHANGES	0920	(1,408)	(1,317)
E) NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A + B + C + D)	0930	271,328	(701,279)
F) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	0940	12,973,689	6,283,953
G) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (E + F)	0950	13,245,017	5,582,674

COMPONENTS OF CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD

		CURRENT PERIOD 30/06/2017	PREVIOUS PERIOD 30/06/2016
(+) Cash	0955	1,685,810	1,493,133
(+) Cash equivalent balances at central banks	0960	10,994,615	3,676,435
(+) Other financial assets	0965	564,592	413,106
(-) Less: Bank overdrafts repayable on demand	0970		
TOTAL CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	0980	13,245,017	5,582,674

IV. SELECTED FINANCIAL INFORMATION
6. CONSOLIDATED BALANCE SHEET (ADOPTED IFRS) (1/3)

Units: Thousand euros

ASSETS		CURRENT PERIOD 30/06/2017	PREVIOUS PERIOD 30/06/2016
1. Cash on hand, cash balances at central banks and other demand deposits	1040	14,768,439	13,259,957
2. Financial assets held for trading	1045	11,975,873	11,667,687
<i>Token entry: loans or provided as collateral with right of sale or pledge</i>	1046	584,405	1,796,932
3. Financial assets designated at fair value through profit or loss	1050	5,757,585	3,139,646
<i>Token entry: loaned or provided as collateral with right of sale or pledge</i>	1051		
4. Available-for-sale financial assets	1055	69,208,206	65,076,973
<i>Token entry: loaned or provided as collateral with right of sale or pledge</i>	1056	3,686,261	9,377,156
5. Loans and receivables	1060	229,787,629	207,640,937
<i>Token entry: loaned or provided as collateral with right of sale or pledge</i>	1061	88,669,677	80,981,698
6. Held-to-maturity investments	1065	7,789,210	8,305,902
<i>Token entry: loaned or provided as collateral with right of sale or pledge</i>	1066	2,472,303	2,875,627
7. Derivatives – hedge accounting	1070	2,799,707	3,090,475
8. Fair value changes of the hedged items in portfolio hedge of interest rate risk	1075	-7,355	134,586
9. Investments in joint ventures and associates	1080	6,211,022	6,420,710
a) Jointly-controlled entities	1091	1,300,536	1,193,962
b) Associates	1092	4,910,486	5,226,748
10. Insurance and reinsurance assets	1095	308,180	344,144
11. Tangible assets	1100	6,547,184	6,436,908
a) Property, plant and equipment	1101	3,080,707	3,004,662
i) For own use	1102	3,080,707	3,004,662
ii) Leased out under an operating lease	1103		
iii) Assigned to welfare projects (savings banks and credit cooperatives)	1104		
b) Investment property	1105	3,466,477	3,432,246
<i>Of which: leased out under an operating lease</i>	1106		
<i>Token entry: acquired under finance lease</i>	1107		
12. Intangible assets	1110	3,843,147	3,687,352
a) Goodwill	1111	3,050,845	3,050,845
b) Other intangible assets	1112	792,302	636,507
13. Tax assets	1120	10,619,867	10,521,402
a) Current tax assets	1121	599,667	878,739
b) Deferred tax assets	1122	10,020,200	9,642,663
14. Other assets	1130	2,689,063	1,795,723
a) Insurance contracts linked to pensions	1131		
b) Inventories	1132	1,010,316	1,012,896
c) Other assets	1133	1,678,747	782,827
15. Non-current assets and disposal groups classified as held for sale	1140	6,386,267	6,404,860
TOTAL ASSETS	1150	378,684,024	347,927,262

IV. SELECTED FINANCIAL INFORMATION

6. CONSOLIDATED BALANCE SHEET (ADOPTED IFRS) (2/3)

Units: Thousand euros

EQUITY AND LIABILITIES		CURRENT PERIOD 30/06/2017	CURRENT PERIOD 30/06/2016
1. Financial liabilities held for trading	1160	9,504,524	10,292,298
2. Financial liabilities designated at fair value through profit or loss	1170	7,208,229	3,763,976
<i>Token entry: subordinate liabilities</i>	1175		
3. Financial liabilities measured at amortised cost	1180	276,862,228	254,093,295
<i>Token entry: subordinate liabilities</i>	1185	5,192,127	4,118,792
4. Derivatives - hedge accounting	1190	891,863	625,544
5. Fair value changes of the hedged items in portfolio hedge of interest rate risk	1200	1,582,377	1,984,854
6. Insurance and reinsurance liabilities	1205	49,286,034	45,803,579
7. Provisions	1210	5,346,299	4,730,271
a) Pensions and other post-employment defined benefit obligations	1211	2,154,132	2,028,612
b) Other long-term employee benefits	1212	1,320,146	972,767
c) Pending legal issues and tax litigation	1213	768,446	633,224
d) Commitments and guarantees given	1214	348,919	228,553
e) Other provisions	1215	754,656	867,115
8. Tax liabilities	1220	1,214,402	1,186,209
a) Current tax liabilities	1221	6,915	218
b) Deferred tax liabilities	1223	1,207,487	1,185,991
9. Share capital repayable on demand	1230	0	0
10. Other liabilities	1240	2,328,212	1,805,635
<i>Of which: fund for welfare projects (savings banks and credit cooperatives)</i>	1241		
11. Liabilities included in disposal groups classified as held for sale	1250	84,624	86,039
TOTAL LIABILITIES	1260	354,308,792	324,371,700

IV. SELECTED FINANCIAL INFORMATION
6. CONSOLIDATED BALANCE SHEET (ADOPTED IFRS) (3/3)

Units: Thousand euros

EQUITY AND LIABILITIES (continuation)		CURRENT PERIOD 30/06/2017	CURRENT PERIOD 30/06/2016
CAPITAL AND RESERVES	1270	23,830,359	23,399,819
1. Capital	1280	5,981,438	5,981,438
a) Paid up capital	1281	5,981,438	5,981,438
b) Unpaid capital which has been called up	1282		
<i>Token entry: uncalled capital</i>	1283		
2. Share premium	1290	12,032,802	12,032,802
3. Equity instruments issued other than capital	1300	0	0
a) Equity component of compound financial instruments	1301		
b) Other equity instruments issued	1302		
4. Other equity	1310	9,079	7,499
5. Retained earnings	1320	5,524,303	5,239,487
6. Revaluation reserves	1330		
7. Other reserves	1340	(543,802)	(716,893)
8. (-) Treasury shares	1350	(12,951)	(14,339)
9. Profit or loss attributable to owners of the parent	1360	839,490	1,047,004
10. (-) Interim dividends	1370	0	(177,179)
ACCUMULATED OTHER COMPREHENSIVE INCOME	1380	154,517	126,621
1. Items that will not be reclassified to profit or loss	1390	0	0
a) Actuarial gains or (-) losses on defined benefit pension plans	1391		
b) Non-current assets and disposal groups classified as held for sale	1392		
c) Share of other recognised income and expense of investments in joint ventures and associates	1393		
d) Other valuation adjustments	1394		
2. Items that may be reclassified to profit or loss	1400	154,517	126,621
a) Hedge of net investments in foreign operations (effective portion)	1401		
b) Foreign currency translation	1402	2,764	2,332
c) Hedging derivatives. Cash flow hedges (effective portion)	1403	30,627	25,316
d) Available-for-sale financial assets	1404	34,654	(26,494)
i) Debt instruments	1405	368,266	366,815
ii) Equity instruments	1406	(333,612)	(393,309)
e) Non-current assets and disposal groups classified as held for sale	1407		
f) Share of other recognised income and expense of investments in joint ventures and associates	1408	86,472	125,467
MINORITY INTEREST [Non-controlling interests]	1410	390,356	29,122
1. Accumulated other comprehensive income	1420	1,655	50
2. Other items	1430	388,701	29,072
TOTAL EQUITY	1450	24,375,232	23,555,562
TOTAL EQUITY AND LIABILITIES	1460	378,684,024	347,927,262

TOKEN ENTRY: OFF-BALANCE-SHEET EXPOSURE

1. Guarantees given	1470	4,623,077	3,486,709
2. Contingent commitments given	1480	80,000,318	75,651,105

IV. SELECTED FINANCIAL INFORMATION

7. CONSOLIDATED PROFIT AND LOSS ACCOUNT (ADOPTED IFRS)

Units: Thousand euros

		PRESENT CURR. PERIOD (2nd HALF YEAR)	PREVIOUS CURR. PERIOD (2nd HALF YEAR)	CURRENT CUMULATIVE 30/06/2017	PREVIOUS CUMULATIVE 30/06/2016
(+) Interest income	1501			3,431,615	3,348,007
(-) Interest expense	1502			(1,082,527)	(1,307,370)
(-) Expenses on share capital repayable on demand	1503				
= A) NET INTEREST INCOME	1505	0	0	2,349,088	2,040,637
(+) Dividend income	1506			120,751	107,967
(+/-) Profit (loss) of equity-accounted investees	1507			267,723	291,635
(+) Fee and commission income	1508			1,367,385	1,083,268
(-) Fee and commission expense	1509			(115,454)	(73,067)
Gains or losses on derecognition of financial assets and liabilities not (+/-) measured at fair value through profit or loss, net	1510			63,921	639,563
(+/-) Gains or losses on financial assets and liabilities held for trading, net	1511			43,501	(177,234)
Gains or losses on financial assets and liabilities designated at fair (+/-) value through profit or loss, net	1512				
(+/-) Gains or losses from hedge accounting, net	1513			18,876	14,951
(+/-) Exchange differences, net	1514			51,585	117,191
(+) Other operating income	1515			379,599	299,582
(-) Other operating expenses	1516			(499,361)	(434,925)
(+) Income from insurance and reinsurance assets	1517			519,309	494,364
(-) Expenses of insurance and reinsurance liabilities	1518			(286,438)	(354,677)
= B) GROSS OPERATING INCOME	1520	0	0	4,280,485	4,049,255
(-) Administrative expenses:	1521	0	0	(2,103,006)	(1,820,878)
(-) a) Staff expenses	1522			(1,532,190)	(1,326,387)
(-) b) Other administrative expenses	1523			(570,816)	(494,491)
(-) Depreciation	1524			(219,964)	(181,489)
(+/-) Provisions or reversal of provisions	1525			(628,203)	(262,580)
Impairment or reversal of impairment of non-financial assets not (+/-) measured at fair value through profit or loss	1526	0	0	(606,116)	(648,979)
(+/-) a) Financial assets measured at cost	1527				
(+/-) b) Available-for-sale financial assets	1528			(137,634)	(230,226)
(+/-) c) Loans and receivables	1529			(468,482)	(537,709)
(+/-) d) Held-to-maturity investments	1530			0	118,956
= C) NET OPERATING INCOME	1540	0	0	723,196	1,135,329
Impairment or reversal of impairment of investments in joint ventures (+/-) and associates	1541			(10)	(1,100)
(+/-) Impairment or reversal of impairment on non-financial assets	1542	0	0	(9,308)	(20,771)
(+/-) a) Property, plant and equipment	1543			(2,890)	(20,905)
(+/-) b) Intangible assets	1544			(6,418)	151
(+/-) c) Other	1545			0	(17)
Gains or losses on derecognition of non-financial assets and (+/-) shareholdings, net	1546			(172,750)	(158,642)
(+) Negative goodwill recognised in profit or loss	1547			441,555	66,925
Profit or loss from non-current assets and disposal groups classified as (+/-) held for sale not qualifying as discontinued operations	1548			22,749	(133,713)
D) PROFIT OR LOSS BEFORE TAX FROM CONTINUING = OPERATIONS	1550	0	0	1,005,432	888,028
Tax expense or income related to profit or loss from continuing (+/-) operations	1551			(149,199)	(242,635)
= E) PROFIT OR LOSS AFTER TAX FROM CONTINUING OPERATIONS	1560	0	0	856,233	645,393
(+/-) Profit or loss after tax from discontinued operations	1561			(126)	(1,364)
= PROFIT OR LOSS FOR THE PERIOD	1570	0	0	856,107	644,029
Attributable to minority interest [non-controlling interests]	1571			16,617	5,973
Attributable to owners of the parent	1572			839,490	638,056

EARNINGS PER SHARE		Amount (X.XX euros)	Amount (X.XX euros)	Amount (X.XX euros)	Amount (X.XX euros)
Basic	1580			0,14	0,11
Diluted	1590			0,14	0,11

In the half-yearly financial report for the first half of the year, the data relating to the present period match the cumulative data, which do not therefore need to be completed.

IV. SELECTED FINANCIAL INFORMATION

8. CONSOLIDATED STATEMENT OF RECOGNISED INCOME AND EXPENSE (ADOPTED IFRS)

Units: Thousand euros

		CURRENT PERIOD 30/06/2017	PREVIOUS PERIOD 30/06/2016
A) PROFIT OR LOSS FOR THE PERIOD	1600	856,107	644,029
B) OTHER COMPREHENSIVE INCOME	1610	29,501	(1,297,290)
1. Items that will not be reclassified to profit or loss	1620	0	0
a) Actuarial gains or (-) losses on defined benefit pension plans	1621		
b) Non-current assets and disposal groups held for sale	1622		
c) Other valuation adjustments	1623		
d) Income tax relating to items that will not be reclassified	1624		
2. Items that may be reclassified to profit or loss	1630	29,501	(1,297,290)
a) Hedge of net investments in foreign operations [effective portion]	1635	0	0
- Valuation gains or losses taken to equity	1636		
- Transferred to profit or loss	1637		
- Other reclassifications	1638		
b) Foreign currency translation	1640	948	(377,725)
- Translation gains or losses taken to equity	1641	948	(132,824)
- Transferred to profit or loss	1642		(244,901)
- Other reclassifications	1643		
c) Cash flow hedges [effective portion]	1645	2,927	(70,895)
- Valuation gains or losses taken to equity	1646	(3,794)	(60,204)
- Transferred to profit or loss	1647	6,721	(10,691)
- Transferred to initial carrying amount of hedged items	1648		
- Other reclassifications	1649		
d) Available-for-sale financial assets	1650	40,062	(697,728)
- Valuation gains or losses taken to equity	1651	(10,723)	(398,129)
- Transferred to profit or loss	1652	50,785	(299,599)
- Other reclassifications	1653		
e) Non-current assets and disposal groups held for sale	1655	0	0
- Valuation gains or losses taken to equity	1656		
- Transferred to profit or loss	1657		
- Other reclassifications	1658		
f) Share of other recognised income and expense of investments in joint ventures and associates	1659	(38,995)	(139,989)
g) Income tax relating to items that may be reclassified to profit or loss	1660	24,559	(10,953)
C) TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	1670	885,608	(653,261)
Attributable to minority interest [non-controlling interests]	1680	18,222	5,504
Attributable to owners of the parent	1690	867,386	(658,765)

IV. SELECTED FINANCIAL INFORMATION

9. CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (ADOPTED IFRS) (1/2)

Units: Thousand euros

Sources of equity changes Current period		Capital	Share premium	Equity instruments issued other than capital	Other equity	Retained earnings	Revaluation reserves	Other reserves	(-) Treasury shares	Profit or loss for the period - Attributable to owners of the parent	(-) Interim dividends	Accumulated other comprehensive income	Non-controlling interests		Total
													Accumulated other comprehensive income	Other items	
Opening balance [before restatement]	1700	5,981,438	12,032,802		7,499	5,239,487		(716,893)	(14,339)	1,047,004	(177,179)	126,621	50	29,072	23,555,562
Effects of corrections of errors	1701														0
Effects of changes in accounting policies	1702														0
Opening balance [current period]	1710	5,981,438	12,032,802	0	7,499	5,239,487	0	(716,893)	(14,339)	1,047,004	(177,179)	126,621	50	29,072	23,555,562
Total comprehensive income for the period	1720									839,490		27,896	1,605	16,617	885,608
Other changes in equity	1730	0	0	0	1,580	284,816	0	173,091	1,388	(1,047,004)	177,179	0	0	343,012	(65,938)
Issuance of ordinary shares	1731														0
Issuance of preference shares	1732														0
Issuance of other equity instruments	1733														0
Exercise or expiration of other equity instruments issued	1734														0
Conversion of debt to equity	1735														0
Capital reduction	1736														0
Dividends (or remuneration to shareholders)	1737					(358,675)									(358,675)
Purchase of treasury shares	1738								(1,405)						(1,405)
Sale or cancellation of treasury shares	1739								2,793						2,793
Reclassification of financial instruments from equity to liability	1740														0
Reclassification of financial instruments from liability to equity	1741														0
Transfers among components of equity	1742					684,626		185,199		(1,047,004)	177,179				0
Equity increase or (-) decrease resulting from business combinations	1743														0
Share based payments	1744														0
Other increase or (-) decrease in equity	1745				1,580	(41,135)		(12,108)						343,012	291,349
<i>Of which: discretionary transfer to welfare projects and funds (savings banks and credit cooperatives)</i>	1746														0
Closing balance [current period]	1750	5,981,438	12,032,802	0	9,079	5,524,303	0	(543,802)	(12,951)	839,490	0	154,517	1,655	388,701	24,375,232

IV. SELECTED FINANCIAL INFORMATION

9. CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (ADOPTED IFRS) (2/2)

Units: Thousand euros

Sources of equity changes Previous period		Capital	Share premium	Equity instruments issued other than capital	Other equity	Retained earnings	Revaluation reserves	Other reserves	(-) Treasury shares	Profit or loss for the period - Attributable to owners of the parent	(-) Interim dividends	Accumulated other comprehensive income	Non-controlling interests		Total
													Accumulated other comprehensive income	Other items	
Opening balance [before restatement] [comparative period]	1751	5,823,990	12,032,802		5,120	4,850,813		413,916	(19,713)	814,460	(232,754)	1,480,290	530	35,096	25,204,550
Effects of corrections of errors	1752														0
Effects of changes in accounting policies	1753														0
Opening balance [comparative period]	1754	5,823,990	12,032,802	0	5,120	4,850,813	0	413,916	(19,713)	814,460	(232,754)	1,480,290	530	35,096	25,204,550
Total comprehensive income for the comparative period	1755									638,056		(1,296,821)	(469)	5,973	(653,261)
Other changes in equity	1756	86,253	0	0	1,403	414,829	0	(304,502)	(2,004,727)	(814,460)	232,754	0	0	(1,574)	(2,390,024)
Issuance of ordinary shares	1757	86,253				(86,253)									0
Issuance of preference shares	1758														0
Issuance of other equity instruments	1759														0
Exercise or expiration of other equity instruments issued	1760														0
Conversion of debt to equity	1761														0
Capital reduction	1762														0
Dividends (or remuneration to shareholders)	1763					(251,837)								(2,383)	(254,220)
Purchase of treasury shares	1764								(2,004,727)						(2,004,727)
Sale or cancellation of treasury shares	1765														0
Reclassification of financial instruments from equity to liability	1766														0
Reclassification of financial instruments from liability to equity	1767														0
Transfers among components of equity	1768					863,394		(281,688)		(814,460)	232,754				0
Equity increase or (-) decrease resulting from business combinations	1769														0
Share based payments	1770				1,403										1,403
Other increase or (-) decrease in equity	1771					(110,475)		(22,814)						809	(132,480)
<i>Of which: discretionary transfer to welfare projects and funds (savings banks and credit cooperatives)</i>	1772														0
Closing balance [comparative period]	1773	5,910,243	12,032,802	0	6,523	5,265,642	0	109,414	(2,024,440)	638,056	0	183,469	61	39,495	22,161,265

IV. SELECTED FINANCIAL INFORMATION

10. A. CONSOLIDATED STATEMENT OF CASH FLOWS (INDIRECT METHOD) (ADOPTED IFRS)

Units: Thousand euros

		CURRENT PERIOD 30/06/2017	PREVIOUS PERIOD 30/06/2016
A) CASH FLOWS FROM OPERATING ACTIVITIES (1 + 2 + 3 + 4 + 5)	1800	349,874	3,257,001
1. Profit or loss for the period	1810	856,107	644,029
2. Adjustments to obtain cash flows from operating activities	1820	2,621,859	3,665,539
(+) Depreciation and amortisation	1821	219,964	181,489
(+/-) Other adjustments	1822	2,401,895	3,484,050
3. Net increase/(decrease) in operating assets:	1830	(1,049,712)	(13,818,167)
(+/-) Financial assets held for trading	1831	1,910,926	(2,445,086)
(+/-) Financial assets designated at fair value through profit or loss	1832	(1,349,213)	(622,643)
(+/-) Available-for-sale financial assets	1833	(342,485)	(4,042,168)
(+/-) Loans and receivables	1834	(2,467,603)	(8,602,038)
(+/-) Other operating assets	1835	1,198,663	1,893,768
4. Net increase/(decrease) in operating liabilities:	1840	(2,440,053)	12,413,021
(+/-) Financial liabilities held for trading	1841	(984,052)	422,539
(+/-) Financial liabilities designated at fair value through profit or loss	1842	1,229,262	775,494
(+/-) Financial liabilities at amortised cost	1843	(2,018,765)	10,578,085
(+/-) Other operating liabilities	1844	(666,498)	636,903
5. Income tax recovered/(paid)	1850	361,673	352,579
B) CASH FLOWS FROM INVESTING ACTIVITIES (1 + 2)	1860	1,547,303	977,476
1. Payments	1870	(959,654)	(491,498)
(-) Tangible assets	1871	(198,512)	(179,727)
(-) Intangible assets	1872	(98,881)	(62,598)
(-) Investments in joint ventures and associates	1873	(3,926)	(97,031)
(-) Other business units	1874	(644,523)	0
(-) Non-current assets and liabilities classified as held for sale	1875	(13,812)	(20,695)
(-) Held-to-maturity investments	1876	0	(131,447)
(-) Other payments related to investing activities	1877	0	0
2. Proceeds:	1880	2,506,957	1,468,974
(+) Tangible assets	1881	45,841	6,823
(+) Intangible assets	1882	0	0
(+) Investments in joint ventures and associates	1883	3,233	681,891
(+) Other business units	1884	0	0
(+) Non-current assets and liabilities classified as held for sale	1885	574,931	780,260
(+) Held-to-maturity investments	1886	532,992	0
(+) Other proceeds related to investing activities	1887	1,349,960	0
C) CASH FLOWS FROM FINANCING ACTIVITIES (1 + 2)	1890	(387,287)	(4,967,397)
1. Payments	1900	(4,890,080)	(6,471,573)
(-) Dividends	1901	(358,675)	(251,837)
(-) Subordinated liabilities	1902	0	0
(-) Redemption of own equity instruments	1903	0	0
(-) Acquisition of own equity instruments	1904	(1,405)	(347)
(-) Other payments related to financing activities	1905	(4,530,000)	(6,219,389)
2. Proceeds:	1910	4,502,793	1,504,176
(+) Subordinated liabilities	1911	0	0
(+) Issuance of own equity instruments	1912	0	0
(+) Disposal of own equity instruments	1913	2,793	4,176
(+) Other proceeds related to financing activities	1914	4,500,000	1,500,000
D) EFFECT OF FOREIGN EXCHANGE RATE CHANGES	1920	(1,408)	(1,317)
E) NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A + B + C + D)	1930	1,508,482	(734,237)
F) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	1940	13,259,957	6,615,172
G) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (E + F)	1950	14,768,439	5,880,935

		CURRENT PERIOD 30/06/2017	PREVIOUS PERIOD 30/06/2016
COMPONENTS OF CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD			
(+) Cash	1955	1,875,408	1,493,163
(+) Cash equivalent balances at central banks	1960	11,788,782	3,676,436
(+) Other financial assets	1965	1,104,249	711,336
(-) Less: Bank overdrafts repayable on demand	1970	0	0
TOTAL CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	1980	14,768,439	5,880,935
<i>Of which: in power of group entities but not available for the group</i>	1990		

IV. SELECTED FINANCIAL INFORMATION

10. B. CONSOLIDATED STATEMENT OF CASH FLOWS (DIRECT METHOD) (ADOPTED IFRS)

Units: Thousand euros

		CURRENT PERIOD 30/06/2017	PREVIOUS PERIOD 30/06/2016
A) CASH FLOWS FROM OPERATING ACTIVITIES	2000		
(+/-) Proceeds/(Payments) on operating assets	2001		
(+/-) Proceeds/(Payments) on operating liabilities	2002		
(+/-) Income tax recovered/(paid)	2003		
(+/-) Other proceeds/(payments) from operating activities	2004		
B) CASH FLOWS FROM INVESTING ACTIVITIES (1 + 2)	2010		
1. Payments	2020		
(-) Tangible assets	2021		
(-) Intangible assets	2022		
(-) Investments in joint ventures and associates	2023		
(-) Subsidiaries and other business units	2024		
(-) Non-current assets and liabilities classified as held for sale	2025		
(-) Held-to-maturity investments	2026		
(-) Other payments related to investing activities	2027		
2. Proceeds:	2030		
(+) Tangible assets	2031		
(+) Intangible assets	2032		
(+) Investments in joint ventures and associates	2033		
(+) Subsidiaries and other business units	2034		
(+) Non-current assets and liabilities classified as held for sale	2035		
(+) Held-to-maturity investments	2036		
(+) Other proceeds related to investing activities	2037		
C) CASH FLOWS FROM FINANCING ACTIVITIES (1 + 2)	2040		
1. Payments	2050		
(-) Dividends	2051		
(-) Subordinated liabilities	2052		
(-) Redemption of own equity instruments	2053		
(-) Acquisition of own equity instruments	2054		
(-) Other payments related to financing activities	2055		
2. Proceeds:	2060		
(+) Subordinated liabilities	2061		
(+) Issuance of own equity instruments	2062		
(+) Disposal of own equity instruments	2063		
(+) Other proceeds related to financing activities	2064		
D) EFFECT OF FOREIGN EXCHANGE RATE FLUCTUATIONS ON CASH AND CASH EQUIVALENTS HELD	2070		
E) NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A + B + C + D)	2080		
F) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	2090		
G) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (E + F)	2100		

COMPONENTS OF CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD

		CURRENT PERIOD 30/06/2017	PREVIOUS PERIOD 30/06/2016
(+) Cash	2110		
(+) Cash equivalent balances at central banks	2115		
(+) Other financial assets	2120		
(-) Less: Bank overdrafts repayable on demand	2125		
TOTAL CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	2130		
<i>Of which: in power of group entities but not available for the group</i>	2140		

IV. SELECTED FINANCIAL INFORMATION
11. CHANGES IN THE COMPOSITION OF THE GROUP

Table 1:

BUSINESS COMBINATIONS AND OTHER ACQUISITIONS OR INCREASES IN HOLDINGS IN SUBSIDIARIES, JOINT VENTURES AND/OR INVESTMENTS IN ASSOCIATES (PRESENT PERIOD).						
Name of company (or business line) acquired or merged	Category	Effective date of transaction (dd/mm/yyyy)	(Net) cost of the combination (a) + (b) (thousand euros)		% of voting rights acquired	% of total voting rights in the company after acquisition
			(Net) amount paid in the acquisition + other costs directly attributable to the combination (a)	Fair value of equity instruments issued for the acquisition of the company (b)		
Banco BPI	Subsidiary	07/02/2017	644,523	0	39,01%	84,51%

Table 2:

REDUCTION IN HOLDINGS IN SUBSIDIARIES, JOINT VENTURES AND/OR INVESTMENTS IN ASSOCIATES OR OTHER TRANSACTIONS OF A SIMILAR NATURE (PRESENT PERIOD)					
Name of company (or business line) sold, spun off or retired	Category	Effective date of transaction (dd/mm/yyyy)	% of voting rights sold or retired	% of total voting rights in the company after disposal	Profit/(Loss) generated (thousand euros)

IV. SELECTED FINANCIAL INFORMATION

12. DIVIDENDS PAID

		CURRENT PERIOD			PREVIOUS PERIOD		
		% of nominal value	Euros per share (X.XX)	Amount (thousand euros)	% of nominal value	Euros per share (X.XX)	Amount (thousand euros)
Ordinary shares	2158	6,00	0,06	358,675	4,00	0,04	236,233
Other shares (non-voting shares, redeemable shares, etc.)	2159						
Total dividends paid	2160	6,00	0,06	358,675	4,00	0,04	236,233

a) Dividends charged to profit and loss	2155	6,00	0,06	358,675	4,00	0,04	236,233
b) Dividends charged to reserves or share premium	2156						
c) Dividends in kind	2157						

IV. SELECTED FINANCIAL INFORMATION

13. BREAKDOWN OF FINANCIAL INSTRUMENTS BY NATURE AND CATEGORY (1/2)

Units: Thousand euros

FINANCIAL ASSETS: NATURE/CATEGORY		CURRENT PERIOD			
		Financial assets held for trading	Financial assets designated at fair value through profit or loss	Available-for-sale financial assets	Loans and receivables
Derivatives	2470	14,999,274			
Equity instruments	2480	305,060	1,796	2,711,566	
Debt securities	2490	2,219,446		13,380,825	1,356,341
Loans and advances	2500				215,340,979
Central banks	2501				0
Credit institutions	2502				6,431,092
Customers	2503				208,909,887
(INDIVIDUAL) TOTAL	2510	17,523,780	1,796	16,092,391	216,697,320
Derivatives	2520	8,787,055			
Equity instruments	2530	427,495	2,445,168	3,074,643	
Debt securities	2540	2,761,323	3,237,182	66,133,563	2,931,021
Loans and advances	2550	0	75,235		226,856,608
Central banks	2551				4,500
Credit institutions	2552		75,235		6,595,129
Customers	2553				220,256,979
(CONSOLIDATED) TOTAL	2560	11,975,873	5,757,585	69,208,206	229,787,629

FINANCIAL LIABILITIES: NATURE/CATEGORY		CURRENT PERIOD		
		Financial liabilities held for trading	Financial liabilities designated at fair value through profit or loss	Financial liabilities at amortised cost
Derivatives	2570	14,781,968		
Short positions	2580	906,473		
Deposits	2590			227,139,824
Central banks	2591			30,580,452
Credit institutions	2592			5,368,873
Customers	2593			191,190,499
Debt securities issued	2600			25,611,342
Other financial liabilities	2610		1,796	4,036,532
(INDIVIDUAL) TOTAL	2620	15,688,441	1,796	256,787,698
Derivatives	2630	8,593,144		
Short positions	2640	911,380		
Deposits	2650	0	7,206,433	243,711,078
Central banks	2651			32,725,832
Credit institutions	2652			7,488,616
Customers	2653		7,206,433	203,496,630
Debt securities issued	2660			28,372,496
Other financial liabilities	2670		1,796	4,778,654
(CONSOLIDATED) TOTAL	2680	9,504,524	7,208,229	276,862,228

IV. SELECTED FINANCIAL INFORMATION

13. BREAKDOWN OF FINANCIAL INSTRUMENTS BY NATURE AND CATEGORY (2/2)

Units: Thousand euros

FINANCIAL ASSETS: NATURE/CATEGORY		PREVIOUS PERIOD			
		Financial assets held for trading	Financial assets designated at fair value through profit or loss	Available-for-sale financial assets	Loans and receivables
Derivatives	5470	16,004,290			
Equity instruments	5480	294,923		2,798,772	
Debt securities	5490	1,796,932		14,551,673	1.032.770
Loans and advances	5500	0	0	0	216.247.157
Central banks	5501				
Credit institutions	5502				7.096.315
Customers	5503				209.150.842
(INDIVIDUAL) TOTAL	5510	18,096,145	0	17,350,445	217.279.927
Derivatives	5520	9,575,832			
Equity instruments	5530	294,923	1,806,976	2,946,030	
Debt securities	5540	1,796,932	1,332,670	62,130,943	561.139
Loans and advances	5550	0	0		207.079.798
Central banks	5551				0
Credit institutions	5552		0		6.741.354
Customers	5553				200.338.444
(CONSOLIDATED) TOTAL	5560	11,667,687	3,139,646	65,076,973	207.640.937

FINANCIAL LIABILITIES: NATURE/CATEGORY		PREVIOUS PERIOD		
		Financial liabilities held for trading	Financial liabilities designated at fair value through profit or loss	Financial liabilities at amortised cost
Derivatives	5570	15,823,009		
Short positions	5580	897,739		
Deposits	5590	0	0	230,141,295
Central banks	5591			30,029,382
Credit institutions	5592			5,789,101
Customers	5593			194,322,812
Debt securities issued	5600			25,628,858
Other financial liabilities	5610			2,736,950
(INDIVIDUAL) TOTAL	5620	16,720,748	0	258,507,103
Derivatives	5630	9,394,559		
Short positions	5640	897,739		
Deposits	5650	0	3,763,976	223,511,848
Central banks	5651			30,029,382
Credit institutions	5652			6,315,758
Customers	5653		3,763,976	187,166,708
Debt securities issued	5660			27,708,015
Other financial liabilities	5670		0	2,873,432
(CONSOLIDATED) TOTAL	5680	10,292,298	3,763,976	254,093,295

IV. SELECTED FINANCIAL INFORMATION

14. SEGMENT INFORMATION

Units: Thousand euros

Table 1:

		DISTRIBUTION OF INTEREST INCOME BY GEOGRAPHIC AREA			
		INDIVIDUAL		CONSOLIDATED	
GEOGRAPHIC AREA		CURRENT PERIOD	PREVIOUS PERIOD	CURRENT PERIOD	PREVIOUS PERIOD
Domestic market	2210	2,142,929	2,342,481	3,243,105	3,341,929
Exports:	2215	5,178	6,078	188,510	6,078
a) European Union	2216	3,518	3,533	186,849	3,533
b) OECD countries	2217	0	0	0	0
c) Other countries	2218	1,660	2,545	1,661	2,545
TOTAL	2220	2,148,107	2,348,559	3,431,615	3,348,007

Table 2:

		Ordinary revenue					
		CONSOLIDATED					
		Ordinary revenue from foreign customers		Ordinary revenue between segments		Total ordinary revenue	
SEGMENTS		CURRENT PERIOD	PREVIOUS PERIOD	CURRENT PERIOD	PREVIOUS PERIOD	CURRENT PERIOD	PREVIOUS PERIOD
Banking and Insurance business	2221	5,496,294	5,628,897			5,496,294	5,628,897
Non-Core Real Estate business	2222	128,237	145,495			128,237	145,495
Investments business	2223	151,508	327,711			151,508	327,711
BPI	2224	436,641	0			436,641	0
	2225					0	0
	2226					0	0
	2227					0	0
	2228					0	0
	2229					0	0
	2230					0	0
(-) Adjustments and elimination of ordinary revenue between segments	2231					0	0
TOTAL	2235	6,212,680	6,102,103	0	0	6,212,680	6,102,103

Table 3:

		CONSOLIDATED	
		Profit (loss)	
SEGMENTS		CURRENT PERIOD	PREVIOUS PERIOD
Banking and Insurance business	2250	927,378	943,341
Non-Core Real Estate business	2251	(256,686)	(355,253)
Investments business	2252	91,894	49,968
BPI	2253	76,904	0
	2254		
	2255		
	2256		
	2257		
	2258		
	2259		
Total profit (loss) of segments reported	2260	839,490	638,056
(+/-) Unallocated profit (loss)	2261		
(+/-) Elimination of internal profit (loss) (between segments)	2262		
(+/-) Other profit (loss)	2263	16,617	5,973
(+/-) Income tax and/or profit (loss) from discontinued activities	2264	149,325	243,999
PROFIT (LOSS) BEFORE TAX	2270	1,005,432	888,028

IV. SELECTED FINANCIAL INFORMATION

15. AVERAGE WORKFORCE AND NUMBER OF OFFICES

		INDIVIDUAL		CONSOLIDATED	
		CURRENT PERIOD	PREVIOUS PERIOD	CURRENT PERIOD	PREVIOUS PERIOD
AVERAGE WORKFORCE	2295	29,692	29,840	37,624	32,274
Men	2296	13,982	14,197	17,708	15,424
Women	2297	15,710	15,643	19,916	16,850

		CURRENT PERIOD	PREVIOUS PERIOD
NUMBER OF OFFICES	2298	5,497	5,046
Spain	2299	4,941	5,027
Abroad	2300	556	19

IV. SELECTED FINANCIAL INFORMATION

16. REMUNERATION RECEIVED BY DIRECTORS AND MANAGING DIRECTORS

Credit Institutions except Savings Banks

DIRECTORS:

Type of remuneration:		Amount (thousand euros)	
		CURRENT PERIOD	PREVIOUS PERIOD
Fixed remuneration	2310	2,708	2,730
Variable remuneration	2311	492	488
Attendance fees	2312		
Directors' fees	2313		
Options on shares and/or other financial instruments	2314		
Other	2315	364	595
Total	2320	3,564	3,813

Other benefits:

Advances	2326		
Loans granted	2327	1,081	1,024
Pension funds and plans: Contributions	2328	178	178
Pension funds and plans: Contracted obligations	2329	16,491	15,498
Life insurance premiums	2330	91	85
Guarantees granted to directors	2331		

MANAGING DIRECTORS:

Total remuneration paid to managing directors	2325	6,003	5,134
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Savings Banks

DIRECTORS:		Amount (thousand euros)	
		CURRENT PERIOD	PREVIOUS PERIOD
Attendance fees and other remuneration	2332		

CONTROL COMMITTEE:

Attendance fees and other remuneration	2333		
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KEY MANAGING DIRECTORS AND MEMBERS OF THE BOARD OF DIRECTORS IN THEIR CAPACITY AS MANAGING DIRECTORS

		Amount (thousand euros)	
		CURRENT PERIOD	PREVIOUS PERIOD
Salaries and other remuneration	2334		
Obligations relating to pensions or payment of life insurance premiums	2335		

IV. SELECTED FINANCIAL INFORMATION
17. RELATED-PARTY TRANSACTIONS (1/2)

Units: Thousand euros

RELATED-PARTY TRANSACTIONS		CURRENT PERIOD				
		Significant shareholders	Directors and managing directors	Group employees, companies and entities	Other related parties	Total
EXPENSES AND REVENUE						
1) Finance costs	2340					
2) Management and cooperation contracts	2341					
3) R&D transfers and licence agreements	2342					
4) Leases	2343					
5) Receipt of services	2344					
6) Purchase of goods (finished or in progress)	2345					
7) Allowance for bad and doubtful debts	2346					
8) Losses on retirement or disposal of assets	2347					
9) Other expenses	2348					
EXPENSES (1 + 2 + 3 + 4 + 5 + 6 + 7 + 8 + 9)	2350					
10) Finance income	2351					
11) Management and cooperation contracts	2352					
12) R&D transfers and licence agreements	2353					
13) Dividends received	2354					
14) Leases	2355					
15) Provision of services	2356					
16) Sale of goods (finished or in progress)	2357					
17) Gains on retirement or disposal of assets	2358					
18) Other revenue	2359					
REVENUE (10 + 11 + 12 + 13 + 14 + 15 + 16 + 17 + 18)	2360					

		CURRENT PERIOD				
		Significant shareholders	Directors and managing directors	Group employees, companies and entities	Other related parties	Total
OTHER TRANSACTIONS:						
Purchase of property, plant and equipment, intangible assets and other assets	2371					
Financing agreements: loans and capital contributions (lender)	2372					
Finance lease arrangements (lessor)	2373					
Repayment or cancellation of loans and lease arrangements (lessor)	2377					
Sale of property, plant and equipment, intangible assets and other assets	2374					
Financing agreements: loans and capital contributions (borrower)	2375					
Finance lease arrangements (lessee)	2376					
Repayment or cancellation of loans and lease arrangements (lessee)	2378					
Collateral and guarantees given	2381					
Collateral and guarantees received	2382					
Commitments assumed	2383					
Commitment/Guarantees cancelled	2384					
Dividends and other earnings distributed	2386					
Other transactions	2385					

IV. SELECTED FINANCIAL INFORMATION
17. RELATED-PARTY TRANSACTIONS (2/2)

Units: Thousand euros

RELATED-PARTY TRANSACTIONS		PREVIOUS PERIOD				
		Significant shareholders	Directors and managing directors	Group employees, companies and entities	Other related parties	Total
EXPENSES AND REVENUE						
1) Finance costs	2340					
2) Management and cooperation contracts	2341					
3) R&D transfers and licence agreements	2342					
4) Leases	2343					
5) Receipt of services	2344					
6) Purchase of goods (finished or in progress)	2345					
7) Allowance for bad and doubtful debts	2346					
8) Losses on retirement or disposal of assets	2347					
9) Other expenses	2348					
EXPENSES (1 + 2 + 3 + 4 + 5 + 6 + 7 + 8 + 9)	2350					
10) Finance income	2351					
11) Management and cooperation contracts	2352					
12) R&D transfers and licence agreements	2353					
13) Dividends received	2354					
14) Leases	2355					
15) Provision of services	2356					
16) Sale of goods (finished or in progress)	2357					
17) Gains on retirement or disposal of assets	2358					
18) Other revenue	2359					
REVENUE (10 + 11 + 12 + 13 + 14 + 15 + 16 + 17 + 18)	2360					

		PREVIOUS PERIOD				
		Significant shareholders	Directors and managing directors	Group employees, companies and entities	Other related parties	Total
OTHER TRANSACTIONS:						
Purchase of property, plant and equipment, intangible assets and other assets	2371					
Financing agreements: loans and capital contributions (lender)	2372					
Finance lease arrangements (lessor)	2373					
Repayment or cancellation of loans and lease arrangements (lessor)	2377					
Sale of property, plant and equipment, intangible assets and other assets	2374					
Financing agreements: loans and capital contributions (borrower)	2375					
Finance lease arrangements (lessee)	2376					
Repayment or cancellation of loans and lease arrangements (lessee)	2378					
Collateral and guarantees given	2381					
Collateral and guarantees received	2382					
Commitments assumed	2383					
Commitment/Guarantees cancelled	2384					
Dividends and other earnings distributed	2386					
Other transactions	2385					

IV. SELECTED FINANCIAL INFORMATION

18. SOLVENCY INFORMATION

Units: Percentage

		CURRENT PERIOD	PREVIOUS PERIOD
CAPITAL RATIOS			
Eligible Common Equity Tier 1 capital (thousand euros) (a)	7010	18,887,131	17,789,218
Eligible Additional Tier 1 capital (thousand euros) (b)	7020	120,700	0
Eligible Tier 2 capital (thousand euros) (c)	7040	4,062,969	4,002,657
Risks (thousand euros) (d)	7030	151,503,827	134,863,962
Common Equity Tier 1 capital ratio (CET 1) (A)=(a)/(d)	7110	12.47%	13.19%
Additional Tier 1 capital ratio (AT 1) (B)=(b)/(d)	7120	0.08%	0.00%
Tier 1 capital ratio (Tier 1) (A)+(B)	7140	12.55%	13.19%
Tier 2 capital ratio (Tier 2) (C)=(c)/(d)	7130	2.68%	2.97%
Total capital ratio (A)+(B)+(C)	7140	15.23%	16.16%

		CURRENT PERIOD	PREVIOUS PERIOD
LEVERAGE			
Tier 1 capital (thousand euros) (a)	7050	19,007,831	17,789,218
Exposure (thousand euros) (b)	7060	338,842,413	309,678,048
Leverage ratio (a)/(b)	7070	5.61%	5.74%

IV. SELECTED FINANCIAL INFORMATION

19. CREDIT QUALITY OF THE PORTFOLIO OF LOANS AND RECEIVABLES

Units: Thousand euros

		CURRENT PERIOD	PREVIOUS PERIOD
GROSS AMOUNT			
Normal risk	7500	214,899,358	199,979,244
<i>Of which: under special monitoring</i>	7501		
Substandard risk	7502		
Non-performing risk	7503	14,888,271	14,351,398
Total gross amount	7505	229,787,629	214,330,642

		CURRENT PERIOD	PREVIOUS PERIOD
IMPAIRMENT LOSSES			
Normal risk	7510	(1,742,578)	(1,471,859)
<i>Of which: under special monitoring</i>	7511		
Substandard risk	7512		
Non-performing risk	7513	(5,717,911)	(5,217,846)
Total asset impairment losses	7515	(7,460,489)	(6,689,705)
Impairment loss calculated collectively	7520	(4,599,895)	(4,353,018)
Impairment loss calculated individually	7530	(2,860,594)	(2,336,687)

		CURRENT PERIOD	PREVIOUS PERIOD
CARRYING AMOUNT			
Normal risk	7540	213,156,780	198,507,385
<i>Of which: under special monitoring</i>	7541	0	0
Substandard risk	7542	0	0
Non-performing risk	7543	9,170,360	9,133,552
Total carrying amount	7545	222,327,140	207,640,937

		CURRENT PERIOD	PREVIOUS PERIOD
GUARANTEES RECEIVED			
Value of collateral	7550	365,048,449	343,466,181
<i>Of which: guarantees risks under special monitoring</i>	7551		
<i>Of which: guarantees substandard risks</i>	7552		
<i>Of which: guarantees non-performing risks</i>	7553	22,428,697	22,671,881
Value of other guarantees	7554	5,505,384	3,276,490
<i>Of which: guarantees risks under special monitoring</i>	7555		
<i>Of which: guarantees substandard risks</i>	7556		
<i>Of which: guarantees non-performing risks</i>	7557	214,150	229,645
Total value of guarantees received	7558	370,553,833	346,742,671

		CURRENT PERIOD	PREVIOUS PERIOD
FINANCIAL GUARANTEES GIVEN			
Loan commitments given	7560	4,623,077	3,486,709
<i>Of which: classified as non-performing</i>	7561	241,796	138,807
Amount recognised under liabilities in Balance Sheet	7562	58,553	60,631
Financial guarantees given	7563	59,966,164	56,189,582
<i>Of which: classified as non-performing</i>	7564	341,890	321,693
Amount recognised under liabilities in Balance Sheet	7565	36,627	23,778
Other commitments given	7566	20,034,154	19,461,523
<i>Of which: classified as non-performing</i>	7567	348,645	263,384
Amount recognised under liabilities in Balance Sheet	7568	253,739	144,144

IV. SELECTED FINANCIAL INFORMATION

20. REFINANCING OR RESTRUCTURING OPERATIONS (1/2)

Units: Thousand euros

Refinancing and restructuring balances

GROSS AMOUNT		CURRENT PERIOD	PREVIOUS PERIOD
Normal risk	8000	4,675,501	4,418,719
Of which: under special monitoring	8001		
Substandard risk	8002		
Non-performing risk	8003	7,948,356	7,314,095
Total gross amount	8005	12,623,857	11,732,814

IMPAIRMENT LOSSES		CURRENT PERIOD	PREVIOUS PERIOD
Normal risk	8010	(168,651)	(227,166)
Of which: under special monitoring	8011		
Substandard risk	8012		
Non-performing risk	8013	(2,538,047)	(2,341,877)
Total asset impairment losses	8015	(2,706,698)	(2,569,043)
Collective impairment losses	8020	(1,419,973)	(1,572,254)
Specific impairment losses	8030	(1,286,725)	(996,789)

CARRYING AMOUNT		CURRENT PERIOD	PREVIOUS PERIOD
Normal risk	8040	4,506,850	4,191,553
Of which: under special monitoring	8041		
Substandard risk	8042		
Non-performing risk	8043	5,410,309	4,972,218
Total carrying amount	8045	9,917,159	9,163,771
Total carrying amount of financing granted to customers	8046	187,607,160	187,984,625

GUARANTEES RECEIVED		CURRENT PERIOD	PREVIOUS PERIOD
Value of collateral	8050	17,213,087	16,818,386
Of which: guarantees risks under special monitoring	8051		
Of which: guarantees substandard risks	8052		
Of which: guarantees non-performing risks	8053	10,637,364	10,020,152
Value of other guarantees	8054	186,579	4,898
Of which: guarantees risks under special monitoring	8055		
Of which: guarantees substandard risks	8056		
Of which: guarantees non-performing risks	8057	35,739	1,054
Total value of guarantees received	8058	17,399,666	16,823,284

Distribution by segment

CARRYING AMOUNT		CURRENT PERIOD	PREVIOUS PERIOD
Credit institutions	8060	0	5,018
General Governments	8061	261,425	169,948
Other financial corporations and individual entrepreneurs (financial business)	8062	3,530	2,552
Other non-financial corporations and individual entrepreneurs (non-financial business)	8063	4,717,856	4,110,185
Of which: Financing for real estate construction and development (including land)	8064	974,019	1,129,815
Other households	8065	4,934,348	4,876,068
Total carrying amount	8066	9,917,159	9,163,771
Financing classified as non-current assets and disposal groups classified as held for sale	8067	0	0

IV. SELECTED FINANCIAL INFORMATION

20. REFINANCING OR RESTRUCTURING OPERATIONS (2/2)

Units: Thousand euros

Reconciliation

CARRYING AMOUNT		CURRENT PERIOD	PREVIOUS PERIOD
Opening balance	8070	9,163,771	16,629,652
(+) Refinancings and restructurings in the period	8071	826,730	2,273,672
Token entry: impact recognised in the profit and loss account for the period	8072	(111,533)	(171,572)
(-) Debt repayments	8073	(1,085,923)	(1,345,184)
(-) Foreclosures	8074	(155,401)	(160,432)
(-) Derecognition (reclassification to written-off assets)	8075	(148,442)	(77,203)
(+)/(-) Other changes	8076	1,316,424	(178,068)
Closing balance	8080	9,917,159	17,142,437

IV. SELECTED FINANCIAL INFORMATION

21. REAL ESTATE EXPOSURE

Units: Thousand euros

Real estate credit risk exposure - Spain

GROSS AMOUNT		CURRENT PERIOD	PREVIOUS PERIOD
Financing for real estate construction and development (including land)	9000	7,577,302	8,023,602
Of which: under special monitoring	9001		
Of which: substandard	9002		
Of which: non-performing	9003	1,808,447	2,434,777
Total gross amount	9005	7,577,302	8,023,602

IMPAIRMENT LOSSES		CURRENT PERIOD	PREVIOUS PERIOD
Financing for real estate construction and development (including land)	9010	(798,946)	(1,061,631)
Of which: under special monitoring	9011		
Of which: substandard	9012		
Of which: non-performing	9013	(700,830)	(953,625)
Total asset impairment losses	9015	(798,946)	(1,061,631)

CARRYING AMOUNT		CURRENT PERIOD	PREVIOUS PERIOD
Financing for real estate construction and development (including land)	9020	6,778,356	6,961,971
Of which: under special monitoring	9021		
Of which: substandard	9022		
Of which: non-performing	9023	1,107,617	1,481,152
Total carrying amount	9025	6,778,356	6,961,971
Total carrying amount of financing granted to customers	9030	187,607,160	187,984,625

GUARANTEES RECEIVED		CURRENT PERIOD	PREVIOUS PERIOD
Value of collateral	9050	15,423,783	16,710,954
Of which: guarantees risks under special monitoring	9051		
Of which: guarantees substandard risks	9052		
Of which: guarantees non-performing risks	9053	3,122,954	4,616,097
Value of other guarantees	9054	144,106	162,334
Of which: guarantees risks under special monitoring	9055		
Of which: guarantees substandard risks	9056		
Of which: guarantees non-performing risks	9057	12,092	13,240
Total value of guarantees received	9058	15,567,889	16,873,288

FINANCIAL GUARANTEES		CURRENT PERIOD	PREVIOUS PERIOD
Financial guarantees given relating to real estate construction and development	9060	175,619	171,223
Amount recognised under liabilities	9061	57,329	54,992

Foreclosed assets and assets received as payment for debts - Spain

GROSS AMOUNT		CURRENT PERIOD	PREVIOUS PERIOD
Foreclosed property and property received as payment for debts	9070	12,961,341	13,232,171
Of which: land	9071	4,177,633	4,375,527
Investments in real estate entities	9072	62,987	63,963
Total gross amount	9075	13,024,328	13,296,134

IMPAIRMENT LOSSES		CURRENT PERIOD	PREVIOUS PERIOD
Foreclosed property and property received as payment for debts	9080	(6,189,468)	(6,419,816)
Of which: land	9081	(2,579,549)	(2,705,957)
Investments, real estate entities	9082	0	0
Total asset impairment losses	9085	(6,189,468)	(6,419,816)

CARRYING AMOUNT		CURRENT PERIOD	PREVIOUS PERIOD
Foreclosed property and property received as payment for debts	9090	6,771,873	6,812,355
Of which: land	9091	1,598,084	1,669,570
Investments, real estate entities	9092	62,987	63,963
Total carrying amount	9095	6,834,860	6,876,318

V. EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS/CONDENSED ANNUAL FINANCIAL STATEMENTS FOR THE INTERIM PERIOD



(1) Explanatory notes to the financial statements: *Explanatory notes to the interim financial statements* and other Selected financial information required in Chapter IV of this template should be attached here, and shall contain at least the minimum disclosures required in the instructions for the preparation of the half-yearly financial report.

(2) Condensed annual financial statements:

(2.1) Issuers that prepare consolidated condensed annual financial statements: If the consolidated financial statement templates of Sections 6, 7, 8, 9 and 10.A or 10.B of Chapter IV of the Selected financial information do not meet the requirements established in the adopted international accounting standard applicable to interim financial information, or if the issuer voluntarily chooses to prepare condensed consolidated annual financial statements for the interim period including its own condensed financial statement templates, it shall attach in this section the condensed consolidated annual financial statements for the interim period, which shall contain, at least, all the minimum disclosures required under the adopted international accounting standard applicable to interim financial information, without prejudice to the obligation to additionally complete the financial information contained in Chapter IV on Selected financial information.

(2.2) Issuers that do not prepare condensed consolidated annual financial statements: In the exceptional case that the individual financial statement templates of Sections 1, 2, 3, 4 and 5.A or 5.B of Chapter IV on Selected financial information do not comply with the requirements established by Article 13 of Royal Decree 1362/2007; or if the issuer voluntarily draws up condensed individual annual financial statements for the interim period including its own condensed financial statement templates, it shall attach in this section the *condensed individual annual financial statements for the interim period*, which shall contain, at least, all the minimum disclosures required under the adopted international accounting standard applicable to interim financial information, without prejudice to the obligation to additionally complete the financial information contained in Chapter IV on Selected financial information.

VI. INTERIM MANAGEMENT REPORT



VII. AUDIT REPORT

