

Key Group figures

€ million / %	January - June		Year-on-year	2Q19	Quarter-on-quarter
	2019	2018			
INCOME STATEMENT					
Net interest income	2,478	2,432	1.9%	1,241	0.2%
Net fee and commission income	1,248	1,293	(3.5%)	636	4.0%
Gross income	4,445	4,654	(4.5%)	2,336	10.8%
Recurring administrative expenses, depreciation and amortisation	(2,408)	(2,304)	4.5%	(1,204)	-
Pre-impairment income	1,059	2,342	(54.8%)	154	(83.0%)
Pre-impairment income stripping out extraordinary expenses	2,037	2,350	(13.3%)	1,132	25.0%
Profit/(loss) attributable to the Group	622	1,298	(52.1%)	89	(83.4%)
INDICATORS OF PROFITABILITY (Last 12 months)					
Cost-to-income ratio	67.0%	53.1%	13.9	67.0%	12.3
Cost-to-income ratio stripping out extraordinary expenses	55.4%	53.0%	2.4	55.4%	1.0
ROE ¹	4.9%	8.6%	(3.7)	4.9%	(2.2)
ROTE ¹	6.0%	10.5%	(4.5)	6.0%	(2.7)
ROA	0.3%	0.6%	(0.3)	0.3%	(0.1)
RORWA	0.8%	1.4%	(0.6)	0.8%	(0.4)
OTHER INDICATORS					
	June 2019	December 2018	Year-to-date	March 2019	Quarter-on-quarter
BALANCE SHEET					
Total assets	406,007	386,622	5.0%	404,136	0.5%
Equity	23,984	24,058	(0.3%)	24,750	(3.1%)
Customer funds	380,864	358,482	6.2%	369,463	3.1%
Loans and advances to customers, gross	230,867	224,693	2.7%	226,432	2.0%
RISK MANAGEMENT					
Non-performing loans (NPL)	10,402	11,195	(793)	10,983	(581)
Non-performing loan ratio	4.2%	4.7%	(0.5)	4.6%	(0.4)
Cost of risk (last 12 months)	0.02%	0.04%	(0.02)	0.03%	(0.01)
Provisions for insolvency risk	5,608	6,014	(406)	5,908	(300)
NPL coverage ratio	54%	54%	-	54%	-
Net foreclosed available for sale real estate assets ²	863	740	123	813	50
Foreclosed available for sale real estate assets coverage ratio	39%	39%	-	39%	-
LIQUIDITY					
Total Liquid Assets	87,574	79,530	8,044	86,018	1,556
Liquidity Coverage Ratio (last 12 months)	195%	196%	(1)	198%	(3)
Net Stable Funding Ratio (NSFR)	124%	117%	7	121%	3
Loan to deposits	100%	105%	(5)	102%	(2)
CAPITAL ADEQUACY					
Common Equity Tier 1 (CET1)	11.6%	11.5%	0.1	11.6%	-
Tier 1	13.1%	13.0%	0.1	13.1%	-
Total capital ³	15.3%	15.3%	-	15.3%	-
MREL	21.2%	18.9%	2.3	20.2%	1.0
Risk-Weighted Assets (RWAs) ³	147,184	145,942	1,242	148,777	(1,593)
Leverage ratio	5.5%	5.5%	-	5.5%	-
SHARE INFORMATION					
Share price (€/share)	2.518	3.164	(0.646)	2.784	(0.266)
Market capitalization	15,053	18,916	(3,863)	16,642	(1,589)
Book value per share (€/share)	4.01	4.02	(0.01)	4.14	(0.13)
Tangible book value per share (€/share)	3.30	3.30	-	3.42	(0.12)
Net income attributable per share (€/share) (12 months)	0.20	0.32	(0.12)	0.29	(0.09)
PER (Price/Profit)	12.60	9.95	2.65	9.68	2.92
Tangible PBV (Market value/ book value of tangible assets)	0.76	0.96	(0.20)	0.81	(0.05)
OTHER DATA (units)					
Employees	37,510	37,440	70	37,503	7
Branches ⁴	4,916	5,103	(187)	5,033	(117)

(1) As of 2019, ROTE and ROE calculation includes valuation adjustments in the denominator, 2018 re-expressed. ROTE without extraordinary expenses at 30 June 2019 is 9.4%.

(2) Exposure in Spain.

(3) Data at December 2018 updated using the latest official information.

(4) Does not include branches outside Spain and Portugal or representative offices.

Results

The Group's Income statement

Year-on-year performance

€ million	1H19	1H18	Year-on-year	%
Net interest income	2,478	2,432	46	1.9
Dividend income	161	121	40	33.2
Share of profit/(loss) of entities accounted for using the equity method	209	503	(294)	(58.4)
Net fee and commission income	1,248	1,293	(45)	(3.5)
Trading income	261	293	(32)	(10.9)
Income and expense under insurance or reinsurance contracts	264	282	(18)	(6.4)
Other operating income and expense	(176)	(270)	94	(34.8)
Gross income	4,445	4,654	(209)	(4.5)
Recurring administrative expenses, depreciation and amortisation	(2,408)	(2,304)	(104)	4.5
Extraordinary expenses	(978)	(8)	(970)	
Pre-impairment income	1,059	2,342	(1,283)	(54.8)
Pre-impairment income stripping out extraordinary expenses	2,037	2,350	(313)	(13.3)
Allowances for insolvency risk	(204)	(248)	44	(17.6)
Other charges to provisions	(91)	(283)	192	(67.8)
Gains/(losses) on disposal of assets and others	(38)	(70)	32	(46.7)
Profit/(loss) before tax	726	1,741	(1,015)	(58.3)
Income tax expense	(104)	(401)	297	(74.1)
Profit/(loss) after tax	622	1,340	(718)	(53.6)
Profit/(loss) attributable to minority interest and others		42	(42)	
Profit/(loss) attributable to the Group	622	1,298	(676)	(52.1)