

Key Group figures

€ million / %	January - June		Change	2Q22	Quarter-on-quarter
	2022	2021			
PROFIT/(LOSS)					
Net interest income	3,156	2,827	11.6%	1,606	3.6%
Net fee and commission income	1,994	1,640	21.6%	1,026	5.9%
Core income	5,649	4,899	15.3%	2,888	4.6%
Gross income	5,655	4,883	15.8%	2,880	3.8%
Recurring administrative expenses, depreciation and amortisation	(3,011)	(2,747)	9.6%	(1,488)	(2.3%)
Pre-impairment income	2,621	166	-	1,376	10.6%
Pre-impairment income stripping out extraordinary expenses	2,644	2,136	23.8%	1,392	11.2%
Profit/(loss) attributable to the Group	1,573	4,181	(62.4%)	866	22.5%
Profit/(loss) attributable to the Group ex M&A impacts in 2021	1,573	1,278	23.1%	-	-
MAIN RATIOS (Last 12 months)					
Cost-to-income ratio	57.6%	75.8%	(18.1)	57.6%	(18.7)
Cost-to-income ratio stripping out extraordinary expenses	56.1%	54.3%	1.8	56.1%	(1.3)
Cost of risk ¹ (last 12 months)	0.23%	0.30%	(0.07)	0.23%	-
ROE ¹	6.8%	8.2%	(1.5)	6.8%	0.3
ROTE ¹	7.9%	9.8%	(1.9)	7.9%	0.4
ROA ¹	0.3%	0.5%	(0.1)	0.3%	0.0
RORWA ¹	1.1%	1.4%	(0.3)	1.1%	0.1
BALANCE SHEET					
Total assets	704,505	680,036	3.6%	689,217	2.2%
Equity	34,843	35,425	(1.6%)	35,916	(3.0%)
BUSINESS ACTIVITY					
Customer funds	624,087	619,971	0.7%	619,892	0.7%
Loans and advances to customers, gross	362,770	352,951	2.8%	353,404	2.7%
RISK MANAGEMENT					
Non-performing loans (NPL)	12,424	13,634	(1,209)	13,361	(937)
Non-performing loan ratio	3.2%	3.6%	(0.4)	3.5%	(0.3)
Provisions for insolvency risk	8,126	8,625	(498)	8,648	(522)
NPL coverage ratio	65%	63%	2	65%	-
Net foreclosed available for sale real estate assets	2,110	2,279	(169)	2,223	(113)
LIQUIDITY					
Total Liquid Assets	162,847	168,349	(5,502)	171,202	(8,355)
Liquidity Coverage Ratio (last 12 months)	323%	320%	3	325%	(2)
Net Stable Funding Ratio (NSFR)	150%	154%	(4)	154%	(4)
Loan to deposits	88%	89%	(1)	89%	(1)
CAPITAL ADEQUACY					
Common Equity Tier 1 (CET1)	12.4%	13.1%	(0.7)	13.4%	(1.0)
Tier 1	14.4%	15.5%	(1.1)	15.7%	(1.3)
Total capital	16.6%	17.9%	(1.3)	17.9%	(1.3)
MREL	24.6%	25.7%	(1.1)	25.7%	(1.1)
Risk-Weighted Assets (RWAs)	215,521	215,651	(130)	214,249	1,272
Leverage ratio	4.6%	5.3%	(0.7)	5.2%	(0.6)
SHARE INFORMATION					
Share price (€/share)	3.317	2.414	0.903	3.077	0.240
Market capitalisation	26,079	19,441	6,638	24,779	1,300
Book value per share (€/share)	4.43	4.39	0.03	4.46	(0.03)
Tangible book value per share (€/share)	3.75	3.73	0.01	3.80	(0.05)
Net income (ex M&A impacts) attributable per share (€/share) (12 months)	0.30	0.28	0.02	0.28	0.01
PER (Price/Profit, ex M&A impacts; times)	11.21	8.65	2.56	10.85	0.35
Tangible PBV (Market value/ book value of tangible assets)	0.88	0.65	0.24	0.81	0.07
OTHER DATA (units)					
Employees	45,022	49,762	(4,740)	46,480	(1,458)
Branches ²	4,543	5,317	(774)	4,824	(281)
of which: retail branches in Spain	3,934	4,615	(681)	4,213	(279)
ATMs	13,095	14,426	(1,331)	13,568	(473)

(1) The 2021 ratios do not include in the numerator the results generated by Bankia before 31 March 2021, which is the recognition date of the merger for accounting purposes or, for consistency, the contribution of the incorporated RWAs or balance items in the denominator, they neither consider the extraordinary impacts associated with the merger.

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

Results

The Group's Income Statement

Year-on-year accounting performance

€ million	1H22	1H21	Chg, %	ex M&A one offs	
				1H21	Chg, %
Net interest income	3,156	2,827	11.6	2,827	11.6
Dividend income	131	152	(13.4)	152	(13.4)
Share of profit/(loss) of entities accounted for using the equity method	112	205	(45.5)	205	(45.5)
Net fee and commission income	1,994	1,640	21.6	1,640	21.6
Trading income	247	80		80	
Income and expense under insurance or reinsurance contracts	411	318	29.3	318	29.3
Other operating income and expense	(397)	(339)	17.0	(339)	17.0
Gross income	5,655	4,883	15.8	4,883	15.8
Recurring administrative expenses, depreciation and amortisation	(3,011)	(2,747)	9.6	(2,747)	9.6
Extraordinary expenses	(23)	(1,970)	(98.8)	(1)	
Pre-impairment income	2,621	166		2,135	22.8
Pre-impairment income stripping out extraordinary expenses	2,644	2,136	23.8	2,136	23.8
Allowances for insolvency risk	(376)	(328)	14.3	(328)	14.3
Other charges to provisions	(90)	(155)	(42.2)	(129)	(30.5)
Gains/(losses) on disposal of assets and others	(36)	4,284		(16)	
Profit/(loss) before tax	2,120	3,966	(46.6)	1,662	27.6
Income tax expense	(546)	214		(384)	42.0
Profit/(loss) after tax	1,574	4,180	(62.4)	1,277	23.2
Profit/(loss) attributable to minority interest and others	1	(0)		(0)	
Profit/(loss) attributable to the Group	1,573	4,181	(62.4)	1,278	23.1

Year-on-year proforma performance

€ million	1H22	1H21	Change	Chg. %
Net interest income	3,156	3,275	(119)	(3.6)
Dividend income	131	152	(21)	(13.5)
Share of profit/(loss) of entities accounted for using the equity method	112	217	(105)	(48.4)
Net fee and commission income	1,994	1,922	72	3.8
Trading income	247	90	157	
Income and expense under insurance or reinsurance contracts	411	318	93	29.3
Other operating income and expense	(397)	(380)	(16)	4.3
Gross income	5,655	5,593	62	1.1
Recurring administrative expenses, depreciation and amortisation	(3,011)	(3,191)	179	(5.6)
Extraordinary expenses	(23)	(1)	(22)	
Pre-impairment income	2,621	2,402	219	9.1
Pre-impairment income stripping out extraordinary expenses	2,644	2,403	241	10.0
Allowances for insolvency risk	(376)	(451)	76	(16.8)
Other charges to provisions	(90)	(152)	63	(41.2)
Gains/(losses) on disposal of assets and others	(36)	(38)	3	(6.8)
Profit/(loss) before tax	2,120	1,760	360	20.5
Income tax expense	(546)	(417)	(129)	31.0
Profit/(loss) after tax	1,574	1,343	231	17.2
Profit/(loss) attributable to minority interest and others	1	(0)	1	
Net attributable profit/(loss)	1,573	1,343	229	17.1
- Profit/(loss) Bankia pre-merger stripping out extraordinary expenses, net		(65)	65	
+ M&A impacts, net		2,903	(2,903)	
Profit/(loss) attributable to the Group (accounting profit/(loss))	1,573	4,181	(2,608)	(62.4)