

KEY GROUP FIGURES

€ million / %	January - June			2Q23	Quarter-on-quarter
	2023	2022	Change		
PROFIT/(LOSS)¹					
Net interest income	4,624	2,979	55.2%	2,442	11.9%
Net fee and commission income	1,846	1,928	(4.2)%	909	(3.1)%
Core income	7,110	5,417	31.3%	3,661	6.1%
Gross income	6,673	5,420	23.1%	3,572	15.2%
Recurring administrative expenses, depreciation and amortisation	(2,894)	(2,773)	4.3%	(1,455)	1.0%
Pre-impairment income	3,774	2,623	43.9%	2,115	27.4%
Pre-impairment income stripping out extraordinary expenses	3,779	2,647	42.8%	2,118	27.4%
Profit/(loss) attributable to the Group	2,137	1,573	35.8%	1,281	49.8%
MAIN RATIOS (Last 12 months)					
Cost-to-income ratio ¹	46.0%	57.6%	(11.7)	46.0%	(2.6)
Cost-to-income ratio stripping out extraordinary expenses ¹	45.7%	56.1%	(10.4)	45.7%	(2.5)
Cost of risk (last 12 months)	0.27%	0.23%	0.03	0.27%	0.01
ROE ¹	10.2%	6.8%	3.4	10.2%	1.3
ROTE ¹	12.0%	7.9%	4.1	12.0%	1.6
ROA ¹	0.5%	0.3%	0.2	0.5%	0.1
RORWA ¹	1.6%	1.1%	0.5	1.6%	0.2
	June	December	Change	March	Quarter-on-quarter
	2023	2022		2023	
BALANCE SHEET					
Total assets ¹	625,597	598,850	4.5%	618,708	1.1%
Equity ¹	34,044	33,708	1.0%	33,034	3.1%
BUSINESS ACTIVITY					
Customer funds ¹	627,824	611,300	2.7%	614,608	2.2%
Loans and advances to customers, gross	363,952	361,323	0.7%	361,077	0.8%
RISK MANAGEMENT					
Non-performing loans (NPL)	10,317	10,690	(373)	10,447	(130)
Non-performing loan ratio	2.6%	2.7%	(0.1)	2.7%	(0.1)
Provisions for insolvency risk	7,880	7,867	13	7,921	(40)
NPL coverage ratio	76%	74%	3	76%	0
Net foreclosed available for sale real estate assets	1,759	1,893	(134)	1,826	(67)
LIQUIDITY					
Total Liquid Assets	146,646	139,010	7,636	132,867	13,779
Liquidity Coverage Ratio (last 12 months)	207%	194%	13	192%	15
Net Stable Funding Ratio (NSFR)	138%	142%	(4)	139%	(1)
Loan to deposits	91%	91%	0	92%	(1)
CAPITAL ADEQUACY					
Common Equity Tier 1 (CET1)	12.5%	12.8%	(0.3)	12.6%	(0.1)
Tier 1	14.6%	14.8%	(0.2)	15.0%	(0.4)
Total capital	17.5%	17.3%	0.2	17.8%	(0.3)
MREL	25.6%	25.9%	(0.3)	26.2%	(0.6)
Risk-Weighted Assets (RWAs)	217,908	215,103	2,805	215,179	2,729
Leverage ratio	5.4%	5.6%	(0.2)	5.6%	(0.2)
SHARE INFORMATION					
Share price (€/share)	3.787	3.672	0.115	3.584	0.203
Market capitalisation	28,384	27,520	864	26,862	1,522
Book value per share ¹ (€/share)	4.54	4.49	0.05	4.40	0.13
Tangible book value per share ¹ (€/share)	3.82	3.77	0.05	3.69	0.14
Net attributable income per share ¹ (€/share) (12 months)	0.49	0.40	0.09	0.43	0.06
PER ¹ (Price/Profit; times)	7.76	9.18	(1.42)	8.41	(0.65)
PTBV ¹ (Price to tangible book value)	0.99	0.97	0.02	0.97	0.02
OTHER DATA (units)					
Employees	44,683	44,625	58	44,654	29
Branches ²	4,228	4,404	(176)	4,263	(35)
of which: retail branches in Spain	3,649	3,818	(169)	3,684	(35)
ATMs	12,691	12,947	(256)	12,780	(89)

(1) The financial information published for 2022 has been restated in accordance with IFRS 17 / IFRS 9. The ratios (12 months) prior to 4Q22 are those reported in accordance with IFRS 4, as there was no historical data available for the restatement. In the second quarter, after having more detailed information, the financial information published in the Activity and Results Report for 1Q23 has been reestimated (OIR of May 5, 2023).

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

RESULTS

THE GROUP'S INCOME STATEMENT

YEAR-ON-YEAR PERFORMANCE

€ million	1H23	1H22	Chg. %
Net interest income	4,624	2,979	55.2
Dividend income	145	131	10.2
Share of profit/(loss) of entities accounted for using the equity method	145	111	30.5
Net fee and commission income	1,846	1,928	(4.2)
Trading income	143	244	(41.5)
Insurance service result	501	422	18.5
Other operating income and expense	(730)	(396)	84.1
Gross income	6,673	5,420	23.1
Recurring administrative expenses, depreciation and amortisation	(2,894)	(2,773)	4.3
Extraordinary expenses	(5)	(23)	(77.2)
Pre-impairment income	3,774	2,623	43.9
Pre-impairment income stripping out extraordinary expenses	3,779	2,647	42.8
Allowances for insolvency risk	(456)	(376)	21.4
Other charges to provisions	(100)	(90)	11.6
Gains/(losses) on disposal of assets and others	(64)	(36)	79.7
Profit/(loss) before tax	3,154	2,122	48.6
Income tax expense	(1,018)	(548)	85.8
Profit/(loss) after tax	2,136	1,575	35.7
Profit/(loss) attributable to minority interest and others	—	1	
Profit/(loss) attributable to the Group	2,137	1,573	35.8