

ANNEX 3 FINANCIAL AND STATISTICAL INFORMATION ON CREDIT INSTITUTIONS



## SERVING EMPLOYEES, OPERATIONAL BRANCHES, ATMs AND AGENTS OF CIs

TABLE A.3.1

Year-end data

	ACTIVE INSTITUTIONS	SERVING EMPLOYEES			OPERATIONAL OFFICES	ATM	CARDS ('000)	POINT-OF-SALE TERMINALS ('000)	AGENTS	EMPLOYEES PER OPERATIONAL BRANCH	PER 10,000 INHAB. OVER 16 YEARS OLD				CARDS PER INHAB. OVER 16 YEARS OLD
		TOTAL	OF WHICH: AT OFFICES	HOURS WORKED (MILLIONS)							SERVING EMPLOYEES	OPERATIONAL OFFICES	ATM	POINT-OF-SALE TERMINALS	
<b>TOTAL CIs</b>															
2004	344	247,175	188,679	399	40,682	53,624	76,402	1,066	4,836	4.6	68.6	11.3	14.9	296	2.1
2005	345	254,121	193,693	418	42,074	55,610	82,564	1,124	5,239	4.6	69.3	11.5	15.2	307	2.3
2006	350	263,386	200,472	432	43,783	57,804	89,989	1,312	11,163	4.6	70.7	11.8	15.5	352	2.4
2007	354	277,045	205,639	453	45,597	60,899	94,144	1,353	11,849	4.5	73.1	12.0	16.1	357	2.5
<b>Banks</b>															
2004	136	110,101	81,835	184	14,199	19,051	26,573	464	4,444	5.8	30.6	3.9	5.3	129	0.7
2005	138	111,298	82,830	189	14,577	19,602	29,122	501	4,824	5.7	30.4	4.0	5.3	137	0.8
2006	141	113,062	83,703	189	15,132	19,995	33,933	612	10,339	5.5	30.4	4.1	5.4	164	0.9
2007	150	117,570	81,796	196	15,578	20,443	35,615	669	11,465	5.3	31.0	4.1	5.4	177	0.9
<b>Domestic</b>															
2004	52	95,135	75,036	159	12,848	17,658	22,847	451	4,226	5.8	26.4	3.6	4.9	125	0.6
2005	52	95,585	75,595	160	13,267	18,382	24,358	492	4,430	5.7	26.1	3.6	5.0	134	0.7
2006	52	97,033	76,625	162	13,834	18,796	28,036	602	4,624	5.5	26.1	3.7	5.0	162	0.8
2007	52	99,848	74,798	167	14,213	19,155	28,990	660	4,764	5.3	26.3	3.8	5.1	174	0.8
<b>Foreign subsidiaries</b>															
2004	23	10,974	6,215	18	1,229	1,376	3,390	13	183	5.1	3.0	0.3	0.4	4	0.1
2005	21	11,150	6,541	20	1,181	1,203	4,022	8	356	5.5	3.0	0.3	0.3	2	0.1
2006	20	10,893	6,305	18	1,161	1,181	4,646	10	5,670	5.4	2.9	0.3	0.3	3	0.1
2007	19	11,612	6,121	19	1,214	1,270	5,175	9	6,592	5.0	3.1	0.3	0.3	3	0.1
<b>Foreign branches</b>															
2004	61	3,992	584	7	122	17	335	—	35	4.8	1.1	—	—	—	—
2005	65	4,563	694	8	129	17	742	—	38	5.4	1.2	—	—	—	—
2006	69	5,136	773	9	137	18	1,250	—	45	5.6	1.4	—	—	—	—
2007	79	6,110	877	10	151	18	1,451	—	109	5.8	1.6	—	—	—	—
<b>Savings banks</b>															
2004	47	113,408	91,097	178	21,529	30,355	34,210	533	260	4.2	31.5	6.0	8.4	148	0.9
2005	47	118,072	94,483	191	22,443	31,585	34,663	544	294	4.2	32.2	6.1	8.6	149	0.9
2006	47	124,139	99,459	200	23,457	33,187	36,174	618	689	4.2	33.3	6.3	8.9	166	1.0
2007	46	131,933	106,050	210	24,637	35,622	37,461	592	258	4.3	34.8	6.5	9.4	156	1.0
<b>Credit co-operatives</b>															
2004	83	17,650	13,697	28	4,563	4,218	3,609	68	81	3.0	4.9	1.3	1.2	19	0.1
2005	83	18,395	14,285	28	4,657	4,423	4,367	79	71	3.1	5.0	1.3	1.2	22	0.1
2006	83	19,382	14,966	31	4,771	4,622	4,477	81	68	3.1	5.2	1.3	1.2	22	0.1
2007	82	20,429	15,630	34	4,953	4,834	4,659	91	64	3.2	5.4	1.3	1.3	24	0.1
<b>SCIs</b>															
2004	78	6,016	2,050	10	391	—	12,010	—	51	5.2	1.7	0.1	—	—	0.3
2005	77	6,356	2,095	10	397	—	14,411	0	50	5.3	1.7	0.1	—	—	0.4
2006	79	6,802	2,344	11	423	—	15,406	0	67	5.5	1.8	0.1	—	—	0.4
2007	76	7,113	2,163	11	429	—	16,409	0	62	5.0	1.9	0.1	—	—	0.4

SOURCE: Banco de España. Data available at 5 March 2008.

a. CIs existing at each date.

b. The population figure used as the denominator in the calculation of these ratios is the total Spanish resident population over 16 years of age according to the Spanish Labour Force Survey (EPA), while the numerator takes total business of CIs including business both in Spain and abroad. Nonetheless, given the marginal nature of the contribution of the latter, there is no problem of any significant mismatch in the ratio.

**BREAKDOWN OF ACTIVITY OF CIs (a)**

TABLE A.3.2

Total business. Year-end data (€m and %)

	2004	2005	2006	2007	MEMORANDUM ITEM: 2007		
					STRUCTURE		% ANNUAL Δ
					%	CHANGE IN PP	
<b>BALANCE SHEET TOTAL</b>	<b>1,747,033</b>	<b>2,126,090</b>	<b>2,478,407</b>	<b>2,893,184</b>	<b>100.0</b>	<b>0.0</b>	<b>16.7</b>
<b>ASSETS:</b>							
<b>Cash and central banks</b>	<b>21,032</b>	<b>24,368</b>	<b>29,408</b>	<b>61,341</b>	<b>2.1</b>	<b>0.9</b>	<b>108.6</b>
<b>Loans and advances to credit institutions</b>	<b>246,330</b>	<b>293,033</b>	<b>320,302</b>	<b>347,993</b>	<b>12.0</b>	<b>-0.9</b>	<b>8.6</b>
Of which: interbank	172,873	207,012	226,684	261,448	9.0	-0.1	15.3
<b>Loans and advances to other debtors</b>	<b>1,022,564</b>	<b>1,265,941</b>	<b>1,594,669</b>	<b>1,860,626</b>	<b>64.3</b>	<b>0.0</b>	<b>16.7</b>
Resident general government	40,096	41,337	41,862	43,889	1.5	-0.2	4.8
Resident private sector	944,530	1,173,834	1,475,481	1,720,423	59.5	-0.1	16.6
Of which: commercial credit	64,237	75,393	85,387	90,825	3.1	-0.3	6.4
Of which: secured by a mortgage	552,670	709,716	883,989	1,018,982	35.2	-0.4	15.3
Non-residents	37,938	50,769	77,326	96,313	3.3	0.2	24.6
<b>Debt securities</b>	<b>231,638</b>	<b>285,540</b>	<b>233,872</b>	<b>266,274</b>	<b>9.2</b>	<b>-0.2</b>	<b>13.9</b>
<b>Other equity instruments</b>	<b>37,394</b>	<b>48,530</b>	<b>67,915</b>	<b>65,126</b>	<b>2.3</b>	<b>-0.5</b>	<b>-4.1</b>
<b>Trading derivatives</b>	<b>23,017</b>	<b>36,184</b>	<b>45,894</b>	<b>68,615</b>	<b>2.4</b>	<b>0.5</b>	<b>49.5</b>
<b>Other financial assets</b>	<b>11,727</b>	<b>17,092</b>	<b>26,354</b>	<b>26,982</b>	<b>0.9</b>	<b>-0.1</b>	<b>2.4</b>
<b>Hedging derivatives</b>	<b>18,455</b>	<b>19,394</b>	<b>14,076</b>	<b>13,139</b>	<b>0.5</b>	<b>-0.1</b>	<b>-6.7</b>
<b>Investments</b>	<b>71,755</b>	<b>76,538</b>	<b>83,574</b>	<b>116,625</b>	<b>4.0</b>	<b>0.7</b>	<b>39.5</b>
<b>Insurance contracts linked to pensions</b>	<b>9,912</b>	<b>9,854</b>	<b>10,252</b>	<b>9,965</b>	<b>0.3</b>	<b>-0.1</b>	<b>-2.8</b>
<b>Fixed assets</b>	<b>24,558</b>	<b>25,221</b>	<b>26,816</b>	<b>28,117</b>	<b>1.0</b>	<b>-0.1</b>	<b>4.9</b>
<b>Tax assets</b>	<b>17,006</b>	<b>17,123</b>	<b>16,580</b>	<b>18,917</b>	<b>0.7</b>	<b>0.0</b>	<b>14.1</b>
<b>Other assets</b>	<b>11,643</b>	<b>7,272</b>	<b>8,696</b>	<b>9,465</b>	<b>0.3</b>	<b>0.0</b>	<b>8.8</b>
<b>LIABILITIES AND EQUITY:</b>							
<b>Deposits from central banks and from CIs</b>	<b>393,027</b>	<b>498,811</b>	<b>503,775</b>	<b>596,636</b>	<b>20.6</b>	<b>0.3</b>	<b>18.4</b>
<b>Deposits from other creditors</b>	<b>910,025</b>	<b>1,078,908</b>	<b>1,294,232</b>	<b>1,467,672</b>	<b>50.7</b>	<b>-1.5</b>	<b>13.4</b>
Resident and non-resident general government	45,248	59,234	68,955	79,633	2.8	0.0	15.5
Resident private sector	768,203	929,806	1,137,031	1,282,651	44.3	-1.5	12.8
Unadjusted overnight deposits	348,629	400,601	452,358	442,390	15.3	-3.0	-2.2
Current accounts	187,806	222,140	259,866	259,337	9.0	-1.5	-0.2
Savings accounts	157,734	173,753	186,439	179,435	6.2	-1.3	-3.8
Other deposits	3,088	4,707	6,053	3,618	0.1	-0.1	-40.2
Time deposits and redeemables at notice	323,833	437,024	594,774	749,935	25.9	1.9	26.1
Repos	90,287	84,324	83,482	85,557	3.0	-0.4	2.5
Non-residents	96,574	89,867	88,246	105,388	3.6	0.1	19.4
<b>Debt certificates including bonds</b>	<b>151,311</b>	<b>221,811</b>	<b>304,425</b>	<b>381,512</b>	<b>13.2</b>	<b>0.9</b>	<b>25.3</b>
Of which: mortgage securities (b)	57,422	90,390	133,556	156,245	5.4	0.0	17.0
<b>Trading derivatives</b>	<b>27,337</b>	<b>37,335</b>	<b>48,680</b>	<b>73,775</b>	<b>2.5</b>	<b>0.6</b>	<b>51.6</b>
<b>Subordinated liabilities</b>	<b>58,049</b>	<b>61,977</b>	<b>70,735</b>	<b>85,869</b>	<b>3.0</b>	<b>0.1</b>	<b>21.4</b>
<b>Other financial liabilities</b>	<b>23,022</b>	<b>27,890</b>	<b>33,142</b>	<b>36,820</b>	<b>1.3</b>	<b>-0.1</b>	<b>11.1</b>
<b>Provisions</b>	<b>26,159</b>	<b>26,637</b>	<b>27,964</b>	<b>28,698</b>	<b>1.0</b>	<b>-0.1</b>	<b>2.6</b>
Of which: provisions for pensions and similar	20,571	20,510	21,794	20,629	0.7	-0.2	-5.3
<b>Equity</b>	<b>117,519</b>	<b>129,383</b>	<b>147,605</b>	<b>173,239</b>	<b>6.0</b>	<b>0.0</b>	<b>17.4</b>
Valuation adjustments	5,275	7,814	11,249	10,147	0.4	-0.1	-9.8
Own funds	112,244	121,568	136,356	163,093	5.6	0.1	19.6
Of which: capital and reserves (including share premium)	103,141	111,306	120,867	135,560	4.7	-0.2	12.2
<b>Other liabilities</b>	<b>40,583</b>	<b>43,338</b>	<b>47,849</b>	<b>48,963</b>	<b>1.7</b>	<b>-0.2</b>	<b>2.3</b>
<b>MEMORANDUM ITEM:</b>							
Unadjusted earning financial assets	1,656,354	2,017,636	2,355,369	2,748,188	95.0	0.0	16.7
Unadjusted securities portfolio	341,019	410,158	386,106	450,673	15.6	0.0	16.7
Equity portfolio	110,065	125,434	152,396	184,009	6.4	0.2	20.7
Investments in the group	67,322	71,643	76,768	89,260	3.1	0.0	16.3
Other investments	5,349	5,260	7,713	29,623	1.0	0.7	284.0
Other equity securities	37,394	48,530	67,915	65,126	2.3	-0.5	-4.1
Contingent exposures and liabilities	193,764	266,120	392,835	401,486	13.9	-2.0	2.2
Variable-rate credit	690,483	910,532	1,173,776	1,382,090	47.8	0.4	17.7
Asset transfers	77,209	100,806	142,594	214,091	7.4	1.6	50.1
Of which: securitised (c)	43,764	36,642	33,630	34,673	1.2	-0.2	3.1
Total mortgage covered bonds issued (d)	90,599	156,902	227,663	275,055	9.5	0.3	20.8

SOURCE: Banco de España. Data available at 8 February 2008.

- Institutions existing at each date.
- This item almost entirely corresponds to mortgage covered bonds which are marketable securities. Accordingly, privately placed (and securitised) mortgage covered bonds are not included.
- This figure relates solely to the outstanding volume of securitisations whose underlying assets have been derecognised from the CI's balance sheet and thus classified as "transferred". In order to see total asset securitisations originated by CIs, please refer to Chart A 3.11 under the item "transfer of assets due to securitisation".
- Figure taken from the confidential return "Supplementary information on the Balance Sheet" of CIs, under the accounting rules in CBE 4/2004. It includes all mortgage covered bonds, whether marketable or not.

## BREAKDOWN OF ACTIVITY BY INSTITUTIONAL GROUPS OF CIs (a)

TABLE A.3.3

Total business. December 2007 (%)

	DEPOSIT INSTITUTIONS											
	TOTAL	BANKS								SAVINGS BANKS	CO-OPERATIVES	SCIs
		TOTAL	DOMESTIC	FOREIGN								
				TOTAL	SUBSIDIARIES	BRANCHES		NON-EU				
						EU						
<b>BALANCE SHEET TOTAL</b>	<b>97.6</b>	<b>54.0</b>	<b>43.1</b>	<b>10.9</b>	<b>3.0</b>	<b>7.9</b>	<b>7.7</b>	<b>0.2</b>	<b>39.9</b>	<b>3.7</b>	<b>2.4</b>	
<b>ASSETS:</b>												
<b>Cash and central banks</b>	<b>99.9</b>	<b>61.3</b>	<b>56.5</b>	<b>4.8</b>	<b>1.9</b>	<b>2.9</b>	<b>2.8</b>	<b>0.2</b>	<b>36.3</b>	<b>2.2</b>	<b>0.1</b>	
<b>Deposits from credit institutions</b>	<b>99.1</b>	<b>72.9</b>	<b>51.8</b>	<b>21.1</b>	<b>4.5</b>	<b>16.6</b>	<b>16.2</b>	<b>0.3</b>	<b>24.0</b>	<b>2.3</b>	<b>0.9</b>	
Of which: interbank	98.9	73.8	50.2	23.7	3.6	20.1	19.6	0.5	22.3	2.7	1.1	
<b>Loans and advances to other debtors</b>	<b>96.6</b>	<b>45.9</b>	<b>38.3</b>	<b>7.7</b>	<b>3.3</b>	<b>4.4</b>	<b>4.2</b>	<b>0.2</b>	<b>45.9</b>	<b>4.8</b>	<b>3.4</b>	
Resident general government	93.2	58.6	47.3	11.2	10.5	0.8	0.8	0.0	33.2	1.4	6.8	
Resident private sector	96.8	44.0	36.5	7.5	3.1	4.4	4.2	0.2	47.5	5.2	3.2	
Of which: commercial credit	85.7	49.2	45.2	3.9	2.3	1.6	1.4	0.2	32.1	4.4	14.3	
Of which: mortgage-backed	99.2	35.9	32.0	3.9	2.7	1.2	1.2	0.0	56.9	6.3	0.8	
Non-residents	96.2	73.5	64.6	8.9	3.5	5.3	4.8	0.5	22.4	0.4	3.8	
<b>Debt securities</b>	<b>99.9</b>	<b>64.1</b>	<b>37.7</b>	<b>26.4</b>	<b>1.7</b>	<b>24.7</b>	<b>24.7</b>	<b>0.0</b>	<b>34.4</b>	<b>1.4</b>	<b>0.1</b>	
<b>Other equity instruments</b>	<b>99.9</b>	<b>54.8</b>	<b>42.6</b>	<b>12.2</b>	<b>0.7</b>	<b>11.5</b>	<b>11.5</b>	<b>0.0</b>	<b>42.6</b>	<b>2.6</b>	<b>0.1</b>	
<b>Trading derivatives</b>	<b>100.0</b>	<b>87.0</b>	<b>79.2</b>	<b>7.8</b>	<b>1.3</b>	<b>6.5</b>	<b>6.1</b>	<b>0.4</b>	<b>12.9</b>	<b>0.1</b>	<b>0.0</b>	
<b>Other financial assets</b>	<b>99.6</b>	<b>82.0</b>	<b>61.4</b>	<b>20.6</b>	<b>4.3</b>	<b>16.3</b>	<b>16.2</b>	<b>0.1</b>	<b>15.7</b>	<b>1.9</b>	<b>0.4</b>	
<b>Hedging derivatives</b>	<b>99.8</b>	<b>39.6</b>	<b>31.5</b>	<b>8.1</b>	<b>3.5</b>	<b>4.6</b>	<b>4.6</b>	<b>0.0</b>	<b>59.8</b>	<b>0.3</b>	<b>0.2</b>	
<b>Investments</b>	<b>100.0</b>	<b>79.1</b>	<b>76.8</b>	<b>2.3</b>	<b>0.6</b>	<b>1.7</b>	<b>1.7</b>	<b>0.0</b>	<b>20.6</b>	<b>0.3</b>	<b>0.0</b>	
<b>Insurance contracts linked to pensions</b>	<b>99.9</b>	<b>71.2</b>	<b>70.2</b>	<b>1.0</b>	<b>1.0</b>	<b>0.1</b>	<b>0.0</b>	<b>0.0</b>	<b>28.7</b>	<b>0.0</b>	<b>0.1</b>	
<b>Fixed assets</b>	<b>96.7</b>	<b>23.8</b>	<b>21.8</b>	<b>2.0</b>	<b>1.3</b>	<b>0.7</b>	<b>0.7</b>	<b>0.0</b>	<b>65.3</b>	<b>7.6</b>	<b>3.3</b>	
<b>Tax assets</b>	<b>97.8</b>	<b>59.8</b>	<b>54.4</b>	<b>5.4</b>	<b>2.8</b>	<b>2.6</b>	<b>2.4</b>	<b>0.2</b>	<b>35.9</b>	<b>2.1</b>	<b>2.2</b>	
<b>Other assets</b>	<b>92.8</b>	<b>58.5</b>	<b>37.7</b>	<b>20.7</b>	<b>2.8</b>	<b>18.0</b>	<b>17.7</b>	<b>0.3</b>	<b>31.4</b>	<b>2.9</b>	<b>7.2</b>	
<b>LIABILITIES AND EQUITY:</b>												
<b>Deposits from central banks and from credit institutions</b>	<b>91.9</b>	<b>74.3</b>	<b>37.2</b>	<b>37.2</b>	<b>5.9</b>	<b>31.2</b>	<b>30.6</b>	<b>0.6</b>	<b>16.5</b>	<b>1.0</b>	<b>8.1</b>	
<b>Deposits from other creditors</b>	<b>99.4</b>	<b>43.6</b>	<b>39.0</b>	<b>4.6</b>	<b>2.7</b>	<b>1.9</b>	<b>1.8</b>	<b>0.0</b>	<b>49.9</b>	<b>5.9</b>	<b>0.6</b>	
Resident and non-resident general government	100.0	45.8	44.9	0.8	0.8	0.1	0.0	0.0	50.3	3.9	0.0	
Resident private sector	99.9	40.8	36.4	4.4	2.5	1.9	1.8	0.0	52.7	6.5	0.1	
<i>Unadjusted overnight deposits</i>	<i>100.0</i>	<i>41.8</i>	<i>35.9</i>	<i>5.9</i>	<i>2.7</i>	<i>3.2</i>	<i>3.1</i>	<i>0.1</i>	<i>51.3</i>	<i>6.9</i>	<i>0.0</i>	
<i>Current accounts</i>	<i>100.0</i>	<i>49.0</i>	<i>39.7</i>	<i>9.3</i>	<i>4.1</i>	<i>5.3</i>	<i>5.1</i>	<i>0.2</i>	<i>46.4</i>	<i>4.6</i>	<i>0.0</i>	
<i>Savings accounts</i>	<i>100.0</i>	<i>31.1</i>	<i>30.2</i>	<i>0.9</i>	<i>0.6</i>	<i>0.2</i>	<i>0.2</i>	<i>0.0</i>	<i>58.7</i>	<i>10.3</i>	<i>0.0</i>	
<i>Other deposits</i>	<i>98.0</i>	<i>52.8</i>	<i>44.4</i>	<i>8.4</i>	<i>6.0</i>	<i>2.4</i>	<i>2.3</i>	<i>0.1</i>	<i>43.1</i>	<i>2.1</i>	<i>2.0</i>	
<i>Time deposits and redeemables at notice</i>	<i>99.9</i>	<i>37.5</i>	<i>34.8</i>	<i>2.7</i>	<i>1.9</i>	<i>0.7</i>	<i>0.7</i>	<i>0.0</i>	<i>55.6</i>	<i>6.9</i>	<i>0.1</i>	
<i>Repos</i>	<i>100.0</i>	<i>62.8</i>	<i>51.1</i>	<i>11.7</i>	<i>6.8</i>	<i>4.9</i>	<i>4.9</i>	<i>0.0</i>	<i>36.2</i>	<i>0.9</i>	<i>0.0</i>	
Non-residents	92.1	76.5	67.0	9.5	6.5	3.0	2.9	0.1	15.0	0.6	7.9	
<b>Debt certificates including bonds</b>	<b>99.8</b>	<b>51.7</b>	<b>51.0</b>	<b>0.7</b>	<b>0.7</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>47.0</b>	<b>1.1</b>	<b>0.2</b>	
Of which: mortgage securities (b)	100.0	61.0	61.0	0.0	0.0	0.0	0.0	0.0	39.0	0.0	0.0	
<b>Trading derivatives</b>	<b>99.7</b>	<b>88.3</b>	<b>79.1</b>	<b>9.1</b>	<b>1.1</b>	<b>8.0</b>	<b>7.6</b>	<b>0.4</b>	<b>11.4</b>	<b>0.0</b>	<b>0.3</b>	
<b>Subordinated liabilities</b>	<b>99.2</b>	<b>63.6</b>	<b>61.8</b>	<b>1.8</b>	<b>1.6</b>	<b>0.2</b>	<b>0.2</b>	<b>0.0</b>	<b>34.9</b>	<b>0.7</b>	<b>0.8</b>	
<b>Other financial liabilities</b>	<b>91.3</b>	<b>69.4</b>	<b>56.7</b>	<b>12.7</b>	<b>2.7</b>	<b>10.0</b>	<b>9.9</b>	<b>0.1</b>	<b>19.7</b>	<b>2.2</b>	<b>8.7</b>	
<b>Provisions</b>	<b>99.0</b>	<b>67.6</b>	<b>65.6</b>	<b>1.9</b>	<b>1.2</b>	<b>0.7</b>	<b>0.6</b>	<b>0.1</b>	<b>30.5</b>	<b>1.0</b>	<b>1.0</b>	
Of which: provisions for pensions and similar	99.8	75.9	74.8	1.1	1.0	0.1	0.1	0.0	23.8	0.1	0.2	
<b>Equity</b>	<b>97.5</b>	<b>54.6</b>	<b>50.7</b>	<b>3.9</b>	<b>2.4</b>	<b>1.5</b>	<b>1.0</b>	<b>0.6</b>	<b>38.1</b>	<b>4.8</b>	<b>2.5</b>	
Valuation adjustments	99.8	32.4	33.3	-0.9	-0.2	-0.7	-0.7	0.0	66.3	1.1	0.2	
Own funds	97.4	56.0	51.8	4.2	2.6	1.7	1.1	0.6	36.3	5.0	2.6	
Of which: capital and reserves	97.1	56.0	51.7	4.3	2.8	1.5	0.8	0.7	35.5	5.6	2.9	
<b>Other liabilities</b>	<b>98.5</b>	<b>44.6</b>	<b>37.6</b>	<b>7.0</b>	<b>3.0</b>	<b>4.0</b>	<b>3.9</b>	<b>0.1</b>	<b>51.0</b>	<b>3.0</b>	<b>1.5</b>	
<b>MEMORANDUM ITEM:</b>												
Unadjusted earning financial assets	97.5	52.9	42.0	11.0	3.1	7.9	7.7	0.2	40.7	3.9	2.5	
Unadjusted securities portfolio	99.9	66.7	48.7	18.0	1.3	16.7	16.7	0.0	32.0	1.3	0.1	
Equity portfolio	100.0	70.5	64.7	5.8	0.6	5.2	5.2	0.0	28.4	1.1	0.0	
<i>Investments in the group</i>	<i>100.0</i>	<i>76.6</i>	<i>74.0</i>	<i>2.7</i>	<i>0.4</i>	<i>2.3</i>	<i>2.3</i>	<i>0.0</i>	<i>23.1</i>	<i>0.2</i>	<i>0.0</i>	
<i>Other investments</i>	<i>100.0</i>	<i>86.5</i>	<i>85.2</i>	<i>1.3</i>	<i>1.3</i>	<i>0.0</i>	<i>0.0</i>	<i>0.0</i>	<i>13.0</i>	<i>0.5</i>	<i>0.0</i>	
<i>Other equity securities</i>	<i>99.9</i>	<i>54.8</i>	<i>42.6</i>	<i>12.2</i>	<i>0.7</i>	<i>11.5</i>	<i>11.5</i>	<i>0.0</i>	<i>42.6</i>	<i>2.6</i>	<i>0.1</i>	
Contingent exposures and liabilities	99.9	79.8	67.9	12.0	1.7	10.3	10.1	0.2	18.5	1.6	0.1	
Variable-rate credit	98.9	40.7	34.2	6.5	2.2	4.3	4.1	0.2	52.4	5.8	1.1	
Asset transfers	93.9	50.3	44.0	6.3	5.2	1.1	1.1	0.0	37.3	6.3	6.1	
Of which: securitised (c)	66.2	35.3	30.0	5.3	5.1	0.2	0.2	0.0	26.9	4.1	33.8	
Total mortgage covered bonds issued (d)	100.0	39.5	39.4	0.1	0.0	0.1	0.1	0.0	58.3	2.2	0.0	

SOURCE: Banco de España. Data available at 8 February 2008.

a. Institutions existing at each date.

b. This item almost entirely corresponds to mortgage covered bonds which are marketable securities. Accordingly, privately placed (and securitised) mortgage covered bonds are not included.

c. This figure relates solely to the outstanding volume of securitisations whose underlying assets have been derecognised from the CI's balance sheet and thus classified as "transferred". In order to see total asset securitisations originated by CIs, please refer to Chart A 3.10 under the item "transfer of assets due to securitisation".

d. Figure taken from the confidential return "Supplementary information on the Balance Sheet" of CIs, under the accounting rules in CBE 4/2004. It includes all mortgage covered bonds, whether marketable or not.

## CREDIT INSTITUTIONS: STRUCTURE OF LENDING TO RESIDENT PRIVATE SECTOR (a)

TABLE A.3.4

Business in Spain. Year-end data (%)

	2004	2005	2006	2007
<b>Lending to business</b>	<b>50.8</b>	<b>50.0</b>	<b>51.6</b>	<b>53.3</b>
Goods	19.5	18.6	18.2	18.1
<i>Agriculture, fishing and extractive industries</i>	2.3	2.1	1.9	1.7
<i>Manufacturing</i>	7.3	6.8	6.2	6.0
<i>Energy and electricity</i>	1.7	1.3	1.3	1.7
<i>Construction</i>	8.3	8.4	8.8	8.7
Services	31.2	31.4	33.4	35.2
<i>Commerce, repairs and hotels and restaurants</i>	7.2	6.8	6.4	6.4
<i>Transport and communications</i>	3.1	2.8	2.5	2.3
<i>Real estate development</i>	11.9	13.5	16.4	17.3
<i>Financial intermediation</i>	1.9	1.1	1.2	1.8
<i>Other services</i>	7.1	7.1	6.9	7.4
<b>Lending to households</b>	<b>47.0</b>	<b>48.2</b>	<b>46.7</b>	<b>45.1</b>
Housing (purchase and refurbishing)	35.5	37.3	36.3	35.3
Consumer credit	4.1	3.8	3.4	3.2
Other purposes	7.4	7.1	7.0	6.5
<b>Other</b>	<b>2.3</b>	<b>1.8</b>	<b>1.8</b>	<b>1.6</b>

SOURCE: Banco de España. Data available at end-February 2008.

a. Institutions existing at each date.

## ACTIVITY OF CREDIT INSTITUTIONS AND THEIR CONSOLIDATED GROUPS (a)

TABLE A.3.5

Year-end data (€m and %)

	2004	2005	2006	2007	MEMORANDUM ITEM: 2007			
					BUSINESS IN SPAIN		BUSINESS ABROAD	
					2006	2007	2006	2007
<b>BALANCE SHEET TOTAL</b>	<b>2,057,111</b>	<b>2,536,681</b>	<b>2,912,656</b>	<b>3,343,428</b>	<b>78.1</b>	<b>78.9</b>	<b>21.9</b>	<b>21.1</b>
<b>ASSETS:</b>								
Cash and central banks	33,911	46,478	49,319	88,723	58.9	68.6	41.1	31.4
Loans and advances to credit institutions	191,834	223,377	245,832	251,318	85.0	87.1	15.0	12.9
Loans and advances to other debtors	1,258,138	1,573,947	1,951,872	2,250,414	80.0	80.5	20.0	19.5
Debt securities	308,968	390,848	326,237	355,537	65.3	69.3	34.7	30.7
Investments	25,012	28,587	27,712	54,375	87.4	53.6	12.6	46.4
Tangible assets	32,303	34,556	36,229	35,940	80.6	87.6	19.4	12.4
Other assets	206,945	238,889	275,455	307,121	75.9	77.3	24.1	22.7
<i>Of which: consolidated goodwill</i>	<i>16,338</i>	<i>16,425</i>	<i>17,932</i>	<i>21,921</i>	<i>3.8</i>	<i>3.0</i>	<i>96.2</i>	<i>97.0</i>
<b>LIABILITIES AND EQUITY:</b>								
Central banks and deposits from credit institutions	380,165	500,922	497,744	577,882	81.8	85.1	18.2	14.9
Deposits from other creditors	1,067,441	1,231,164	1,390,865	1,574,646	77.1	76.9	22.9	23.1
Debt certificates including bonds	250,084	386,555	554,927	663,043	80.1	82.5	19.9	17.5
Subordinated liabilities	58,480	64,475	72,945	82,982	68.6	75.1	31.4	24.9
Provisions	35,352	36,590	36,898	33,710	79.5	83.6	20.5	16.4
Tax liabilities	11,863	14,285	17,924	18,727	81.6	82.4	18.4	17.6
Equity	128,200	151,279	176,009	210,578	93.7	95.1	6.3	4.9
<i>Minority interest</i>	<i>4,999</i>	<i>6,274</i>	<i>5,703</i>	<i>10,927</i>	<i>64.1</i>	<i>78.7</i>	<i>35.9</i>	<i>21.3</i>
<i>Valuation adjustments</i>	<i>12,253</i>	<i>18,901</i>	<i>22,462</i>	<i>17,049</i>	<i>—</i>	<i>—</i>	<i>—</i>	<i>—</i>
<i>Own funds</i>	<i>110,948</i>	<i>126,104</i>	<i>147,844</i>	<i>182,602</i>	<i>95.0</i>	<i>95.0</i>	<i>5.0</i>	<i>5.0</i>
<i>Of which: capital and reserves (including share premium)</i>	<i>100,074</i>	<i>109,713</i>	<i>124,767</i>	<i>148,244</i>	<i>98.8</i>	<i>98.9</i>	<i>1.2</i>	<i>1.1</i>
Other liabilities	125,524	151,410	165,346	181,859	55.4	44.5	44.6	55.5
<b>MEMORANDUM ITEM:</b>								
Interest-bearing financial liabilities	1,785,440	2,205,538	2,544,274	2,922,018	78.6	80.0	21.4	20.0
Off-balance-sheet customer funds	303,027	589,398	676,300	713,436	100.0	100.0	—	—
<i>Of which: managed by the group</i>	<i>357,032</i>	<i>473,718</i>	<i>519,631</i>	<i>541,299</i>	<i>74.3</i>	<i>75.6</i>	<i>25.7</i>	<i>24.4</i>
Unadjusted securities portfolio	396,670	494,182	453,458	503,894	72.1	73.3	27.9	26.7
<i>Of which: equity portfolio</i>	<i>88,099</i>	<i>104,169</i>	<i>127,320</i>	<i>147,977</i>	<i>89.7</i>	<i>82.7</i>	<i>10.3</i>	<i>17.3</i>
Investments in the group	10,995	14,175	8,625	11,036	90.2	82.9	9.8	17.1
Other investments	12,095	12,590	15,639	31,411	87.7	51.5	12.3	48.5
Other equity securities	65,009	77,404	103,056	105,530	89.9	92.0	10.1	8.0

SOURCE: Banco de España. Data available at 2 April 2008.

a. These data refer to CGs, and to individual CIs which do not belong to a CG, existing at each date.

## FOREIGN BUSINESS OF CONSOLIDATED GROUPS AND INDIVIDUAL INSTITUTIONS (a)

TABLE A.3.6

End-of-year data (€ m)

	2004	2005	2006	2007
<b>Consolidated foreign balance sheet</b>	<b>473,482</b>	<b>601,429</b>	<b>638,391</b>	<b>707,048</b>
Financial assets	357,499	504,218	521,867	590,900
<i>European Union</i>	214,420	277,752	277,630	306,371
<i>Latin America</i>	118,948	171,800	180,385	196,853
<i>Other</i>	24,132	54,665	63,852	87,677
Financial liabilities	337,224	462,696	480,048	544,041
<i>European Union</i>	169,288	271,690	250,628	267,413
<i>Latin America</i>	107,226	135,565	157,269	168,483
<i>Other</i>	60,710	55,441	72,151	108,145
MEMORANDUM ITEM:				
Funds managed (net asset value)	72,615	124,515	133,472	131,977
<i>European Union</i>	10,913	16,968	20,044	23,155
<i>Latin America</i>	52,681	97,249	107,707	102,263
<i>Other</i>	9,021	10,298	5,721	6,558
<b>CIs abroad (number)</b>	<b>166</b>	<b>159</b>	<b>159</b>	<b>176</b>
Subsidiaries	115	108	106	122
<i>European Union</i>	34	30	41	44
<i>Latin America</i>	36	36	28	30
<i>Other</i>	45	42	37	48
Branches	51	51	53	54
<i>European Union</i>	37	36	37	38
<i>Latin America</i>	1	1	1	1
<i>Other</i>	13	14	15	15

SOURCE: Banco de España. Data available at 2 April 2008.

a. These data refer to CGs, and to individual CIs which do not belong to a CG, existing at each date.

Year-end data (€m and %)

	2004	2005	2006	2007	MEMORANDUM ITEM: 2007		
					STRUCTURE		% ANNUAL CHANGE
					%	CHANGE IN PP	
<b>BREAKDOWN BY TYPE OF UNDERLYING BEING SECURITISED:</b>							
<b>Total</b>	<b>52,510</b>	<b>68,904</b>	<b>93,801</b>	<b>137,245</b>	<b>100.0</b>	<b>—</b>	<b>46.3</b>
<b>Assets of CIs (bond issuance)</b>	<b>32,391</b>	<b>43,961</b>	<b>64,193</b>	<b>115,032</b>	<b>83.8</b>	<b>0.0</b>	<b>79.2</b>
Mortgage loans (not to SMEs or property developers)	18,853	29,617	38,889	62,975	45.9	4.4	61.9
<i>Of which: Mortgage SSPEs (PH) (a)</i>	<i>4,890</i>	<i>6,850</i>	<i>5,050</i>	<i>5,926</i>	<i>4.3</i>	<i>-1.1</i>	<i>17.3</i>
<i>Of which: Asset SSPEs (PH and CTH) (a)</i>	<i>13,963</i>	<i>22,767</i>	<i>33,839</i>	<i>57,049</i>	<i>41.6</i>	<i>5.5</i>	<i>68.6</i>
Mortgage loans to property developers	475	730	—	—	—	—	—
SMEs	8,764	6,571	12,795	10,336	7.5	-6.1	-19.2
Consumer loans	235	—	5,527	1,566	1.1	-4.8	-71.7
Credit to general government	1,850	—	—	—	—	—	—
Auto loans	1,763	3,235	1,369	3,394	2.5	1.0	147.9
Interbank loans	—	—	—	13,169	9.6	9.6	—
Corporate loans	0	3,100	5,536	19,250	14.0	8.1	247.7
Other	451	796	77	4,342	3.2	3.1	5539.4
<b>Assets of CIs (commercial paper issuance) (b)</b>	<b>1,196</b>	<b>-1,327</b>	<b>904</b>	<b>-4,836</b>	<b>-3.5</b>	<b>-4.5</b>	<b>-634.9</b>
Of which: receivables	1,210	-925	1,055	-4,771	-3.5	-4.6	-552.2
<b>Assets of non-financial corporations</b>	<b>239</b>	<b>145</b>	<b>1,032</b>	<b>394</b>	<b>0.3</b>	<b>-0.8</b>	<b>-61.9</b>
<b>Liabilities of CIs</b>	<b>18,685</b>	<b>26,125</b>	<b>27,673</b>	<b>26,655</b>	<b>19.4</b>	<b>-10.1</b>	<b>-3.7</b>
Mortgage covered bonds	18,685	24,280	25,925	26,655	19.4	-8.2	2.8
Territorial covered bonds	—	665	—	—	—	—	—
Treasury bonds	—	1,180	1,450	—	—	—	—
Subordinated loans	—	—	298	—	—	—	—
<b>MEMORANDUM ITEMS:</b>							
Total securitised mortgage-backed assets (c)	25,301	34,895	48,546	76,661	55.9	4.1	57.9
Total issues linked to mortgage market (d)	43,986	59,175	74,471	103,316	75.3	-4.1	38.7
Bonds issued on foreign stock markets	965	1,035	1,421	372	0.3	-1.2	-73.8
<b>BREAKDOWN BY TYPE OF ORIGINATOR:</b>							
<b>Total</b>	<b>52,510</b>	<b>68,904</b>	<b>93,801</b>	<b>137,245</b>	<b>100.0</b>	<b>0.0</b>	<b>46.3</b>
Banks	22,676	20,325	34,262	71,560	52.1	15.6	108.9
Savings banks	25,071	40,019	47,951	58,556	42.7	-8.4	22.1
Co-operatives	2,715	5,463	6,792	4,990	3.6	-3.6	-26.5
SICIs	1,810	2,953	3,687	1,619	1.2	-2.7	-56.1
Unclassified from financial institutions	—	—	77	126	0.1	—	64.2
Non-financial corporations	239	145	1,032	394	0.3	-0.8	-61.9

SOURCES: CNMV, AIAF and Banco de España. Data available at 10 March 2008.

- a. PH: Collateralised mortgage bonds (*participaciones hipotecarias*) as defined in Royal Decree 685/1982, and CTH: mortgage transfer certificates (*certificados de transmisión hipotecaria*) as defined in Law 44/2002.
- b. For this category in particular, the data provided are the change in the outstanding balance of securitisation in the year, which is equal to net promissory note issuance. Since the securitised assets are very short-term, institutions issue and redeem a large amount of promissory notes under ABCP programmes during the year. This also explains why there may be negative net issuance of the securities of these vehicles.
- c. Sum of the items "Mortgage loans (not to SMEs or property developers)", "Mortgage loans to property developers", and the mortgage-backed part of those funds classified as "SMEs", "corporate loans" and "other".
- d. Sum of the items "Total mortgage-backed assets" and "Mortgage covered bonds".

## OUTSTANDING AMOUNTS OF SPANISH SECURITISATIONS

TABLE A.3.8

Year-end data (€m and %)

	2004	2005	2006	2007	MEMORANDUM ITEM: 2007		
					STRUCTURE	%	ANNUAL
					%	CHANGE	Δ
					IN PP		
<b>BREAKDOWN BY TYPE OF UNDERLYING BEING SECURITISED:</b>							
<b>Total</b>	<b>120,443</b>	<b>173,592</b>	<b>243,163</b>	<b>350,207</b>	<b>100.0</b>	<b>—</b>	<b>43.9</b>
<b>Assets of CIs (bond issuance)</b>	<b>75,593</b>	<b>103,003</b>	<b>144,188</b>	<b>229,223</b>	<b>65.4</b>	<b>6.1</b>	<b>58.7</b>
Mortgage loans (not to SMEs or property developers)	49,657	68,969	93,330	141,152	40.3	2.0	51.2
<i>Of which: mortgage SSPEs (PH) (a)</i>	<i>21,737</i>	<i>24,310</i>	<i>24,528</i>	<i>26,604</i>	<i>7.6</i>	<i>-2.5</i>	<i>8.5</i>
<i>Of which: asset SSPEs (PH and CTH) (a)</i>	<i>27,920</i>	<i>44,658</i>	<i>68,802</i>	<i>114,548</i>	<i>32.7</i>	<i>4.4</i>	<i>66.5</i>
Mortgage loans to property developers	476	992	697	475	0.1	-0.2	-31.9
SMEs	17,113	20,252	28,069	30,851	8.8	-2.7	9.9
Consumer loans	1,459	938	6,087	5,526	1.6	-0.9	-9.2
Credit to general government	2,665	2,126	1,749	1,481	0.4	-0.3	-15.3
Auto loans	3,273	5,213	5,337	7,588	2.2	—	42.2
Interbank loans	—	—	—	10,571	3.0	3.0	—
Corporate loans	—	3,100	7,625	24,370	7.0	3.8	219.6
Other	950	1,413	1,293	7,209	2.0	1.4	430.3
<b>Assets of CIs (commercial paper issuance) (b)</b>	<b>5,078</b>	<b>4,284</b>	<b>5,255</b>	<b>613</b>	<b>0.2</b>	<b>-2.0</b>	<b>-88.3</b>
Of which: receivables	4,543	3,581	4,703	—	—	-1.9	-100.0
<b>Assets of non-financial corporations</b>	<b>539</b>	<b>656</b>	<b>397</b>	<b>393</b>	<b>0.1</b>	<b>-0.1</b>	<b>-0.9</b>
<b>Liabilities of CIs</b>	<b>39,233</b>	<b>65,650</b>	<b>93,323</b>	<b>119,978</b>	<b>34.3</b>	<b>-4.1</b>	<b>28.6</b>
Mortgage covered bonds	37,833	62,405	88,330	114,730	32.8	-3.5	29.9
Territorial covered bonds	1,400	2,065	2,065	2,065	0.6	-0.3	—
Treasury bonds	—	1,180	2,630	2,885	0.8	-0.3	9.7
Subordinated loans	—	—	298	298	0.1	—	—
<b>MEMORANDUM ITEMS:</b>							
Total mortgage-backed assets (b)	61,052	83,381	112,999	170,007	48.6	2.1	50.4
Total funding to mortgage market	98,884	145,786	201,329	284,737	81.4	-1.4	41.4
Bonds issued on foreign stock markets	2,611	3,561	2,842	1,923	0.5	-0.6	-32.3
<b>Transfer of assets due to securitisation (c)</b>	<b>76,089</b>	<b>99,614</b>	<b>140,969</b>	<b>210,528</b>	<b>60.1</b>	<b>2.1</b>	<b>49.3</b>
Securitised assets held on the balance sheet	32,352	63,104	107,396	175,854	50.2	6.0	63.7
Assets transferred via securitisation	43,764	36,642	33,630	34,673	9.9	-3.9	3.1
<i>Of which: securitisations originated from 1.1.2004</i>	<i>1,860</i>	<i>3,631</i>	<i>7,477</i>	<i>12,709</i>	<i>3.6</i>	<i>0.5</i>	<i>70.0</i>
<i>% of total securitised assets of CIs</i>	<i>2.3</i>	<i>3.6</i>	<i>5.3</i>	<i>6.0</i>	<i>—</i>	<i>—</i>	<i>—</i>
<b>BREAKDOWN BY TYPE OF ORIGINATOR:</b>							
<b>Total</b>	<b>120,443</b>	<b>173,592</b>	<b>243,163</b>	<b>350,206</b>	<b>100.0</b>	<b>—</b>	<b>44.0</b>
Banks	46,192	59,244	82,277	137,327	39.2	5.4	66.9
Savings banks	64,665	96,666	134,692	183,559	52.4	-3.0	36.3
Co-operatives	3,564	10,305	16,615	19,420	5.5	-1.3	16.9
SCIs	4,532	6,004	8,083	8,189	2.3	-1.0	1.3
Unclassified from financial institutions	951	716	1,099	1,319	0.4	-0.1	20.0
Non-financial corporations	539	656	397	393	0.1	-0.1	-0.9
<b>HOLDERS OF ASSET-BACKED BONDS ISSUED BY SPANISH SSPEs (d):</b>							
<b>Total held by:</b>	<b>111,102</b>	<b>159,748</b>	<b>222,903</b>	<b>331,200</b>	<b>100.0</b>	<b>—</b>	<b>48.6</b>
Non-financial corporations and households	1,807	1,594	1,325	6,375	1.9	1.3	381.1
Financial institutions	32,481	42,168	47,666	107,209	32.4	11.0	124.9
<b>CIs (e)</b>	<b>29,323</b>	<b>39,230</b>	<b>47,666</b>	<b>107,209</b>	<b>32.4</b>	<b>11.0</b>	<b>124.9</b>
<i>Money market funds (f)</i>	<i>3,158</i>	<i>2,938</i>	<i>0</i>	<i>0</i>	<i>0.0</i>	<i>0.0</i>	<i>—</i>
Non-monetary CIUs	4,700	7,523	13,157	12,140	3.7	-2.2	-7.7
Insurance companies	6,736	7,220	8,156	8,253	2.5	-1.2	1.2
Rest of the world	76,814	115,986	173,912	217,616	65.7	-12.3	25.1
<b>OTHER LIABILITIES: CREDIT EXTENDED TO SPANISH SSPEs:</b>							
<b>Total</b>	<b>3,000</b>	<b>4,000</b>	<b>4,000</b>	<b>4,200</b>	<b>100.0</b>	<b>—</b>	<b>0.0</b>
Of which: by CIs	3,000	4,000	4,000	4,200	100.0	—	0.0

SOURCES: CNMV, AIAF and Banco de España. Data available at 12 March 2008. For holders of asset-backed bonds, data available at 12 March 2008.

- a. PH: Collateralised mortgage bonds (*participaciones hipotecarias*) as defined in Royal Decree 685/1982, and CTH: mortgage transfer certificates (*certificados de transmisión hipotecaria*) as defined in Law 44/2002.
- b. Sum of the items "Mortgage loans (not to SMEs or property developers)", "Mortgage loans to property developers", and the mortgage-backed part of those funds classified as "SMEs", "corporate loans" and "other".
- c. All the data provided under the caption "Transfer of assets due to securitisation" come from the confidential balance sheet of CIs under the new accounting regulations established in CBE 4/2004. The difference between the total of this caption and the sum of the captions "Assets of, and bonds issued by, CIs" and "Assets of, and promissory notes issued by, CIs" in this table, stems from the fact that in the former, the institutions report the outstanding balance of underlying securitised assets, while in the latter, the figure is the outstanding balance of the securities in the AIAF market.
- d. Unlike the outstanding balances broken down by type of securitised asset and issuer, the figures in this section are market prices, since they are drawn from another statistical source. Nearly all asset-backed bonds not belonging to covered-bond securitisations pay a floating rate coupon and are therefore listed at 100% of their nominal value. The divergences thus arise in fixed-coupon asset-backed bonds.
- e. In previous reports on banking supervision it was assumed that financial institutions holders of asset-backed bonds were either money market funds or banks and savings banks. From 2007, other types of credit institutions, including ICO, are considered.
- f. Owing to the publication of the regulations implementing the Collective Investment Institutions Law (Royal Decree 1309/2005 of 4 November 2005), there were no funds in the money market fund category (FIAMM) at the close of 2006 and 2007.

**BREAKDOWN OF THE INDIVIDUAL INCOME STATEMENT FOR CIs (a)**

TABLE A.3.9

Data for each year (€m and %)

	AMOUNT				% OF ATA				% ANNUAL Δ			
	2004	2005	2006	2007	2004	2005	2006	2007	2004	2005	2006	2007
<b>Financial income</b>	<b>58,742</b>	<b>69,218</b>	<b>91,407</b>	<b>129,894</b>	<b>3.61</b>	<b>3.59</b>	<b>4.02</b>	<b>4.86</b>	<b>2.8</b>	<b>17.8</b>	<b>32.1</b>	<b>42.1</b>
Interest and similar income	52,369	63,166	82,047	118,633	3.22	3.28	3.61	4.44	0.9	20.6	29.9	44.6
Return on equity instruments	6,373	6,052	9,360	11,261	0.39	0.31	0.41	0.42	21.4	-5.0	54.7	20.3
<b>Financial cost</b>	<b>-28,196</b>	<b>-36,985</b>	<b>-53,129</b>	<b>-84,587</b>	<b>-1.73</b>	<b>-1.92</b>	<b>-2.34</b>	<b>-3.17</b>	<b>6.0</b>	<b>31.2</b>	<b>43.6</b>	<b>59.2</b>
<b>NET INTEREST INCOME</b>	<b>30,546</b>	<b>32,233</b>	<b>38,278</b>	<b>45,307</b>	<b>1.88</b>	<b>1.67</b>	<b>1.68</b>	<b>1.70</b>	<b>-0.1</b>	<b>5.5</b>	<b>18.8</b>	<b>18.4</b>
<i>Of which: investment of own funds</i>	<i>4,591</i>	<i>5,564</i>	<i>6,889</i>	<i>9,751</i>	<i>0.28</i>	<i>0.29</i>	<i>0.30</i>	<i>0.37</i>	<i>8.9</i>	<i>21.2</i>	<i>23.8</i>	<i>41.5</i>
<b>Non-interest income</b>	<b>11,848</b>	<b>13,949</b>	<b>17,263</b>	<b>21,789</b>	<b>0.73</b>	<b>0.72</b>	<b>0.76</b>	<b>0.82</b>	<b>39.6</b>	<b>17.7</b>	<b>23.8</b>	<b>26.2</b>
Fees and commissions (net)	9,930	11,283	12,778	14,157	0.61	0.59	0.56	0.53	13.6	13.6	13.2	10.8
Collection and payment service (net)	5,325	5,802	5,659	6,003	0.33	0.30	0.25	0.22	8.8	9.0	-2.5	6.1
Securities service (revenue)	1,082	1,189	1,420	1,775	0.07	0.06	0.06	0.07	1.2	9.8	19.5	25.0
Marketing of non-banking products (revenue)	2,873	3,369	4,113	4,486	0.18	0.17	0.18	0.17	24.2	17.3	22.1	9.1
Contingent exposures and commitments (net)	1,122	1,283	1,536	1,586	0.07	0.07	0.07	0.06	8.3	14.4	19.7	3.2
Exchange of foreign currencies and banknotes (revenue)	57	51	52	59	0.00	0.00	0.00	0.00	-5.3	-11.7	3.1	12.9
Other fees and commissions (net)	-529	-410	-3	248	-0.03	-0.02	0.00	0.01	-15.9	-22.5	-99.2	-
Gains or losses on financial assets and liabilities and exchange differences (net)	1,918	2,666	4,485	7,633	0.12	0.14	0.20	0.29	-	39.0	68.3	70.2
Held for trading	730	1,118	923	773	0.04	0.06	0.04	0.03	-	53.1	-17.5	-16.2
Other financial instruments	1	-13	-79	35	0.00	0.00	0.00	0.00	-	-	517.2	-
Available-for-sale financial assets	1,252	1,412	2,331	5,250	0.08	0.07	0.10	0.20	-	12.8	65.1	125.2
Loans and receivables	53	127	22	-28	0.00	0.01	0.00	0.00	-	141.0	-82.8	-
Other gains or losses on financial assets and liabilities	-573	-318	318	314	-0.04	-0.02	0.01	0.01	-	-44.5	-	-1.2
Exchange differences	456	339	970	1,289	0.03	0.02	0.04	0.05	-	-25.5	185.8	32.9
<b>GROSS INCOME</b>	<b>42,394</b>	<b>46,181</b>	<b>55,541</b>	<b>67,097</b>	<b>2.61</b>	<b>2.40</b>	<b>2.44</b>	<b>2.51</b>	<b>8.6</b>	<b>8.9</b>	<b>20.3</b>	<b>20.8</b>
<b>Operating expenses</b>	<b>-23,614</b>	<b>-25,116</b>	<b>-27,050</b>	<b>-29,784</b>	<b>-1.45</b>	<b>-1.30</b>	<b>-1.19</b>	<b>-1.11</b>	<b>4.4</b>	<b>6.4</b>	<b>7.7</b>	<b>10.1</b>
Personnel	-14,030	-14,874	-16,068	-17,606	-0.86	-0.77	-0.71	-0.66	4.5	6.0	8.0	9.6
Other administrative expenses	-7,454	-8,095	-8,843	-9,886	-0.46	-0.42	-0.39	-0.37	5.0	8.6	9.2	11.8
Depreciation and amortisation	-2,130	-2,147	-2,139	-2,292	-0.13	-0.11	-0.09	-0.09	1.4	0.8	-0.4	7.2
<b>Other operating income</b>	<b>770</b>	<b>995</b>	<b>1,121</b>	<b>1,144</b>	<b>0.05</b>	<b>0.05</b>	<b>0.05</b>	<b>0.04</b>	<b>-</b>	<b>29.2</b>	<b>12.6</b>	<b>2.1</b>
<b>NET OPERATING INCOME</b>	<b>19,551</b>	<b>22,061</b>	<b>29,611</b>	<b>38,458</b>	<b>1.20</b>	<b>1.15</b>	<b>1.30</b>	<b>1.44</b>	<b>18.0</b>	<b>12.8</b>	<b>34.2</b>	<b>29.9</b>
<b>Provisioning expenses, write-downs and other (net)</b>	<b>-5,168</b>	<b>-5,160</b>	<b>-4,914</b>	<b>-8,175</b>	<b>-0.32</b>	<b>-0.27</b>	<b>-0.22</b>	<b>-0.31</b>	<b>-</b>	<b>-0.2</b>	<b>-4.8</b>	<b>66.4</b>
Impairment losses (net)	-4,261	-4,732	-6,598	-9,772	-0.26	-0.25	-0.29	-0.37	-	11.1	39.4	48.1
Loans and receivables	-4,277	-4,594	-6,329	-8,288	-0.26	-0.24	-0.28	-0.31	-	7.4	37.8	31.0
Other	15	-138	-270	-1,484	0.00	-0.01	-0.01	-0.06	-	-	95.3	450.1
Provisioning expenses (net)	-1,952	-2,026	-2,976	-1,269	-0.12	-0.11	-0.13	-0.05	-	3.8	46.9	-57.4
Other income (net)	1,099	1,672	4,738	2,956	0.07	0.09	0.21	0.11	-	52.1	183.3	-37.6
Mandatory transfer to welfare funds	-54	-75	-78	-90	0.00	0.00	0.00	0.00	-	37.8	4.2	15.8
<b>PROFIT OR LOSS FOR THE PERIOD BEFORE TAXES</b>	<b>14,383</b>	<b>16,901</b>	<b>24,697</b>	<b>30,283</b>	<b>0.88</b>	<b>0.88</b>	<b>1.09</b>	<b>1.13</b>	<b>18.6</b>	<b>17.5</b>	<b>46.1</b>	<b>22.6</b>
<b>Income tax</b>	<b>-2,077</b>	<b>-2,845</b>	<b>-4,925</b>	<b>-4,442</b>	<b>-0.13</b>	<b>-0.15</b>	<b>-0.22</b>	<b>-0.17</b>	<b>-13.9</b>	<b>37.0</b>	<b>73.1</b>	<b>-9.8</b>
<b>PROFIT FOR THE PERIOD</b>	<b>12,306</b>	<b>14,056</b>	<b>19,773</b>	<b>25,840</b>	<b>0.76</b>	<b>0.73</b>	<b>0.87</b>	<b>0.97</b>	<b>26.6</b>	<b>14.2</b>	<b>40.7</b>	<b>30.7</b>
MEMORANDUM ITEMS:												
Average total assets	1,627,098	1,926,203	2,272,107	2,671,299	100.00	100.00	100.00	100.00	18.4	18.4	18.0	17.6
Average own funds (b)	99,626	114,093	123,071	141,487	6.12	5.92	5.42	5.30	16.6	14.5	7.9	15.0
Efficiency ratio (c)	-	-	-	-	55.70	54.38	48.70	44.39	-	-	-	-
Return on average equity (b)	-	-	-	-	12.35	12.32	16.07	18.26	-	-	-	-
Credit risk allowances and provisions												
Specific allowances or provisions	-3,079	-1,479	-1,749	-5,642	-0.19	-0.08	-0.08	-0.21	61.8	-52.0	18.3	222.6
General allowances or provisions	-159	-3,808	-5,334	-3,077	-0.01	-0.20	-0.23	-0.12	-95.2	297.0	40.1	-42.3
Net additions to country-risk allowances and provisions	0	105	-36	-10	0.00	0.01	0.00	0.00	-	-	-	-73.4

SOURCE: Banco de España. Data available at 8 February 2008.

a. The data in this table refer to institutions active at some time during 2007.

b. Includes own funds for accounting purposes excluding retained earnings; also included are declared dividends and remuneration, and valuation adjustments arising from exchange differences.

c. The efficiency ratio is defined as operating expenses divided by gross income.

**MAIN MARGINS OF THE INDIVIDUAL INCOME STATEMENT FOR CIs (a)**

TABLE A.3.10

Data for each year (€m and %)

	AMOUNT				% OF ATA				% ANNUAL Δ			
	2004	2005	2006	2007	2004	2005	2006	2007	2004	2005	2006	2007
<b>Net interest income:</b>												
Banks	15,122	15,112	18,647	20,356	1.67	1.41	1.51	1.43	-0.9	-0.1	23.4	9.2
Savings banks	12,881	14,214	16,350	21,155	2.06	1.92	1.83	1.95	0.8	10.3	15.0	29.4
Co-operatives	1,525	1,686	1,917	2,368	2.50	2.34	2.21	2.34	-4.5	10.5	13.7	23.5
SCIs	1,018	1,221	1,364	1,429	2.78	2.82	2.64	2.39	9.4	19.9	11.7	4.8
<b>Gross income:</b>												
Banks	22,229	23,423	28,584	32,397	2.46	2.19	2.31	2.27	12.5	5.4	22.0	13.3
Savings banks	17,008	19,113	22,830	29,908	2.72	2.58	2.55	2.75	4.0	12.4	19.4	31.0
Co-operatives	1,953	2,164	2,462	2,912	3.21	3.00	2.84	2.87	-0.3	10.8	13.7	18.3
SCIs	1,204	1,481	1,665	1,880	3.29	3.42	3.23	3.14	22.8	23.0	12.4	12.9
<b>Net operating income:</b>												
Banks	11,245	11,858	16,096	18,603	1.24	1.11	1.30	1.31	29.2	5.5	35.7	15.6
Savings banks	6,894	8,441	11,439	17,325	1.10	1.14	1.28	1.60	5.1	22.5	35.5	51.5
Co-operatives	725	882	1,083	1,398	1.19	1.22	1.25	1.38	-6.0	21.7	22.8	29.1
SCIs	688	879	993	1,132	1.88	2.03	1.93	1.89	29.3	27.7	13.0	14.0
<b>Profit before tax:</b>												
Banks	8,620	9,749	14,547	16,159	0.95	0.91	1.17	1.13	28.6	13.1	49.2	11.1
Savings banks	4,851	5,911	8,728	12,522	0.78	0.80	0.97	1.15	6.4	21.9	47.7	43.5
Co-operatives	466	691	747	892	0.77	0.96	0.86	0.88	-8.6	48.2	8.1	19.3
SCIs	446	549	675	710	1.22	1.27	1.31	1.19	24.7	23.1	22.8	5.3
<b>Profit for the period:</b>												
Banks	7,419	8,003	11,582	13,569	0.82	0.75	0.94	0.95	40.4	7.9	44.7	17.2
Savings banks	4,202	5,085	7,123	11,017	0.67	0.69	0.80	1.01	11.4	21.0	40.1	54.7
Co-operatives	402	613	657	780	0.66	0.85	0.76	0.77	-8.4	52.4	7.2	18.7
SCIs	283	354	411	474	0.77	0.82	0.80	0.79	26.4	25.2	16.0	15.3

SOURCE: Banco de España. Data available at 8 February 2008.

a. The data in this table refer to institutions active at some time during 2007.

**BREAKDOWN OF THE CONSOLIDATED INCOME STATEMENT FOR CIs (a)**

TABLE A.3.11

Data for each year (€m and %)

	AMOUNT				% OF ATA				% ANNUAL Δ			
	2004	2005	2006	2007	2004	2005	2006	2007	2004	2005	2006	2007
<b>Financial income</b>	<b>67,947</b>	<b>93,772</b>	<b>115,937</b>	<b>157,733</b>	<b>3.92</b>	<b>4.04</b>	<b>4.30</b>	<b>5.03</b>	<b>2.6</b>	<b>38.0</b>	<b>23.6</b>	<b>36.1</b>
Interest and similar income	66,297	91,822	113,334	154,945	3.83	3.96	4.20	4.94	1.2	38.5	23.4	36.7
Return on equity instruments	1,651	1,950	2,602	2,788	0.10	0.08	0.10	0.09	152.5	18.1	33.5	7.1
<b>Financial cost</b>	<b>-34,133</b>	<b>-53,897</b>	<b>-69,908</b>	<b>-102,863</b>	<b>-1.97</b>	<b>-2.32</b>	<b>-2.59</b>	<b>-3.28</b>	<b>3.7</b>	<b>57.9</b>	<b>29.7</b>	<b>47.1</b>
<b>NET INTEREST INCOME</b>	<b>33,814</b>	<b>39,875</b>	<b>46,029</b>	<b>54,870</b>	<b>1.95</b>	<b>1.72</b>	<b>1.71</b>	<b>1.75</b>	<b>1.6</b>	<b>17.9</b>	<b>15.4</b>	<b>19.2</b>
<i>Of which: investment of own funds</i>	4,301	6,207	7,634	10,075	0.25	0.27	0.28	0.32	17.0	44.3	23.0	32.0
<b>Non-interest income</b>	<b>20,965</b>	<b>27,500</b>	<b>34,746</b>	<b>39,493</b>	<b>1.21</b>	<b>1.19</b>	<b>1.29</b>	<b>1.26</b>	<b>5.2</b>	<b>31.2</b>	<b>26.4</b>	<b>13.7</b>
Share of profit or loss of entities accounted for using the equity method	2,447	3,579	4,578	4,450	0.14	0.15	0.17	0.14	-30.2	46.2	27.9	-2.8
Associates	1,259	1,979	1,666	1,958	0.07	0.09	0.06	0.06	—	57.3	-15.8	17.5
Jointly controlled entities	416	527	667	660	0.02	0.02	0.02	0.02	—	26.7	26.5	-1.1
Group entities	773	1,072	2,246	1,832	0.04	0.05	0.08	0.06	—	38.8	109.5	-18.4
Fees and commissions (net)	15,180	18,273	20,829	22,945	0.88	0.79	0.77	0.73	11.3	20.4	14.0	10.2
Collection and payment service (revenue)	7,523	8,615	9,227	9,993	0.43	0.37	0.34	0.32	5.0	14.5	7.1	8.3
Securities service (revenue)	3,612	2,362	2,643	2,996	0.21	0.10	0.10	0.10	13.1	-34.6	11.9	13.4
Marketing of non-banking products (revenue)	3,681	6,486	7,626	8,173	0.21	0.28	0.28	0.26	19.0	76.2	17.6	7.2
Contingent exposures and commitments (revenue)	1,146	1,296	1,556	1,643	0.07	0.06	0.06	0.05	20.9	13.1	20.0	5.6
Exchange of foreign currencies and banknotes (revenue)	106	124	136	143	0.01	0.01	0.01	0.00	-0.3	17.2	9.0	5.3
Other fees and commissions (net)	-887	-611	-360	-4	-0.05	-0.03	-0.01	0.00	2.6	-31.1	-41.0	-98.9
Gains or losses on financial assets and liabilities and exchange differences (net)	3,338	5,648	9,339	12,098	0.19	0.24	0.35	0.39	19.9	69.2	65.3	29.5
Held for trading	1,687	2,288	2,729	2,263	0.10	0.10	0.10	0.07	—	35.6	19.3	-17.1
Other financial instruments	15	47	-111	136	0.00	0.00	0.00	0.00	—	204.0	—	—
Available-for-sale financial assets	2,495	3,505	5,550	7,914	0.14	0.15	0.21	0.25	—	40.5	58.3	42.6
Loans and receivables	93	249	110	-134	0.01	0.01	0.00	0.00	—	168.9	-56.0	—
Other gains or losses on financial assets and liabilities	-1,859	-1,162	141	454	-0.11	-0.05	0.01	0.01	—	-37.5	—	221.9
Exchange differences	907	722	920	1,465	0.05	0.03	0.03	0.05	40.5	-20.5	27.5	59.2
<b>GROSS INCOME</b>	<b>54,780</b>	<b>67,375</b>	<b>80,775</b>	<b>94,363</b>	<b>3.16</b>	<b>2.91</b>	<b>2.99</b>	<b>3.01</b>	<b>2.9</b>	<b>23.0</b>	<b>19.9</b>	<b>16.8</b>
<b>Operating expenses</b>	<b>-31,217</b>	<b>-36,111</b>	<b>-39,070</b>	<b>-42,961</b>	<b>-1.80</b>	<b>-1.56</b>	<b>-1.45</b>	<b>-1.37</b>	<b>4.0</b>	<b>15.7</b>	<b>8.2</b>	<b>10.0</b>
Personnel	-17,970	-20,491	-22,286	-24,443	-1.04	-0.88	-0.83	-0.78	4.2	14.0	8.8	9.7
Other administrative expenses	-10,165	-12,453	-13,419	-14,779	-0.59	-0.54	-0.50	-0.47	2.9	22.5	7.8	10.1
Depreciation and amortisation	-3,081	-3,167	-3,366	-3,739	-0.18	-0.14	-0.12	-0.12	6.5	2.8	6.3	11.1
<b>Other operating income</b>	<b>997</b>	<b>1,241</b>	<b>1,462</b>	<b>1,418</b>	<b>0.06</b>	<b>0.05</b>	<b>0.05</b>	<b>0.05</b>	<b>154.9</b>	<b>24.5</b>	<b>17.8</b>	<b>-3.0</b>
<b>NET OPERATING INCOME</b>	<b>24,560</b>	<b>32,504</b>	<b>43,167</b>	<b>52,820</b>	<b>1.42</b>	<b>1.40</b>	<b>1.60</b>	<b>1.69</b>	<b>4.1</b>	<b>32.3</b>	<b>32.8</b>	<b>22.4</b>
<b>Provisioning expenses, write-downs and other (net)</b>	<b>-6,680</b>	<b>-6,049</b>	<b>-6,181</b>	<b>-11,608</b>	<b>-0.39</b>	<b>-0.26</b>	<b>-0.23</b>	<b>-0.37</b>	<b>—</b>	<b>-9.5</b>	<b>2.2</b>	<b>87.8</b>
Impairment losses (net)	-5,857	-6,546	-9,140	-14,481	-0.34	-0.28	-0.34	-0.46	—	11.8	39.6	58.4
Goodwill impairment losses	-360	-13	-72	-680	-0.02	0.00	0.00	-0.02	—	-96.3	449.2	839.0
Loans and receivables	-5,461	-6,354	-8,788	-12,422	-0.32	-0.27	-0.33	-0.40	—	16.4	38.3	41.4
Other	-36	-179	-280	-1,379	0.00	-0.01	-0.01	-0.04	—	403.0	56.3	392.1
Provisioning expenses (net)	-2,814	-3,059	-3,768	-1,723	-0.16	-0.13	-0.14	-0.05	—	8.7	23.2	-54.3
Other income (net)	2,044	3,631	6,804	4,686	0.12	0.16	0.25	0.15	—	77.7	87.4	-31.1
Mandatory transfer to welfare funds	-54	-75	-78	-90	0.00	0.00	0.00	0.00	—	37.8	4.2	15.8
<b>PROFIT OR LOSS FOR THE PERIOD BEFORE TAX</b>	<b>17,880</b>	<b>26,456</b>	<b>36,985</b>	<b>41,212</b>	<b>1.03</b>	<b>1.14</b>	<b>1.37</b>	<b>1.31</b>	<b>7.7</b>	<b>48.0</b>	<b>39.8</b>	<b>11.4</b>
<b>Income tax</b>	<b>-3,461</b>	<b>-5,513</b>	<b>-9,166</b>	<b>-8,167</b>	<b>-0.20</b>	<b>-0.24</b>	<b>-0.34</b>	<b>-0.26</b>	<b>-13.5</b>	<b>59.3</b>	<b>66.3</b>	<b>-10.9</b>
<b>CONSOLIDATED PROFIT OR LOSS FOR THE PERIOD</b>	<b>14,418</b>	<b>20,942</b>	<b>27,819</b>	<b>33,045</b>	<b>0.83</b>	<b>0.90</b>	<b>1.03</b>	<b>1.05</b>	<b>14.4</b>	<b>45.2</b>	<b>32.8</b>	<b>18.8</b>
Profit or loss attributed to the group	13,600	19,830	26,424	31,613	0.79	0.86	0.98	1.01	17.9	45.8	33.3	19.6
Profit or loss attributed to minority interests	818	1,112	1,395	1,432	0.05	0.05	0.05	0.05	-23.1	35.9	25.4	2.6
<b>MEMORANDUM ITEMS:</b>												
Average total assets (ATA)	1,732,460	2,319,238	2,697,225	3,134,241	100.00	100.00	100.00	100.00	16.5	33.9	16.3	16.2
Average own funds of the group (b)	97,430	119,209	134,308	157,553	5.62	5.14	4.98	5.03	18.0	22.4	12.7	17.3
Efficiency ratio (c)	—	—	—	—	56.99	53.60	48.37	45.53	—	—	—	—
Return on average equity of the group (b)	—	—	—	—	13.96	16.63	19.67	20.06	—	—	—	—

SOURCE: Banco de España. Data available at 22 February 2008.

- a. The data in this table refer to institutions active at some time during 2007.  
 b. Includes own funds for accounting purposes excluding retained earnings; also included are declared dividends and remuneration, and valuation adjustments arising from exchange differences.  
 c. The efficiency ratio is defined as operating expenses divided by gross income.

**MAIN MARGINS OF THE CONSOLIDATED INCOME STATEMENT FOR PARENT CIs (a)**

TABLE A.3.12

Data for each year (€m and %)

	AMOUNT				% OF ATA				% ANNUAL Δ			
	2004	2005	2006	2007	2004	2005	2006	2007	2004	2005	2006	2007
<b>Net interest income:</b>												
Banks	19,410	23,816	27,645	33,065	1.92	1.65	1.67	1.76	1.7	22.7	16.1	19.6
Savings banks	12,467	13,794	15,813	18,758	1.93	1.77	1.69	1.66	2.2	10.7	14.6	18.6
Co-operatives	1,522	1,677	1,903	2,356	2.47	2.29	2.17	2.34	-4.4	10.2	13.5	23.8
SCIs	417	587	667	692	3.89	3.42	3.56	2.95	-0.2	40.9	13.6	3.7
<b>Gross income:</b>												
Banks	33,821	42,855	50,730	58,919	3.34	2.96	3.06	3.13	4.5	26.7	18.4	16.1
Savings banks	18,494	21,598	26,734	31,530	2.86	2.77	2.86	2.80	0.4	16.8	23.8	17.9
Co-operatives	1,974	2,182	2,480	2,931	3.20	2.98	2.82	2.91	0.1	10.5	13.6	18.2
SCIs	490	740	831	983	4.57	4.32	4.43	4.20	6.5	51.0	12.3	18.2
<b>Net operating income:</b>												
Banks	15,727	20,882	26,848	32,540	1.55	1.44	1.62	1.73	8.5	32.8	28.6	21.2
Savings banks	7,840	10,327	14,770	18,317	1.21	1.32	1.58	1.63	-3.1	31.7	43.0	24.0
Co-operatives	734	890	1,091	1,405	1.19	1.22	1.24	1.40	-5.1	21.3	22.6	28.8
SCIs	259	405	458	558	2.41	2.36	2.44	2.38	8.0	56.7	13.0	21.8
<b>Profit before tax:</b>												
Banks	11,337	17,607	23,588	26,442	1.12	1.22	1.42	1.40	11.4	55.3	34.0	12.1
Savings banks	5,892	7,852	12,313	13,469	0.91	1.01	1.32	1.20	2.2	33.3	56.8	9.4
Co-operatives	488	697	765	913	0.79	0.95	0.87	0.91	-6.7	42.7	9.7	19.4
SCIs	163	300	319	388	1.52	1.75	1.70	1.66	17.4	84.1	6.3	21.5
<b>Consolidated profit or loss for the period:</b>												
Banks	9,050	13,601	17,356	20,438	0.89	0.94	1.05	1.09	22.4	50.3	27.6	17.8
Savings banks	4,842	6,535	9,599	11,470	0.75	0.84	1.03	1.02	3.7	35.0	46.9	19.5
Co-operatives	422	615	670	799	0.68	0.84	0.76	0.79	-6.4	45.9	8.9	19.2
SCIs	105	191	194	283	0.98	1.11	1.03	1.21	16.3	81.9	1.5	46.1

SOURCE: Banco de España. Data available at 22 February 2008.

a. The data in this table refer to CGs, and individual CIs not belonging to any CG active at some time during 2007.

**SOLVENCY OF CONSOLIDATED GROUPS OF CIs (a)**

TABLE A.3.13

Year-end data (€m and %)

	AMOUNT				STRUCTURE %				% ANNUAL Δ			
	2004	2005	2006	2007	2004	2005	2006	2007	2004	2005	2006	2007
<b>Own funds</b>	<b>138,853</b>	<b>171,249</b>	<b>209,753</b>	<b>224,444</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>22.3</b>	<b>23.3</b>	<b>22.5</b>	<b>7.0</b>
Tier 1 capital	101,208	122,127	135,986	159,524	72.9	71.3	64.8	71.1	17.2	20.7	11.3	17.3
Capital stock, reserves and similar items	119,809	119,358	133,490	156,714	86.3	69.7	63.6	69.8	23.7	-0.4	11.8	17.4
Preference shares (Law 13/85)	—	17,436	17,682	27,105	—	10.2	8.4	12.1	—	—	1.4	53.3
Reserves less losses at consolidated companies	9,138	7,532	12,941	16,632	6.6	4.4	6.2	7.4	33.1	-17.6	71.8	28.5
Consolidation goodwill	-21,061	-16,425	-17,932	-21,921	-15.2	-9.6	-8.5	-9.8	126.9	-22.0	9.2	22.2
Other tier 1 capital (b)	-6,677	-5,774	-10,195	-19,005	-4.8	-3.4	-4.9	-8.5	-17.1	-13.5	76.6	86.4
Tier 2 capital	40,613	63,433	84,369	90,493	29.2	37.0	40.2	40.3	30.6	56.2	33.0	7.3
Subordinated debt	31,916	35,291	40,551	44,417	23.0	20.6	19.3	19.8	16.5	10.6	14.9	9.5
Other tier 2 capital (c)	8,697	28,141	43,818	46,076	6.3	16.4	20.9	20.5	134.6	223.6	55.7	5.2
Deductions from own funds	-2,969	-14,310	-10,602	-25,573	-2.1	-8.4	-5.1	-11.4	-24.8	382.0	-25.9	141.2
<b>Requirements</b>	<b>101,330</b>	<b>124,126</b>	<b>150,394</b>	<b>169,171</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>23.6</b>	<b>22.5</b>	<b>21.2</b>	<b>12.5</b>
Standard methods	100,723	123,566	149,701	168,235	99.4	99.5	99.5	99.4	23.8	22.7	21.2	12.4
Credit and counterparty risk	97,423	117,085	142,760	162,049	96.1	94.3	94.9	95.8	24.8	20.2	21.9	13.5
Trading book risk	2,429	5,341	5,557	4,451	2.4	4.3	3.7	2.6	-11.9	119.9	4.0	-19.9
Foreign exchange and gold risk	870	1,140	1,381	1,734	0.9	0.9	0.9	1.0	55.1	31.0	21.2	25.6
Commodity risk	—	—	3	—	—	—	—	—	-3.8	128.0	560.5	-87.8
Internal models	206	193	299	661	0.2	0.2	0.2	0.4	—	-6.3	54.5	121.1
Additional and deduction for netting arrangements	401	367	394	275	0.4	0.3	0.3	0.2	-33.7	-8.4	7.4	-30.1
Average weight of credit and counterparty risk (%)	63.8	63.9	67.5	66.8								
<b>Surplus capital</b>	<b>37,523</b>	<b>47,123</b>	<b>59,359</b>	<b>55,273</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>19.1</b>	<b>25.6</b>	<b>26.0</b>	<b>-6.9</b>
<b>Solvency ratio (%)</b>	<b>11.0</b>	<b>11.0</b>	<b>11.2</b>	<b>10.6</b>								
Tier 1 (%)	8.0	7.9	7.2	7.5								
MEMORANDUM ITEM: Other solvency ratios estimated:												
1988 Basel Capital Accord (%)	12.3	12.0	11.9	11.4								
Of which: tier 1 (%)	8.1	8.2	7.6	7.9								

SOURCE: Banco de España. Data available at 19 March 2008.

- a. Data refer to CGs of CIs at each date subject to compliance with the solvency ratio in Spain. The 2005 information includes any adjustments made by CGs pursuant to the provision on the entry into force of CBE 2/2006.
- b. Amount net of specific deductions from tier 1 capital.
- c. Amount net of deductions and specific eligibility limits for tier 2 capital.

INFORMATION PROVIDED BY NON-CONSOLIDATED MIXED GROUPS OF FINANCIAL INSTITUTIONS AND  
FINANCIAL CONGLOMERATES SUBJECT TO SUPERVISION BY THE BANCO DE ESPAÑA (a)

TABLE A.3.14

Year-end data (€m and %)

	AMOUNT				STRUCTURE %				Δ ANNUAL %			
	2004	2005	2006	2007	2004	2005	2006	2007	2004	2005	2006	2007
Effective own funds	104,580	146,876	187,945	204,606	100.0	100.0	100.0	100.0	24.4	40.4	28.0	8.9
<i>Credit institutions or groups</i>	102,875	137,345	183,062	197,312	98.4	93.5	97.4	96.4	23.8	33.5	33.3	7.8
<i>Insurance undertakings or groups</i>	9,354	11,349	6,781	7,894	8.9	7.7	3.6	3.9	120.2	21.3	-40.3	16.4
<i>Deductions</i>	-7,649	-1,817	-1,899	-600	-7.3	-1.2	-1.0	-0.3	132.9	-76.2	4.5	-68.4
Capital requirements	79,159	105,515	135,886	154,526	100.0	100.0	100.0	100.0	26.8	33.3	28.8	13.7
<i>Credit institutions or groups</i>	76,283	100,133	132,580	150,623	96.4	94.9	97.6	97.5	25.3	31.3	32.4	13.6
<i>Insurance undertakings or groups</i>	3,574	5,595	3,624	4,150	4.5	5.3	2.7	2.7	87.3	56.5	-35.2	14.5
<i>Deductions</i>	-697	-212	-318	-247	-0.9	-0.2	-0.2	-0.2	80.9	-69.5	50.0	-22.3
<b>Surplus or deficit</b>	<b>25,420</b>	<b>41,361</b>	<b>52,059</b>	<b>50,081</b>	—	—	—	—	<b>17.3</b>	<b>62.7</b>	<b>25.9</b>	<b>-3.8</b>
Surplus or deficit of CGs	26,593	37,212	50,482	46,690	—	—	—	—	19.6	39.9	35.7	-7.5

SOURCE: Banco de España. Data available at 14 March 2008.

a. Data refer to CGs of CIs at each date subject to compliance with the solvency ratio in Spain. Until 2004 the figures relate to compliance with the minimum capital requirements for mixed groups. From 2005, the figures are the aggregate of the information reported by mixed groups and that on compliance with the additional capital adequacy requirements for financial conglomerates.