

SEPARATE INCOME STATEMENTS FOR THE YEARS ENDED 31 DECEMBER 2018 AND 2017

	Notes	2018	2017 (*)
(Thousands of euros)			
Interest and similar income	2	950,530	1,013,310
Interest expense and similar charges	2	(171,625)	(219,101)
NET INTEREST INCOME		778,905	794,209
Dividends from equity instruments	3	223,351	73,197
Net fees and commissions income	4	448,473	433,256
Net gains / (losses) from foreign exchange	5	24,512	51,279
Net gains / (losses) from hedge accounting operations	5	1,364	(14,836)
Net gains / (losses) from derecognition of financial assets and liabilities at amortised cost	5	(48,382)	(10,273)
Net gains / (losses) from financial operations at fair value through profit or loss	5	(39,289)	(350)
Net gains / (losses) from derecognition of financial assets at fair value through other comprehensive income	5	12,895	n.a.
Net gains / (losses) from financial assets available for sale	5	n.a.	116,565
Other operating income / (loss)	6	(36,673)	(25,699)
TOTAL OPERATING INCOME		1,365,156	1,417,348
Staff costs	7	376,879	325,409
Other administrative costs	8	229,887	235,803
Amortisations and depreciations	9	32,441	28,993
TOTAL OPERATING EXPENSES		639,207	590,205
OPERATING NET INCOME BEFORE PROVISIONS AND IMPAIRMENTS		725,949	827,143
Impairment for financial assets at amortised cost	10	(387,155)	(533,296)
Impairment for financial assets at fair value through other comprehensive income	11	788	n.a.
Impairment for financial assets available for sale	11	n.a.	(70,310)
Impairment for other assets	12	(214,591)	(132,597)
Other provisions	13	(60,544)	(50,491)
NET OPERATING INCOME		64,447	40,449
Gains / (losses) arising from sales of subsidiaries and other assets	14	30,929	21,419
NET INCOME / (LOSS) BEFORE INCOME TAXES		95,376	61,868
Income taxes			
Current	28	(3,199)	(2,489)
Deferred	28	(32,910)	58,642
NET INCOME FOR THE YEAR		59,267	118,021
Earnings per share (in Euros)			
Basic	15	0.004	0.009
Diluted	15	0.004	0.009

(*) The balances for the year ended 31 December 2017 consider the alignment with the new presentation requirements established by IFRS 9. These balances are presented exclusively for comparative purposes and have not been restated following the adoption of IFRS 9, with reference to 1 January 2018, as allowed by IFRS 9 (note 52).

CHIEF ACCOUNTANT

THE EXECUTIVE COMMITTEE