

# 1. Scope of application

## 1.1. IDENTIFICATION OF BANCO COMERCIAL PORTUGUÊS, S.A.

Banco Comercial Português, S.A. is a public traded company with share capital open to public investment (public company), with registered office at Praça D. João I, 28, in Porto, registered at the Porto Commercial Registry under the unique registry and tax number 501,525,882, registered at Banco de Portugal with code 33, at the Securities Market Commission as a Financial Intermediary under registration number 105 and at the Insurance Institute of Portugal as a Tied Insurance Intermediary, under number 207,074,605.

The share capital of the Bank, on 31 December 2018 was 4.725.000.000 euros, fully paid up and represented by 15,113,989,952 shares without nominal value. The ordinary, book-entry and nominal shares are registered in the centralised system managed by Interbolsa – Sociedade Gestora de Sistemas de Liquidação e de Sistemas Centralizados de Valores Mobiliários, S.A.

The Bank is a public company, established in Portugal by public deed on 25 June 1985, parent company of a number of companies with which it has a controlling or group relationship, under the terms of article 21 of the Securities Code (henceforth designated as "Group" or "BCP Group"), and is subject to the European Central Bank supervision on both individual and consolidated basis, through the Single Supervisory Mechanism (SSM), in accordance with the provisions of Regulation (EU) no. 468/2014 of the European Central Bank (ECB/2014/17) (SSM Framework Regulation).

The Bank's Articles of Association and the individual and consolidated Annual Reports, as well as the Corporate Governance and Sustainability Reports, are at the public's disposal, for consultation, at the Bank's registered office and on its website, at [www.millenniumbcp.pt](http://www.millenniumbcp.pt).

## 1.2. BASIS AND PERIMETERS OF CONSOLIDATION FOR ACCOUNTING AND PRUDENTIAL PURPOSES

The information disclosed within the present document reflects the consolidation perimeter for prudential purposes, which differs from the consolidation perimeter of the Group accounts defined in accordance with the International Financial Reporting Standards (IFRS) as approved by the European Union (EU) within the scope of the provisions of Regulation (EC) no. 1606/2002 of the European Parliament and of the Council of 19 July 2002, as transposed into the Portuguese legislation through the Decree-Law 35/2005 of 17 February and the Notice of Banco de Portugal no. 5/2005.

The main differences between the consolidation perimeter for prudential purposes and the consolidation perimeter of the Group accounts are related with the treatment of companies whose activity is of a different nature and incompatible with the provisions of the General Framework for Credit Institutions and Financial Companies, with reference to supervision on a consolidated basis, in accordance with Banco de Portugal Notice no. 8/94, namely in relation to commercial, industrial, agricultural or insurance companies.

The companies mentioned in the previous paragraph are excluded from consolidation for prudential purposes, but are considered by the equity method. Notwithstanding, and according to the Notice 8/94 of Banco de Portugal, Banco de Portugal may order the inclusion of some of these companies in the prudential consolidation perimeter, if and when it considers this the most appropriate decision in terms of supervision objectives.

In addition, shareholdings excluded from consolidation for prudential purposes that are recorded in the financial statements for the purposes of supervision on a consolidated basis under the equity method, may have to be deducted from consolidated own funds, totally or partially, under the terms defined by the CRR, as detailed in chapter "3. Capital adequacy". As of 31 December 2018, there are no subsidiaries not included in the consolidation perimeter for prudential purposes, whose own funds are lower than the minimum required level. Also, there are also no subsidiaries included in the consolidation perimeter for prudential purposes, regarding which the obligations relative to the minimum level of own funds and limits to large exposures are not applicable, as per CRR articles 92 and 395..

Notwithstanding the principles and standards that rule the intra-group relations, there is no significant, current or foreseen, impediment to the prompt transfer of own funds or repayment of liabilities among the Bank and its subsidiaries, although, with reference to Mozambique, the rules in force may condition the fluidity of fund transfers, but without any potentially significant impacts at Group level.

The entities included in the consolidation perimeter of BCP Group as at 31 December 2018 are described in Table 2, indicating the consolidation method to which they are subject to and giving adequate notes aiming to highlight the regulatory treatment of entities excluded from the consolidation perimeter for prudential purposes.

**TABLE 2 – TEMPLATE 3 / EU LI3 – OUTLINE OF THE DIFFERENCES IN THE SCOPES OF CONSOLIDATION**

Entity name	Accounting consolidation method	Regulatory consolidation method	Activity	Head office	% of Equity
Banco de Investimento Imobiliário, S.A.	Full	Total	Banking	Portugal	100,0%
Banco ActivoBank, S.A.	Full	Total	Banking	Portugal	100,0%
Bank Millennium, S.A.	Full	Total	Banking	Poland	50,1%
Banque Privée BCP (Suisse) S.A.	Full	Total	Banking	Switzerland	100,0%
BCP África, S.G.P.S., Lda.	Full	Total	Holding company	Portugal	100,0%
BCP Capital - Sociedade de Capital de Risco, S.A.	Full	Total	Venture capital	Portugal	100,0%
BCP International B.V.	Full	Total	Holding company	The Netherlands	100,0%
BCP Investment, BV	Full	Total	Holding company	The Netherlands	100,0%
BCP Finance Bank, Ltd.	Full	Total	Banking	Cayman Islands	100,0%
BCP Finance Company	Full	Total	Financial	Cayman Islands	100,0%
BG Leasing S.A.	Full	Total	Leasing	Poland	37,1%
BIM - Banco Internacional de Moçambique, S.A.	Full	Total	Banking	Mozambique	66,7%
Millennium bcp Bank & Trust	Full	Total	Banking	Cayman Islands	100,0%
Millennium BCP - Escritório de Representações e Serviços, Ltda.	Full	Total	Financial services	Brazil	100,0%
Millennium bcp Participações, S.G.P.S., Sociedade Unipessoal, Lda.	Full	Total	Holding company	Portugal	100,0%
MB Finance AB	Full	Total	Financial	Sweden	50,1%
Interfundos - Gestão de Fundos de Investimento Imobiliários, S.A.	Full	Total	Investment fund management	Portugal	100,0%
Adelphi Gere, Sociedade Especial de Investimento Imobiliário de Capital Fixo, SICAFI, S.A.	Full	Neither consolidated nor subject to deduction <sup>(1)</sup>	Real estate management	Portugal	100,0%
Monumental Residence - Sociedade Especial de Investimento Imobiliário de Capital Fixo, SICAFI, S.A.	Full	Neither consolidated nor subject to deduction <sup>(1)</sup>	Real estate management	Portugal	100,0%
Millennium bcp - Prestação de Serviços, A.C.E.	Full	Total	Services	Portugal	95,8%
Millennium bcp Teleserviços - Serviços de Comércio Electrónico, S.A.	Full	Total	E-commerce	Portugal	100,0%
Millennium Dom Maklerski S.A.	Full	Total	Brokerage services	Poland	50,1%
Millennium Goodie Sp. z o.o.	Full	Total	Consulting and services	Poland	50,1%
Millennium Leasing Sp. z o.o.	Full	Total	Leasing	Poland	50,1%
Millennium Service Sp. z o.o.	Full	Total	Services	Poland	50,1%
Millennium Telecommunication Sp. z o.o.	Full	Total	Brokerage services	Poland	50,1%
Millennium TFI - Towarzystwo Funduszy Inwestycyjnych, S.A.	Full	Total	Investment fund management	Poland	50,1%
Piast Expert Sp. z o.o.	Full	Total	Marketing services	Poland	50,1%
Millennium bcp Imobiliária, S.A.	Full	Total	Real estate management	Portugal	99,9%

MULTI24, Sociedade Especial de Investimento Imobiliário de Capital Fixo, SICAFI, S.A.	Full	Neither consolidated nor subject to deduction <sup>(1)</sup>	Real estate management	Portugal	100,0%
Servitrust - Trust Managment Services S.A.	Full	Total	Trust services	Portugal	100,0%
Setelote - Aldeamentos Turísticos S.A.	Full	Neither consolidated nor subject to deduction <sup>(4)</sup>	Real estate company	Portugal	90,0%
Irgossai - Urbanização e construção, S.A.	Full	Neither consolidated nor subject to deduction <sup>(4)</sup>	Real estate company	Portugal	100,0%
Imábida - Imobiliária da Arrábida, S.A.	Full	Neither consolidated nor subject to deduction <sup>(5)</sup>	Real estate company	Portugal	100,0%
Bichorro - Empreendimentos Turísticos e Imobiliários S.A.	Full	Neither consolidated nor subject to deduction <sup>(4)</sup>	Real estate company	Portugal	100,0%
Finalgarve - Sociedade de Promoção Imobiliária Turística, S.A.	Full	Neither consolidated nor subject to deduction <sup>(4)</sup>	Real estate company	Portugal	100,0%
Fiparso - Sociedade Imobiliária Lda.	Full	Neither consolidated nor subject to deduction <sup>(4)</sup>	Real estate company	Portugal	100,0%
Cold River's Homestead, S.A.	Full	Neither consolidated nor subject to deduction <sup>(5)</sup>	Agricultural and livestock products, services, animation and rural tourism	Portugal	50,0%
Planfipa S.G.P.S., S.A.	Full	Neither consolidated nor subject to deduction <sup>(5)</sup>	Holding company	Portugal	51,0%
Planbelas - Sociedade Imobiliária, S.A.	Full	Neither consolidated nor subject to deduction <sup>(5)</sup>	Real estate company	Portugal	51,0%
Colonade - Sociedade Imobiliária, S.A.	Full	Neither consolidated nor subject to deduction <sup>(5)</sup>	Real estate company	Portugal	51,0%
Colon Belas Hotel - Sociedade Imobiliária, S.A.	Full	Neither consolidated nor subject to deduction <sup>(5)</sup>	Real estate company	Portugal	51,0%
Fundo de Investimento Imobiliário Imosotto Acumulação	Full	Neither consolidated nor subject to deduction <sup>(1)</sup>	Real estate investment fund	Portugal	100,0%
Fundo de Investimento Imobiliário Gestão Imobiliária	Full	Neither consolidated nor subject to deduction <sup>(1)</sup>	Real estate investment fund	Portugal	100,0%
Fundo de Investimento Imobiliário Imorenda	Full	Neither consolidated nor subject to deduction <sup>(1)</sup>	Real estate investment fund	Portugal	100,0%
Fundo Especial de Investimento Imobiliário Oceânico II	Full	Neither consolidated nor subject to deduction <sup>(1)</sup>	Real estate investment fund	Portugal	100,0%
Fundo Especial de Investimento Imobiliário Fechado Stone Capital	Full	Neither consolidated nor subject to deduction <sup>(1)</sup>	Real estate investment fund	Portugal	100,0%
Fundo Especial de Investimento Imobiliário Fechado Sand Capital	Full	Neither consolidated nor subject to deduction <sup>(1)</sup>	Real estate investment fund	Portugal	100,0%
Fundo de Investimento Imobiliário Fechado Gestimo	Full	Neither consolidated nor subject to deduction <sup>(1)</sup>	Real estate investment fund	Portugal	100,0%
Fundo Especial de Investimento Imobiliário Fechado Intercapital	Full	Neither consolidated nor subject to deduction <sup>(1)</sup>	Real estate investment fund	Portugal	100,0%
Millennium Fundo de Capitalização - Fundo de Capital de Risco	Full	Neither consolidated nor subject to deduction <sup>(1)</sup>	Venture capital fund	Portugal	100,0%

Funsita – Fundo Especial de Investimento Imobiliário Fechado	Full	Neither consolidated nor subject to deduction <sup>(1)</sup>	Real estate investment fund	Portugal	100,0%
Multiusos Oriente – Fundo Especial de Investimento Imobiliário Fechado	Full	Neither consolidated nor subject to deduction <sup>(1)</sup>	Real estate investment fund	Portugal	100,0%
Grand Urban Investment Fund – Fundo Especial de Investimento Imobiliário Fechado	Full	Neither consolidated nor subject to deduction <sup>(1)</sup>	Real estate investment fund	Portugal	100,0%
Fundial – Fundo Especial de Investimento Imobiliário Fechado	Full	Neither consolidated nor subject to deduction <sup>(1)</sup>	Real estate investment fund	Portugal	100,0%
DP Invest – Fundo Especial de Investimento Imobiliário Fechado	Full	Neither consolidated nor subject to deduction <sup>(1)</sup>	Real estate investment fund	Portugal	54,0%
Fundipar – Fundo Especial de Investimento Imobiliário Fechado	Full	Neither consolidated nor subject to deduction <sup>(1)</sup>	Real estate investment fund	Portugal	100,0%
Domus Capital – Fundo Especial de Investimento Imobiliário Fechado	Full	Neither consolidated nor subject to deduction <sup>(1)</sup>	Real estate investment fund	Portugal	50,0%
Predicapital – Fundo Especial de Investimento Imobiliário Fechado	Full	Neither consolidated nor subject to deduction <sup>(1)</sup>	Real estate investment fund	Portugal	60,0%
Banco Millennium Atlântico, S.A.	Equity method	Deduction <sup>(3)</sup>	Banking	Angola	22,5%
Banque BCP, S.A.S.	Equity method	Deduction <sup>(3)</sup>	Banking	France	19,9%
Beiranave Estaleiros Navais Beira SARL	Equity method	Neither consolidated nor subject to deduction <sup>(2)</sup>	Naval shipyards	Mozambique	14,0%
Constellation, S.A.	Equity method	Neither consolidated nor subject to deduction <sup>(2)</sup>	Property management	Mozambique	12,3%
Exporsado – Comércio e Indústria de Produtos do Mar, Lda.	Equity method	Neither consolidated nor subject to deduction <sup>(2)</sup>	Trade and industry of sea products	Portugal	35,0%
Lubuskie Fabryki Mebli S.A	Equity method	Neither consolidated nor subject to deduction <sup>(2)</sup>	Furniture manufacturer	Poland	25,1%
Mundotêxtil – Indústrias Têxteis, S.A.	Equity method	Neither consolidated nor subject to deduction <sup>(2)</sup>	Textile products, except clothing	Portugal	24,7%
PNCB – Plataforma de Negociação Integrada de Créditos Bancários, A.C.E	Equity method	Neither consolidated nor subject to deduction <sup>(2)</sup>	Services	Portugal	33,3%
Projepolska, S.A.	Equity method	Neither consolidated nor subject to deduction <sup>(2)</sup>	Real estate company	Portugal	23,9%
SIBS, S.G.P.S., S.A.	Equity method	Deduction <sup>(3)</sup>	Banking services	Portugal	21,9%
Sicit – Sociedade de Investimentos e Consultoria em Infra-Estruturas de Transportes, S.A.	Equity method	Neither consolidated nor subject to deduction <sup>(2)</sup>	Consulting	Portugal	25,0%
UNICRE – Instituição Financeira de Crédito, S.A.	Equity method	Deduction <sup>(3)</sup>	Credit cards	Portugal	32,0%
Webspectator Corporation	Equity method	Neither consolidated nor subject to deduction <sup>(2)</sup>	Digital advertising services	USA	25,1%
Millenniumbcsp Ageas Grupo Segurador, S.G.P.S., S.A.	Equity method	Deduction <sup>(3)</sup>	Holding company	Portugal	49,0%
SIM – Seguradora Internacional de Moçambique, S.A.R.L.	Full	Deduction <sup>(3)</sup>	Insurance	Mozambique	61,4%
Magellan Mortgages No.2 Limited	Full	Total	Special Purpose Entity (SPE)	Ireland	100,0%

Magellan Mortgages No.3 Limited	Full	Total	Special Purpose Entity (SPE)	Ireland	82,4%
---------------------------------	------	-------	------------------------------	---------	-------

<sup>(1)</sup> Entity excluded from the consolidation for prudential purposes, whose impact on solvency indicators results from the assessment of capital requirements of the participation units held in the investment fund.

<sup>(2)</sup> Entity excluded from the consolidation for prudential purposes, whose impact on solvency indicators results from the assessment of capital requirements of the equity amount registered on the balance sheet assets.

<sup>(3)</sup> Entity excluded from the consolidation for prudential purposes, for which the financial participation amount is deducted from own funds under article 48 of the CRR.

<sup>(4)</sup> Entity excluded from the consolidation for prudential purposes, since it is held by one of the investment funds identified in (1).

<sup>(5)</sup> Entity excluded from the consolidation for prudential purposes, since it does not belong to the banking sector.

Hereinafter please find the description of the consolidation methods used for accounting purposes and the respective selection criteria in force in the Group.

## FULL CONSOLIDATION

Investments in subsidiaries where the Group holds control are fully consolidated from the date the Group assumes control over its financial and operational activities until the control ceases to exist. Control is presumed to exist when the Group owns more than half of the voting rights. Additionally, control exists when the Group has the power, directly or indirectly, to manage the financial and operating policies of an entity to obtain benefits from its activities, even if the percentage of capital held is less than 50%.

Additionally, the Group fully consolidates Special Purpose Entities ("SPE") resulting from securitisation operations with assets from Group entities, based on the criteria presented in the chapter "8.2 Group accounting policies", related to the treatment of securitisation operations. Besides these SPE resulting from securitisation operations, no additional SPE have been consolidated considering that they do not meet the criteria established on SIC 12.

In addition, the Group manages assets held by investment funds, whose participation units are held by third parties. The financial statements of these funds are not consolidated by the Group, except when the Group holds more than 50% of the participation units. However, the investment funds consolidated for accounting purposes are excluded from the consolidation for prudential purposes, as previously mentioned, with their impact being reflected in the determination of own funds requirements.

## PROPORTIONAL CONSOLIDATION

Jointly controlled entities, consolidated under the proportional method, are entities where the Group has joint control established by contractual agreement. The consolidated financial statements include, in the corresponding captions, the Group's proportional share of the entities' assets, liabilities, revenue and expenses, with items of a similar nature on a line by line basis, from the date that joint control started until the date that joint control ceases. On 31 December 2018, the Group did not consolidate any entity by the proportional method.

## EQUITY CONSOLIDATION

Investments in associated companies are consolidated by the equity method from the date that the Group acquires significant influence until the date it ceases. Associates are those entities, in which the Group has significant influence, but not control, over the financial and operating policy decisions of the investee. It is assumed that the Group has significant influence when it holds, directly or indirectly, 20% or more of the voting rights of the investee. If the Group holds, directly or indirectly less than 20% of the voting rights of the investee, it is presumed that the Group does not have significant influence, unless such influence can be clearly demonstrated.

The existence of significant influence by the Group is usually evidenced in one or more of the following ways:

- Representation on the board of directors or equivalent governing body of the investee;
- Participation in policy-making processes, including participation in decisions about dividends or other distributions;
- Material transactions between the Group and the investee;
- Interchange of the management team;
- Provision of essential technical information.

The holdings held by the Group in insurance companies consolidated under the full consolidation method are accounted under the equity method for the purpose of supervision on a consolidated basis.

On 31 December 2018, the full and the financial balance sheets, that translate the consolidation perimeter of the Group's accounts and for prudential purposes on that date, as well as the respective differences, are described in Table 3:

**TABLE 3 – TEMPLATE 1 / EU LI1 (I)- DIFFERENCES BETWEEN ACCOUNTING AND REGULATORY SCOPES OF CONSOLIDATION**

31/12/2018	(Thousand euros)		
	Carrying values as reported in published financial statements	Deconsolidation of insurance/other entities	Carrying values under scope of regulatory consolidation
<b>ASSETS</b>			
Cash and deposits at Central Banks	2 753 839	-2	2 753 837
Loans and advances to credit institutions repayable on demand	326 707	-224	326 483
Financial assets at amortised cost			
Loans and advances to credit institutions	890 033	-228	889 805
Loans and advances to customers	45 560 926	64 357	45 625 283
Debt instruments	3 375 014	-8 221	3 366 793
Financial assets at fair value through profit or loss			
Financial assets held for trading	870 454	-10 629	859 825
Financial assets not held for trading mandatorily at fair value through profit or loss	1 404 684	423 151	1 827 835
Financial assets designated at fair value through profit or loss	33 034	0	33 034
Financial assets at fair value through other comprehensive income	13 845 625	36 209	13 881 834
Assets with repurchase agreement	58 252	0	58 252
Hedging derivatives	123 054	0	123 054
Investments in associated companies	405 082	43 459	448 541
Non-current assets held for sale	1 868 458	-429 117	1 439 341
Investment property	11 058	-6 709	4 349
Other tangible assets	461 276	-117 036	344 240
Goodwill and intangible assets	174 395	-4 773	169 622
Current tax assets	32 712	-49	32 663
Deferred tax assets	2 916 630	-3 285	2 913 345
Other assets	811 816	12 146	823 962
<b>TOTAL ASSETS</b>	<b>75 923 049</b>	<b>-951</b>	<b>75 922 098</b>
<b>LIABILITIES</b>			
Financial liabilities at amortised cost			
Resources from credit institutions	7 752 796	-1 154	7 751 642
Resources from customers	52 664 687	72 640	52 737 327
Non subordinated debt securities issued	1 686 087	14 600	1 700 687
Subordinated debt	1 072 105	0	1 072 105
Financial liabilities at fair value through profit or loss			
Financial liabilities held for trading	327 008	0	327 008
Financial liabilities at fair value through profit or loss	3 603 647	0	3 603 647
Hedging derivatives	177 900	0	177 900
Non-current liabilities held for sale	0	0	0
Provisions	350 832	-27 149	323 683
Current tax liabilities	18 547	-927	17 620
Deferred tax liabilities	5 460	-461	4 999
Other liabilities	1 300 074	-6 110	1 293 964
<b>TOTAL LIABILITIES</b>	<b>68 959 143</b>	<b>51 439</b>	<b>69 010 582</b>
<b>EQUITY</b>			
Share capital	4 725 000	0	4 725 000
Share premium	16 471	0	16 471
Preference shares	0	0	0
Other equity instruments	2 922	0	2 922
Legal and statutory reserves	264 608	0	264 608
Treasury shares	-74	0	-74
Reserves and retained earnings	470 481	0	470 481
Net income for the year attributable to Bank's Shareholders	301 065	0	301 065
<b>TOTAL EQUITY</b>	<b>5 780 473</b>	<b>0</b>	<b>5 780 473</b>
Interesses que não controlam	1 183 433	-52 390	1 131 043

TOTAL LIABILITIES, EQUITY AND MINORITY INTERESTS	75 923 049	-951	75 922 098
--	------------	------	------------

31/12/2017

(Milhares de euros)

	Carrying values as reported in published financial statements	Deconsolidation of insurance/other entities	Carrying values under scope of regulatory consolidation
<b>ASSETS</b>			
Cash and deposits at central banks	2 167 934	-2	2 167 933
Repayable on demand to credit institutions	295 532	-2 721	292 811
Other loans and advances to credit institutions	1 065 568	-99	1 065 470
Loans and advances to customers	47 633 492	19 493	47 652 985
Financial assets held for trading	897 734	-6 518	891 216
Other financial assets held for trading at fair value through profit or loss	142 336		142 336
Financial assets available for sale	11 471 847	624 948	12 096 795
Assets with repurchase agreement			
Hedging derivatives	234 345		234 345
Financial assets held to maturity	411 799	-4 001	407 798
Investments in associated companies	571 362	25 224	596 586
Non current assets held for sale	2 164 567	-465 544	1 699 023
Investment property	12 400	-8 053	4 347
Property and equipment	490 423	-155 722	334 701
Goodwill and intangible assets	164 406	-4 611	159 795
Current tax assets	25 914	-790	25 124
Deferred tax assets	3 137 767	-1 117	3 136 649
Other assets	1 052 024	88 247	1 140 271
<b>TOTAL ASSETS</b>	<b>71 939 450</b>	<b>108 734</b>	<b>72 048 185</b>
<b>LIABILITIES</b>			
Amounts owed to central banks	4 154 272		4 154 272
Amounts owed to others credit institutions	3 333 085	-1 095	3 331 991
Amounts owed to customers	51 187 817	200 420	51 388 237
Debt securities	3 007 791	14 795	3 022 586
Financial liabilities held for trading	399 101		399 101
Other financial liabilities held for trading at fair value through results			
Hedging derivatives	177 337		177 337
Non current liabilities held for sale			
Provisions for liabilities and charges	324 158	-58 879	265 280
Subordinated debt	1 169 062		1 169 062
Current income tax liabilities	12 568	1 504	14 072
Deferred income tax liabilities	6 030	-311	5 719
Other liabilities	988 493	-12 565	975 928
<b>TOTAL LIABILITIES</b>	<b>64 759 715</b>	<b>143 870</b>	<b>64 903 584</b>
<b>SITUAÇÃO LÍQUIDA</b>			
Share capital	5 600 738		5 600 738
Treasury stock	-293		-293
Share premium	16 471		16 471
Preference shares	59 910		59 910
Other capital instruments	2 922		2 922
Fair value reserves	82 090		82 090
Reserves and retained earnings	132 586		132 586
Net profit for the year attributable to Shareholders	186 391		186 391
<b>TOTAL EQUITY</b>	<b>6 080 814</b>		<b>6 080 814</b>
Minority interests	1 098 921	-35 135	1 063 786
<b>TOTAL LIABILITIES, EQUITY AND MINORITY INTERESTS</b>	<b>71 939 450</b>	<b>108 734</b>	<b>72 048 185</b>

The accounting values determined under the scope of regulatory consolidation are distributed according to the regulatory risk categories presented in Table 4:

**TABLE 4 – TEMPLATE 1 / EU LI1 (II) – MAPPING OF FINANCIAL STATEMENT CATEGORIES WITH REGULATORY RISK CATEGORIES**

31/12/2018

(Thousand euros)

	Carrying values under the scope of regulatory consolidation	Carrying values of items				Not subject to capital requirements or subject to deduction from capital
		Subject to credit risk framework	Subject to the CCR framework	Subject to the securitisation framework	Subject to the market risk framework	
ASSETS						
Cash and deposits at central banks	2 753 837	2 751 629	-	-	-	-
Repayable on demand to credit institutions	326 483	295 495	-	-	-	-
Other loans and advances to credit institutions	889 805	846 163	-	-	10 030	-
Loans and advances to customers	48 992 076	47 375 336	-	2 155 828	-	62 715
Securities and derivatives (*)	17 232 375	14 665 490	571 841	5 894	1 536 669	135 316
Non current assets held for sale	1 439 341	1 439 341	-	-	-	-
Investment property	4 349	4 349	-	-	-	-
Property and equipment	344 240	344 240	-	-	-	-
Intangible assets	169 622	-	-	-	-	169 622
Current tax assets	32 663	32 663	-	-	-	-
Deferred tax assets	2 913 345	2 255 598	-	-	-	657 746
Other assets	823 962	777 563	-	-	33 792	23 362
TOTAL ASSETS	75 922 098	70 787 866	571 841	2 161 722	1 580 490	1 048 762
LIABILITIES						
Amounts owed to credit institutions	7 751 642	-	-	-	38 621	-
Amounts owed to customers	52 737 327	-	-	-	-	-
Debt securities	1 700 687	-	44 654	-	926 767	-
Financial liabilities held for trading	327 008	-	-	-	-	-
Other financial liabilities held for trading at fair value through results	3 603 647	-	-	-	-	-
Hedging derivatives	177 900	-	-	-	-	-
Non current liabilities held for sale	-	-	-	-	-	-
Provisions for liabilities and charges	323 683	-	-	-	-	-
Subordinated debt	1 072 105	-	-	-	-	-
Current income tax liabilities	17 620	-	-	-	-	-
Deferred income tax liabilities	4 999	-	-	-	-	-
Other liabilities	1 293 964	-	-	-	-	-
TOTAL LIABILITIES	69 010 582	-	44 654	-	965 388	

<sup>(\*)</sup> Includes derivatives that are simultaneously subject to market risk and counterparty credit risk.

31/12/2017

(Thousand euros)

	Carrying values under the scope of regulatory consolidation	Carrying values of items				Not subject to capital requirements or subject to deduction from capital
		Subject to credit risk framework	Subject to the CCR framework	Subject to the securitisation framework	Subject to the market risk framework	
ASSETS						
Cash and deposits at central banks	2 167 933	2 168 844	-	-	-	-
Repayable on demand to credit institutions	292 811	279 788	-	-	-	-
Other loans and advances to credit institutions	1 065 470	1 054 442	-	-	47 694	-
Loans and advances to customers	47 652 985	45 230 439	-	2 831 345	-	63 260
Securities and derivatives (*)	14 369 075	12 927 268	881 253	6 720	599 275	200 240
Non current assets held for sale	1 699 023	1 671 126	-	-	-	29 415
Investment property	4 347	4 347	-	-	-	-
Property and equipment	334 701	334 701	-	-	-	-
Intangible assets	159 795	-	-	-	-	159 795



Current tax assets	25 124	23 677	-	-	-	-
Deferred tax assets	3 136 649	2 290 824	-	-	-	845 825
Other assets	1 140 271	816 488	-	-	210 382	116 781
<b>TOTAL ASSETS</b>	<b>72 048 185</b>	<b>66 801 945</b>	<b>881 253</b>	<b>2 838 065</b>	<b>857 351</b>	<b>1 415 315</b>
<b>LIABILITIES</b>						
Amounts owed to credit institutions	7 486 263	-	-	-	507 599	-
Amounts owed to customers	51 388 237	-	-	-	129 735	-
Debt securities	3 022 586	-	64 658	-	1 038 208	-
Financial liabilities held for trading	399 101	-	-	-	-	-
Other financial liabilities held for trading at fair value through results	-	-	-	-	-	-
Hedging derivatives	177 337	-	-	-	-	-
Non current liabilities held for sale	-	-	-	-	-	-
Provisions for liabilities and charges	265 280	-	-	-	-	-
Subordinated debt	1 169 062	-	-	-	-	-
Current income tax liabilities	14 072	-	-	-	-	-
Deferred income tax liabilities	5 719	-	-	-	-	-
Other liabilities	975 928	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>64 903 584</b>	<b>-</b>	<b>64 658</b>	<b>-</b>	<b>1 675 542</b>	<b>-</b>

(\*) Includes derivatives that are simultaneously subject to market risk and counterparty credit risk.

The exposures' amounts for regulatory purposes also reflect differences regarding the carrying values as reported in the published financial statements. Table 5 presents the most relevant sources of these differences.

**TABLE 5 – TEMPLATE 2 / EU LI2 – MAIN SOURCES OF DIFFERENCES BETWEEN REGULATORY EXPOSURE AMOUNTS AND CARRYING VALUES IN FINANCIAL STATEMENTS**

31/12/2018		(Thousand euros)			
		Total	Items subject to		
			Credit risk framework	CCR framework	Securitisation framework
1	Assets carrying value amount under the scope of regulatory consolidation <sup>(1)</sup>	73 521 430	70 787 866	571 841	2 161 722
2	Liabilities carrying value amount under the regulatory scope of consolidation	44 654	-	44 654	-
3	Total net amount under the regulatory scope of consolidation	73 476 776	70 787 866	527 187	2 161 722
4	Off-balance sheet amounts <sup>(2)</sup>	12 923 541	4 446 664	0	274 549
5	Differences in valuations	-	-	-	-
6	Differences due to different netting rules, other than those already included in row 2	-	-	-	-
7	Differences due to the consideration of provisions <sup>(3)</sup>	2 434 818	2 434 818	0	0
8	Differences due to prudential filters	-	-	-	-
9	Differences due to the consideration of CCF <sup>(4)</sup>	(8 225 936)	0	0	0
10	Differences due to add-on and CRM	(425 151)	(492 339)	341 737	(274 549)
11	Other	49 096	25 488	-	-
12	Exposure amounts considered for regulatory purposes <sup>(5)</sup>	80 233 144	77 202 497	868 925	2 161 722

31/12/2017

(Thousand euros)

		Total	Items subject to		
			Credit risk framework	CCR framework	Securitisation framework
1	Assets carrying value amount under the scope of regulatory consolidation <sup>(1)</sup>	70 521 262	66 801 945	881 253	2 838 065
2	Liabilities carrying value amount under the regulatory scope of consolidation	64 658	-	64 658	-
3	Total net amount under the regulatory scope of consolidation	70 456 604	66 801 945	816 595	2 838 065
4	Off-balance sheet amounts <sup>(2)</sup>	12 784 904	4 172 985	-	283 872
5	Differences in valuations	-	-	-	-
6	Differences due to different netting rules, other than those already included in row 2	-	-	-	-
7	Differences due to the consideration of provisions <sup>(3)</sup>	2 985 402	2 985 402	-	-
8	Differences due to prudential filters	-	-	-	-
9	Differences due to the consideration of CCF <sup>(4)</sup>	(8 404 807)	-	-	-
10	Differences due to add-on and CRM	(469 075)	(332 567)	147 364	(283 872)
11	Other	35 799	(40 760)	(200)	-
12	Exposure amounts considered for regulatory purposes <sup>(5)</sup>	77 388 827	73 587 005	963 758	2 838 065

(1) The total of line 1 does not match the total assets of Table 4 since it does not consider neither the assets subject to market risk nor the assets that are subject to own funds' deduction;

(2) The total of line 4 does not match the sum of the parts because, according to the filling rules, this total refers to the original exposure net of provisions and the parts contain the exposure value after the application of CCF.

(3) Provisions related to on-balance sheet exposures on the IRB method since these are included in the respective EAD.

(4) Value that is only present in the "Total", as mentioned in note (2).

(5) EAD reported in each of the frameworks.