

## SEPARATE STATEMENT OF CASH FLOWS FOR THE YEARS ENDED 31 DECEMBER 2020 AND 2019

(Thousands of euros)

	2020	2019
<b>CASH FLOWS ARISING FROM OPERATING ACTIVITIES</b>		
Interests received	767,953	862,967
Commissions received	591,455	619,570
Fees received from services rendered	51,876	66,109
Interests paid	(70,253)	(140,801)
Commissions paid	(99,857)	(103,311)
Recoveries on loans previously written off	6,691	8,691
Payments (cash) to suppliers and employees (*)	(679,814)	(693,597)
Income taxes (paid) / received	(3,196)	20,980
	<b>564,855</b>	<b>640,608</b>
Decrease / (increase) in operating assets:		
Receivables from / (Loans and advances to) credit institutions	163,565	(9,637)
Loans and advances to customers receivable / (granted)	(2,437,725)	(394,595)
Short term trading securities	(339,302)	140,370
Increase / (decrease) in operating liabilities:		
Loans and advances to credit institutions repayable on demand	120,022	(171,359)
Deposits from credit institutions with agreed maturity date	2,642,320	(1,237,613)
Loans and advances to customers repayable on demand	4,196,744	2,986,683
Deposits from customers with agreed maturity date	(788,696)	(1,591,066)
	<b>4,121,783</b>	<b>363,391</b>
<b>CASH FLOWS ARISING FROM INVESTING ACTIVITIES</b>		
Sale of investments held in associated companies	20	13
Acquisition of shares in subsidiaries and associated companies	(37,015)	(1,017)
Dividends received	11,560	16,670
Interest income from financial assets at fair value through other comprehensive income and at amortised cost	14,880	69,634
Sale of financial assets at fair value through other comprehensive income and at amortised cost	15,098,916	17,420,488
Acquisition of financial assets at fair value through other comprehensive income and at amortised cost	(19,426,303)	(17,438,490)
Maturity of financial assets at fair value through other comprehensive income and at amortised cost	1,131,974	1,115,291
Acquisition of tangible and intangible assets	(43,648)	(51,137)
Sale of tangible and intangible assets	5,414	1,293
Decrease / (increase) in other sundry assets	89,360	(320,702)
	<b>(3,154,842)</b>	<b>812,043</b>
<b>CASH FLOWS ARISING FROM FINANCING ACTIVITIES</b>		
Issuance of subordinated debt	–	450,000
Reimbursement of subordinated debt	(161,285)	(129,086)
Issuance of debt securities	350,000	833,225
Reimbursement of debt securities	(107,485)	(151,878)
Issuance of commercial paper and other securities	22,694	238,839
Reimbursement of commercial paper and other securities	(239,116)	(171,641)
Issue of Perpetual Subordinated Bonds (Additional Tier 1)	–	396,325
Reimbursed of perpetual subordinated debt securities	–	(2,922)
Dividends paid to shareholders of the Bank (note 43)	–	(30,228)
Dividends paid of perpetual subordinated debt securities	–	(148)
Dividends paid of perpetual subordinated bonds (Additional Tier 1)	(37,000)	(27,750)
Increase / (decrease) in other sundry liabilities (**)	(217,894)	(273,843)
	<b>(390,086)</b>	<b>1,130,893</b>
Net changes in cash and equivalents		
Cash (note 16)	576,855	2,306,327
Deposits at Central Banks (note 16)	381,202	355,745
Loans and advances to credit institutions repayable on demand (note 17)	3,668,474	1,327,177
	<b>126,050</b>	<b>186,477</b>
<b>CASH AND EQUIVALENTS AT THE BEGINNING OF THE YEAR</b>		
Cash (note 16)	4,175,726	1,869,399
Deposits at Central Banks (note 16)	345,767	381,202
Loans and advances to credit institutions repayable on demand (note 17)	4,305,005	3,668,474
	<b>101,809</b>	<b>126,050</b>
<b>CASH AND EQUIVALENTS AT THE END OF THE YEAR</b>		
	<b>4,752,581</b>	<b>4,175,726</b>

(\*) In 2020, this balance includes the amount of Euros 104,000 (31 December 2019: Euros 541,000) related to short-term lease contracts and the amount of Euros 1,853,000 (31 December 2019: Euros 1,540,000) related to lease contracts of low value assets.

(\*\*) In 2020, this balance includes the amount of Euros 19,355,000 (31 December 2019: Euros 18,853,000) corresponding to payments of lease liabilities' shares of capital.

CHIEF ACCOUNTANT

THE EXECUTIVE COMMITTEE

See accompanying notes to the separate financial statements.