

FINANCIAL AND STATISTICAL INFORMATION ON CREDIT INSTITUTIONS AND THEIR CONSOLIDATED GROUPS

Since 2015, the Report on Banking Supervision in Spain has concentrated on providing a qualitative description of supervisory activity, while the volume of financial information included in the annex to the Report has been reduced.

The aim of this document is to supplement the Report by providing this financial and regulatory quantitative information on all credit institutions operating in Spain, basically from a consolidated perspective. Thus, the statistical information in this annex is obtained by aggregating, using the criteria set out below, the data in the statements that credit institutions (CIs) send to the Banco de España.

From the standpoint of their legal nature, credit institutions can be divided into the following categories: the Official Credit Institute (Instituto de Crédito Oficial, ICO), commercial banks and savings banks, and credit cooperatives. Commercial banks and savings banks can in turn be divided into three sub-categories: domestic commercial banks and savings banks, foreign-controlled subsidiaries and foreign-controlled branches.

The information included in this document is for consolidated groups of credit institutions (CGs), which are considered to be those including, unless expressly indicated otherwise, in addition to the parent institution or, in the absence thereof, the reporting institution, one or more fully or proportionally consolidated financial institutions, and also for those individual CIs, with direct financial activity (DFA), that do not form part of any CG.

From 2010, and as a consequence of the restructuring and reorganisation of the Spanish financial system, there were significant changes at CIs, especially domestic commercial banks and savings banks. The most important of these was the commencement of indirect engagement in financial activity by a group of savings banks, most of which¹ transferred their financial business to commercial banks specially set up for the purpose. These savings banks subsequently began to turn themselves into banking or ordinary foundations, relinquishing their status as credit institutions, a process which was completed in the first few months of 2015.² Thus, the division between credit institutions with direct financial activity and without direct financial activity is no longer relevant.

Also, with the entry into force on 1 January 2014 of Royal Decree-Law 14/2013 of 29 November 2013 on urgent measures to adapt Spanish law to EU law in relation to the supervision and solvency of financial institutions, specialised lending institutions (*establecimientos financieros de crédito*) were no longer considered to be credit institutions. As a result, and unless indicated otherwise, the balance sheet, income statement and solvency data set out in this annex do not include this type of institutions in the aggregate figures for credit institutions.

¹ Since the end of 2014 only two small savings banks have continued to directly engage in financial activity: Caja de Ahorros y Monte de Piedad de Ontinyent, and Colonya-Caixa d'Estalvis de Pollença.

² As at 31 December 2014, the respective general assemblies of the savings banks had approved their transformation into bank or ordinary foundations, all that remained to be done being the removal from the Banco de España's Special Register of three savings banks (Caja de Ahorros de Murcia, Caja de Ahorros y M. P. de Baleares and Caja de Ahorros de Guipúzcoa y San Sebastián), a step that was completed during the first quarter of 2015.

The balance sheet, income statement and solvency data refer to groups of credit institutions and do not include the ICO.³ Also, unless expressly indicated otherwise, the data provided in this Report relate to the total business of the consolidated groups of credit institutions existing as at end-2016, which incorporate the historic data for those institutions absorbed during the period analysed.

The time horizon generally used is four years, although the progressive entry into force from 2014 of new COREP, and consolidated financial or FINREP, and individual regulatory returns, does not always allow this time horizon to be maintained, and in some cases even requires changes to criteria or the structure of previously published tables, as for example in the case of foreign business activity, or the information on mixed groups and financial conglomerates.⁴

The data provided on CIs and CGs are grouped according to various criteria: the types of institution described above, the size of the group, or the nationality of the institution or of the parent of the consolidated group.

Consolidated groups are classified with respect to balance sheet and profit/loss data into three different groups, according to the volume of their average total assets (ATA): consolidated groups with ATA exceeding €100 billion, those others that for the purposes of the SSM are also significant institutions, and other institutions. Other classifications take into account the nature and nationality of the parent institution, i.e. whether or not the parent is a credit institution, what type of credit institution the parent is and its nationality.

³ The ICO is included in Table A.4.1- Registered credit institutions, consolidated groups and mixed groups.

⁴ The data included in this annex may differ from those in other publications of the Banco de España, such as the Financial Stability Report, the Statistical Bulletin and the Annual Report, in which, for reasons of comparability or for the purposes of analysis the use of a different scope for the activity considered (total business/business in Spain) or a different treatment of the data, depending on the criterion used to classify the institutions, may be deemed more useful.

REGISTERED CREDIT INSTITUTIONS, CONSOLIDATED GROUPS AND MIXED GROUPS
Year-end data

TABLE 1

Number

	2013	2014	2015	2016
Credit institutions registered in Spain (a)	292	227	220	208
ICO	1	1	1	1
Credit institutions with direct financial activity (b)	275	223	219	207
Commercial banks and savings banks	160	158	154	144
Of which: FROB commercial banks and saving banks	6	4	2	2
Domestic commercial banks	51	47	46	42
Savings banks with direct financial activity	2	2	2	2
Foreign-controlled subsidiaries	21	23	21	18
Foreign-controlled branches	86	86	85	82
Credit cooperatives	67	65	65	63
Of which: Heads of credit cooperative IPSs	3	1	1	1
Of which: Credit cooperatives participating in IPSs	25	24 (c)	24 (c)	24 (c)
Of which: pending removal from the BESR	2	2	2	1
Specialised lending institutions (a)	48	47	39	35
Savings banks without direct financial activity	16	3	—	—
Memorandum items				
Mergers and acquisitions (d)	8 (11)	8 (8)	2 (2)	5 (7)
Between banks	4 (5)	4 (4)	1 (1)	3 (5)
Between credit cooperatives	1 (3)	2 (2)	—	1 (1)
Between SLIs	1 (1)	—	—	—
SLIs absorbed by credit institutions	2 (2)	2 (2)	1 (1)	1 (1)
Consolidated groups existing at year-end (e)	89	89	86	81
Parent credit institution (f)	86	82	78	74
Spanish credit institutions (f)	66	61	57	57
Non-FROB commercial banks and savings banks	22	19	16	17
FROB commercial banks and savings banks	4	3	2	2
Credit cooperatives	40	39	39	38
Foreign credit institutions	20	21	21	17
Other consolidated groups (f)	3	7	8	7
Spanish parent (f) (g)	1	4	6	5
Foreign parent	2	3	2	2
Mixed groups and financial conglomerates	20	18	17	17
Supervised by Banco de España (h) (i)	19	18	17	17
Supervised by DGS including CIs (f)	1	—	—	—
Memorandum items				
Bank offices abroad	13.161	14.212	n.d.	n.d.

SOURCE: Banco de España.

- a** The total number of CIs recorded includes SLIs until 2013, but not thereafter, due to the entry into force on 1 January 2014 of Royal Decree-Law 14/2013 of 29 November 2013, under which SLIs lost their credit institution status.
- b** The information in the rest of the annex relates to credit institutions, i.e. commercial banks, savings banks and credit cooperatives with direct financial activity, so the ICO, SLIs and savings banks without direct financial activity are excluded unless otherwise stated.
- c** Of these, 19 credit cooperatives participate in an IPS headed by a Spanish bank.
- d** The figures in brackets are the number of institutions which have merged or been absorbed.
- e** A consolidated group (CG) is defined as a group which includes, in addition to the parent (or in the absence thereof the reporting institution), one or more fully or proportionally consolidated financial institutions. However, individual CIs that do not form part of any consolidated group are included too. The CG classification is based on the nature and nationality of the parent (ultimate holder).
- f** In 2013 the total number of CGs with a CI parent includes one CG whose parent is an SLI. As indicated in footnote a), in 2014 the CG with an SLI parent is not included under the heading Credit institution parent, but rather in Other consolidated groups, and is no longer included in mixed groups.
- g** Included here are CIs whose majority shareholder is a bank foundation, which do not have CI status. If there is no majority shareholder, they are classified as consolidated groups with a Spanish CI parent.
- h** Since 4 November 2014 the Banco de España has been part of the Single Supervisory Mechanism. Therefore Spanish supervision since that date should be understood as being subject to these new supervisory arrangements.
- i** Groups with insurance company subsidiaries are included here, not only financial conglomerates.

SERVING EMPLOYEES, OPERATIONAL OFFICES, ATMs AND AGENTS OF Cis
Year-end data

TABLE 2

Number, unless otherwise stated

	Active institutions (b)	Serving employees		Hours worked (millions)	Operational offices	ATMs	Cards (000)	Point-of-sale terminals (000)	Agents	Employees per operational branch	Per 10,000 inhab. Over 16 years old (c)			Cards per inhab. Over 16 years old	
		Total	of which: At offices								serving employees	Operational offices	ATMs		Point-of-sale terminals
Total credit institutions															
2013	273	217,425	158,663	361	33,783	51,841	89,990	1,208	5,030	6.4	56.3	8.7	13.4	312.7	2.3
2014	221	203,317	150,566	335	31,876	46,428	61,018	890	5,250	6.4	52.8	8.3	12.1	231.0	1.6
2015	217	197,833	145,400	325	30,974	46,152	62,222	1,001	5,150	6.4	51.4	8.0	12.0	260.0	1.6
2016	206	188,823	136,841	302	28,588	44,707	64,115	1,082	5,247	6.6	48.9	7.4	11.6	280.3	1.7
Total commercial banks and savings banks															
2013	160	193,877	142,713	323	29,072	47,070	57,359	1,056	4,869	6.7	50.2	7.5	12.2	273.4	1.5
2014	158	185,160	135,438	305	27,460	41,619	56,039	706	5,035	6.7	48.1	7.1	10.8	183.3	1.5
2015	154	179,738	130,347	295	26,582	41,257	57,251	774	4,933	6.8	46.7	6.9	10.7	201.0	1.5
2016	144	171,199	122,317	277	24,293	39,758	58,888	868	5,070	7.0	44.4	6.3	10.3	225.0	1.5
Domestic commercial banks and savings banks															
2013	53	179,083	137,208	298	28,045	45,941	48,423	1,042	3,563	6.4	46.4	7.3	11.9	269.6	1.3
2014	49	170,122	128,986	281	26,455	40,549	49,886	689	3,609	6.4	44.2	6.9	10.5	178.8	1.3
2015	48	167,666	126,271	276	25,873	40,471	51,592	750	3,491	6.5	43.6	6.7	10.5	194.9	1.3
2016	44	158,875	118,615	258	23,641	39,174	53,230	842	3,599	6.7	41.2	6.1	10.2	218.2	1.4
Foreign subsidiaries															
2013	21	8,209	4,230	14	833	997	6,702	14	1,168	9.9	2.1	0.2	0.3	3.6	0.2
2014	23	8,341	4,253	13	812	913	3,584	16	1,282	10.3	2.2	0.2	0.2	4.1	0.1
2015	21	5,318	2,751	9	515	612	2,845	14	1,331	10.3	1.4	0.1	0.2	3.6	0.1
2016	18	4,573	2,391	8	465	418	3,030	15	1,369	9.8	1.2	0.1	0.1	3.8	0.1
Foreign branches															
2013	86	6,585	1,275	11	194	132	2,233	0	138	33.9	1.7	0.1	0.0	0.1	0.1
2014	86	6,697	2,199	11	193	157	2,569	1	144	34.7	1.7	0.1	0.0	0.3	0.1
2015	85	6,754	1,325	11	194	174	2,814	10	111	34.8	1.8	0.1	0.0	2.6	0.1
2016	82	7,751	1,311	11	187	166	2,627	12	102	41.4	2.0	0.0	0.0	3.0	0.1
Credit cooperatives															
2013	65	18,971	14,876	32	4,511	4,771	4,884	152	88	4.2	4.9	1.2	1.2	39.2	0.1
2014	63	18,157	15,128	30	4,416	4,809	4,979	184	215	4.1	4.7	1.1	1.2	47.8	0.1
2015	63	18,095	15,053	30	4,392	4,895	4,971	227	217	4.1	4.7	1.1	1.3	59.0	0.1
2016	62	17,624	14,524	25	4,295	4,949	5,227	213	177	4.1	4.6	1.1	1.3	55.3	0.1
Specialised lending institutions (a)															
2013	48	4,577	1,074	7	200	0	27,747	0	73	22.9	1.2	0.1	0.0	0.1	0.7
2014	47	4,665	1,061	7	198	0	25,119	0	73	23.6	1.2	0.1	0.0	0.1	0.7
2015	39	4,033	1,055	6	174	0	15,074	0	68	23.2	1.0	0.0	0.0	0.0	0.4
2016	35	3,567	973	3	169	91	10,770	0	68	21.1	0.9	0.0	0.0	0.0	0.3

SOURCE: Banco de España.

- a** Till 2013, SLIs were classed as credit institutions. The entry into force on 1 January 2014 of Royal Decree-Law 14/2013 of 29 November 2013 abolished their credit institution status. Therefore, data on total CIs do not include SLIs from 2014 onward.
- b** Those of the registered institutions which were actually performing transactions at each year-end.
- c** 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 the total business of CIs in Spain and abroad.

CREDIT INSTITUTIONS WITH DFA: STRUCTURE OF LENDING TO RESIDENT PRIVATE SECTOR (a)
Business in Spain. Data of existing institutions at each year-end

TABLE 3

%

	2013	2014	2015	2016
Lending to other financial institutions	4.2	5.7	6.1	5.3
Lending to non financial institutions	44.1	42.9	42.7	42.8
Goods	13.5	13.1	13.2	13.2
Agriculture, fishing and extractive industries	1.6	1.6	1.7	1.8
Manufacturing	5.4	5.2	5.4	5.6
Energy and electricity	2.3	2.7	2.7	2.7
Construction	4.2	3.6	3.3	3.1
Services	30.6	29.7	29.5	29.5
Commerce, repairs and hotels and restaurants	7.3	7.3	7.5	7.8
Transport and communications	2.5	3.2	3.3	3.4
Real estate development	12.8	11.4	10.7	9.9
Other services	8.0	7.9	8.0	8.5
Lending to households	50.7	51.0	50.8	51.5
Housing (purchase and refurbishing)	43.4	43.6	43.2	43.5
Consumer credit (b)	2.4	3.5	3.6	4.2
Other purposes	4.8	4.0	3.9	3.9
Other	1.0	0.5	0.5	0.4

SOURCE: Banco de España.

- a** 2013 data from Confidential returns about Breakdown of loans for business in Spain by economic activity, Confidential individual based return T13 in 2013, and M14 from 2014 onward. SLIs not included in any year.
- b** Loans to households for consumer durable, and for acquisition of other goods and services are included.

**BREAKDOWN OF CHANGES IN OWN FUNDS, IMPAIRMENT ALLOWANCES AND WRITTEN-OFF ASSETS
OF GROUPS OF CREDIT INSTITUTIONS**

TABLE 4

Data of existing groups at 31 December 2016

€m

	2014	2015	2016
Detail of own funds (a)			
Prior year balance	222,215	235,753	246,731
Total revenue and expenses recognised	13,248	13,941	11,041
Increase (decrease) in capital / endowment fund	6,956	10,208	3,086
Conversion of liabilities into own funds and other capital instrument increases	1,016	-624	5
Distribution of dividends	-2,160	-4,645	-4,900
Other increases (decreases) in equity	-5,523	-7,902	-2,359
Final balance	235,753	246,731	253,604
Impairment allowances. Loans (b)			
Prior year balance	120,603	108,938	98,169
Movements reflected in income statement	26,358	24,974	22,042
Other movements	-5,626	-4,104	-5,621
Balance used	-32,397	-31,640	-28,813
Final balance	108,938	98,169	85,777
Movement in the written-off assets account (c)			
Prior year balance	100,316	107,788	110,691
Net increase	7,472	2,903	8,622
Final balance	107,788	110,691	119,313

SOURCE: Banco de España.

- a** Data from the statements of changes in equity Finrep F46 and referring to credit institutions not linked to a consolidated group, Confidential return A1, and PI.4.
b Data from the statement of movements in allowances for credit losses and impairment of equity instruments Finrep F12 and referring to credit institutions not linked to a consolidated group, data from breakdown of movements in impairment allowances. Confidential return T.14, and public return FI.12.
c Data from the statement of financial assets subject to impairment that are past due or impaired Finrep F7, and in case of credit institutions not linked to a consolidated group, FI7 or data from movement of the written-off assets account during the current year. Confidential return T10.7.

ACTIVITY OF CONSOLIDATED GROUPS OF CREDIT INSTITUTIONS (a)
Data of existing groups at 31 December 2016

TABLE 5

€m and %

	2013	2014	2015	2016	Memorandum item: 2016					
					Structure		% annual Δ	Of which: business abroad (b)		
					%	Change in pp.		%	Change in pp.	Δ annual %
Balance sheet total	3,463,821	3,572,152	3,664,248	3,598,459	100	0	-1.8	38.8	1.2	1.3
Assets	3,463,821	3,572,152	3,664,248	3,598,459	100	0	-1.8	38.8	1.2	1.3
Cash and central banks	141,019	119,438	197,405	218,311	6.1	0.7	10.6	x.x	x.x	x.x
Loans and advances to credit institutions	220,212	190,935	157,206	139,976	3.9	-0.4	-11	41.4	0.9	0.7
Loans and advances to other debtors	1,996,593	2,036,130	2,194,463	2,175,284	60.5	0.6	-0.9	0.0	0.0	0.0
Debt securities	560,843	619,030	576,890	538,785	15	-0.8	-6.6	34.2	4.7	8.4
Investments	40,998	37,975	38,315	36,070	1	0	-5.9	57.3	6.5	6.1
Tangible assets	45,241	49,560	38,619	39,739	1.1	0.1	2.9	95.8	-4.5	-1.7
Other assets	458,914	519,085	461,351	450,294	12.5	-0.1	-2.4	22	-0.1	-2.8
Of which: consolidated goodwill	30,539	34,640	40,790	40,681	1.1	0	-0.3	n.d.	n.d.	n.d.
Liabilities	3,231,556	3,316,131	3,396,969	3,325,313	92.4	-0.3	-2.1	36.5	1	0.8
Central banks	214,693	186,900	204,075	193,620	5.4	-0.2	-5.1			
Deposits from credit institutions	427,501	423,198	352,111	308,681	8.6	-1	-12.3	35.3	0.6	2.3
Deposits from other creditors	1,838,287	1,913,225	2,056,419	2,051,104	57	0.9	-0.3			
Debt certificates including bonds	412,892	395,195	399,683	381,554	10.6	-0.3	-4.5	43.8	2.7	2.3
Subordinated liabilities	45,368	46,705	49,760	49,815	1.4	0	0.1			
Tax liabilities	15,654	20,181	16,795	16,891	0.5	0	0.6	56	4.4	9.2
Other liabilities	241,410	294,750	281,876	287,244	8	0.3	1.9	37.3	2.2	8.2
Provisions	35,751	35,976	36,250	36,404	1	0	0.4	22.1	1.1	5.6
Equity	232,265	256,021	267,279	273,145	7.6	0.3	2.2	67.1	1.5	4.6
Minority interest	26,838	26,563	34,564	37,383	1	0.1	8.2	n.d.	n.d.	n.d.
Valuation adjustments	-16,789	-6,296	-14,016	-17,841	-0.5	-0.1	27.3	n.d.	n.d.	n.d.
Own funds	222,215	235,753	246,731	253,604	7	0.3	2.8	n.d.	n.d.	n.d.
Of which: Capital and reserves (including share premium)	210,554	218,642	235,687	244,981	6.8	0.4	3.9	n.d.	n.d.	n.d.
Memorandum items										
Interest-bearing financial liabilities	2,938,742	2,965,223	3,062,048	2,984,775	82.9	-0.6	-2.5	n.d.	n.d.	n.d.
Securities portfolio	646,055	709,072	663,727	618,532	17.2	-0.9	-6.8	n.d.	n.d.	n.d.
Of which: equity portfolio	85,213	90,042	86,837	79,747	2.2	-0.2	-8.2	n.d.	n.d.	n.d.
Investments in the group and other investments	46,281	41,465	38,315	36,070	1	0	-5.9			
Other equity securities	38,931	48,577	48,522	43,678	1.2	-0.1	-10.0			

SOURCE: Banco de España.

a The data refer to CGs which include the individual CIs that do not belong to any consolidated group.

b Only those CGs whose non-local activity exceeds 10% of their total activity.

BREAKDOWN OF ACTIVITY FOR CONSOLIDATED GROUPS
Data of groups existing at 31 December 2016

TABLE 6

€m and %

	Total	Of which: %			
		6 larger consolidated groups	Otros significant groups	Total significant groups	Other groups
Balance sheet total	3,598,459	81.0	10.9	91.9	8.1
Assets	3,598,459	81.0	10.9	91.9	8.1
Cash and central banks	218,311	84.8	4.4	89.2	10.8
Loans and advances to credit institutions	139,976	69.6	4.1	73.7	26.3
Loans and advances to other debtors	2,175,284	80.9	11.9	92.8	7.2
Debt securities	538,785	76.6	13.4	90.0	10.0
Investments	36,070	86.5	10.1	96.6	3.4
Tangible assets	39,739	81.4	13.1	94.5	5.5
Other assets	450,294	88.3	8.2	96.5	3.5
Of which: consolidated goodwill	40,681	97.9	1.4	99.3	0.7
Liabilities	3,325,313	80.9	10.9	91.8	8.2
Central banks	193,620	83.9	12.8	96.7	3.3
Deposits from credit institutions	308,681	72.5	4.4	76.9	23.1
Deposits from other creditors	2,051,104	77.3	14.2	91.5	8.5
Debt certificates including bonds	381,554	93.8	4.7	98.5	1.5
Subordinated liabilities	49,815	94.6	5.1	99.7	0.3
Tax liabilities	16,891	85.8	9.1	94.9	5.1
Other liabilities	287,244	92.9	3.2	96.1	3.9
Provisions	36,404	86.5	8.6	95.1	4.9
Equity	273,145	82.6	9.9	92.5	7.5
Minority interest	37,383	98.5	1.3	99.8	0.2
Valuation adjustments	-17,841	111.3	-5.2	106.1	-6.1
Own funds	253,604	82.3	10.1	92.4	7.6
Of which: Capital and reserves (including share premium)	144,921	80.0	10.6	90.6	9.4
Memorandum items					
Interest-bearing financial liabilities	2,984,775	79.7	11.7	91.4	8.6
Securities portfolio	618,532	77.2	13.1	90.3	9.7
Of which: equity portfolio	79,747	81.6	11.0	92.6	7.4
Investments in the group and other investments	36,070	86.5	10.1	96.6	3.4
Other equity securities	43,678	77.6	11.8	89.4	10.6

SOURCE: Banco de España.

a The data refer to CGs which include the individual CIs that do not belong to any consolidated group.

LOCAL BUSINESS ABROAD OF CONSOLIDATED GROUPS (a)
Data of existing groups at the end of 2016

TABLE 7

€m and %

	2013	2014	2015	2016	Memorandum item: 2016		
					Structure		% annual Δ
					%	Change in pp	
Consolidated balance sheet abroad (b)	1,063,562	1,201,392	1,380,556	1,397,920	38.9	1.2	1.3
Local business							
Financial assets	915,311	1,031,839	1,208,607	1,211,749	33.7	0.7	0.3
European Union	408,801	437,836	532,961	498,224	13.9	-0.7	-6.5
Latin America	339,724	382,032	364,078	409,736	11.4	1.5	12.5
Other	166,785	211,971	311,569	303,789	8.4	-0.1	-2.5
Financial liabilities	764,101	863,117	1,038,037	1,057,065	29.4	1.1	1.8
European Union	350,394	383,493	480,197	456,776	12.7	-0.4	-4.9
Latin America	282,107	302,677	313,882	356,393	9.9	1.3	13.5
Other	131,600	176,947	243,958	243,896	6.8	0.1	0.0
Memorandum item							
Cis abroad (number)	164	152	149	143			
Subsidiaries	117	104	103	99			
European Union	52	48	47	45			
Latin America	35	32	33	32			
Other	30	24	23	22			
Branches	47	48	46	44			
European Union	29	30	29	26			
Latin America	0	0	0	0			
Other	18	18	17	18			

SOURCE: Banco de España.

a The data refer to CGs which include the individual Cis that do not belong to any consolidated group.

b Consolidated balance sheet abroad includes in 2015 and 2016 those CGs whose non-local activities exceed 10% of total activities.

BREAKDOWN OF THE INCOME STATEMENT FOR CONSOLIDATED GROUPS (a)
Data of consolidated groups existing at the end of 2016

TABLE 8

€m and %

	Amount				% of ATA				% annual Δ			
	2013	2014	2015	2016	2013	2014	2015	2016	2013	2014	2015	2016
Financial income	121,879	116,195	118,310	112,352	3.28	3.29	3.23	3.10	-14.3	-4.7	1.8	-5.0
Financial cost	-59,323	-50,588	-47,194	-44,226	-1.60	-1.43	-1.29	-1.22	-17.4	-14.7	-6.7	-6.3
Net interest income (NII)	62,556	65,607	71,116	68,127	1.68	1.86	1.94	1.88	-11.2	4.9	8.4	-4.2
Return on equity instruments	1,313	1,735	1,542	1,682	0.04	0.05	0.04	0.05	-29.0	32.2	-11.2	9.1
Non-interest income	33,605	31,684	34,013	30,231	0.91	0.90	0.93	0.83	16.4	-5.7	7.3	-11.1
Fees and commissions (net)	23,423	23,453	24,431	24,247	0.63	0.66	0.67	0.67	-3.6	0.1	4.2	-0.8
Collection and payment service (revenue)	12,015	11,495	11,928	12,117	0.32	0.33	0.33	0.33	1.2	-4.3	3.8	1.6
Securities service (revenue)	2,373	2,624	4,830	4,460	0.06	0.07	0.13	0.12	-0.9	10.6	84.1	-7.7
Marketing of non-banking products (revenue)	7,430	7,713	6,316	6,623	0.20	0.22	0.17	0.18	-1.4	3.8	-18.1	4.9
Contingent exposures and commitments (revenue)	2,167	2,148	1,838	2,174	0.06	0.06	0.05	0.06	-2.3	-0.9	-14.4	18.3
Other fees and commissions (net)	-561	-527	-481	-1,126	-0.02	-0.01	-0.01	-0.03	-295.7	-6.1	-8.7	134.1
Income on financial assets (net)	12,024	11,267	9,671	8,933	0.32	0.32	0.26	0.25	65.4	-6.3	-14.2	-7.6
Held for trading	2,609	2,088	-51	2,857	0.07	0.06	0.00	0.08	6.9	-20.0	-102.4	-5,751.3
Other income on financial assets and liabilities	9,415	9,179	9,721	6,075	0.25	0.26	0.27	0.17	95.0	-2.5	5.9	-37.5
Exchange differences (net)	1,372	47	2,134	-922	0.04	0.00	0.06	-0.03	232.6	-96.6	4,422.5	-143.2
Other operating income (net)	-3,215	-3,082	-2,224	-2,028	-0.09	-0.09	-0.06	-0.06	3.1	-4.1	-27.9	-8.8
Gross income (GI)	97,474	99,026	106,670	100,039	2.63	2.81	2.91	2.76	-3.6	1.6	7.7	-6.2
Administrative expenses	-46,272	-45,092	-48,653	-47,851	-1.25	-1.28	-1.33	-1.32	-1.1	-2.5	7.9	-1.6
Personnel expenses	-28,390	-26,956	-29,148	-28,961	-0.76	-0.76	-0.80	-0.80	-0.9	-5.1	8.1	-0.6
Other general expenses	-17,881	-18,136	-19,505	-18,890	-0.48	-0.51	-0.53	-0.52	-1.4	1.4	7.5	-3.2
Amortisation	-5,299	-5,066	-5,362	-5,467	-0.14	-0.14	-0.15	-0.15	6.9	-4.4	5.8	2.0
Provisioning expenses (net)	-4,919	-5,193	-6,111	-6,558	-0.13	-0.15	-0.17	-0.18	-43.1	5.6	17.7	7.3
Impairment losses on financial assets (net)	-33,587	-26,819	-23,893	-19,940	-0.90	-0.76	-0.65	-0.55	-62.2	-20.1	-10.9	-16.5
Net operating profit (NOP)	7,397	16,856	22,651	20,223	0.20	0.48	0.62	0.56	-115.4	127.9	34.4	-10.7
Impairment losses on other assets (net)	-6,202	-4,208	-2,448	-2,202	-0.17	-0.12	-0.07	-0.06	-67.7	-32.1	-41.8	-10.0
Other income (net)	10,382	8,311	1,972	832	0.28	0.24	0.05	0.02	277.2	-19.9	-76.3	-57.8
Profit before tax (PBT)	11,577	20,959	22,174	18,853	0.31	0.59	0.61	0.52	-118.0	81.0	5.8	-15.0
Income tax	-1,509	4,964	5,078	4,801	-0.04	0.14	0.14	0.13	-84.8	-428.9	2.3	-5.5
Consolidated profit for the period	13,086	15,995	17,096	14,052	0.35	0.45	0.47	0.39	-124.0	22.2	6.9	-17.8
Attributed to the parent	10,774	14,002	13,824	10,209	0.29	0.40	0.38	0.28	-123.7	30.0	-1.3	-26.2
Attributed to minority interests	2,312	1,993	3,272	3,843	0.06	0.06	0.09	0.11	-125.3	-13.8	64.2	17.4
Memorandum items												
Average total assets (ATA)	3,712,811	3,527,962	3,659,653	3,628,844	100.00	100.00	100.00	100.00	-5.9	-5.0	3.7	-0.8
Average own funds of the group (b)	215,796	219,450	235,913	245,202	5.81	6.22	6.45	6.76	-0.5	1.7	7.5	3.9
Net interest income due to the excess of EFAs over IBFLs (c)	3,702	4,428	6,354	5,974	0.10	0.13	0.17	0.16	79.6	19.6	43.5	-6.0
Average return on earning financial assets (EFAs)					3.78	3.78	3.70	3.54				
Average cost of interest-bearing financial liabilities (IBFLs)					1.90	1.71	1.56	1.47				
Efficiency ratio (d)					52.91	50.65	50.64	53.30				
Return on average equity of the group (ROE) (e)					6.06	7.29	7.25	5.73				

SOURCE: Banco de España.

- a The data refer to CGs which include individual Cis with DFA not belonging to any CG.
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 Calculated on the basis of the return of EFAs on the positive difference between EFAs and IBFLs. For consistency with the definition of net interest income, the calculation of EFAs excludes the return on equity instruments.
d The efficiency ratio is defined as administrative expenses and amortisation divided by gross income.
e Calculated on the basis of the consolidated profit for the period attributed to the parent on the average own funds of the group.

MAIN INCOME AND PROFIT ITEMS OF THE INCOME STATEMENT FOR CONSOLIDATED GROUPS (a)
Data of consolidated groups existing at the end of 2016

TABLE 9

€m and %

	Amount				% of ATA				% annual Δ			
	2013	2014	2015	2016	2013	2014	2015	2016	2013	2014	2015	2016
Net interest income (NII)												
Total consolidated groups	62,556	65,607	71,116	68,127	1.68	1.86	1.94	1.88	-11.2	4.9	8.4	-4.2
Largest CGs	52,768	56,243	62,279	59,735	1.83	2.03	2.11	2.04	-10.7	6.6	10.7	-4.1
Other significant CGs	5,173	4,696	4,500	4,312	1.11	1.09	1.09	1.08	-14.6	-9.2	-4.2	-4.2
Other CGs	4,616	4,667	4,337	4,080	1.28	1.45	1.44	1.37	-12.7	1.1	-7.1	-5.9
Gross income (GI)												
Total consolidated groups	97,474	99,026	106,670	100,039	2.63	2.81	2.91	2.76	-3.6	1.6	7.7	-6.2
Largest CGs	80,714	82,007	90,752	85,125	2.79	2.96	3.08	2.90	-5.2	1.6	10.7	-6.2
Other significant CGs	9,609	9,182	8,425	7,665	2.07	2.12	2.04	1.92	6.9	-4.4	-8.2	-9.0
Other CGs	7,151	7,837	7,493	7,249	1.98	2.44	2.49	2.43	2.0	9.6	-4.4	-3.3
Net operating profit (NOP)												
Total consolidated groups	7,397	16,856	22,651	20,223	0.20	0.48	0.62	0.56	-115.4	127.9	34.4	-10.7
Largest CGs	6,296	13,423	19,635	16,760	0.22	0.48	0.67	0.57	-120.1	113.2	46.3	-14.6
Other significant CGs	792	1,614	1,170	1,458	0.17	0.37	0.28	0.36	-104.8	103.7	-27.5	24.6
Other CGs	308	1,819	1,846	2,005	0.09	0.57	0.61	0.67	-266.8	490.8	1.5	8.6
Profit before tax (PBT)												
Total consolidated groups	11,577	20,959	22,174	18,853	0.31	0.59	0.61	0.52	-118.0	81.0	5.8	-15.0
Largest CGs	10,932	16,741	19,174	15,450	0.38	0.60	0.65	0.53	-126.8	53.1	14.5	-19.4
Other significant CGs	-85	1,850	1,300	1,554	-0.02	0.43	0.31	0.39	-99.6	-2,271.8	-29.8	19.6
Other CGs	729	2,367	1,701	1,848	0.20	0.74	0.57	0.62	-147.9	224.5	-28.2	8.7
Consolidates profit for the period												
Total consolidated groups	13,086	15,995	17,096	14,052	0.35	0.45	0.47	0.39	-124.0	22.2	6.9	-17.8
Largest CGs	12,409	11,924	15,146	11,250	0.43	0.43	0.51	0.38	-134.9	-3.9	27.0	-25.7
Other significant CGs	463	2,265	1,269	1,438	0.10	0.52	0.31	0.36	-102.6	389.5	-44.0	13.3
Other CGs	214	1,806	681	1,364	0.06	0.56	0.23	0.46	-117.9	744.7	-62.3	100.4
Memorandum items												
Average total assets (ATA)												
Total consolidated groups	3,712,811	3,527,962	3,659,653	3,628,844	100.00	100.00	100.00	100.00	-5.9	-5.0	3.7	-0.8
Largest CGs	2,887,798	2,773,963	2,946,144	2,931,253	77.78	78.63	80.50	80.78	-5.0	-3.9	6.2	-0.5
Other significant CGs	464,326	432,795	412,964	399,517	12.51	12.27	11.28	11.01	-7.8	-6.8	-4.6	-3.3
Other CGs	360,687	321,203	300,544	298,074	9.71	9.10	8.21	8.21	-9.9	-10.9	-6.4	-0.8

SOURCE: Banco de España.

a The data refer to CGs which include individual Cis with DFA not belonging to any CG.

SOLVENCY OF CONSOLIDATED GROUPS: OWN FUNDS (a)
Data of groups existing at year-end

TABLE 10

€m and %

	2014		2015		2016	
	Amount	Structure (%)	Amount	Structure (%)	Amount	Structure (%)
Own funds	225,735	100.0	243,031	100.0	241,902	100.0
Tier 1 capital	196,493	87.0	212,607	87.5	213,348	88.2
Common equity tier 1 capital	196,356	87.0	212,528	87.4	210,533	87.0
Eligible capital instruments and share premium	143,186	63.4	129,828	53.4	129,822	53.7
Reserves and similar items	77,850	34.5	98,102	40.4	100,148	41.4
<i>Of which: Eligible profit or loss</i>	11,745	5.2	8,934	3.7	4,203	1.7
Minority interests	15,429	6.8	24,696	10.2	27,187	11.2
Deductions	-72,401	-32.1	-70,090	-28.8	-72,512	-30.0
Transitional adjustments, transfer of excess of deduction and other	32,292	14.3	29,992	12.3	25,887	10.7
Additional tier 1 capital	137	0.1	79	0.0	2,815	1.2
Eligible capital instruments	10,177	4.5	12,165	5.0	13,436	5.6
Deductions	84	0.0	-11	0.0	-185	-0.1
Transitional adjustments, transfer of excess of deduction and other	-10,125	-4.5	-12,074	-5.0	-10,436	-4.3
Ties 2 capital	29,242	13.0	30,424	12.5	28,554	11.8
Eligible capital instruments and subordinated loans	22,528	10.0	23,417	9.6	26,264	10.9
Eligible provisions (b)	8,295	3.7	8,801	3.6	5,351	2.2
Deductions	-368	-0.2	-1,603	-0.7	-1,913	-0.8
Transitional adjustments, transfer of excess of deduction and other	-1,214	-0.5	-191	-0.1	-1,148	-0.5
Surplus/deficit of total capital	93,139	—	108,850	—	110,350	—
Total capital ratio (%)	13.6	—	14.5	—	14.7	—
Surplus/deficit of tier 1 capital	97,046	—	111,971	—	114,685	—
Tier 1 capital ratio (%)	11.9	—	12.7	—	13.0	—
Surplus/deficit of common equity tier 1 capital	121,771	—	137,051	—	136,535	—
Common equity tier 1 capital ratio (%)	11.8	—	12.7	—	12.8	—

SOURCE: Banco de España.

- a** The data refer to CGs which include individual CIs not belonging to any CG. Data and items in this table, unless otherwise stated, correspond to items of form C 01.00 CAPITAL ADEQUACY - OWN FUNDS DEFINITION (CA1) and C 03.00 CAPITAL ADEQUACY - RATIOS (CA3) of Commission Implementing Regulation (UE) No 680/2014. Only figures from 2014 onward are shown, due to the changes in solvency regulations in 2014 resulting from the entry into force of Directive 2013/36/EU, Regulation (EU) No 575/2014 and the new supervisory reporting forms, which do not allow compare these figures with the previous year 2013.
- b** Comprising the amounts eligible as own funds of: (i) excess of provisions over expected losses under the IRB approach and (ii) general credit risk adjustments under the standardised approach.

SOLVENCY OF CONSOLIDATED GROUPS: REQUIREMENTS (a)
Data of groups existing at year-end

TABLE 11

€m and %

	2014			2015			2016		
	Amount	Structure %	Average RW (b)	Amount	Structure %	Average RW (b)	Amount	Structure %	Average RW (b)
Capital requirements	132,596	100.0	—	134,181	100.0	—	131,551	100.0	—
Credit, counterparty credit and dilution risks and free deliveries (c)	113,547	85.6	42.2	117,242	87.4	42.1	114,922	87.4	42.0
Standardised approach (SA) (excluding securitisation positions)	66,840	50.4	45.2	70,870	52.8	45.6	72,278	54.9	45.1
Central governments or central banks and similar categories (d)	5,086	3.8	9.7	5,361	4.0	10.0	5,381	4.1	9.5
Institutions	1,993	1.5	26.6	2,214	1.7	25.0	2,082	1.6	24.9
Corporates	17,084	12.9	94.4	20,397	15.2	95.6	21,171	16.1	95.5
Retail	12,757	9.6	70.4	13,432	10.0	69.9	14,738	11.2	70.0
Secured by real estate	11,475	8.7	38.8	11,970	8.9	39.3	11,389	8.7	38.5
Exposures in default	5,695	4.3	107.2	3,506	2.6	109.3	3,464	2.6	108.8
Items associated with particular high risk	269	0.2	142.6	181	0.1	142.1	580	0.4	147.4
Other	12,481	9.4	74.2	13,808	10.3	74.8	13,474	10.2	72.2
Internal ratings-based (IRB) approach (excluding securitisation positions) (e)	45,502	34.3	38.0	45,577	34.0	37.5	41,923	31.9	36.9
Of which: Advanced IRB	33,511	25.3	32.0	33,157	24.7	31.2	31,153	23.7	31.2
Central governments or central banks	103	0.1	14.1	188	0.1	21.2	78	0.1	12.5
Institutions	2,745	2.1	18.1	2,069	1.5	17.3	1,480	1.1	15.7
Corporates	21,644	16.3	58.0	21,303	15.9	56.4	20,261	15.4	55.6
Of which: SMEs	4,859	3.7	50.5	4,697	3.5	51.8	4,073	3.1	51.4
Retail	13,058	9.8	22.7	13,695	10.2	22.1	12,894	9.8	21.9
Of which: SMEs	1,888	1.4	30.3	1,713	1.3	33.2	1,513	1.2	30.7
Of which: Secured by real estate, non-SME	8,005	6.0	17.8	8,260	6.2	16.9	7,593	5.8	16.5
Equity (f)	7,033	5.3	229.2	7,359	5.5	251.8	6,224	4.7	210.2
Other non credit-obligation assets	920	0.7	—	962	0.7	—	987	0.7	—
Risk exposure amount for contributions to the default fund of a central counterparty	69	0.1	—	76	0.1	—	35	0.0	—
Securitisation positions (g)	1,136	0.9	56.0	719	0.5	38.2	685	0.5	26.7
Standardised approach	868	0.7	61.5	524	0.4	53.4	473	0.4	45.1
IRB approach	268	0.2	43.6	195	0.1	21.7	212	0.2	14.0
Position, foreign exchange and commodities risk	5,253	4.0	—	4,207	3.1	—	3,993	3.0	—
Standardised approach	3,492	2.6	—	2,473	1.8	—	1,953	1.5	—
Of which: traded debt instruments	1,485	1.1	—	1,305	1.0	—	672	0.5	—
Of which: foreign exchange	1,859	1.4	—	1,042	0.8	—	1,154	0.9	—
Internal models	1,761	1.3	—	1,734	1.3	—	2,039	1.6	—
Operational risk	12,717	9.6	—	11,668	8.7	—	11,979	9.1	—
Basic indicator approach	2,018	1.5	—	2,238	1.7	—	2,040	1.6	—
Standardised and alternative standardised approaches	9,410	7.1	—	8,167	6.1	—	8,539	6.5	—
Advanced measurement approaches	1,288	1.0	—	1,264	0.9	—	1,400	1.1	—
Risk exposure amount for credit valuation adjustment (CVA)	671	0.5	25.0	578	0.4	20.3	436	0.3	17.8
Other risks	407	0.3	—	487	0.4	—	221	0.2	—

SOURCE: Banco de España.

- a The data refer to CGs which include individual CIs not belonging to any CG. Data and items in this table, unless otherwise stated, correspond to items of form C 02.00 - CAPITAL ADEQUACY-RISK EXPOSURE AMOUNTS (CA2) of Commission Implementing Regulation (UE) No 680/2014. Only figures from 2014 onward are shown, due to the changes in solvency regulations in 2014 resulting from the entry into force of Directive 2013/36/EU, Regulation (EU) No 575/2014 and the new supervisory reporting forms, which do not allow compare these figures with the previous year 2013.
- b RW is the abbreviation of risk weight. Unless otherwise stated, the average risk weights in this table are calculated as the risk-weighted exposures divided by the exposure amount reported in the related returns.
- c The average risk weight for this row is calculated excluding the component "Risk exposure amount for contributions to the default fund of a central counterparty", for which no figure is available. Footnotes (e) and (f) also apply here.
- d Comprising the exposure classes "Central governments or central banks", "Regional governments or local authorities", "Administrative bodies and noncommercial undertakings", "Multilateral Development Banks" and "International Organisations".
- e The average risk weight for this row is calculated excluding the component "Other non credit-obligation assets", the exposure amount of which is not available. Footnote (f) also applies here.
- f The average risk weight for this row is calculated excluding the component "Equity exposures subject to risk weights", the exposure value of which is not available. Since the component "Internal model approach" lacks an exposure value in the strict sense, the original exposure amount before applying the conversion factors was used.
- g The average risk weight for securitisation positions is calculated after taking into account various adjustments to risk-weighted exposures (infringement of due diligence provisions; maturity mismatches) and after the impact of limits on risk-weighted exposures.