

BALANCE SHEETS AS OF JUNE 30, 2004 AND 2003

(Thousands of Euros)

ASSETS	JUN.04	JUN.03	LIABILITIES AND EQUITY	JUN.04	JUN.03
CASH ON HAND AND ON DEPOSIT AT CENTRAL BANKS:			DUE TO CREDIT ENTITIES		
Cash on hand	86.339	69.519	Demand deposits	23.101	26.741
Cash at Bank of Spain	114.417	73.805	Time or notification deposits	1.207.290	1.012.943
	200.756	143.324		1.230.391	1.039.684
GOVERNMENT DEBT SECURITIES	2.354.560	1.909.650	CUSTOMER DEPOSITS		
			Savings deposits-		
DUE FROM CREDIT ENTITIES			Demand	4.549.250	4.118.647
Demand deposits	40.403	27.547	Time	4.233.573	3.391.158
Other	1.823.905	1.621.585	Other deposits-		
	1.864.308	1.649.132	Demand		
LOANS AND CREDITS	8.359.282	7.608.050	Time	2.300.260	2.199.950
				11.083.083	9.709.755
DEBENTURES AND OTHER FIXED-INCOME SECURITIES			MARKETABLE DEBT SECURITIES		
Issued by the public sector	52.411	53.919	Bonds and debentures outstanding	311.376	590.440
Other	387.448	493.189		311.376	590.440
	439.859	547.108	OTHER LIABILITIES	259.160	274.739
COMMON STOCKS AND OTHER EQUITY SECURITIES	283.742	192.620	ACCRUAL ACCOUNTS	106.673	104.271
SHAREHOLDINGS IN NON-GROUP COMPANIES			PROVISIONS FOR CONTINGENCIES AND EXPENSES		
Credit entities	32.427	31.419	Pension allowance	33.636	38.728
Other shareholdings	98.331	101.242	Taxes provisions	759	742
	130.758	132.661	Other provisions	150.455	149.108
SHAREHOLDINGS IN GROUP COMPANIES				184.850	188.578
Credit entities	-	-	GENERAL RISK ALLOWANCE	-	-
Other	389	483	NEGATIVE DIFFERENCE IN CONSOLIDATION	1.052	1.052
	389	483	CONSOLIDATED SURPLUS FOR THE YEAR:		
INTANGIBLE ASSETS	10.254	11.170	Group	37.344	36.882
GOODWILL IN CONSOLIDATION	31.717	67.989	Minority interests	3.902	3.850
				41.246	40.732
PROPERTY AND EQUIPMENT			SUBORDINATED DEBT	256.583	156.583
Land and buildings for own use	158.388	160.389	MINORITY INTERESTS	161.071	159.932
Other property	66.537	58.178	ENDOWMENT FUND	9	9
Furniture, installations and other	44.328	46.288	RESERVES	586.133	568.722
	269.253	264.855	REVALUATION RESERVES	27.650	27.650
OTHER ASSETS	263.904	262.179	RESERVES AT CONSOLIDATED COMPANIES	73.783	47.785
ACCRUAL ACCOUNTS	112.643	115.406	PRIOR YEARS' INCOME	-	-
PRIOR YEARS' LOSSES AT CONSOLIDATED COMPANIES	1.635	5.305			
CONSOLIDATED DEFICIT FOR THE YEAR	-	-			
TOTAL ASSETS	14.323.060	12.909.932	TOTAL LIABILITIES AND EQUITY	14.323.060	12.909.932

CONSOLIDATED STATEMENTS OF INCOME AND EXPENSES

JUNE 30, 2004 AND 2003

(Thousands of Euros)

	(Debit)/Credit	
	JUN.04	JUN.03
INTEREST AND SIMILAR REVENUES	230.431	254.865
<i>Of which: Fixed-income securities</i>	58.281	63.059
INTEREST AND SIMILAR EXPENSES	(92.215)	(111.025)
INCOME FROM EQUITY SECURITIES:	5.867	4.918
<i>Common stocks and other equity securities</i>	3.322	2.511
<i>Shareholdings in non-Group companies</i>	2.512	2.346
<i>Holdings in Group companies</i>	33	61
NET INTEREST REVENUE	144.083	148.758
FEES COLLECTED	37.940	33.442
FEES PAID	(3.579)	(3.852)
GAINS (LOSSES) ON FINANCIAL TRANSACTIONS	9.949	20.120
NET ORDINARY REVENUE	188.393	198.468
OTHER OPERATING REVENUES	951	607
GENERAL ADMINISTRATIVE EXPENSES:	(115.294)	(111.614)
Personnel expenses	(80.831)	(77.892)
<i>Of which:</i>		
<i>Wages and salaries</i>	(60.016)	(57.809)
<i>Employee welfare expenses</i>	(19.708)	(18.761)
<i>Of which: pensions</i>	(6.105)	(5.699)
Other administrative expenses	(34.463)	(33.722)
DEPRECIATION, AMORTIZATION AND WRITEDOWN OF PROPERTY AND EQUIPMENT AND INTANGIBLE ASSETS	(12.273)	(12.489)
OTHER OPERATING EXPENSES	(1.689)	(1.622)
NET OPERATING REVENUE	60.088	73.350
NET INCOME (LOSS) FROM COMPANIES CARRIED BY THE EQUITY METHOD:	4.615	2.251
Share in income of companies carried by the equity method	7.278	9.421
Share in losses of companies carried by the equity method	(118)	(4.763)
Value adjustments due to collection of dividends	(2.545)	(2.407)
AMORTIZATION OF GOODWILL IN CONSOLIDATION	(3.704)	(7.075)
GAINS ON GROUP TRANSACTIONS)	19.050	0
LOSSES ON GROUP TRANSACTIONS	0	
WRITEOFFS AND CREDIT LOSS PROVISIONS (Net)	(18.999)	(20.229)
WRITEDOWN OF LONG-TERM FINANCIAL INVESTMENTS (Net)		862
PROVISION TO GENERAL RISK ALLOWANCE	-	-
EXTRAORDINARY INCOME	9.888	18.655
EXTRAORDINARY LOSS	(13.851)	(16.062)
SURPLUS BEFORE TAXES	57.087	51.752
CORPORATE INCOME TAX	(15.841)	(10.932)
OTHER TAXES		(88)
CONSOLIDATED SURPLUS FOR THE YEAR	41.246	40.732
Surplus attributed to minority interests	3.902	3.850
Surplus attributed to the Group	37.344	36.882