

BALANCE SHEETS AS OF JUNE 30, 2003 AND 2002

(Thousands of Euros)

ASSETS			LIABILITIES AND EQUITY		
	JUNE.03	JUNE.02		JUNE.03	JUNE.02
CASH ON HAND AND ON DEPOSIT AT CENTRAL BANKS:			DUE TO CREDIT ENTITIES		
Cash on hand	69.519	66.615	Demand deposits	26.741	548.786
Cash at Bank of Spain	73.805	124.933	Time or notification deposits	1.012.943	1.642.044
	143.324	191.548		1.039.684	2.190.830
GOVERNMENT DEBT SECURITIES	1.909.650	2.645.096	CUSTOMER DEPOSITS		
			Savings deposits-		
DUE FROM CREDIT ENTITIES			Demand	4.118.647	3.730.753
Demand deposits	27.547	589.349	Time	3.391.158	3.497.301
Other	1.621.585	1.811.879	Other deposits-		
	1.649.132	2.401.228	Demand		27
			Time	2.199.950	1.959.161
LOANS AND CREDITS	7.608.050	6.731.217		9.709.755	9.187.242
DEBENTURES AND OTHER FIXED-INCOME SECURITIES			MARKETABLE DEBT SECURITIES		
Issued by the public sector	53.919	62.019	Bonds and debentures outstanding	590.440	604.270
Other	493.189	400.633		590.440	604.270
	547.108	462.652	OTHER LIABILITIES	274.739	302.905
COMMON STOCKS AND OTHER EQUITY SECURITIES	192.620	257.425	ACCRUAL ACCOUNTS	104.271	102.785
SHAREHOLDINGS IN NON-GROUP COMPANIES			PROVISIONS FOR CONTINGENCIES AND EXPENSES		
Credit entities	31.419	23.873	Pension allowance	38.728	45.904
Other shareholdings	101.242	95.424	Taxes provisions	742	1.066
	132.661	119.297	Other provisions	149.108	154.537
				188.578	201.507
SHAREHOLDINGS IN GROUP COMPANIES			GENERAL RISK ALLOWANCE	-	-
Credit entities	-	-	NEGATIVE DIFFERENCE IN CONSOLIDATION	1.052	1.052
Other	483	408	CONSOLIDATED SURPLUS FOR THE YEAR:		
	483	408	Group	36.882	38.032
INTANGIBLE ASSETS	11.170	22.348	Minority interests	3.850	3.850
GOODWILL IN CONSOLIDATION	67.989	76.000		40.732	41.882
PROPERTY AND EQUIPMENT			SUBORDINATED DEBT	156.583	156.583
Land and buildings for own use	160.389	159.938	MINORITY INTERESTS	159.932	160.007
Other property	58.178	47.406	ENDOWMENT FUND	9	9
Furniture, installations and other	46.288	60.144	RESERVES	568.722	562.421
	264.855	267.488	REVALUATION RESERVES	27.650	27.650
OTHER ASSETS	262.179	230.179	RESERVES AT CONSOLIDATED COMPANIES	47.785	11.346
ACCRUAL ACCOUNTS	115.406	133.756	PRIOR YEARS' INCOME	-	-
PRIOR YEARS' LOSSES AT CONSOLIDATED COMPANIES	5.305	11.847			
CONSOLIDATED DEFICIT FOR THE YEAR	-	-			
TOTAL ASSETS	12.909.932	13.550.489	TOTAL LIABILITIES AND EQUITY	12.909.932	13.550.489

CONSOLIDATED STATEMENTS OF INCOME AND EXPENSES

JUNE 30, 2003 AND 2002

(Thousands of Euros)

	(Debit)/Credit	
	JUNE.03	JUNE.02
INTEREST AND SIMILAR REVENUES	254.865	270.152
<i>Of which: Fixed-income securities</i>	63.059	77.493
INTEREST AND SIMILAR EXPENSES	(111.025)	(128.425)
INCOME FROM EQUITY SECURITIES:	4.918	6.839
<i>Common stocks and other equity securities</i>	2.511	3.515
<i>Shareholdings in non-Group companies</i>	2.346	3.210
<i>Holdings in Group companies</i>	61	114
NET INTEREST REVENUE	148.758	148.566
FEES COLLECTED	33.442	32.381
FEES PAID	(3.852)	(4.117)
GAINS (LOSSES) ON FINANCIAL TRANSACTIONS	20.120	-20.106
NET ORDINARY REVENUE	198.468	156.724
OTHER OPERATING REVENUES	607	785
GENERAL ADMINISTRATIVE EXPENSES:	(111.614)	(107.943)
Personnel expenses	(77.892)	(74.510)
<i>Of which:</i>		
<i>Wages and salaries</i>	(57.809)	(55.163)
<i>Employee welfare expenses</i>	(18.761)	(18.411)
<i>Of which: pensions</i>	(5.699)	(5.924)
Other administrative expenses	(33.722)	(33.433)
DEPRECIATION, AMORTIZATION AND WRITEDOWN OF PROPERTY AND EQUIPMENT AND INTANGIBLE ASSETS	(12.489)	(14.856)
OTHER OPERATING EXPENSES	(1.622)	(1.514)
NET OPERATING REVENUE	73.350	33.196
NET INCOME (LOSS) FROM COMPANIES CARRIED BY THE EQUITY METHOD:	2.251	188
Share in income of companies carried by the equity method	9.421	8.471
Share in losses of companies carried by the equity method	(4.763)	(4.959)
Value adjustments due to collection of dividends	(2.407)	(3.324)
AMORTIZATION OF GOODWILL IN CONSOLIDATION	-7.075	(5.480)
GAINS ON GROUP TRANSACTIONS)	0	0
LOSSES ON GROUP TRANSACTIONS	0	(1.065)
WRITEOFFS AND CREDIT LOSS PROVISIONS (Net)	(20.229)	(12.202)
WRITEDOWN OF LONG-TERM FINANCIAL INVESTMENTS (Net)	862	(2.614)
PROVISION TO GENERAL RISK ALLOWANCE	-	-
EXTRAORDINARY INCOME	18.655	56.781
EXTRAORDINARY LOSS	(16.062)	(12.908)
SURPLUS BEFORE TAXES	51.752	55.896
CORPORATE INCOME TAX	(10.932)	(13.794)
OTHER TAXES	(88)	(220)
CONSOLIDATED SURPLUS FOR THE YEAR	40.732	41.882
Surplus attributed to minority interests	3.850	3.850
Surplus attributed to the Group	36.882	38.032