

**CONSOLIDATED BALANCE SHEETS FOR THE YEARS ENDED DECEMBER 31,
2007 AND 2006**

(A free translation of the consolidated annual accounts originally issued in Spanish. In the event of a discrepancy, the Spanish language version prevails)

THOUSANDS OF EUROS €

ASSETS	2007	2006
CASH AND DEPOSITS AT CENTRAL BANKS (NOTE 22)	247,474	171,410
TRADING PORTFOLIO (NOTE 23)	26,906	153,450
Deposits at credit institutions	---	---
Money market transactions through counterparties	---	---
Customer loans	---	---
Debt securities	3,048	112,984
Other equity instruments	373	15,856
Derivatives held for trading	23,485	24,610
<i>Pro memoria: By way of loan or guarantee</i>	1,512	112,962
OTHER FINANCIAL ASSETS AT FAIR VALUE WITH CHANGES IN THE INCOME STATEMENT	---	---
Deposits at credit institutions	---	---
Money market transactions through counterparties	---	---
Customer loans	---	---
Debt securities	---	---
Other equity instruments	---	---
<i>Pro memoria: By way of loan or guarantee</i>	---	---
AVAILABLE- FOR- SALE FINANCIAL ASSETS (NOTE 24)	102,430	533,895
Debt securities	42,945	430,005
Other equity instruments	59,485	103,890
<i>Pro memoria: By way of loan or guarantee</i>	4,997	332,676
CREDITS, LOANS AND DISCOUNTS (NOTE 25)	9,238,161	7,851,886
Deposits at credit institutions	1,397,975	1,218,637
Money market transactions through counterparties	---	---
Customer loans	7,784,257	6,529,290
Debt securities	---	---
Other financial assets	55,929	103,959
<i>Pro memoria: By way of loan or guarantee</i>	896,518	996,629
HELD-TO-MATURITY INVESTMENT PORTFOLIO (NOTE 26)	66,654	75,730
<i>Pro memoria: By way of loan or guarantee</i>	---	---
ADJUSTMENTS TO FINANCIAL ASSETS DUE TO MACRO-HEDGING	---	---
HEDGING DERIVATIVES (NOTE 27)	6,479	3,659
NON-CURRENT ASSETS FOR SALE (NOTE 28)	7,520	1,618
Deposits at credit institutions	---	---
Customer loans	---	---
Debt securities	---	---
Equity instruments	---	---
Property, plant and equipment	7,520	1,618
Other assets	---	---

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ASSETS - Cont.	2007	2006
SHAREHOLDINGS (NOTE 29)	44,886	34,174
Associates	43,267	34,174
Multigroup companies	1,619	---
PENSION-RELATED INSURANCE CONTRACTS	---	---
ASSETS HELD FOR REINSURANCE	---	---
PROPERTY, PLANT AND EQUIPMENT (NOTE 30)	123,426	121,606
For own use	123,426	121,606
Investment properties	---	---
Other assets assigned under operating lease	---	---
Assigned to Community Projects	---	---
<i>Pro memoria: Acquired under finance lease</i>	---	---
INTANGIBLE ASSETS (NOTE 31)	---	---
Goodwill	---	---
Other intangible assets	---	---
TAX ASSETS (NOTE 32)	34,288	32,639
Current	8,234	3,204
Deferred	26,054	29,435
ACCRUAL ACCOUNTS (NOTE 33)	4,826	3,938
OTHER ASSETS (NOTE 34)	12,653	30,620
Inventories	2,298	2,672
Other	10,355	27,948
TOTAL ASSETS	9,915,703	9,014,625

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LIABILITIES	2007	2006
TRADING PORTFOLIO (NOTE 23)	38,988	22,459
Deposits by credit institutions	---	---
Money market transactions through counterparties	---	---
Customer funds	---	---
Marketable debt securities	---	---
Derivatives held for trading	38,988	22,459
Short securities positions	---	---
OTHER FINANCIAL LIABILITIES AT FAIR VALUE WITH CHANGES IN THE INCOME STATEMENT	---	---
Deposits by credit institutions	---	---
Customer funds	---	---
Marketable debt securities	---	---
FINANCIAL LIABILITIES AT FAIR VALUE WITH CHANGES IN EQUITY	---	---
Deposits by credit institutions	---	---
Customer funds	---	---
Marketable debt securities	---	---
FINANCIAL LIABILITIES AT AMORTISED COST (NOTE 35)	9,056,604	8,229,026
Central bank deposits	---	441,784
Deposits by credit institutions	171,690	974,818
Money market transactions through counterparties	---	---
Customer funds	5,268,432	4,142,461
Marketable debt securities	3,190,302	2,136,419
Subordinated debt financing	310,270	384,440
Other financial liabilities	115,910	149,104
ADJUSTMENTS TO FINANCIAL LIABILITIES DUE TO MACRO-HEDGING	---	---
HEDGING DERIVATIVES (NOTE 27)	3,712	77,528
LIABILITIES ASSOCIATED WITH NON-CURRENT ASSETS FOR SALE (NOTE 28)	---	---
Central bank deposits	---	---
Other credit institutions	---	---
Customer funds	---	---
Marketable debt securities	---	---
Other liabilities	---	---
INSURANCE CONTRACT LIABILITIES	---	---
PROVISIONS (NOTE 36)	106,045	100,251
Provisions for pensions and similar liabilities	19,774	25,618
Provisions for taxes	---	---
Provisions for contingent risks and commitments	14,769	12,078
Other provisions	71,502	62,555

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LIABILITIES - Cont.	2007	2006
TAX LIABILITIES (NOTE 32)	35,647	54,375
Current	16,958	15,534
Deferred	18,689	38,841
ACCRUAL ACCOUNTS (NOTE 33)	44,199	44,688
OTHER LIABILITIES (NOTE 34)	41	2,070
Community projects fund	---	---
Other	41	2,070
Capital stock classed as a financial liability	---	---
TOTAL LIABILITIES	9,285,236	8,530,397

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EQUITY	2007	2006
MINORITY INTEREST (NOTE 37)	1,004	807
MEASUREMENT ADJUSTMENTS (NOTE 38)	18,887	34,436
Available-for-sale financial assets	18,885	34,272
Financial liabilities at fair value with changes in equity	---	---
Cash flow hedging	2	164
Net investment hedging on foreign operations	---	---
Exchange differences	---	---
Non-current assets for sale	---	---
EQUITY (NOTE 39)	610,576	448,985
Share capital or assigned capital	37,440	34,320
Issued	37,440	34,320
Unpaid and uncalled capital (-)	---	---
Share premium reserve	219,896	98,216
Reserves	304,975	274,901
Accumulated reserves (losses)	301,029	273,345
Retained earnings	---	---
Reserves (losses) in entities carried under the equity method	3,946	1,556
Associates	3,946	1,556
Multigroup companies	---	---
Other equity instruments	---	---
Compound financial instruments	---	---
Other	---	---
Less: Treasury stock	(4,254)	(4,541)
Participating shares and associated funds (Savings Banks)	---	---
Participating shares	---	---
Participating shareholder reserves	---	---
Stabilization fund	---	---
Profit for the year	61,506	54,313
Less: Dividends and remuneration	(8,987)	(8,224)
TOTAL EQUITY AND LIABILITIES	9,915,703	9,014,625
MEMORANDUM ITEMS		
CONTINGENT RISKS (NOTE 42)	1,005,899	867,486
Financial guarantees	1,005,899	867,486
Assets associated with third party obligations	---	---
Other contingent risks	---	---
CONTINGENT COMMITMENTS (NOTE 43)	1,707,896	1,588,176
Drawable by third parties	1,615,308	1,504,409
Other commitments	92,588	83,767