



Results Presentation **1H22**

21 July 2022

bankinter.

MEMBER OF
**Dow Jones
Sustainability Indices**
In Collaboration with RobecoSAM



FTSE4Good

Regulatory framework

Bankinter presents its financial statements in accordance with the regulations that apply to the Group, set out in the Code of Commerce and other company regulations and in the International Financial Reporting Standards adopted by the European Union.

Bankinter advises that this presentation contains forward-looking statements. These can be found in various parts of this document and include, without limitation, statements concerning our future business development and economic performance.

While these statements represent our judgement and future expectations about our business development, a number of risks, uncertainties and other important factors could cause actual developments and results to differ materially from our expectations. These factors include, but are not limited to, (1) the general market, and macro-economic, governmental and new regulations, (2) the variation in local and international securities markets, currency exchange rates and interest rates as well as change to market and operational risk, (3) competitive pressures, (4) technological developments, (5) changes in the financial position or credit worthiness of our customers, obligors and other counterparties

	1H22	vs 1H21
Loan Book	€72bn	+8%
Gross Operating Income	€963M	+5%
Pre-provision profit	€535M	+6%
NPL ratio	2,11%	-0,23%
Coverage ratio	65%	+2,3p.p.
Profit before taxes banking activity	€374M	+30%
Group Net Profit ex LDA transaction	€271M	+11%
CET1 FL*	11,9%	-35pbs
ROE	11,6%	+2p.p.

*Proforma ratio including change of business model in the fixed income portfolio

01.
Results

02.
Risk Management

03.
Businesses

04.
Summary



01.

Results



1H22 Profit a Loss statement

In million of euros	Bankinter Group			
	1H22	1H21	Dif. € 22/21	Dif. % 22/21
Net Interest Income	666	639	26	4%
Net fees and commissions	303	265	38	15%
Other Income/Expenses	-6	10	-17	n.a.
Gross Operating Income	963	915	48	5%
Operating expenses	-428	-411	-17	4%
Pre-provision profit	535	504	31	6%
Cost of risk and other provisions	-161	-217	55	-26%
Profit before taxes banking activity	374	288	86	30%
LDA result	0	40	-40	n.a.
Total Group Net Income	271	1.140	-869	n.a.
Total Group Net Income excluding LDA transaction	271	245	26	11%

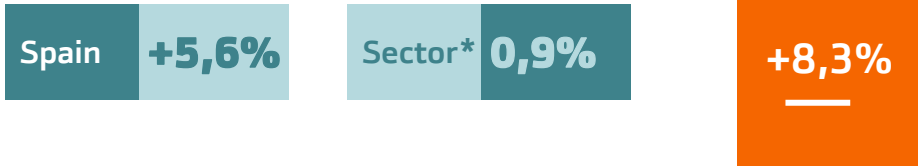
2Q22 Profit a Loss statement

In million of euros	Bankinter Group						
	2Q22	1Q22	Dif. € qoq	Dif. % qoq	2Q21	Dif. € 22/21	Dif. % 22/21
Net Interest Income	346	320	26	8%	328	18	6%
Net fees and commissions	157	147	10	7%	135	22	16%
Other Income/Expenses	-39	33	-72	n.a.	-13	-26	n.a.
Gross Operating Income	463	499	-36	-7%	450	14	3%
Operating expenses	-220	-208	-12	6%	-209	-11	6%
Pre-provision profit	243	292	-49	-17%	241	2	1%
Cost of risk and other provisions	-84	-78	-6	8%	-114	31	-27%
Profit before taxes banking activity	160	214	-55	-26%	127	33	26%
LDA result	0	0	n.a.	n.a.	8	n.a.	n.a.
Total Group Net Income	117	154	-38	-24%	992	n.a.	n.a.
Total Group Net Income excluding LDA transaction	117	154	-38	-24%	96	20	21%

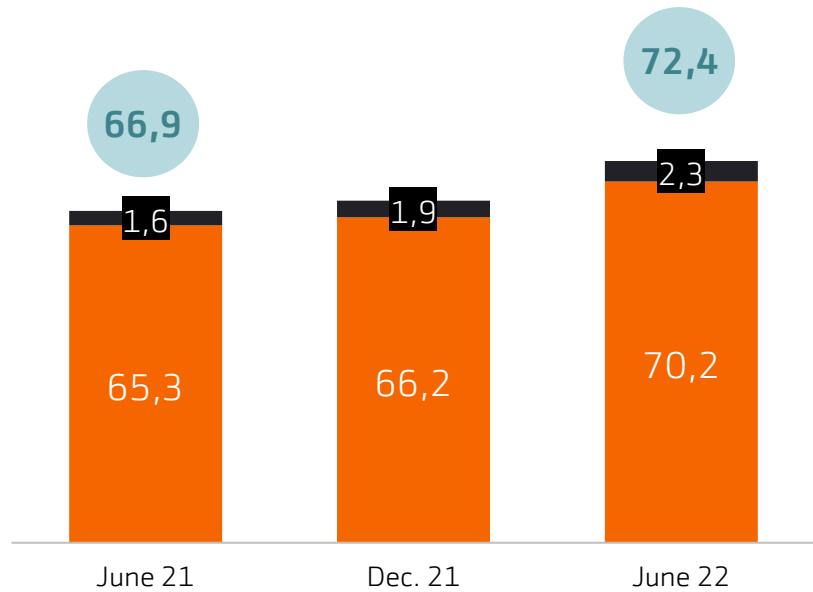
Results Balance sheet

Loan book

In billion of euros



+€5,5bn



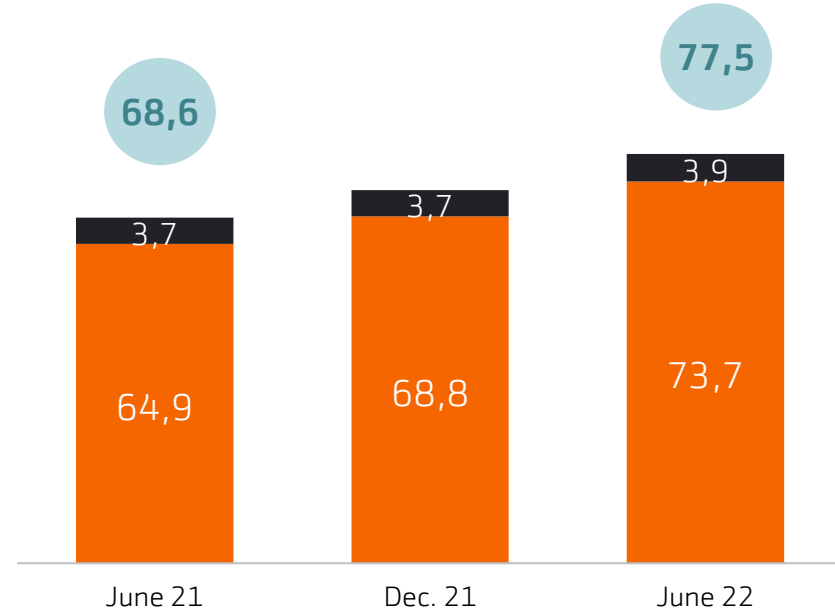
■ Bankinter (ESP+PT+IRL) ■ EVO Banco

Retail funds

In billion of euros



+€9,0bn



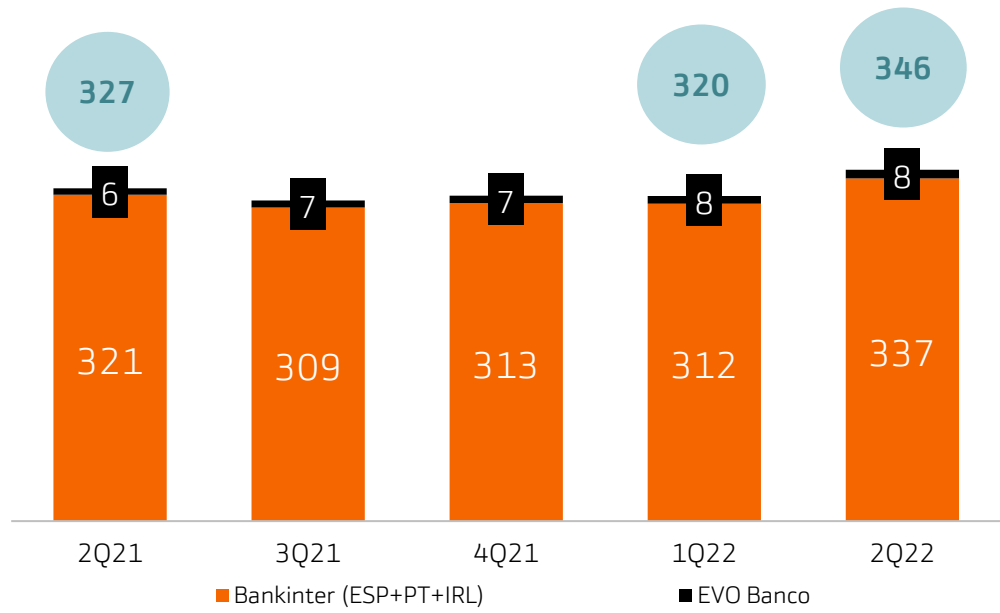
*BdE as of May-22

Net Interest Income

NII

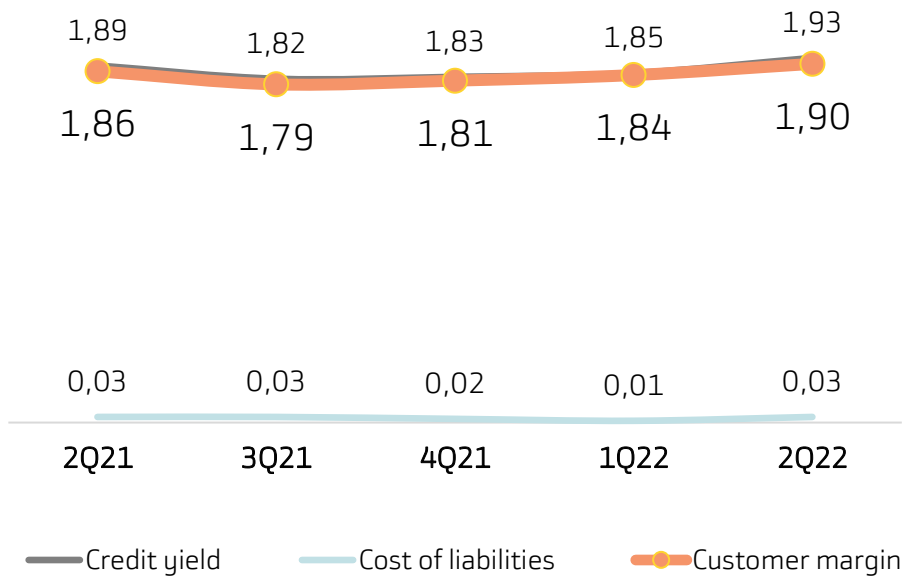
In million of euros

+5,5%
vs 2Q21



Customer margin

in %



Results
ALCO portfolio

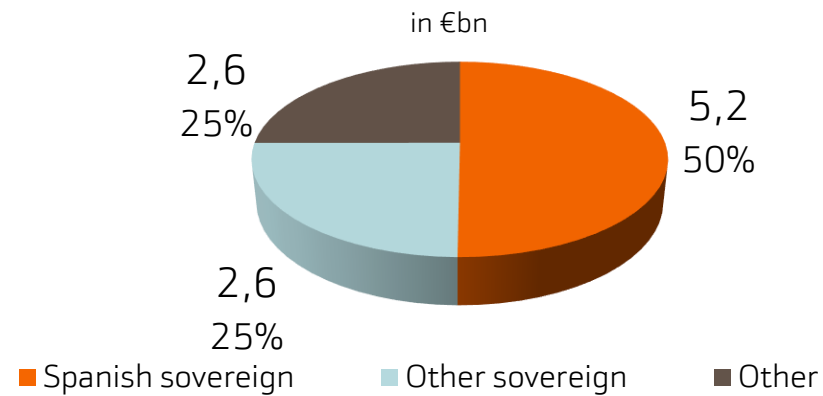
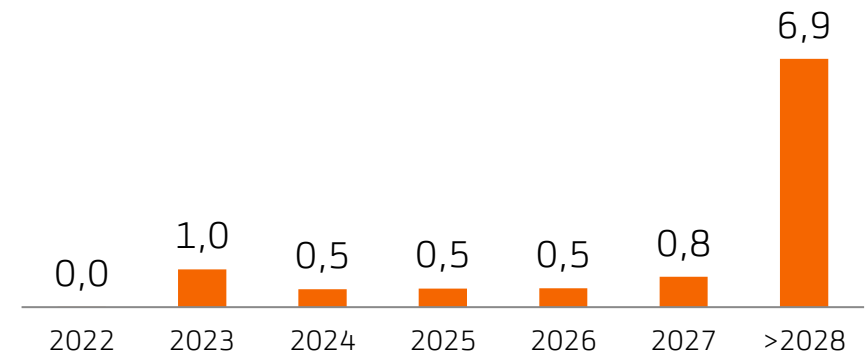
Alco portfolio

In billion of euros as of 1st of July

	HTC	FV	Total
Nominal amount (€bn)	8,7	1,6	10,3
Duration (years)	5,3	1,3	4,7
Avg. maturity (years)	9,8	1,7	8,6
Yield (%)	1,2	2,8	1,5
Unrealised gains (€bn)	-0,44	0,0	-0,44

Maturities

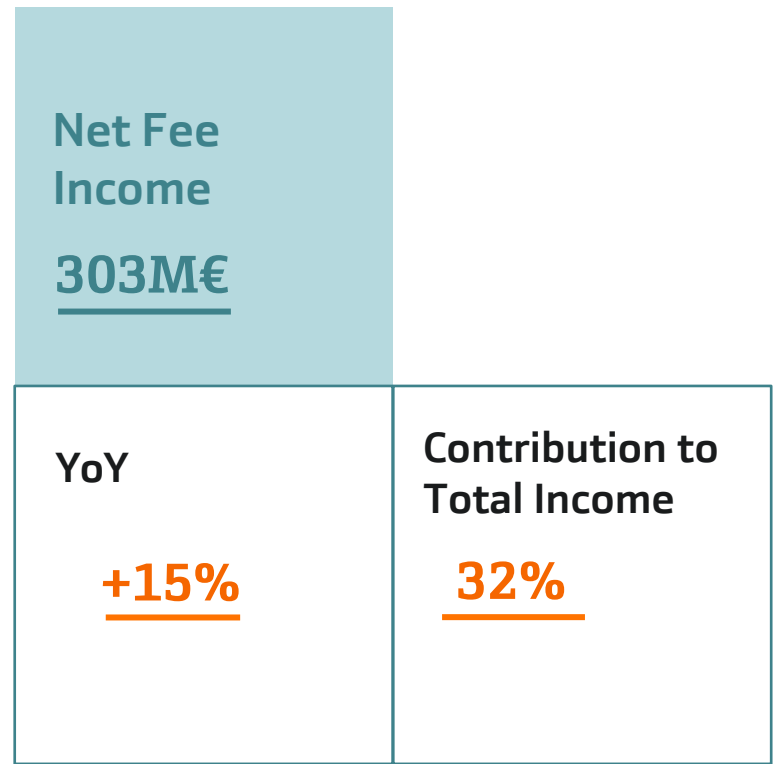
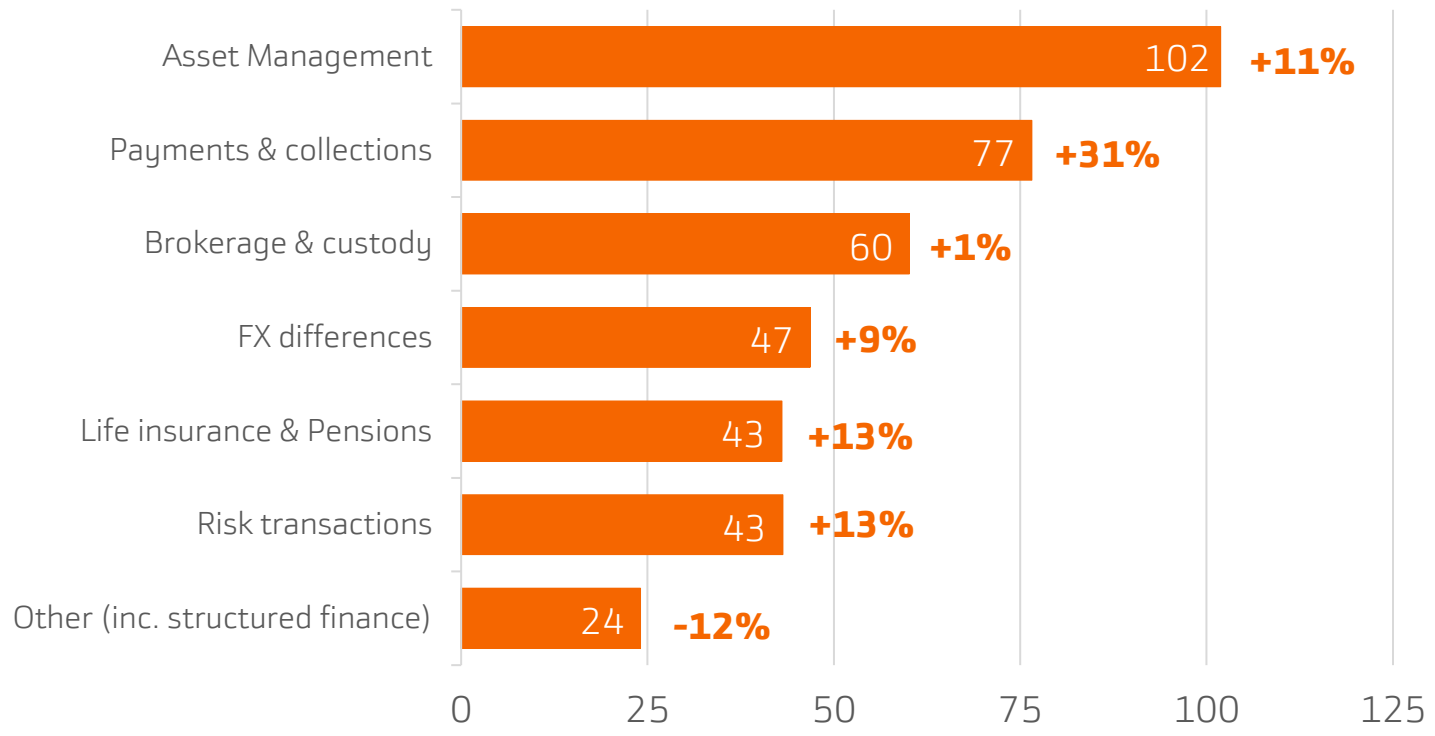
In billion of euros



Fee Income

Breakdown of fees received 1H22

In million of euros



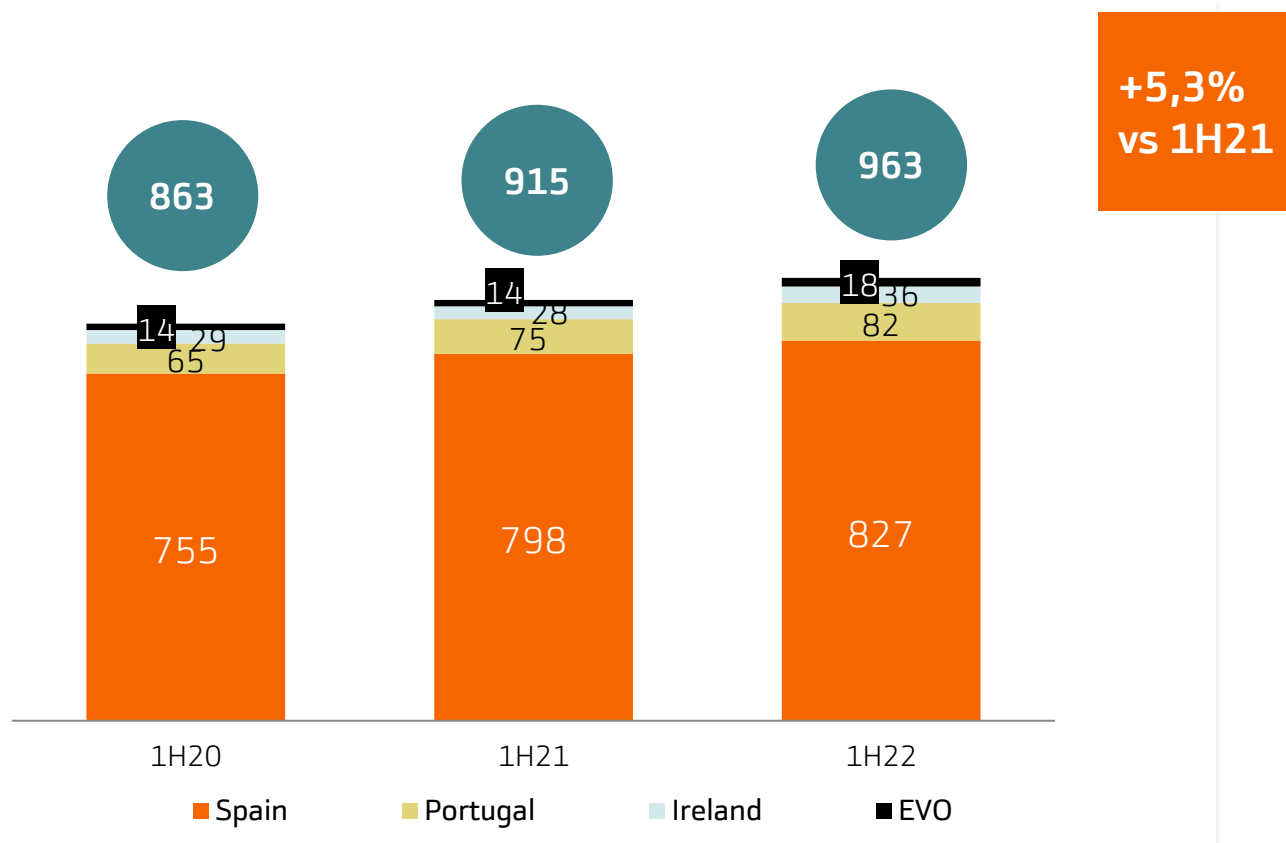
Other Income/ Expenses

In million of euros	1H22	1H21	Dif. €	% Dif.
Equity method	19,8	14,2	5,6	39,5%
Trading income/losses & Dividends	62,7	59,1	3,6	6,0%
Regulatory charges	-69,3	-54,5	-14,8	27,1%
Other operating income/expenses	-19,5	-8,2	-11,1	n.a.
Total	-6,2	10,4	-16,7	n.a.

01. Results
Total Operating Income

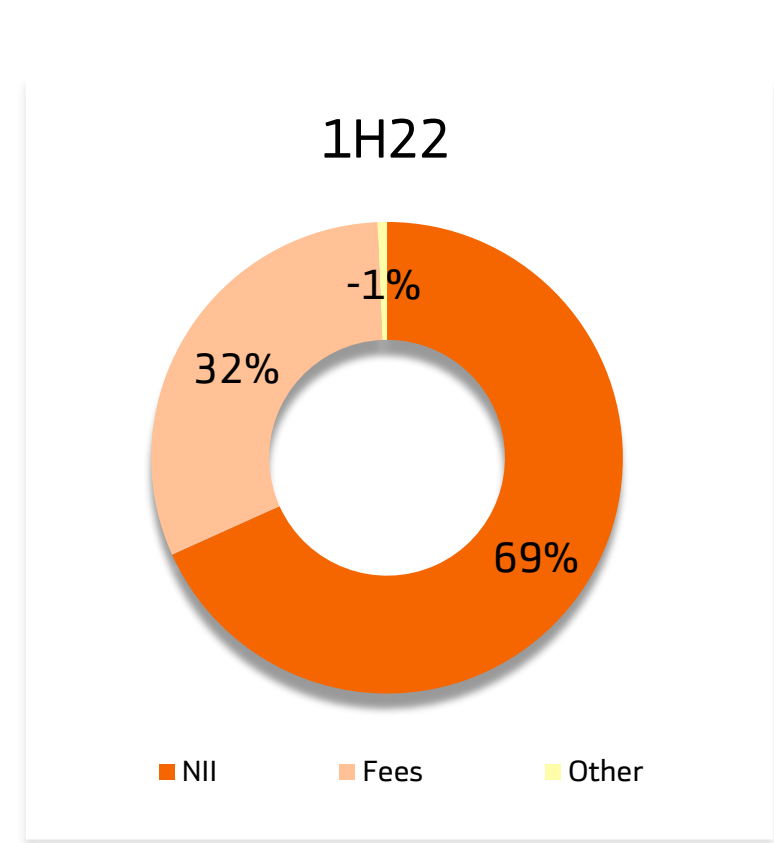
Total Income

In million of euros



Contribution by income type

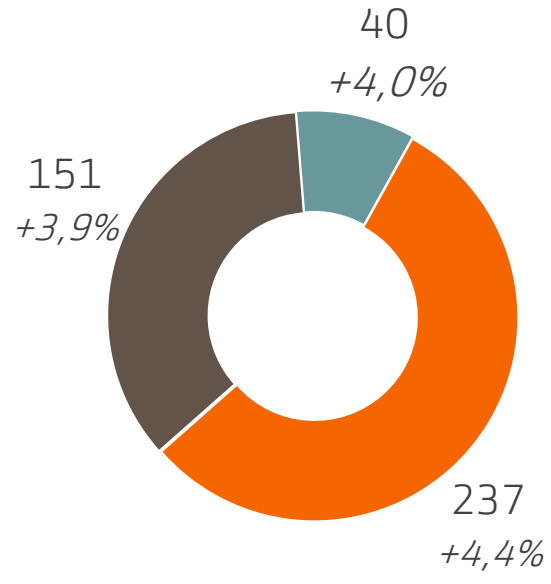
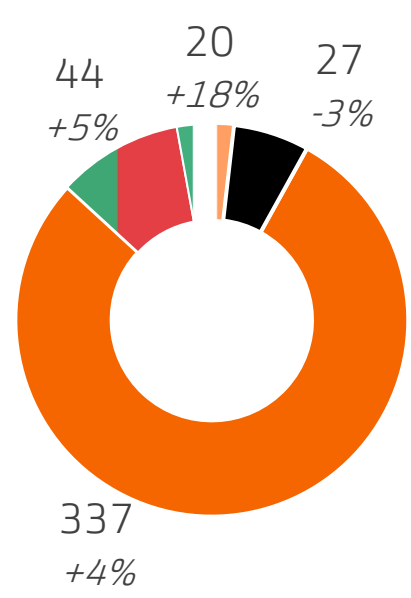
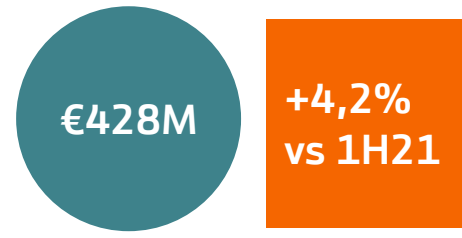
In % of total income



Operating expenses

Total expenses

In million of euros and YoY in %



Spain Portugal Ireland EVO

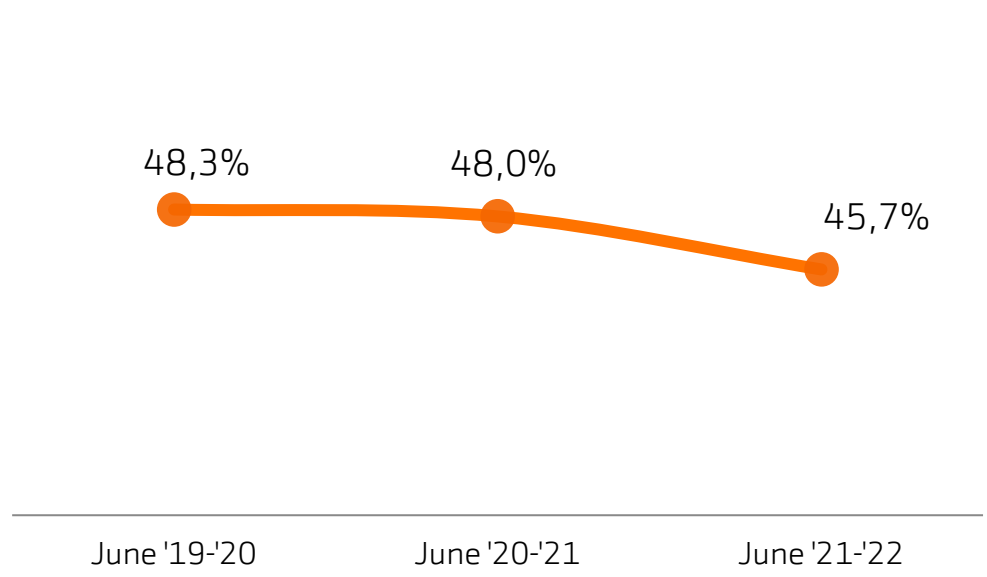
Personal expenses General expenses D&A

Cost-to-income ratio

Last 12 months as of june %

C/I Bankinter Spain (LTM)

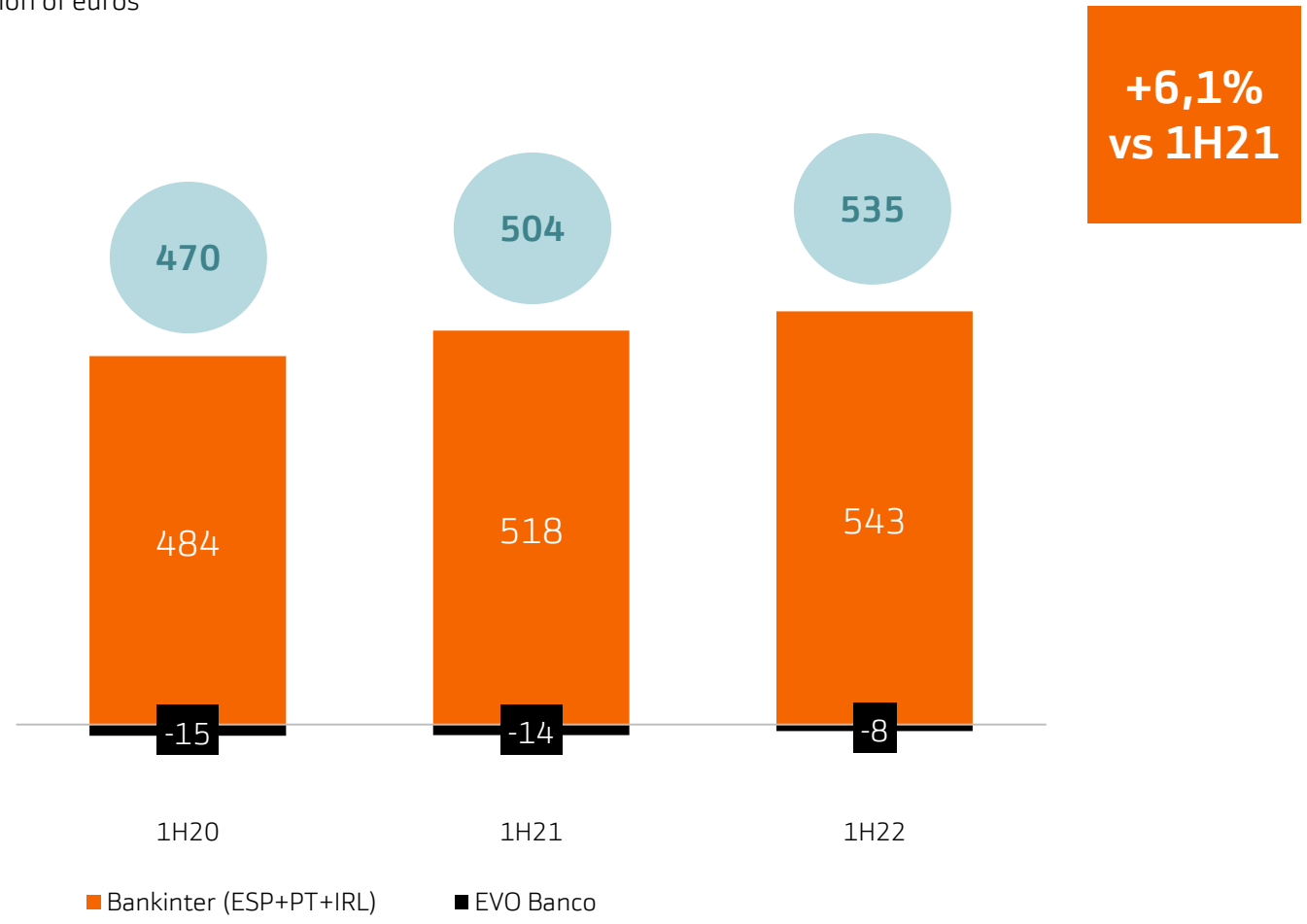
42,0%



Pre-Provision Profit

PPP

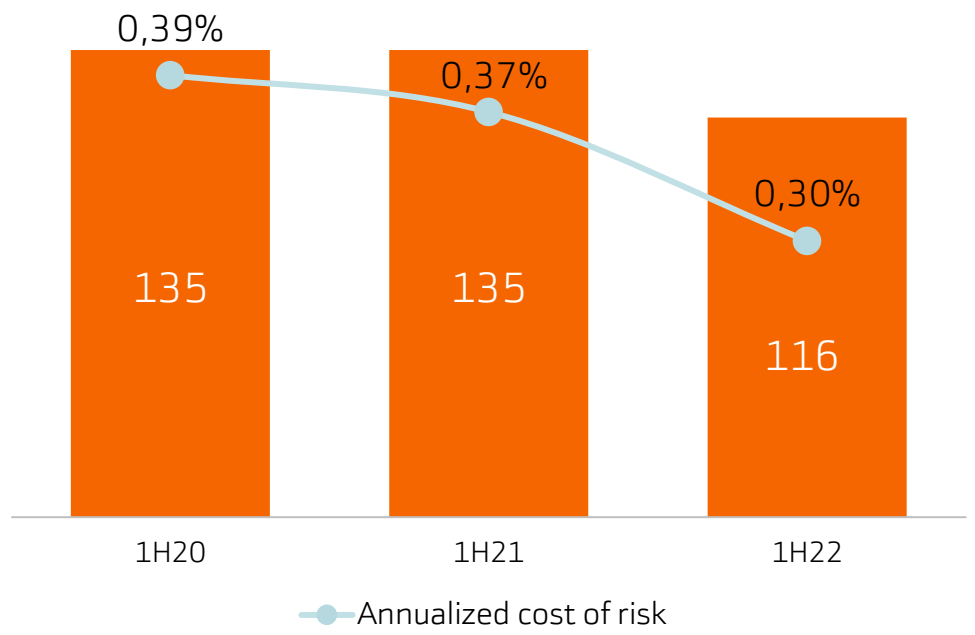
In million of euros



Cost of risk & Other provisions

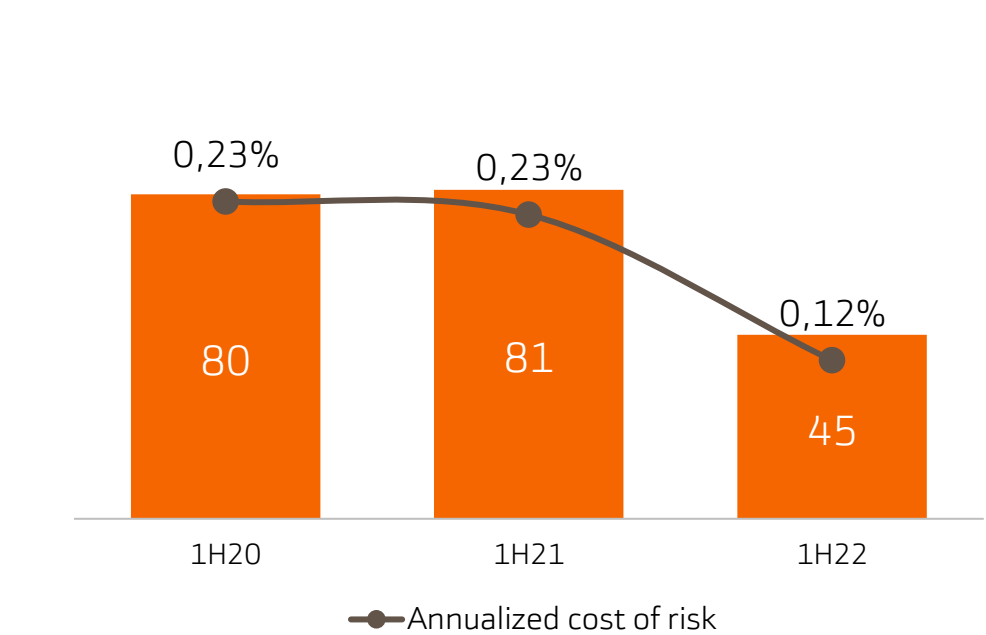
Cost of Credit risk

In % of total risk exposure* and in million of euros



Other Provisions

In % of total risk exposure* and in million of euros

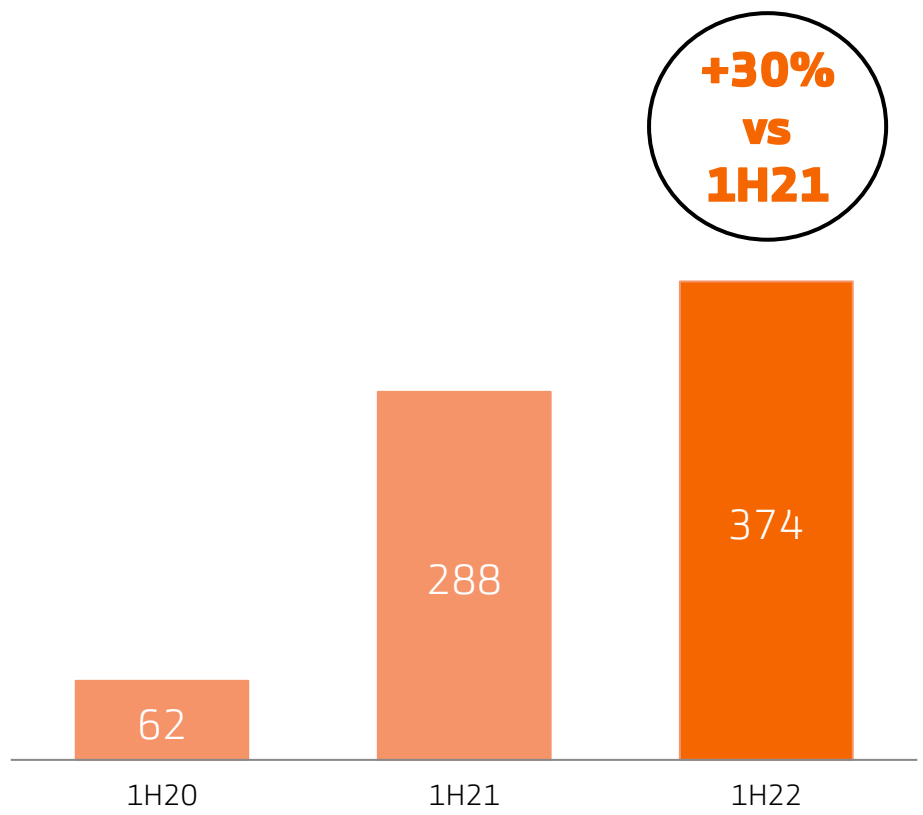


* CoR includes impairments & gains/losses on asset disposals. Extraordinaries are not included

Net Income

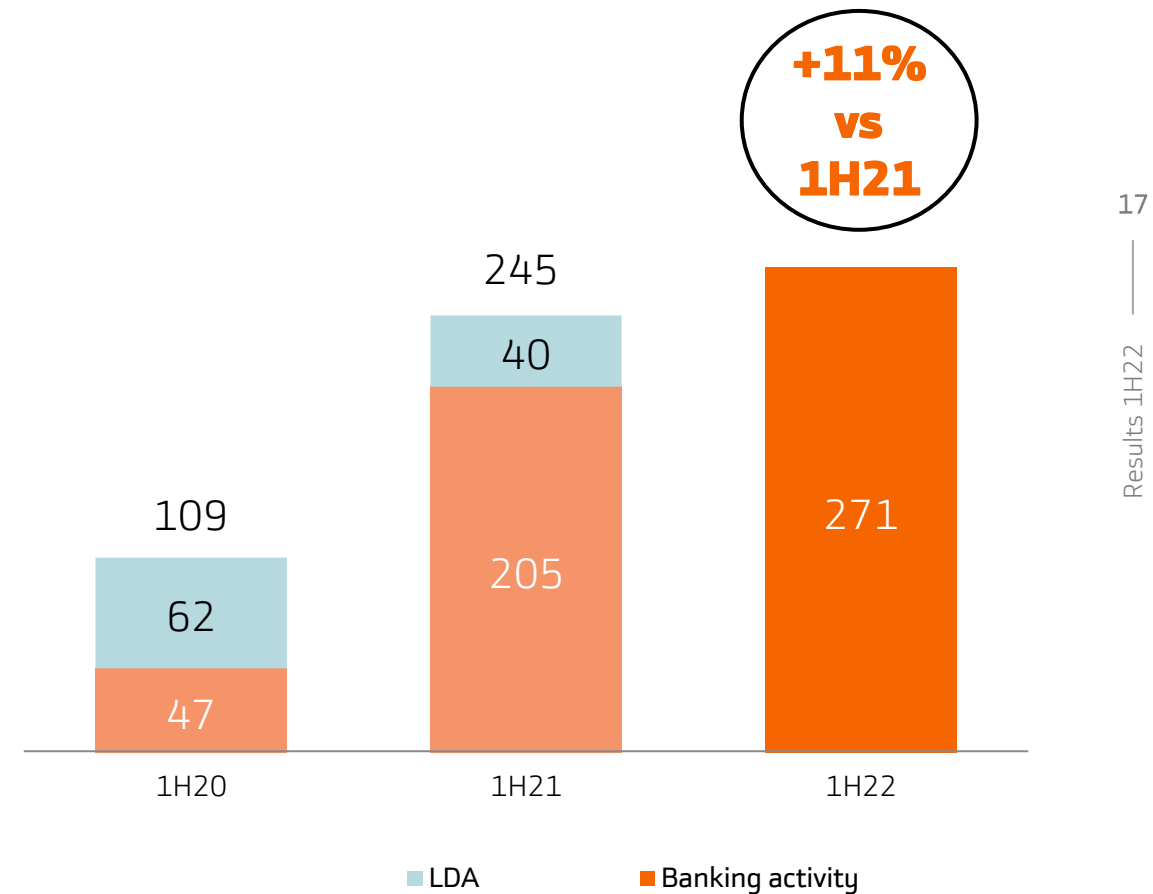
Profit before tax banking activity

In million of euros



Total group net income

In million of euros (excluding the result of the Linea Directa spin-off in 2Q21)

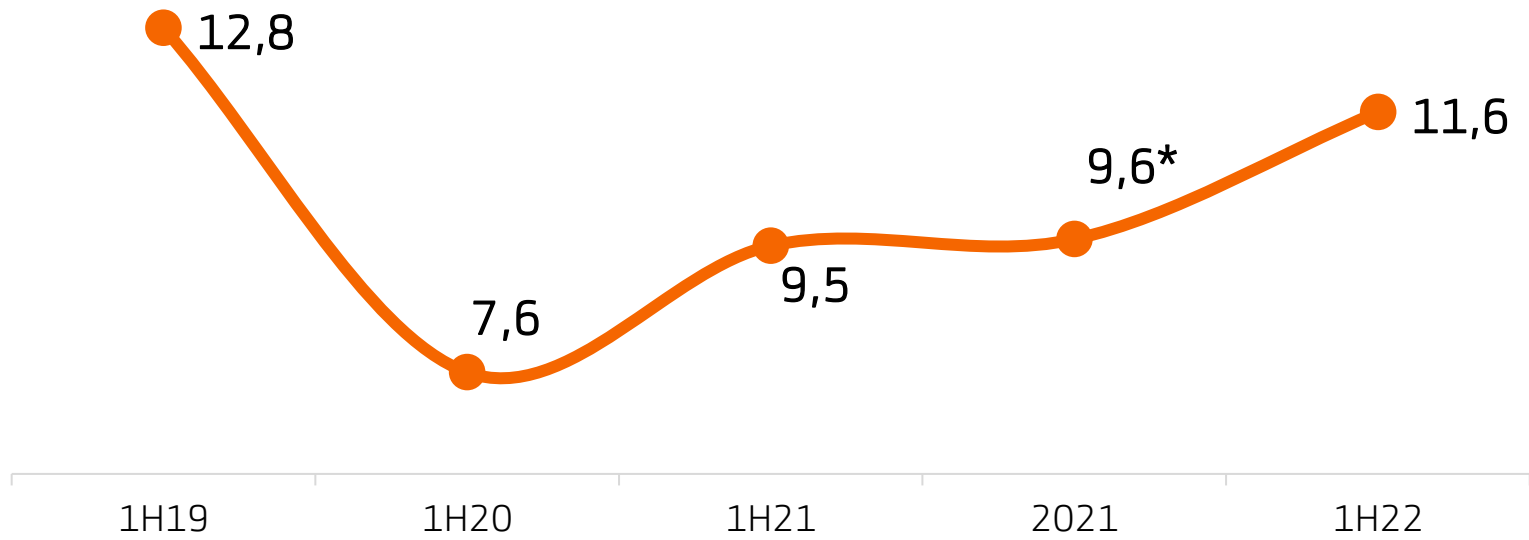


Results Profitability

ROE

in %

ROTE
1H22
12,3%



18
Results 1H22

* Excluding the extraordinary impact of Linea Directa spin-off total ROE is 29%

02.

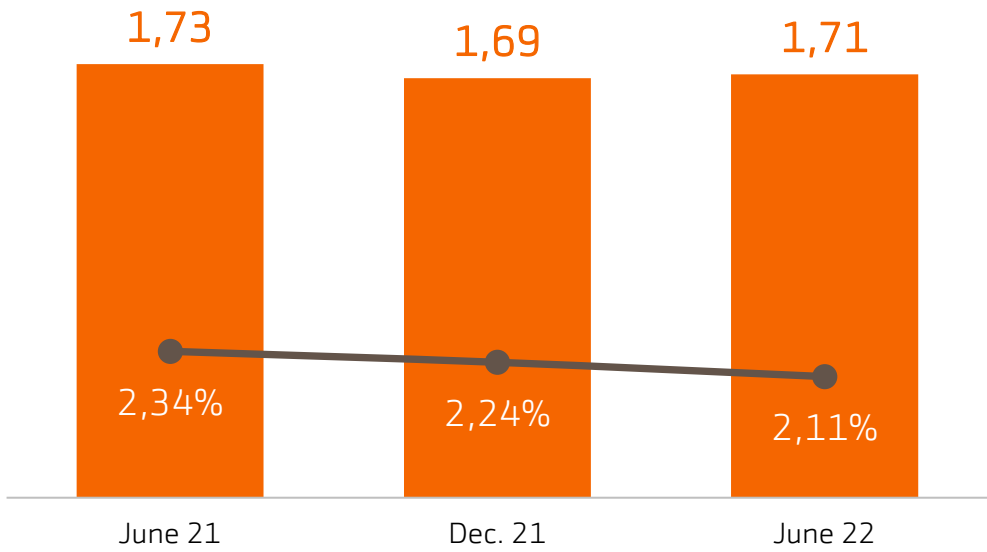
Risk Management



Non-performing loans

In billion of euros and ratio in %

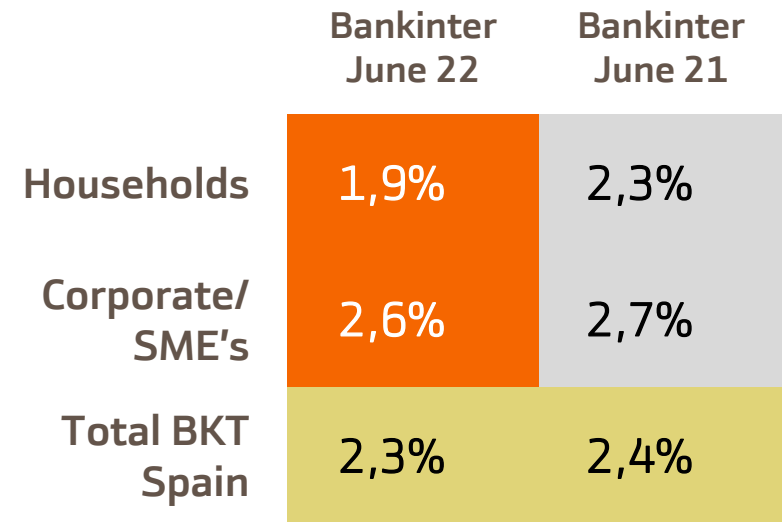
65%
Coverage ratio



NPL ratios in Spain

in %

Sector in Spain*
4,19%

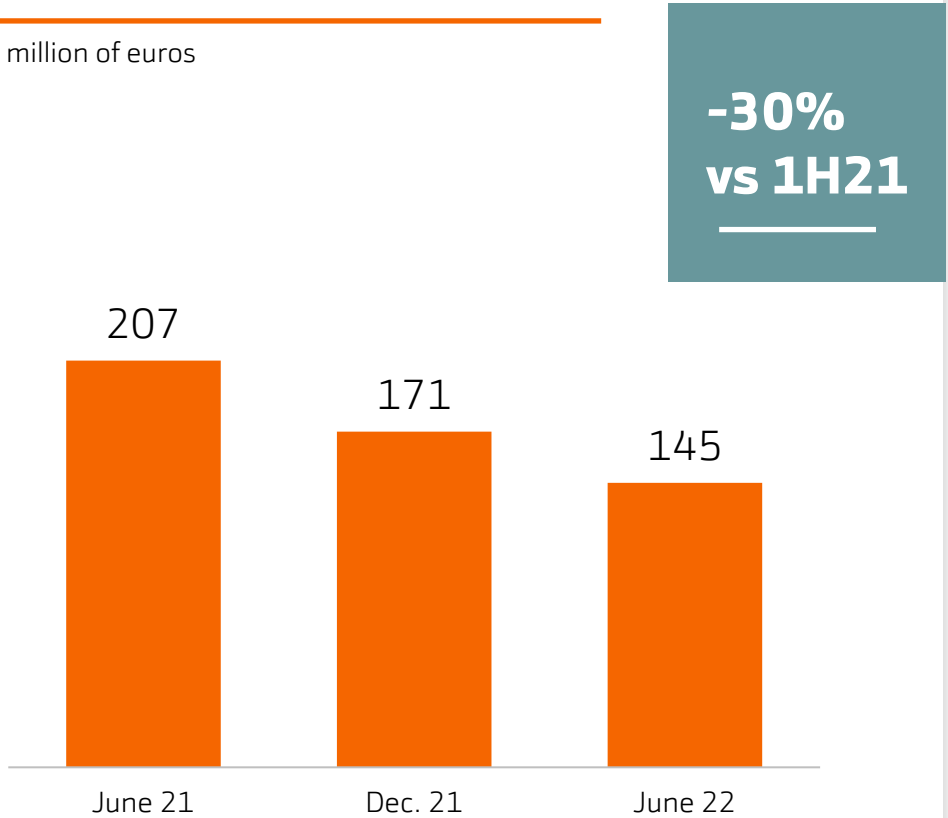


*BdE as of May-22

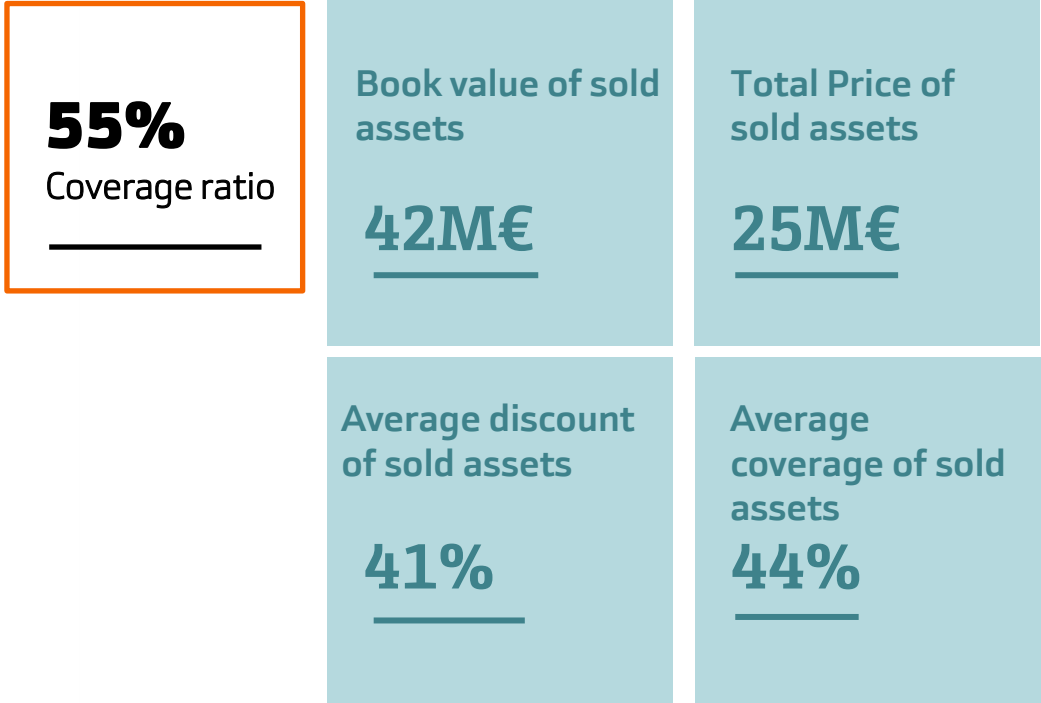
Foreclosed assets

Stock of foreclosed assets

In million of euros



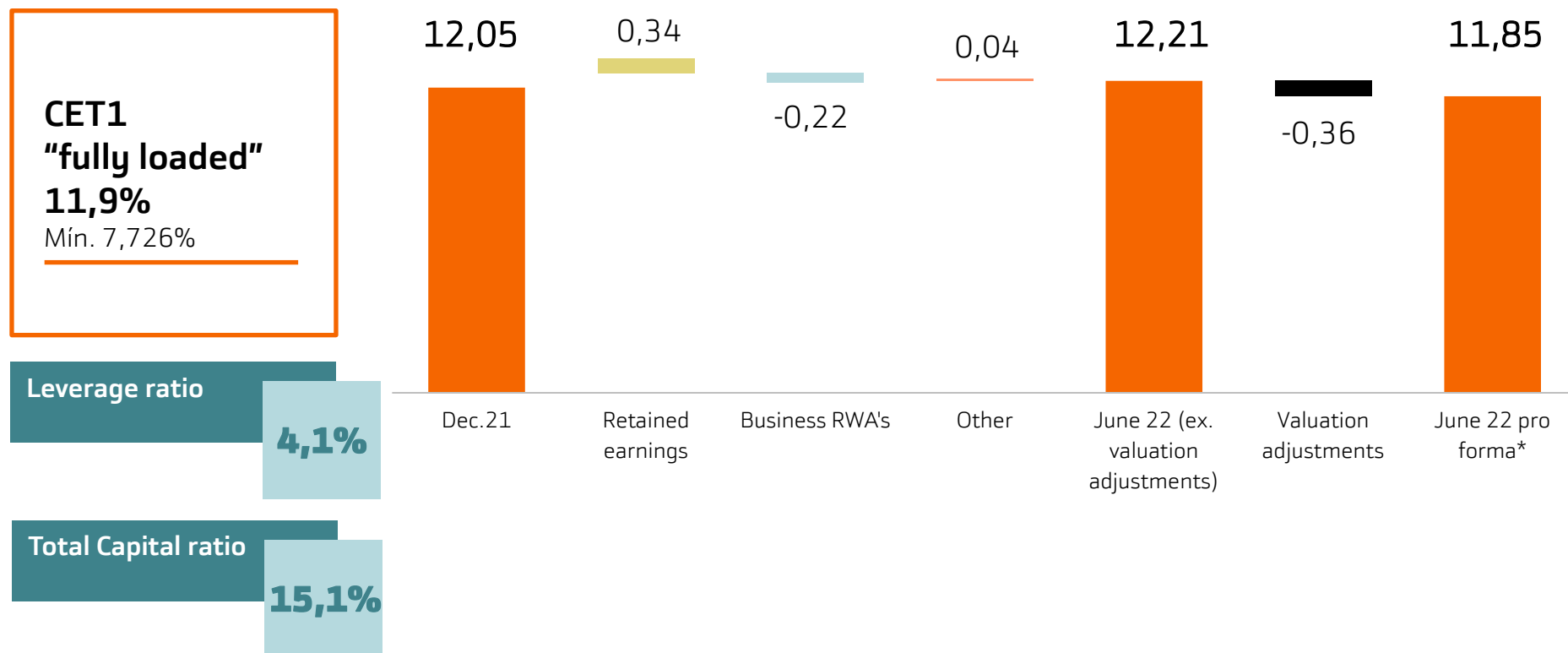
Activity in 1H22



Capital & Solvency

CET1 "fully loaded" ratio

Breakdown in %



Pilar II P2R Capital requirement

(#7 out of 115 banks)

1,29%

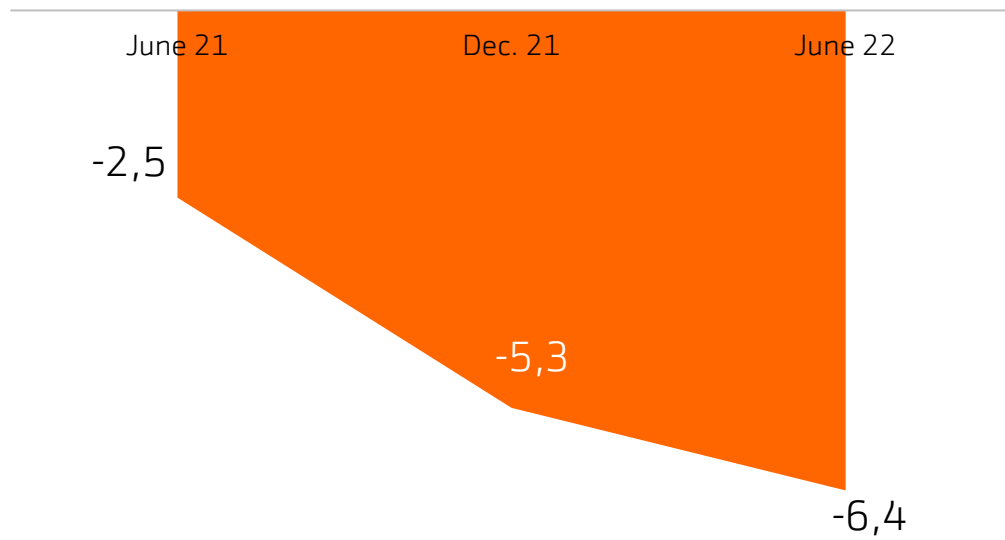
MREL
21,1%

Min. '22 18,7%

*Proforma ratios including change of business model in the fixed income portfolio, with +13bps impact

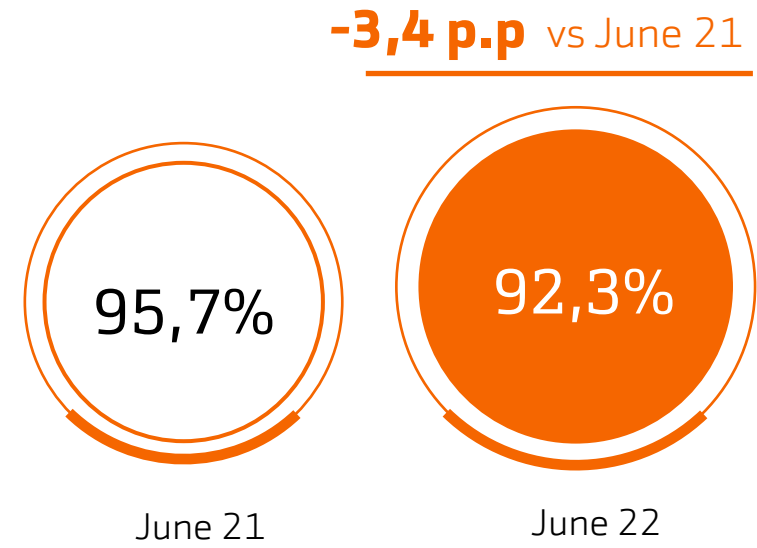
Commercial gap

In billion of euros



Loan-to-deposits ratio

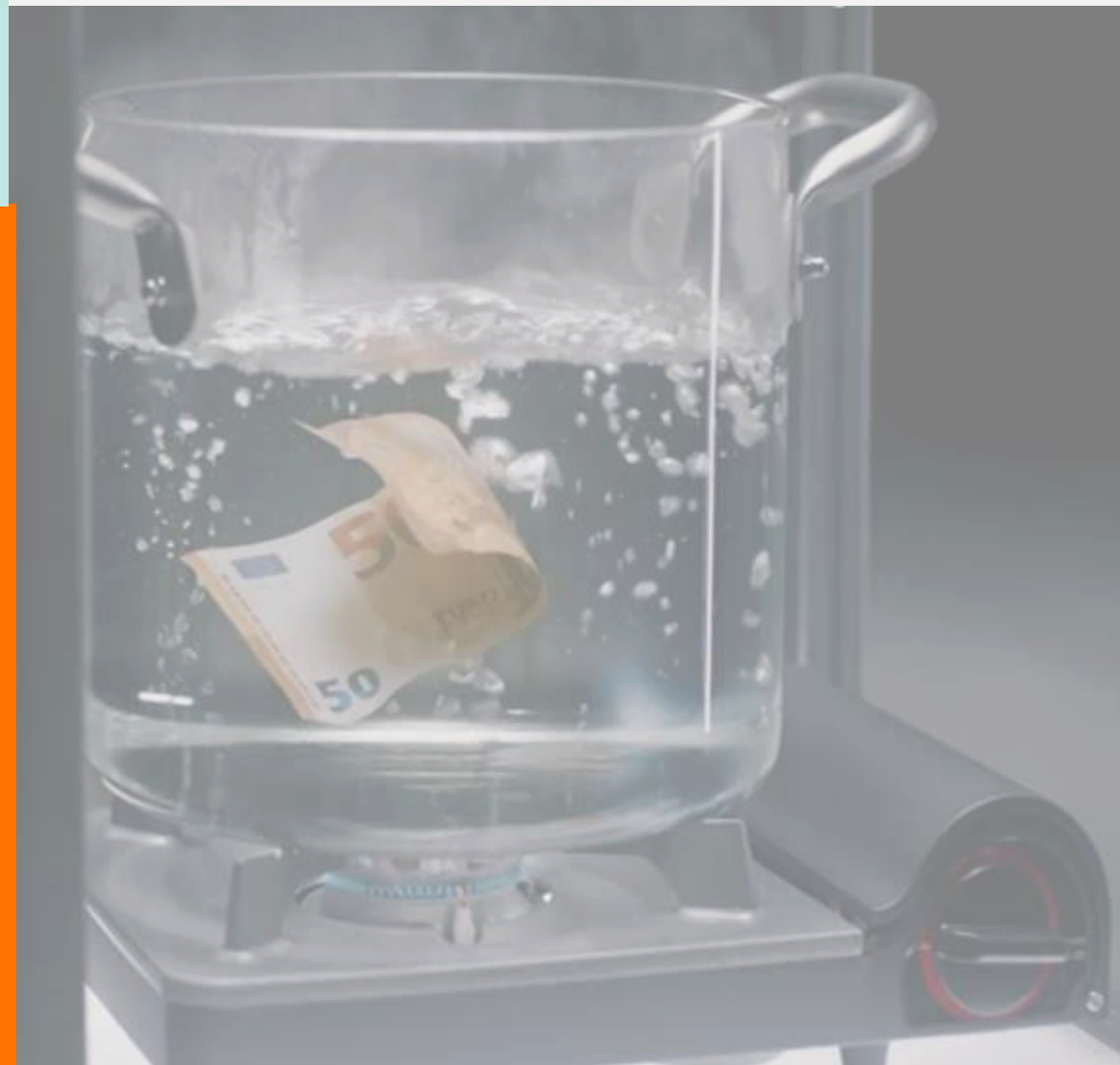
in %



03.

Business

1. Banking activity (Spain & Portugal)
2. Consumer Finance activity (Spain, Portugal & Ireland)
3. EVO Banco



Corporate / SME banking

Loan book

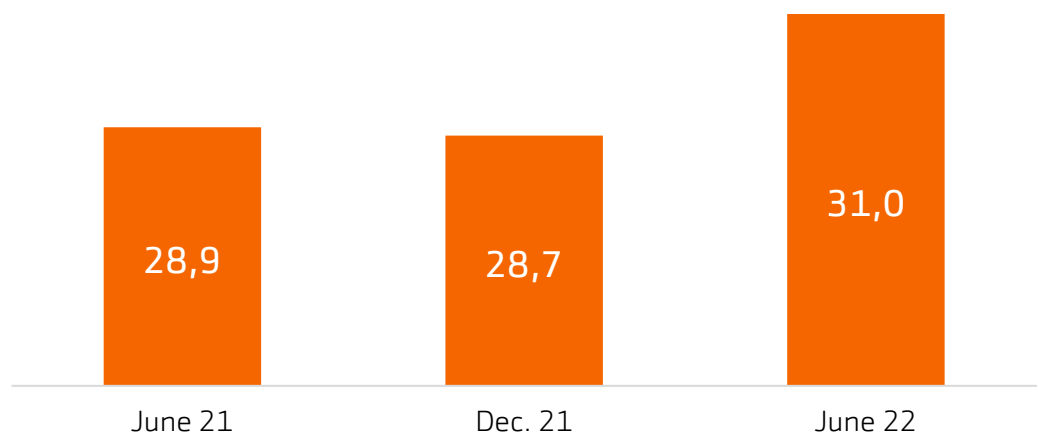
In billion of euros

Spain
+7,2%

Sector*
+0,9%

New production
+27% vs
1H21

+7,4%
VS
1H21



*BdE as of May-22

ICO credit lines

(June 2022)

Drawn amount
€6,4bn

Total ICO lending
€8,3bn

2,2% NPL ratio

International banking

Loan book international banking
€7,8bn
+26% vs 1H21

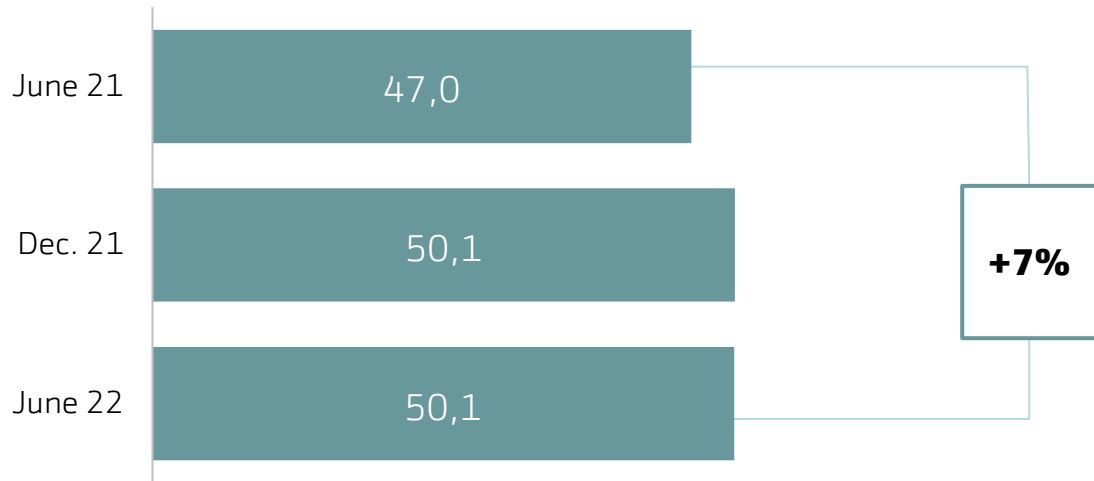
Total income international banking
€106M
+28% vs 1H21

Private & Personal banking

Customer wealth

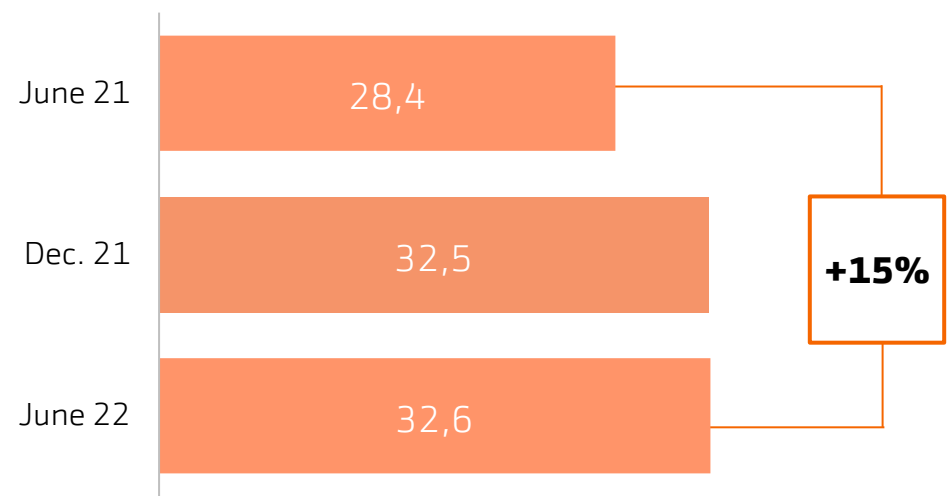
In billion of euros

Net new money in 1H22	+€2,9bn
Market effect in 1H22	-€3,1bn



Private Banking

Net new money in 1H22	+€1,5bn
Market effect in 1H22	-€1,3bn

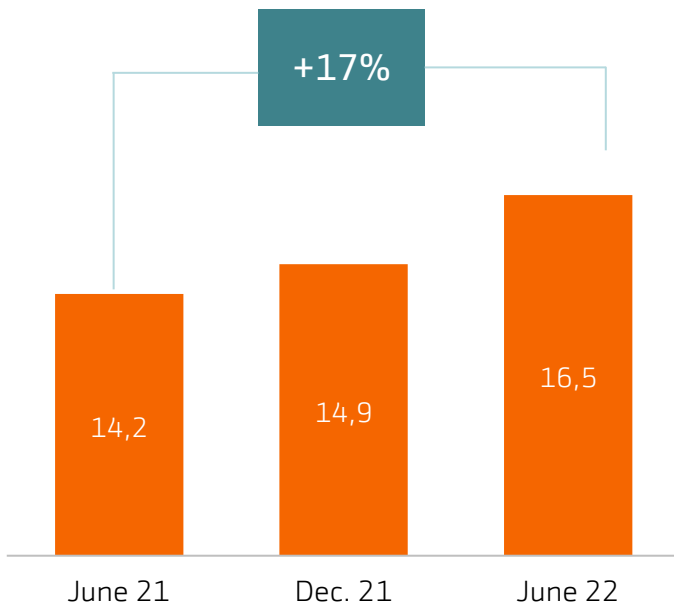


Personal Banking

Retail banking

Salary account balances in Spain

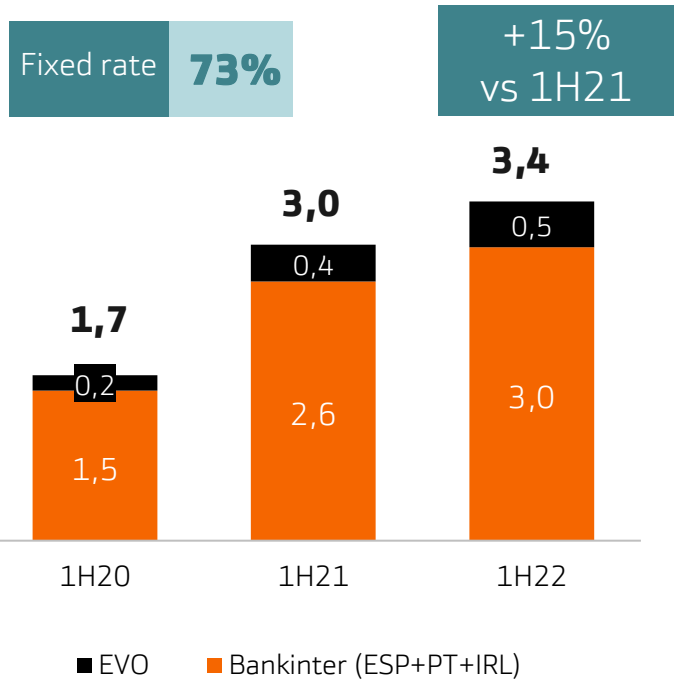
In billion of euros



New mortgage production

In billion of euros

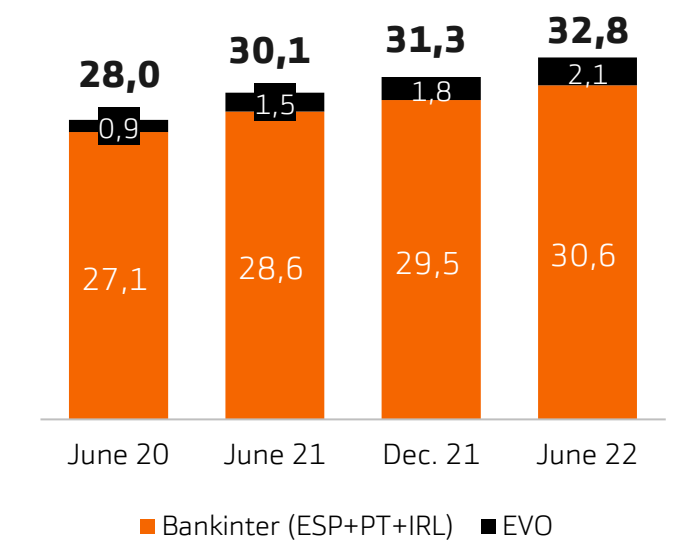
Market share of new mortgages*
8,2 %



Mortgage back book

In billion of euros

Spain **+6,3%** Sector** **+1,4%**

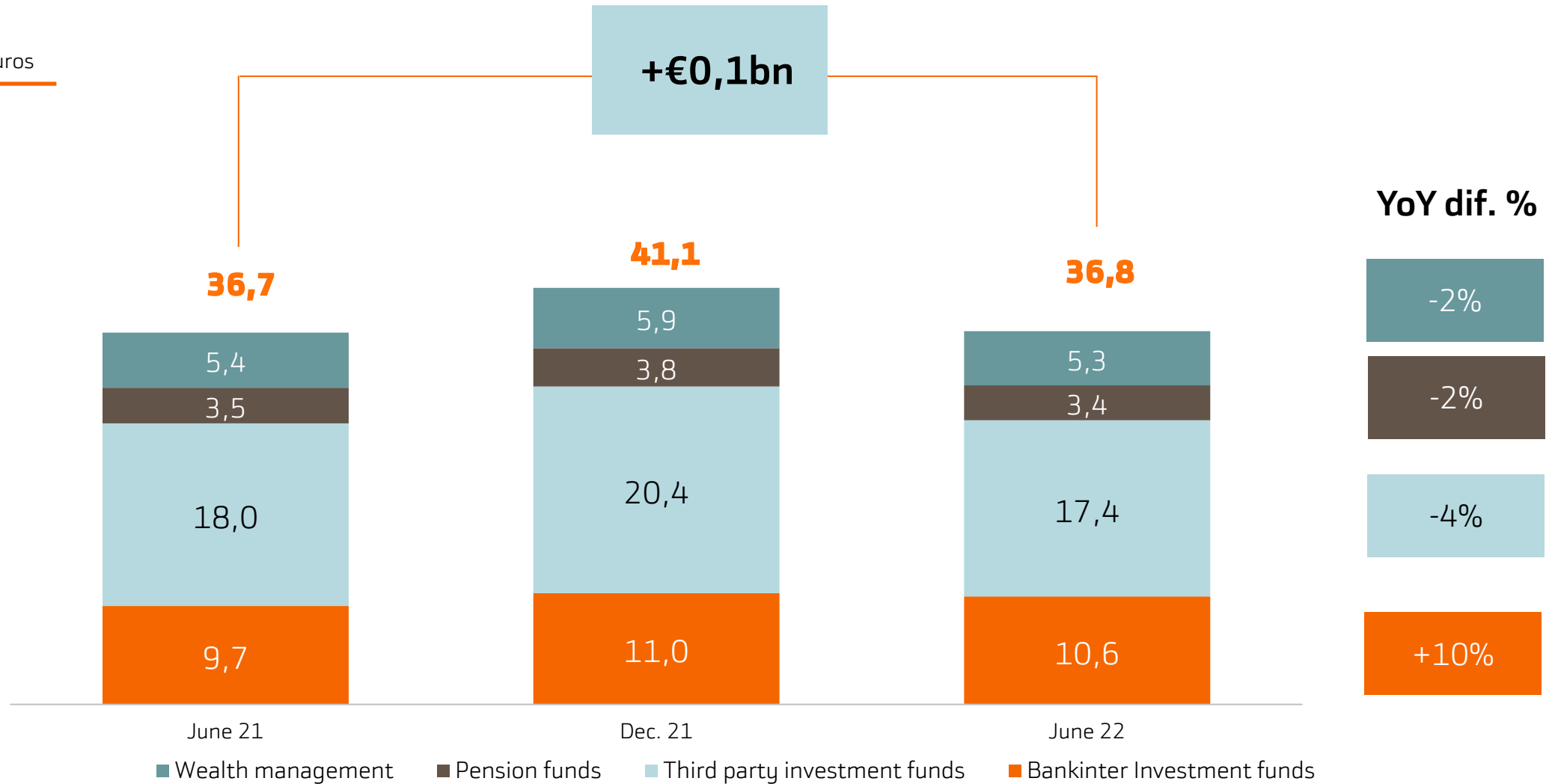


*INE as of april-22. Market share in Spain for the LTM rolling

**BdE as of May-22

Asset Management

In billion of euros



Bankinter Portugal

Business indicators

In billion of euros

€7,5_{bn}

Loan book
+10% YoY

Retail banking
€5,2bn +9%

Corporate/SME banking
€2,3bn +13%

€6,5_{bn}

Retail funds
+19% YoY

€3,8_{bn}

Off-balance sheet funds
+0,4% YoY

1H22 Profit & Loss

In million of euros

	1H22	1H21	Dif. %
Net Interest Income	55	49	11%
Net fees and commissions	32	29	9%
Other income/expenses	-5	-3	40%
Gross operating income	82	75	9%
Operating expenses	-44	-42	5%
Pre-provision profit	37	33	14%
LLP and other provisions	-7	-7	8%
Profit before taxes	30	26	16%

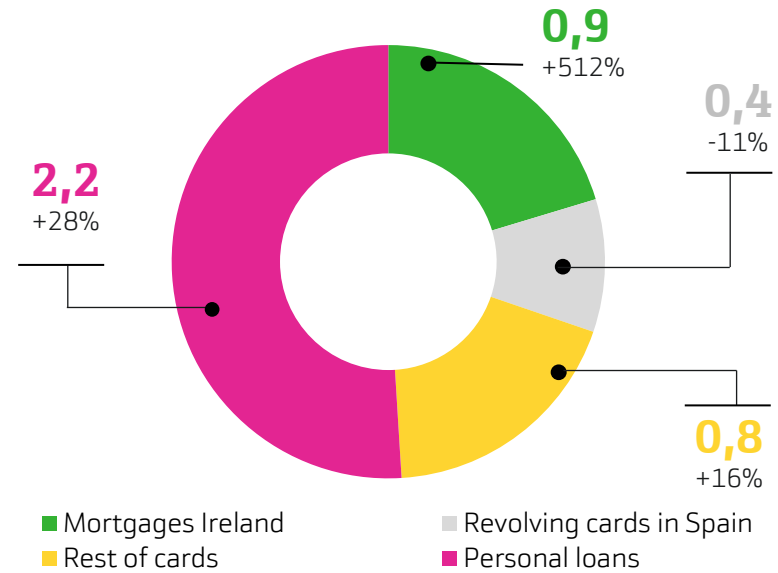
Bankinter Consumer Finance



Cost of risk 2,2%	€4,4bn
Risk-adjusted return 6,1%	
NPL ratio 4,6%	Loan book +41% vs 1H21
Cost to income 28%	+18% ex mortgages
	New production €1,4bn
	+125% vs 1H21

Breakdown by product type as of 1H22

in billion of euros and dif. YoY in %



Bankinter Ireland



Cost of risk
0,7%

NPL ratio
0,5%

€1,5bn
Loan book
+144% vs 1H21

Mortgages: €887M +512%
Consumer lending: €615M +31%

€0,5bn
x4
New mortgages
in 1H22



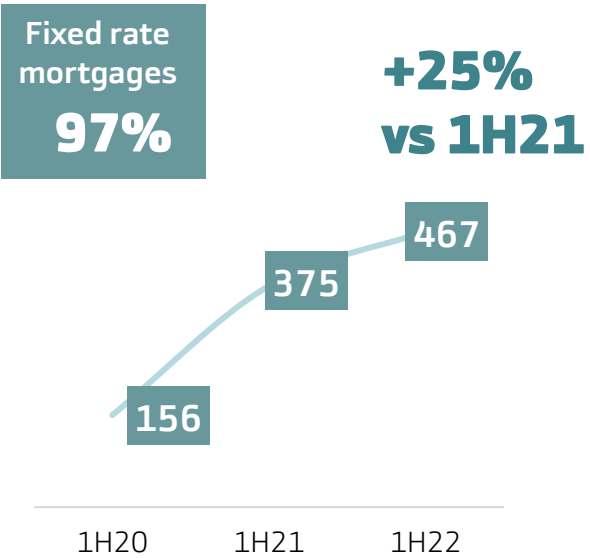
An award-winning consumer finance company.



EVO Banco

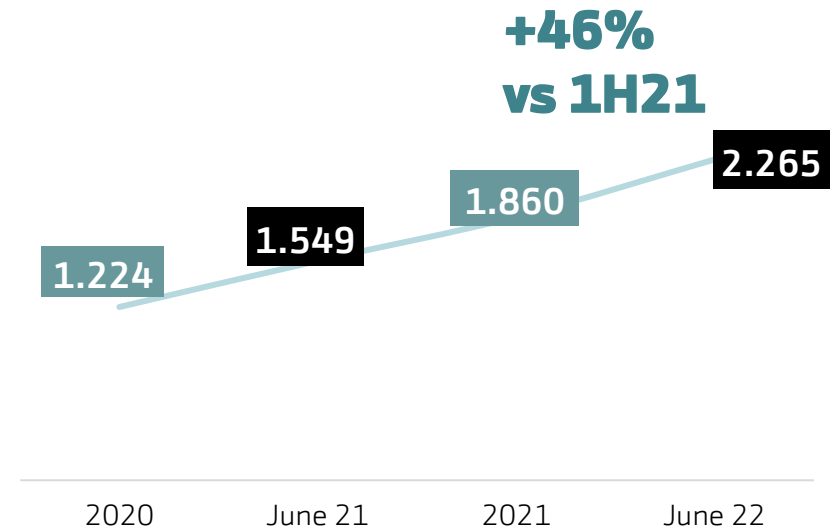
New mortgages

In million of euros



Loan book

In million of euros



701k Customers as of June 2022



Sustainability indicators 2Q22

Environmental

Climate change impact reduction

- Decarbonization strategy
Targets 2025-2030
- Carbon footprint verification:
Inclusion calculation on financed emissions

Increased sustainable business

- Green loans / linked to sustainability
€1.333 M
- Sustainable Investment funds
€116 M (own funds)
€7.369 M (third party funds)

Social

Accessibility improvements

- Web accesibility: 93,94%

Social Investment beneficiaries increase

- Beneficiaries of social investment programs
Plan 2021-23: 60.801

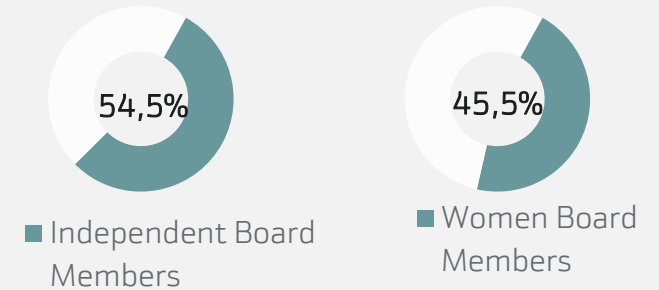
FTF Future Trends Forum

- Net Zero

Governance

Adoption of the best practices

- 100% of the recommendations of the Good Governance code



Sustainability Indices



04.

Summary



P&L

<p>€963M</p> <p>Total Income</p> <p>+5%</p> <p>NII +4% Fees +15%</p>	<p>€535M</p> <p>Pre-Provision Profit</p> <p>+6%</p>	<p>€271M</p> <p>Net Income</p> <p>+11%</p>
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Balance sheet

<p>€72bn</p> <p>Loan book</p> <p>+8%</p>	<p>€78bn</p> <p>Retail funds</p> <p>+13%</p>
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ROE

11,6%

NPL ratio

2,11%

Coverage ratio

65%

CET1
"Fully Loaded"

11,9*%

*Proforma ratio including change of business model in the fixed income portfolio



Thank you

21 July 2022

bankinter.

MEMBER OF
**Dow Jones
Sustainability Indices**
In Collaboration with RobecoSAM



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Glossary

In addition to financial information prepared in accordance with IFRS Standards, this document includes alternative performance measures ('APMs'), based on the Guidelines on Alternative Performance Measures published by the European Securities and Markets Authority on 30 July 2015 (ESMA/2015/1057) ('the ESMA Guidelines'). Bankinter uses certain APMs, which have not been audited, in order to provide a better understanding of the company's financial performance. These measures should be considered additional information, and in no case do they substitute the financial information prepared in accordance with the IFRS Standards. Furthermore, the manner in which Bankinter defines and calculates these measures may differ from other similar measures calculated by other companies and, therefore, may not be comparable. The ESMA guidelines define APMs as a financial measure of past or future financial performance, of financial situation or of cash flows, except for a financial measure defined or detailed in the applicable financial reporting framework. Pursuant to the recommendations set out in the guidelines previously mentioned, the APMs that have been used are described below.

Alternative performance measure	Definition
ALCO	Asset - Liability Committee
CET1	Common Equity Tier 1
Cost of risk	This metric includes the total NPL cost as of the reporting date. It includes losses from impaired assets (NPL provisions) and gains and losses on asset disposals.
Cost-to-income ratio	This is the result of dividing the sum of the staff costs, other general administrative expenses and depreciation and amortisation expenses, by the gross margin.
Foreclosed assets	Available-for-sale foreclosed assets
Foreclosure coverage	Calculated as the balance of the provisions divided by the balance of foreclosed assets.
Loan-to-deposit ratio	The loan-to-deposit ratio is the quotient of total loans divided by customer deposits.
NPL coverage	Calculated as the balance of the provisions divided by the balance of doubtful loans (with off-balance sheet exposure).
NPL ratio	Calculated as the balance of doubtful loans (with off-balance sheet exposure) divided by the balance of the total risk.
RoE (Return on equity)	This is the result of dividing attributed net profit by shareholders' equity on the date (excluding the profit/loss for the year, dividends and remunerations and valuation adjustments). In the denominator, average own funds are the average of own funds for the reporting period.
RWAs	Risk-weighted assets
SREP	Supervisory Review and Evaluation Process
MREL	Minimum requirement for own funds and eligible liabilities. Calculated over Risk Weighted Assets