

A stylized bar chart composed of grey circles of varying heights, arranged in a grid-like pattern that tapers towards the top, serving as a background for the text.

1Q21

results

April 30, 2021

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1 Highlights

2 Financial results

3 Balance sheet

4 Closing remarks



1

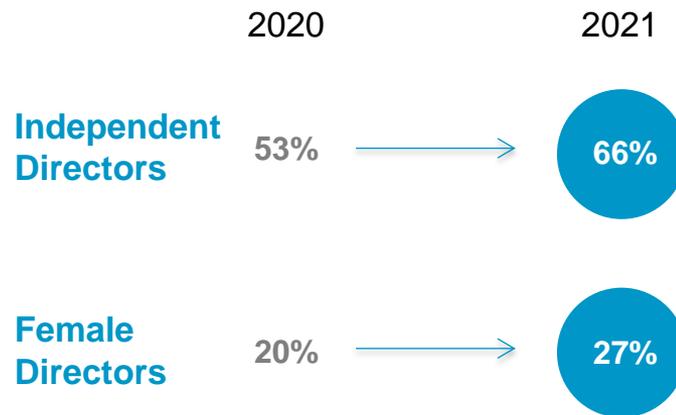
Highlights

Key events of the quarter

- 1** Changes in Governance in line with best-in-class practises
- 2** Reorganisation of business units align with the strategic plan to be presented in May
- 3** Strong commercial activity in the quarter
- 4** TSB back to profitability
- 5** Net profit of €73M, expected to benefit from NII tailwinds and costs savings from Q2

1 Best-in-class Corporate Governance

- ✓ Non-executive Chairman
- ✓ Executive CEO
- ✓ Independent Lead Director
- ✓ Board Committees
(% independent Directors)
 - Risk Committee (100%)
 - Audit and Control Committee (100%)
 - Remuneration Committee (100%)
 - Nominations and Governance Committee (100%)
 - Credit risk Committee (60%)
 - Strategy and Sustainability Committee (60%) - **New**



2 New organisation in place to deliver on the strategic plan

New management



CEO
César González-Bueno



CFO
Leopoldo Alvear

New business units in Spain

Three business units in Spain to increase focus and accountability, and to foster profitability
54% organisational changes at Management level



Retail Banking
Miguel Montes & Jorge Rodríguez

- Mortgages
- Consumer loans
- Insurance
- Payments
- Savings & Mutual funds



Business Banking & Network
Carlos Ventura

- Companies
- SMEs
- Micro businesses
- Self-employed
- Branch network



Corporate Banking
José Nieto

- Corporates
- Structured Finance
- Debt Capital Markets
- Brokerage
- Foreign Branches



Despite the significant reorganisation, **the new structure minimises change-related risks** by:

- i. Preserving a single line of command for the branch network
- ii. Not impacting the teams in charge of the IT back-end
- iii. Not impacting the 2nd and 3rd Lines of Defence
- iv. Maintaining the risk-management teams, while reinforcing their specialisation

3 Performing loans continued to grow, particularly in March

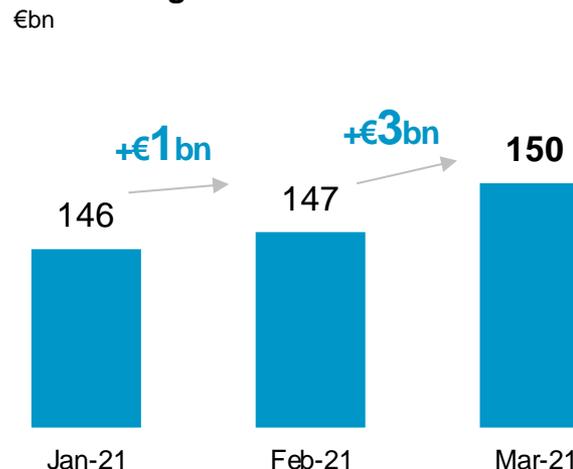
Performing loans across geographies

€M	Mar-21	QoQ	YoY
Spain	97,037	+2.0%	+4.2%
TSB	39,893	+7.9%	+14.5%
Other international ¹	13,163	+1.5%	-4.1%
Total	150,093	+3.4%	+5.9%

Total customer funds

€M	Mar-21	QoQ	YoY
Total	153,800	+2.0%	+6.8%

Performing loans MoM evolution



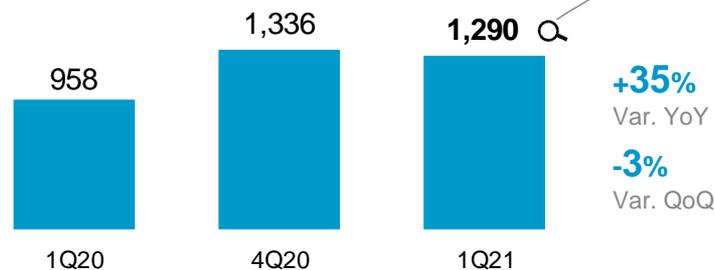
Activity is picking up from the subdued levels of January and February caused by Covid-19 restrictions along with Filomena storm

Note: Excludes accrual adjustments and CAM Asset Protection Scheme A/R. Performing loan growth in local currencies are as follows: TSB: +2.3% QoQ, +10.1% YoY; other international: -1.8% QoQ, -2.5% YoY. ¹ Includes Mexico and foreign branches.

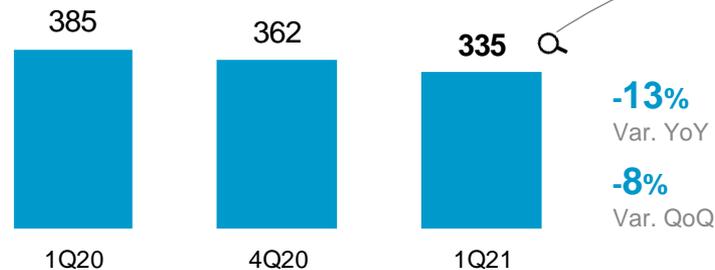
3 Record monthly mortgage performance; consumer loan demand subdued

New lending evolution in Spain €M

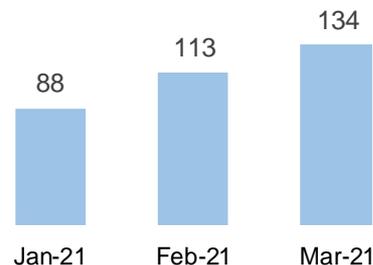
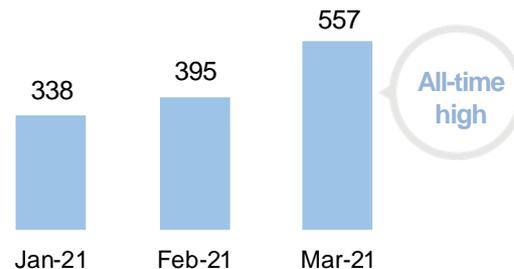
Mortgages



Consumer loans



Monthly evolution €M



Relevant market shares

6.4%
Mortgages (stock)
(+12bps YoY)
Dec-20

4.7%
Consumer loans (stock)
(+7bps YoY)
Dec-20

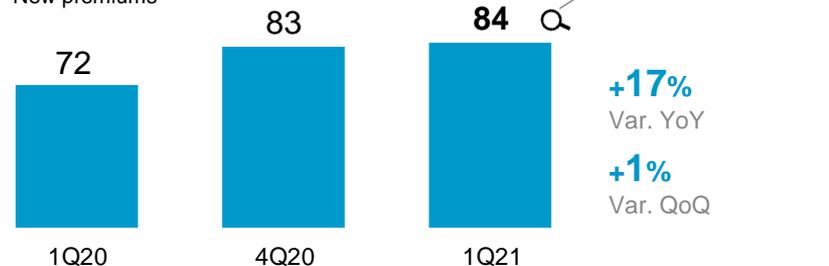
Note: Market share source is Bank of Spain, latest available data.

3 Insurance and mutual funds are gaining momentum

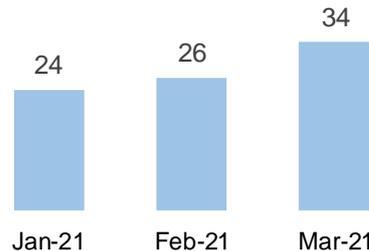
New production evolution in Spain €M

Protection insurance

New premiums

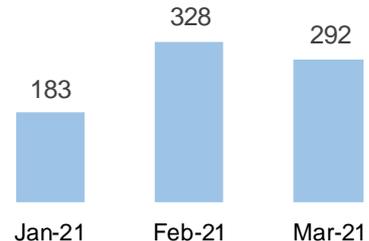
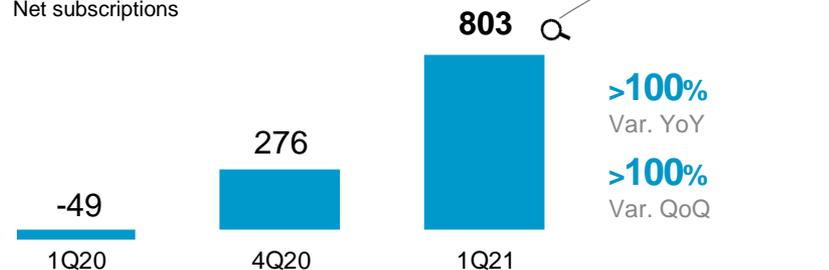


Monthly evolution €M



Mutual funds

Net subscriptions



Relevant market shares

6.1%

Life premiums

(+5bps YoY)
Dec-20

6.0%

AuMs (stock)

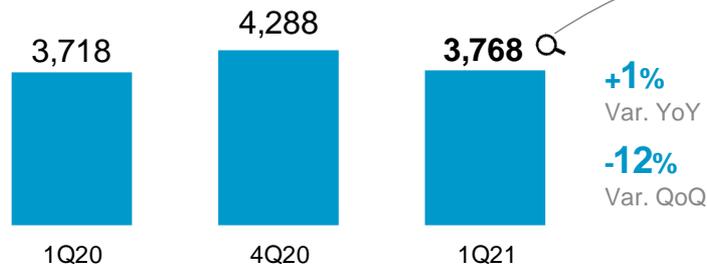
(-12bps YoY)
Mar-21

Note: Protection insurance market share source is ICEA and for mutual funds is Inverco, latest available data.

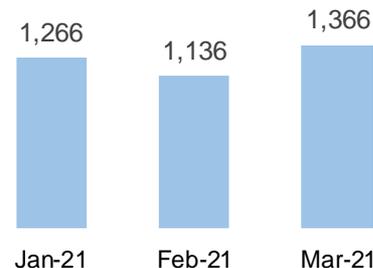
3 Lower activity levels impacted payment services

Turnover evolution in Spain €M

Cards



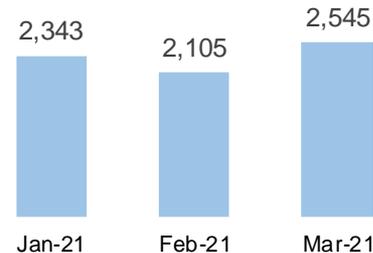
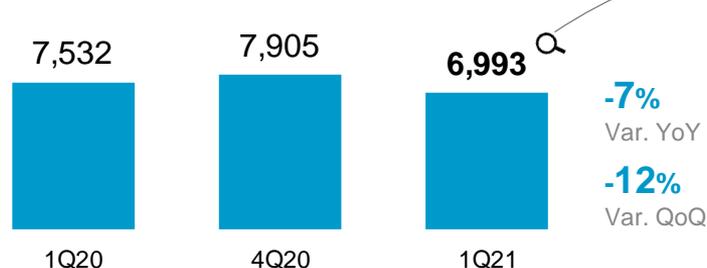
Monthly evolution €M



Relevant market shares

7.7%
Cards turnover (YtD)
 (-22bps YoY)
 Dec-20

Retailer payment services (PoS)



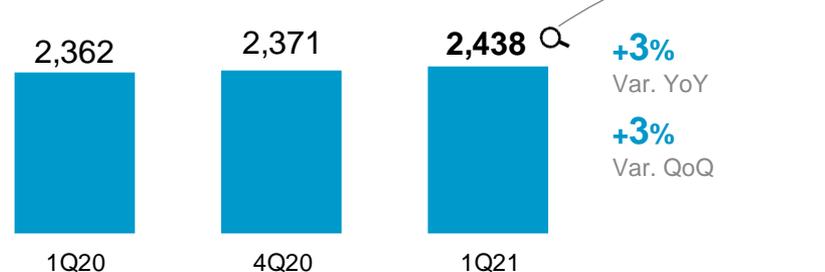
16.9%
Retailer payment services – PoS turnover (YtD)
 (+2bps YoY)
 Dec-20

Note: Market share source is Servired, latest available data.

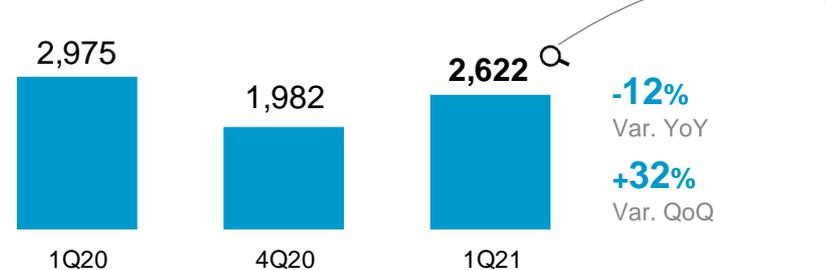
3 Strong business lending growth, particularly in March

New lending evolution in Spain €M

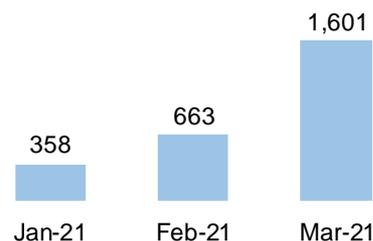
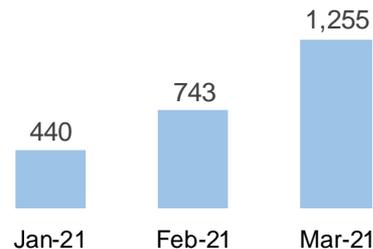
SMEs & self-employed



Large companies & public sector¹



Monthly evolution €M



Relevant market shares

9.5%
Business lending² (stock)
(-59bps YoY)
Dec-20

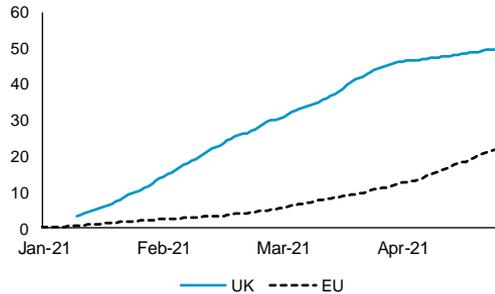
Note: Market share source is Bank of Spain, latest available data. ¹ Excludes Corporate Banking. ² Includes Corporate Banking.

4 Positive momentum in mortgage lending continues at TSB

Supportive macroeconomics in the UK

Population vaccinated

People who received at least one dose of Covid-19 vaccine.
Source: Our World in Data, %



GDP growth expectations

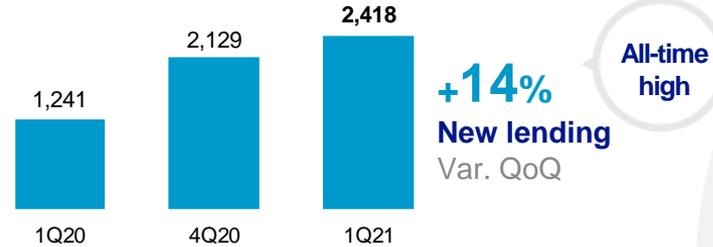
Source: Bloomberg consensus, %

	Apr-20	Apr-21
2021e	3.9	5.5
2022e	2.1	5.5

Record quarter for mortgage completions

New mortgage lending

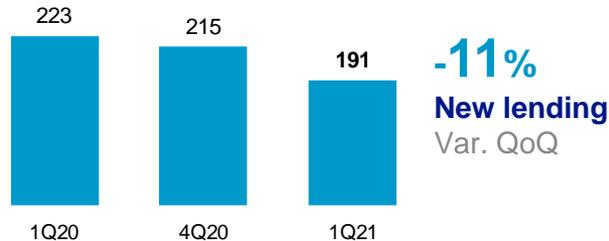
€M



Decline in consumer lending under a lower risk appetite approach

New unsecured lending¹

€M



¹ Excludes credit cards and overdrafts.

4 TSB back to profitability

TSB standalone and its contribution to the Group

€M

	1Q21
Gross operating income	271
Total costs	-235
Pre provision profit	36
Net profit	10
Contribution to Sabadell Group¹	2

- ✓ Macroeconomic expectations better than anticipated
- ✓ Record quarter for mortgage completions



Restructuring plan is nearing completion one year ahead of plan

93
in 2020

70

Branch closures in 1Q21

Reduction of 30% vs. Dec-19

c.600
in 2020

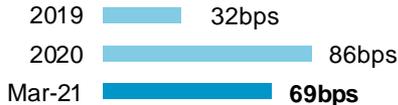
352

Full time equivalents reduction in 1Q21

Reduction of 14% vs. Dec-19

¹ Consolidated financials at Group level include TSB acquisition-related core deposits and brand intangibles amortisation of €40M pre-tax per year from 2021 to 2022, €23M in 2023 and €5M in 2024 which are deducted to TSB stand-alone financials.

5 Next quarters to benefit from NII tailwinds and costs savings

	€M	QoQ	YoY	
Core banking revenues (NII + fees)	1,175	-2.4%	-4.8%	✓ Core banking revenues expected to pick up from Q2 onwards
Costs	769	+3.6% ¹	-1.2%	<ul style="list-style-type: none"> ✓ Cost savings from Q2 ✓ Lower Credit CoR than 2020
Provisions	354	-59.9%	-22.0%	
Net profit	73	>100%	-22.1%	✓ TSB back to profitability

Stable CET1 FL at 12%²

¹ Excludes restructuring costs in 4Q20. ² 27% cash dividend pay-out accrued according to capital regulation.



2

Financial results

Income statement

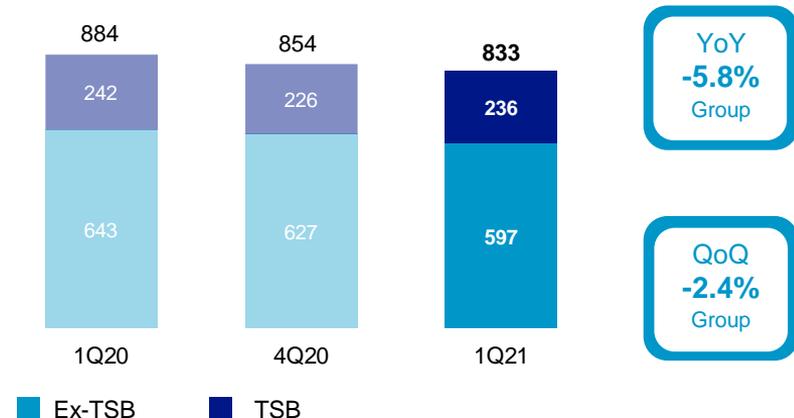
€M	Sabadell Group			Sabadell ex-TSB		
	1Q21	QoQ	YoY	1Q21	QoQ	YoY
Net interest income	833	-2.4%	-5.8%	597	-4.8%	-7.1%
Fees & commissions	342	-2.4%	-2.2%	315	-2.4%	-3.6%
Core banking revenue	1,175	-2.4%	-4.8%	912	-4.0%	-5.9%
Trading income & forex	23	-96.2%	-84.5%	14	-97.7%	-89.7%
Other income & expenses	32	>100%	>100%	32	<-100%	>100%
Gross operating income	1,230	-26.2%	-10.3%	959	-32.2%	-12.2%
Operating expenses	-640	-31.7%	-1.9%	-440	-40.3%	-0.2%
Depreciation & amortisation	-129	-6.1%	2.5%	-92	-1.6%	5.5%
Pre-provisions income	461	-22.0%	-22.3%	427	-26.8%	-24.2%
Total provisions & impairments	-354	-59.9%	-22.0%	-331	-59.3%	-20.5%
Gains on sale of assets and other results	1	-95.4%	-37.0%	4	-73.0%	>100%
Profit before taxes	108	>100%	-23.3%	100	>100%	-32.7%
Taxes and minority interest	-35	>100%	-25.6%	-30	>100%	-38.7%
Attributable net profit	73	>100%	-22.1%	71	>100%	-29.8%

€1.86
TBV per share
Mar-21

As expected, the lowest NII for the year

Group NII

€M



Customer spread

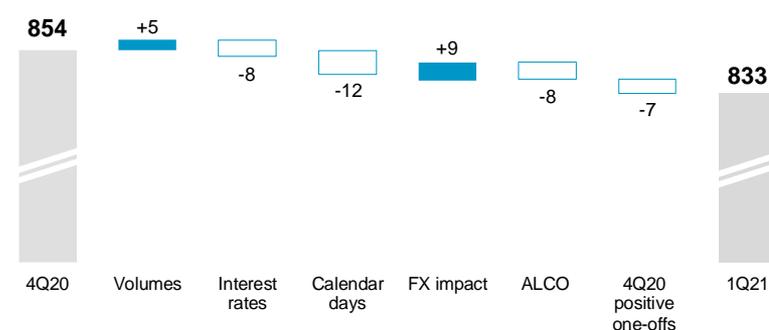


Net interest margin



Group NII QoQ evolution

€M

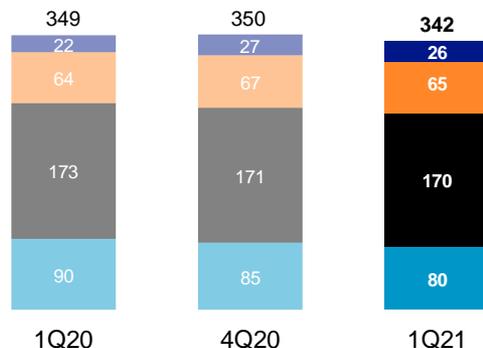


- Stable customer spread
- NII impacted mainly by lower day count and ALCO sales
- Expected tailwinds for the year:
 - ✓ Additional €5bn of TLTRO-III
 - ✓ Loan volume growth
 - ✓ Wholesale funding maturities

Fees pick up over the quarter

Group fees & commissions

€M



YoY
-2.2%
Group

QoQ
-2.4%
Group

- Asset Management¹
- Credit and contingent risk
- Services
- TSB

Group fees & commissions

	YoY		QoQ	
Credit and contingent risk	+€1M	+1.9%	-€2M	-2.3%
Services	+€1M	+0.5%	-€2M	-0.9%
Asset Mgmt. ¹	-€10M	-10.7%	-€5M	-5.9%

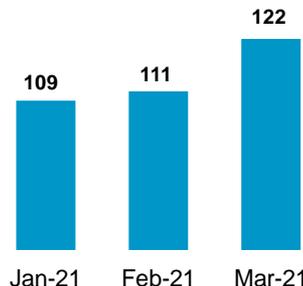
- -€16M Sabadell AM disposal to Amundi
- +€5M AuM growth

Seasonality due to success fees in Q4 vs. Q1:

- -€10M insurance businesses
- -€3M Asset Management

Monthly evolution of fees

€M



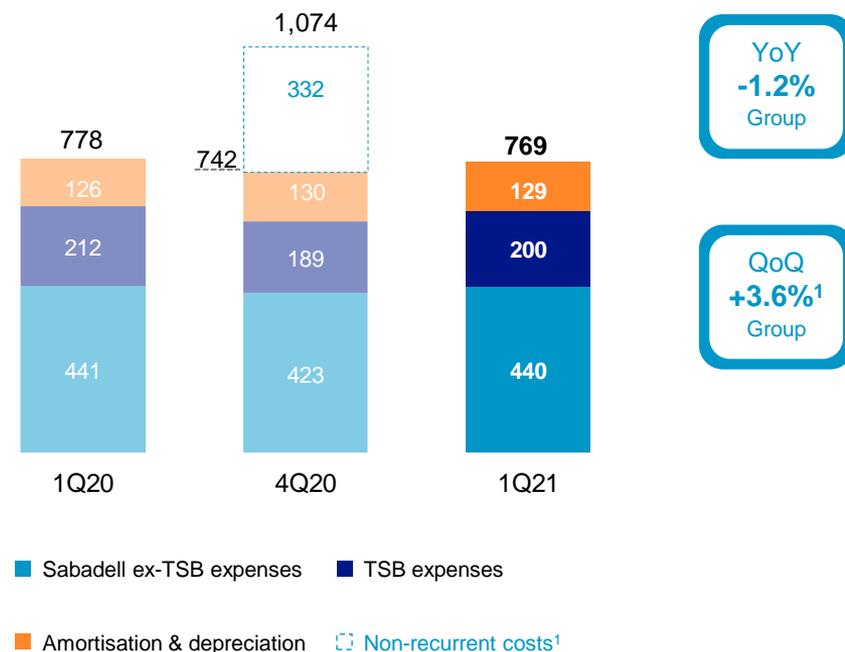
- Pick up in March, in line with commercial activity

¹ Includes mutual funds, pension funds, insurance brokerage and wealth management commissions.

Cost savings from efficiency plan to come from Q2

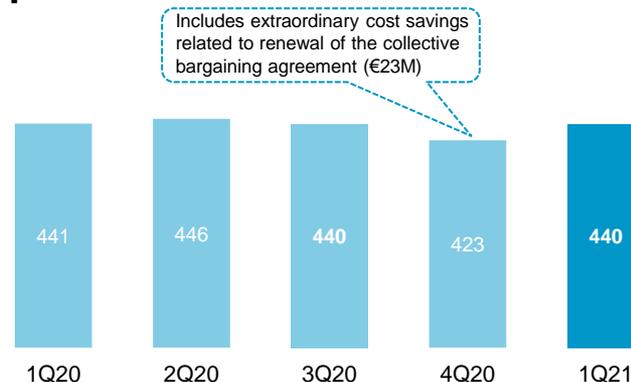
Group costs

€M



Evolution Sabadell ex-TSB recurrent expenses

€M

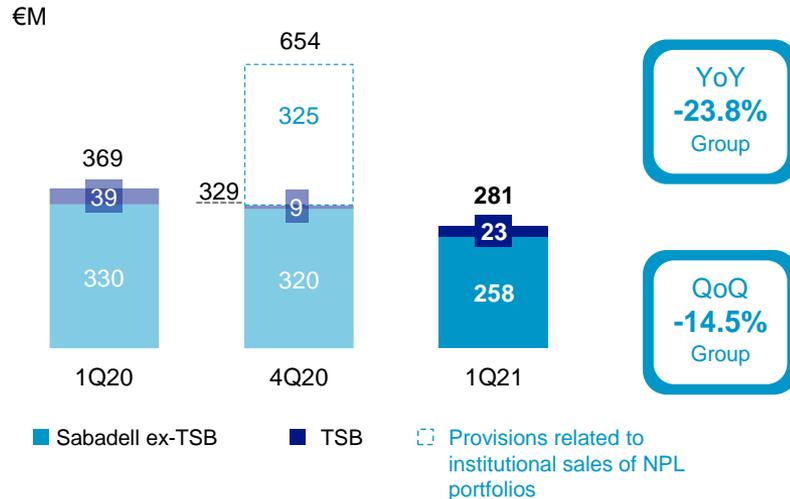


- YoY improvement driven by a reduction of staff and lower general expenses in TSB
- Efficiency plan fully executed in Spain:
 - 11% headcount reduction (c.1,800 employees) by the end of Q1
- Gross cost savings of €141M per annum to come from 2Q21

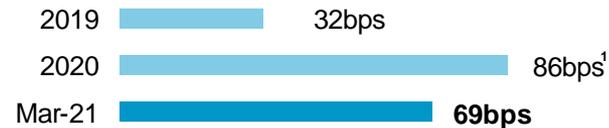
¹ Excludes non-recurrent costs related to the efficiency plans in 4Q20 (€314M in Sabadell ex-TSB and €18M in TSB).

Credit cost of risk improved at 69bps

Group credit provisions

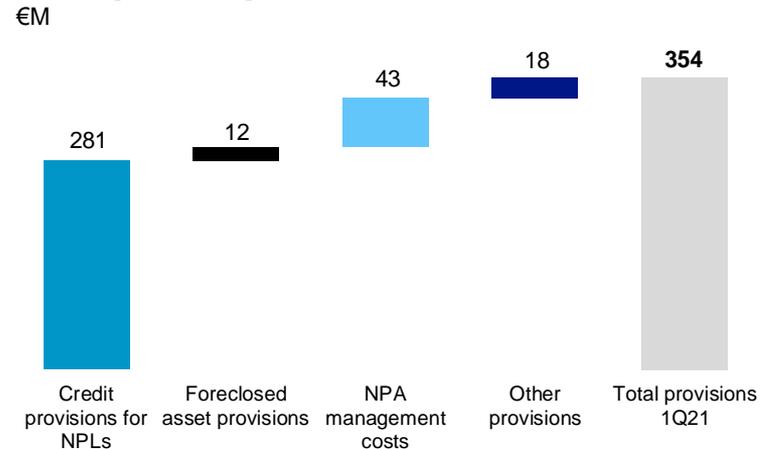


Group Credit CoR



¹ Excludes provisions related to institutional sales of NPL portfolios.

Group total provisions breakdown



- Lower credit provisions ex-TSB as expected
- TSB's QoQ comparison impacted by the release of provisions in 4Q20 given the improved macroeconomic outlook once a no-deal Brexit had been ruled out



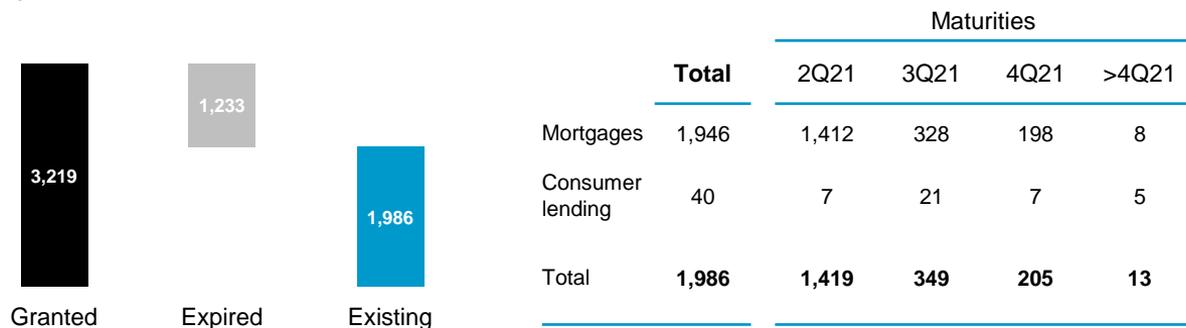
3

Balance sheet

Overview of payment holidays and ICO loans in Spain

Payment holidays

€M



- c.38% expired more than 4.2 months ago on average

ICO loans (State guaranteed loans)



>75%
Guaranteed
by the ICO

Maturities (existing ICOs)

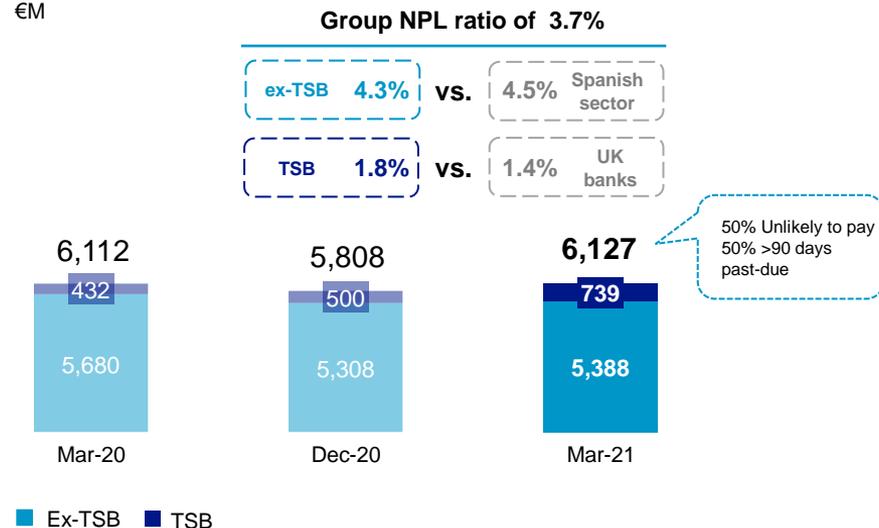
	2021	2022	2023	≥ 2024
	3%	3%	44%	50%

- €656M have been granted this quarter

NPL ratio at 3.7% - in line with peers

Group NPLs

€M

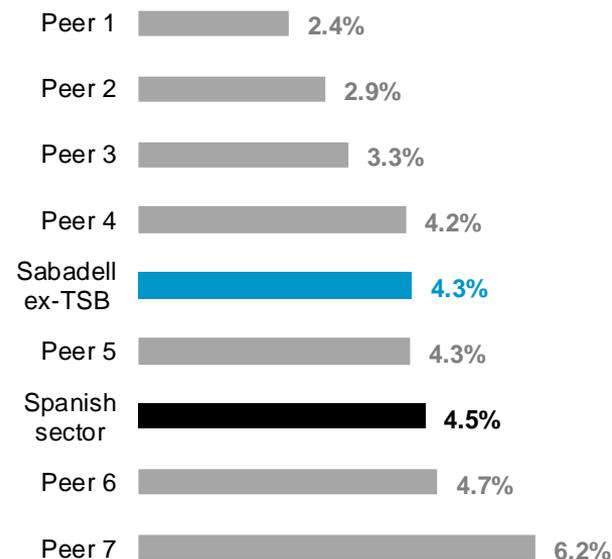


Exposure by stage and coverage ratio

	Stage 1	Stage 2	Stage 3
% as of total book	88.9%	7.4%	3.7%
Coverage	0.4%	4.6%	38.1%

Total provisions over stage 3 of 56.4%

NPL ratio vs. Spanish peers¹

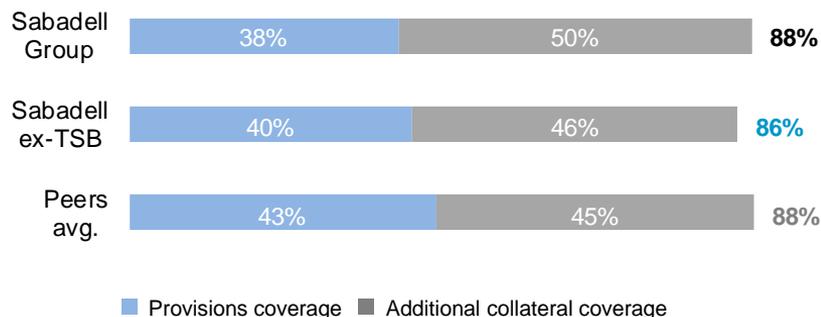


Note: Stage 3 exposure Includes contingent risk. Spanish sector refers to the stock of NPLs in the Spanish banking system for the resident private sector according to BoS data as at Jan-21. Average NPL ratio of UK banks as at Dec-20 (or last available data) and includes: Nationwide, Santander UK, Lloyds Banking Group, NatWest and Virgin Money. ¹ Spanish peers group includes: Bankia, Bankinter, CaixaBank, Santander Spain, BBVA Spain, Liberbank and Unicaja. Peers data as Dec-20. Sabadell data as at Mar-21.

Non-performing exposure coverage ratio in line with the portfolio profile: more secured and newer vs. peers

Data as at Dec-20 from Pillar III report for comparison purpose

% of provisions and collateral on NPEs



% of NPEs < 2 years past-due¹



Level of coverage of NPEs in line with peers

Newer stocks vs. peers

Note: Non-performing exposure ("NPE") defined in Pillar III report as loans and advances. Peer group includes: Bankia, Bankinter, CaixaBank, Unicaja and Liberbank (Santander and BBVA not included as there is no available data for the Spanish business). Data as at Dec-20. ¹ Includes unlikely to pay (not past-due or past due <90 days) and past-due (>90 days and < 2 years).

No material exposure in foreclosed assets

Breakdown of Group foreclosed assets

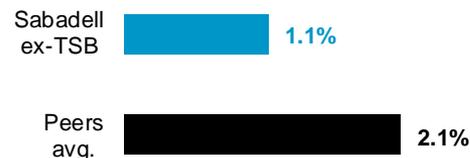
Mar-21

	% of foreclosed assets	Coverage ratio
Finished buildings	95%	36%
Under Construction	1%	52%
Land	4%	48%
Total	€1.4bn	37%

51% since origination

73% of total foreclosed assets repossessed in the last 4 years

Foreclosed assets ratio¹



- Lower exposure vs. peers

% of finished buildings²



- Healthier portfolio vs. peers

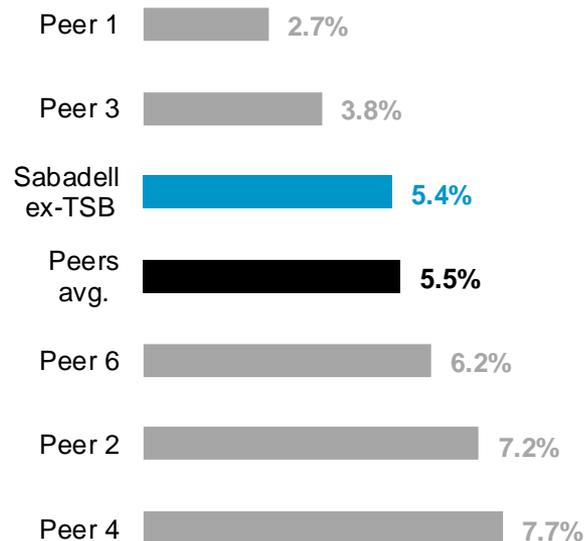
Lower level of coverage ratio required vs. peers

Note: Peer group includes: Bankia, Bankinter, CaixaBank, Unicaja and Liberbank. Peers data as Dec-20. Sabadell data as at Mar-21. ¹ Ratio expressed over gross loans plus foreclosed assets and contingent risk.

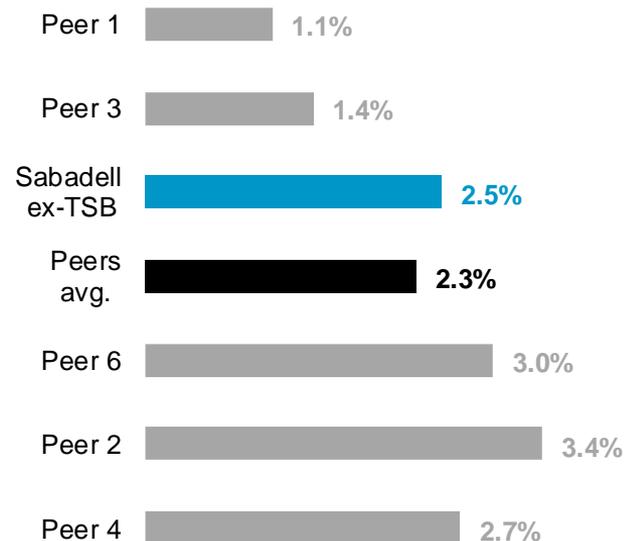
² Source: 2020 Annual reports.

NPA ratio in line with Spanish peers

Gross NPAs ratio¹



Net NPAs ratio¹

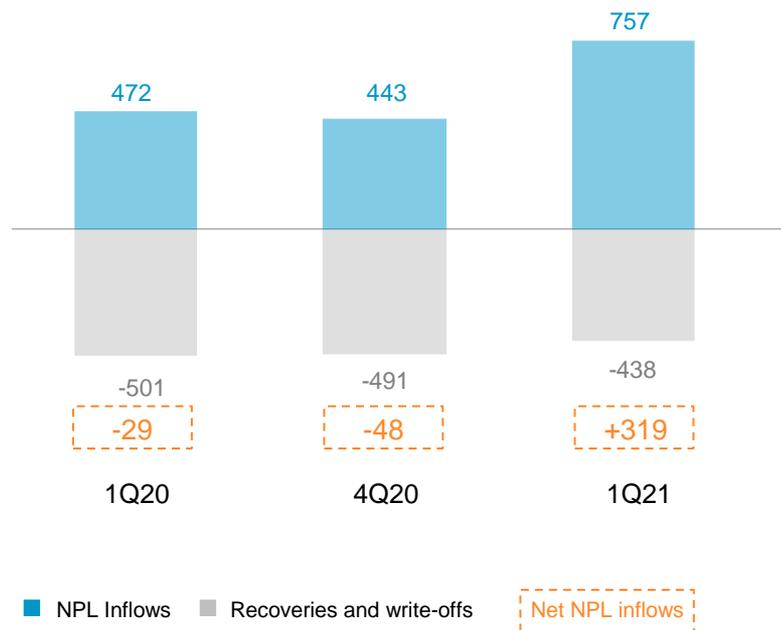


Note: Includes contingent risk. Peer group includes: Bankia, Bankinter, CaixaBank, Unicaja and Liberbank. Peers data as Dec-20. Sabadell data as at Mar-21. ¹ Ratio expressed over gross loans plus foreclosed assets and contingent risk.

Net NPL inflows impacted by a change in classification criteria at TSB

Group net NPL inflows¹

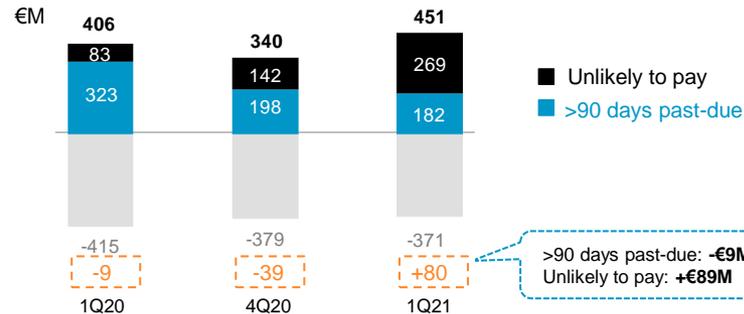
€M



Breakdown of NPL inflows

Ex-TSB¹

€M



TSB

€M



¹ Excludes inflows of c.€700M related to a migration of loans to stage 3 and recoveries of c.€1bn related to NPAs institutional sales in 4Q20.

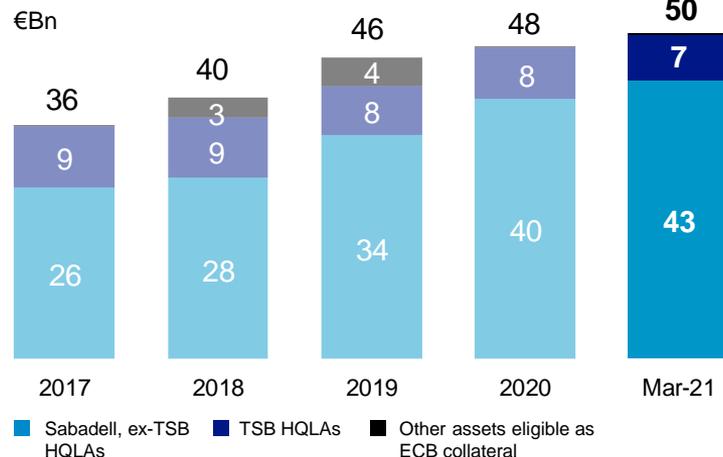
Additional €5bn drawn from TLTRO-III in March

Substantial liquidity buffers

Sabadell Group



Total liquid assets



Credit ratings

Group long-term credit rating and outlook - senior unsecured (preferred)

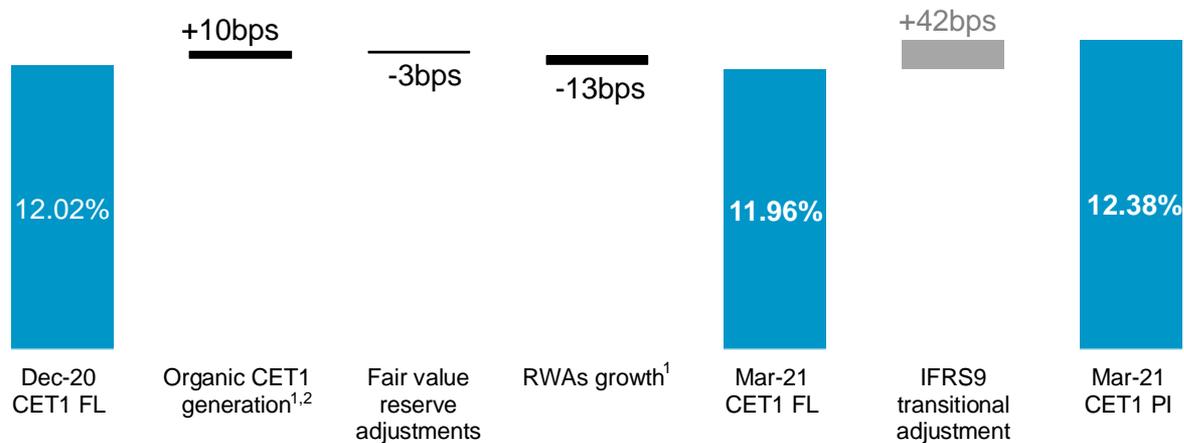
Standard & Poor's	BBB Negative	Fitch Ratings	BBB-Stable
Moody's	Baa3 Stable	DBRS	A (low) Negative

Outstanding central bank funding

- **TLTRO-III:** €32bn outstanding, of which €5bn drawn in March-21 auction
- **TFS:** £1.9bn, likely to be rolled over into new TFSME facilities. £1.2bn amortised in Q1

MDA buffer remains above 360bps

QoQ CET1 evolution



Total capital FL³
16.6%

MDA buffer
366bps

Leverage ratio
5.3%

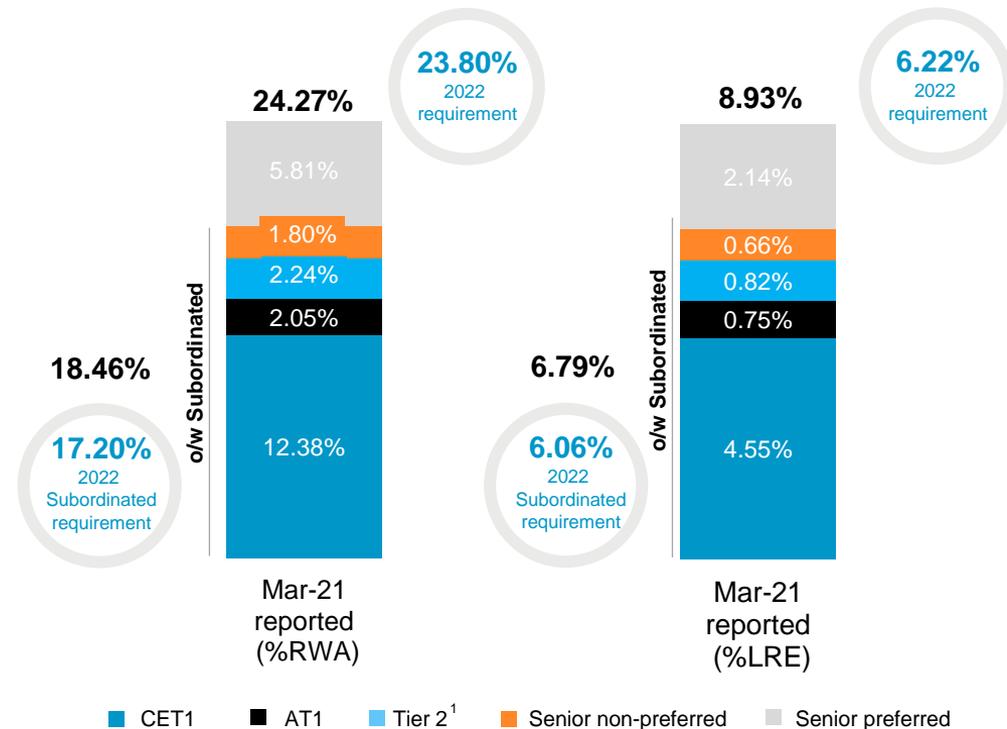
CET1 impacted by RWA inflation due to loan volume growth

¹ Excluding FX impact. ² Accruing 27% cash dividend pay-out according to capital regulation. ³ Tier 2 issuance to be called in May is already deducted.

Already compliant with new MREL requirements

MREL position, Sabadell Group

% Risk Weighted Assets (RWAs), % Leverage Ratio Exposure (LRE)



2021 YTD issuances

- **€500M Tier 2 (2.50% coupon)**
 - ✓ Maturity of 10.25 years non-call 5.25 years

- **€500M AT1 (5.75% coupon)**
 - ✓ Perpetual non-call 5.5 years
 - ✓ Lowest coupon in Sabadell's AT1 issuances

Note: Ratios include the Combined Buffer Requirement (2.75%) and IFRS9 transitional arrangements. ¹ Tier 2 issuance to be called in May is already deducted.



4

Closing remarks

Closing remarks



- Corporate Governance fully aligned with international best practices
- Business units reorganisation to foster accountability and profitability
- Asset quality in line with peers
- Positive commercial momentum continues in Spain and intensifies in TSB
- NII tailwinds and cost savings from the efficiency plans to come through from 2Q21
- TSB is back to profitability

Save the date – Sabadell Investor Day: 28th May 2021

Appendix

1 TSB
financial
statements

2 Group NIM
and customer
spread

3 Commercial
activity

4 Funding
structure

5 ALCO
portfolio

6 Asset quality

7 Sustainability

8 Share data

1. Detailed income statement, TSB contribution to Group

£M	TSB		
	1Q21	%QoQ	%YoY
Net interest income	206	0.8%	-1.1%
Fees & commissions	23	-5.0%	19.4%
Core banking revenue	229	0.2%	0.7%
Trading income & forex	8	>100%	-33.3%
Other income & expenses	0	65.9%	-37.5%
Gross operating income	237	3.9%	-1.7%
Operating expenses	-175	-3.6%	-4.1%
Personnel expenses	-77	-7.8%	-3.8%
Other general expenses	-97	0.1%	-4.3%
Amortisation & depreciation	-32	-18.3%	-2.9%
Memo line:			
Recurrent costs	-207	1.4%	-3.9%
Non-recurrent costs	0	<-100%	0.0%
Pre-provisions income	30	>100%	17.5%
Total provisions & impairments	-20	-68.4%	-37.8%
Gains on sale of assets and other results	-3	<-100%	<-100%
Profit before taxes	7	>100%	>100%
Taxes and minority interest	-5	97.6%	>100%
Attributable net profit	2	>100%	>100%

- Consolidated financials at Group level include TSB acquisition-related core deposits and brand intangibles amortisation of €40M pre-tax per year from 2021 to 2022, which is excluded from TSB stand-alone financials

1. Individual detailed balance sheet, TSB

EM	TSB		
	Mar-21	%QoQ	%YoY
Cash, cash balances at central banks and other demand deposits	4,180	-17.3%	-26.7%
Financial assets held for trading and fair value with changes in PL	219	10.2%	15.3%
Financial assets in fair value OCI	1,131	-24.4%	-7.6%
Financial assets at amortised cost	36,049	3.5%	11.6%
of which			
Total customer lending	34,398	3.2%	11.3%
Core mortgages	30,685	3.7%	10.7%
Unsecured & Business Banking	2,508	0.9%	38.8%
Whistletree mortgages	1,206	-4.0%	-13.1%
Tangible assets	248	-4.3%	-14.8%
Intangible assets	57	15.6%	>100%
Other assets	562	7.9%	27.6%
Total assets	42,445	0.1%	5.7%
Financial liabilities held for trading and fair value with changes in PL	187	-38.2%	12.5%
Financial liabilities at amortised cost	40,038	0.8%	6.9%
of which			
Total customer deposits	35,074	2.0%	14.2%
Fixed rate savings	2,208	-9.6%	-22.4%
Variable rate savings	16,590	2.3%	10.4%
Current accounts	13,715	3.6%	21.4%
Business banking	2,561	3.5%	67.2%
TFS	1,915	-37.5%	-57.2%
Provisions	135	-12.0%	>100%
Other liabilities	367	-31.8%	-42.2%
Subtotal liabilities	40,727	0.1%	6.3%
Shareholders' equity	1,724	0.5%	-8.0%
Accumulated other comprehensive income	-6	-34.2%	-48.8%
Net equity	1,718	0.7%	-7.8%
Total liabilities and equity	42,445	0.1%	5.7%

Note: EUR/GBP exchange rate of 0.8521 used for Mar-21 balance sheet.

1. TSB asset quality, liquidity and solvency position

Asset quality

	Mar-20	Dec-20	Mar-21
NPL ratio	1.2%	1.3%	1.8%
Coverage ratio	49%	57%	42%
Cost of risk ¹ (YtD)	0.43%	0.47%	0.24%

Solvency

	Mar-20	Dec-20	Mar-21
CET1 ratio ²	20.6%	15.3%	15.2%
Leverage ratio ³	4.5%	3.8%	3.8%

Liquidity

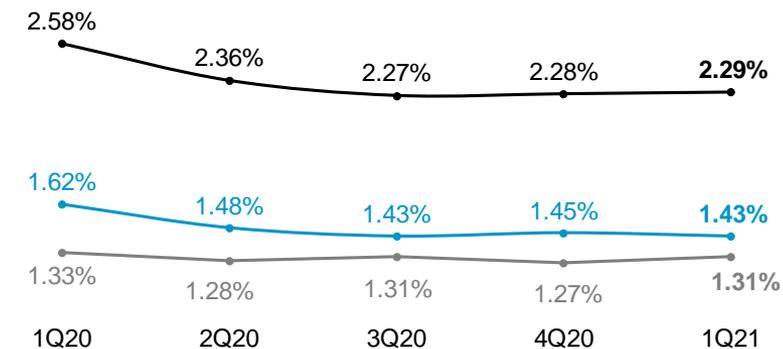
	Mar-20	Dec-20	Mar-21
LCR	256%	201%	154%

¹ Calculated as P&L impairment charge divided by period-end gross spot balances. ² CET1 ratio on a transitional basis. The Mar-21 fully-loaded CET1 ratio is 14.6%. ³ Calculated using EBA standards and on a transitional basis.

2. Group NIM and customer spread

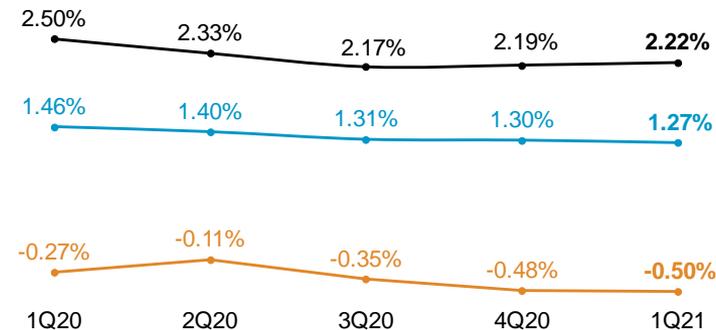
Sabadell Group

In euros



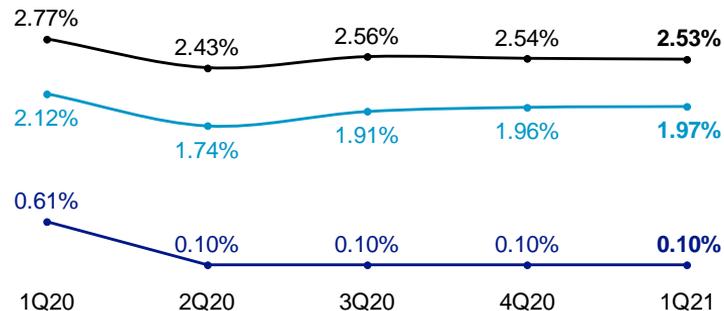
Sabadell ex-TSB

In euros



TSB

In euros



3. Service quality index and NPS

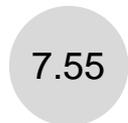
Sabadell

Spain

Service quality index



Sector average



NPS Online banking



Net promoter score (NPS)

Corporates	23%
Personal banking	22%
SMEs	8%
Retail banking	-2%

NPS Mobile



TSB UK

NPS Bank

3-month average (mar-21)



NPS Mobile

13-week average (mar-21)

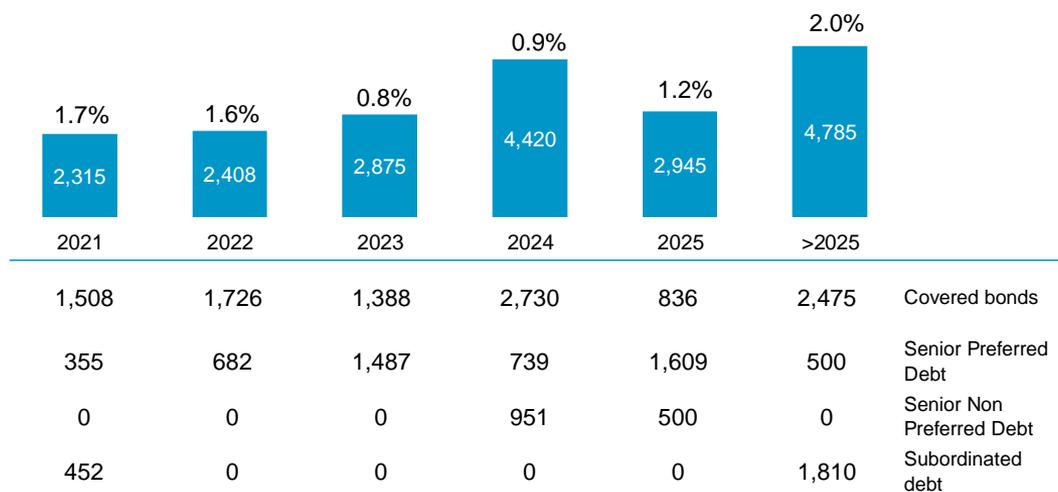


Note: Service quality. Source: STIGA, EQUOS (1Q21). NPS. Source: Benchmark NPS Accenture Report as at Nov-20. NPS online banking refers to SMEs segment. NPS mobile refers to mass market segment.

4. Group debt maturities and issuances

Debt maturities and average cost

Maturities in €M and average cost in %



Main debt maturities in the last 6 months

Instrument	Date	Size	Coupon
Covered bond	03/11/2020	€1,000M	0.63%
Covered bond	28/12/2020	€200M	FRN E+0.41%
Covered bond	22/03/2021	€300M	4.00%

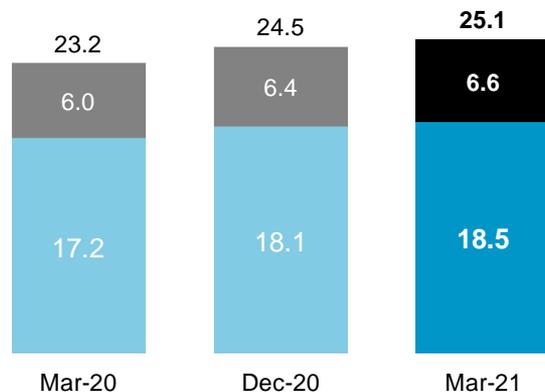
Main debt maturities in the next 12 months

Instrument	Date	Size	Coupon
Senior preferred bond	08/04/2021	€294M	0.45%
Tier 2	06/05/2021 (call date)	€452M (£385M)	5.75%
Covered bond	12/11/2021	€1,308M	0.88%
Covered bond	09/12/2021	€200M	1.07%
Covered bond	21/02/2022	€300M	4.50%
Senior preferred bond	28/03/2022	€601M	0.70%

Note: Debt maturities excludes AT1 issuance. Callable issuances considered at their legal maturity except for the Tier 2 whose call has been already announced.

5. ALCO portfolio

Evolution of fixed income portfolio. Sabadell Group. €Bn



■ Fair Value OCI ■ Held to collect

Mar-21	Yield	Total duration ¹	Avg. maturity
FV OCI	0.1%	0.9 years	7.0 years
Total	0.6%	3.4 years	8.1 years

Hefty capital gains

€1.1bn

Unrealised capital gains in HTC portfolio (as at Mar-21)

Fixed income portfolio composition. Sabadell Group. €Bn. Mar-21.



■ Spain ■ Agencies & Covered bonds
 ■ Italy ■ Other governments and Corporates & Financials
 ■ Portugal

- The capital position's sensitivity to bond spread volatility remains low as Fair Value OCI composition is small with short duration
- Only 3% of our ALCO portfolio will mature over the next 2 years

6. ICO lending in Covid-19 sensitive sectors

Corporates and SMEs most sensitive to Covid-19¹

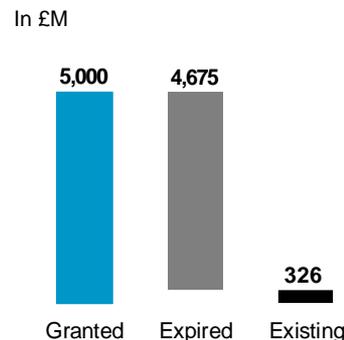
Mar-21. €Bn

	Performing loans	EAD	ICO lending
Tourism, Hospitality & Leisure	7.0	7.8	17%
Transport	3.5	3.8	14%
of which, Airlines	0.4	0.4	9%
Auto	1.6	1.7	23%
Retail (non food)	1.3	1.5	29%
Oil	0.2	0.3	0%
Total most Covid-sensitive	13.6	15.1	18%
% of Group performing loans	9%	8%	

¹ Excludes TSB.

6. Payment holidays and BBLs in the UK

Payment holidays



Breakdown by stages of expired payment holidays

	Total	Stage 1	Stage 2	Stage 3
Mortgages (£M)	4,508	2,880	1,437	191
Consumer lending (£M)	167	77	81	9
Stage over total (£M)	4,675	63%	33%	4%

Existing payment holidays

	Total (£M)	% of total portfolio	Maturity		
			2Q21	3Q21	4Q21
Mortgages	308	1%	308	0	0
Consumer lending	18	1%	18	0	0

Bounce Back Loans

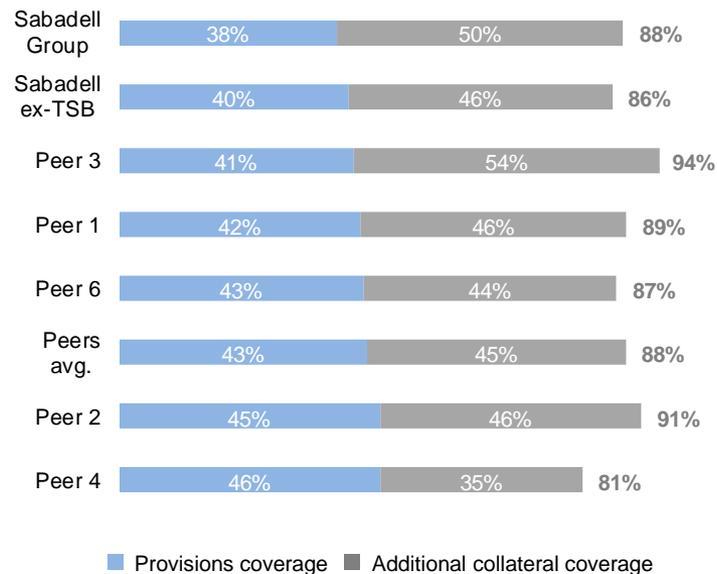
>26,000
BBLs granted

>£600M
BBLs lending

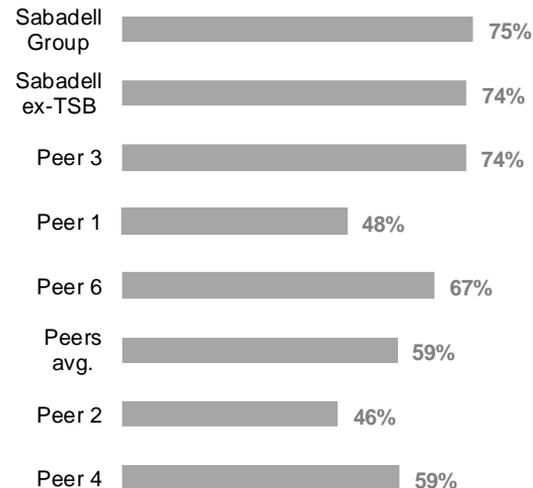
- % guaranteed by the government: 100%
- Loan size: £2,000 to £50,000 (capped at 25% of turnover)
- Yield: 2.5%
- Loan term: 6 years with an option to extend up to 10 years. Early repayment is permitted at any stage without early repayment fees

6. Non-performing exposure vs. peers

% of provisions and collateral on NPEs



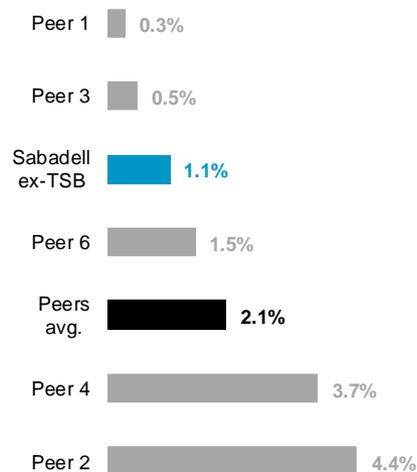
% of NPEs < 2 years¹



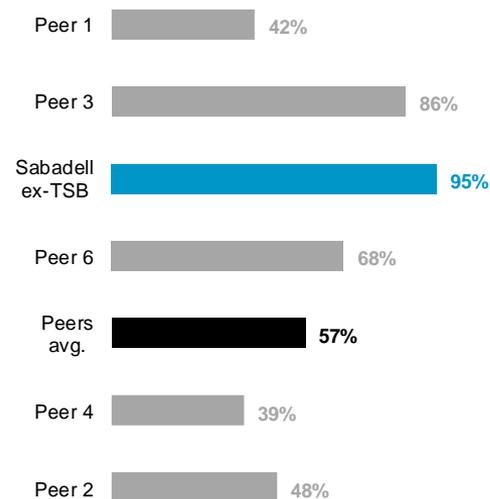
Note: Non-performing exposure ("NPE") defined in Pillar III report as loans and advances. Peer group includes: Bankia, Bankinter, CaixaBank, Unicaja and Liberbank (Santander and BBVA not included as there is no available data for the Spanish business). Data as at Dec-20. ¹ Includes unlikely to pay (not past-due or past due <90 days) and past-due (>90 days and < 2 years).

6. Foreclosed assets profile vs. peers

Foreclosed assets ratio¹



% of finished buildings²



Note: Peer group includes: Bankia, Bankinter, CaixaBank, Unicaja and Liberbank. Peers data as Dec-20. Sabadell data as at Mar-21. ¹ Ratio expressed over gross loans plus foreclosed assets. ² Source: 2020 Annual reports.

7. Firm commitment to sustainability

ESG milestones in 1Q21

Environmental

- **€1bn** in **Sustainable Financing** in the quarter:
 - Support for SMEs in technology and renewable energy sectors amounting to **€148M** in collaboration with the European Investment Fund
 - **€363M** in 5 transactions linked to sustainability
 - **€243M** in Project Finance for renewable energies
 - **€180M** in sustainable financing for retail customers and companies (mortgages, loans, rentals and leasing)



Social

- **€1bn** in **Social Financing** (assistance to businesses aimed at job retention)
- Launch of the **BSocial Impact Fund**, a **€45M** social impact fund, in collaboration with Ship2B and the European Investment Fund
- More than 250 volunteers from the Bank have dedicated 1,250 hours to **financial education programmes and employability coaching for young people**



Commitment to Sustainability

Governance

- Creation of the **Strategy and Sustainability Committee**
- Sustainable event Certification of the **2021 General Shareholders' Meeting**



8. Share data

	Mar-20	Dec-20	Mar-21
Shareholders and trading			
Number of shareholders	234,082	244,225	241,078
Average number of shares (M)	5,603	5,582	5,581
Share price			
Closing session (end of quarter) (€)	0.469	0.354	0.456
Market capitalisation (€M)	2,628	1,976	2,545
Stock market multiples			
Earnings per share (EPS) (€) ¹	0.03	-0.01	0.01
Book value (€M)	13,076	12,944	12,959
Book value per share (€)	2.33	2.32	2.32
Tangible book value (€M)	10,507	10,322	10,372
Tangible book value per share (€)	1.88	1.85	1.86
Price / Book value (x)	0.20	0.15	0.20
Price / Earnings ratio (P/E) (x) ¹	15.78	-27.75	49.54

¹ Figures adjusted to reflect the amount of the Additional Tier 1 coupons.

Glossary

Term	Definition
ATA	Average total assets
BBLs	Bounce Back Loans
CBILS/CLBILS	Coronavirus Business Interruption Loan Scheme provides financial support to smaller businesses (SMEs), medium-sized and larger business across the UK that are losing revenue, and seeing their cashflow disrupted, as a result of the COVID-19 outbreak
CAM APS	Banco CAM asset protection scheme. As a result of the acquisition of Banco CAM on 1 June 2012, the Asset Protection Scheme (APS) envisaged in the protocol on financial assistance measures for the restructuring of Banco CAM came into force with retroactive effect from 31 July 2011. Under the scheme, which covers a specific portfolio of assets with a gross value of €24.6bn as at 31 July 2011, the Deposit Guarantee Fund (DGF) bears 80% of the losses on the portfolio for a period of ten years, once impairment allowances in respect of those assets have been fully applied
DGF	Deposit Guarantee Fund
EAD	Exposure at default calculated as sum of amount drawn, amount available plus guarantees
HQLAs	High quality liquid assets
HTC	Hold to collect
ICO	Spanish Official Credit Institute
LCR	Liquidity coverage ratio: High quality liquid assets (HQLAs) divided by total net cash outflows
LRE	Leverage Ratio Exposure is equivalent to total assets and a variety of off-balance sheet items including derivatives and repurchase agreements, among others
NIM	Net interest margin
NPS	The Net Promoter Score is obtained by asking customers "On a scale of 0-10, where 0 is not at all likely and 10 is extremely likely, how likely are you to recommend Sabadell to a friend or colleague?". NPS is the percentage of customers who score 9-10 after subtracting the percentage who score 0-6
PD	Probability of default
RWA	Risk weighted assets
TBV	Tangible book value
TFSME	Term Funding Scheme with additional incentives for SMEs
TLOF	Total liabilities and own funds
TLTRO	Targeted Longer-Term Refinancing Operations

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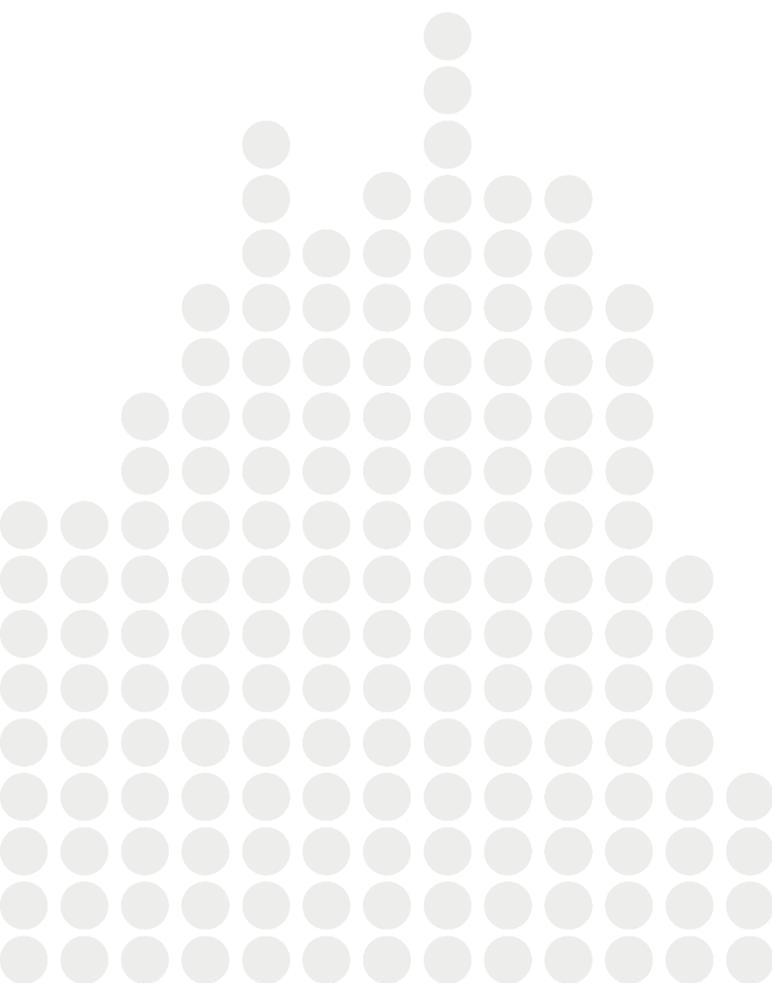
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