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Investor Presentation

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Retail domestic bank with low risk profile and a leading position in the Northwest of Spain

ABANCA is a flagship **retail and SME banking group** in the Northwest of Spain combined with targeted expansion in the most industrial regions in Iberia ...

... delivering an **attractive and diversified growth** profile with increasing recurring revenues **(+4.8% growth year-on-year)** and growth potential in insurance and asset gathering businesses ...

... executing a digital project that seeks to accelerate its transformation to reinforce its technological leadership in order to offer a fully-fledged multi-channel and innovative service ...

...with a sound financial position, on the back of one of the **soundest solvency positions (CET1 Fully Loaded 14.0%)** combined with the highest NPA Coverage (59.2%) in the Spanish sector...

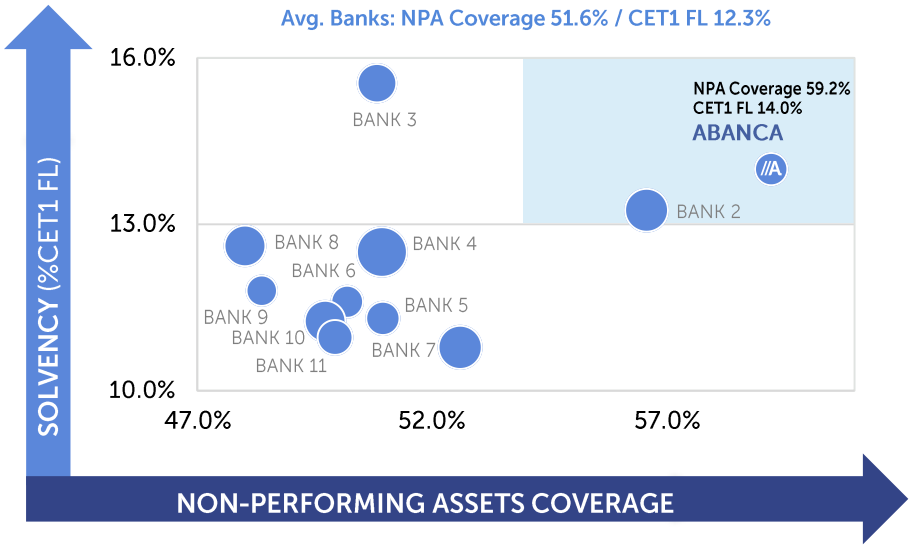
...with a strong performance since 2015 that has allowed ABANCA to steadily improve its ratings along this period...

...implementing a tailored and **disciplined risk management** culture and a detailed RAF, leading to a well diversified retail portfolio under an overall medium-low risk appetite...

... and with a **strong corporate governance** with a Board of Directors formed by professionals with broad experience in the Financial Sector and with a majority of independent members.

Source: ABANCA Group information. Unless otherwise stated, data refers to 1Q19 from ABANCA Group. Companies 1Q19 Financial Reports. Benchmark considers Santander (Spain), BBVA (Spain), CaixaBank, Bankia, Sabadell, Bankinter, Unicaja, Liberbank, Ibercaja and Kutxabank (4Q18).

Spanish banks NPA coverage / solvency benchmarking



Note: Bubble size represents Non-performing assets (net) / Total assets

ABANCA Group's Key Metrics (1Q19)

Total assets	CET1 FL	RoE	Asset quality	Retail LTD
#10 in Spain	*#2 in Spain*		*#5 and #1 in Spain- NPA ratio and coverage*	
€50.1bn	14.0%	13.5%	6.0% / 59.2%	91.0%
			NPA ratio / NPA Coverage	

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Solid track record of strengthening financial profile

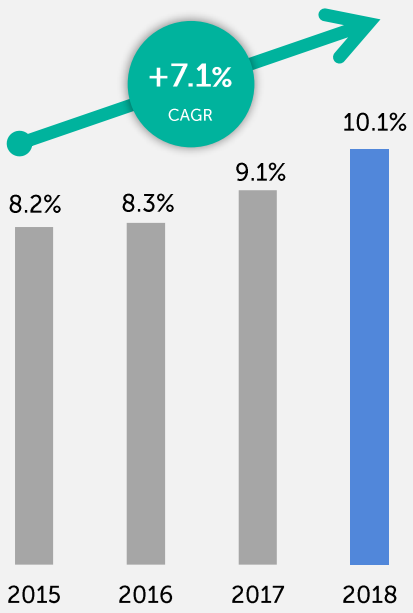
Profitability has consolidated

... Delivering a healthy growth profile

... With a significant improvement in asset quality

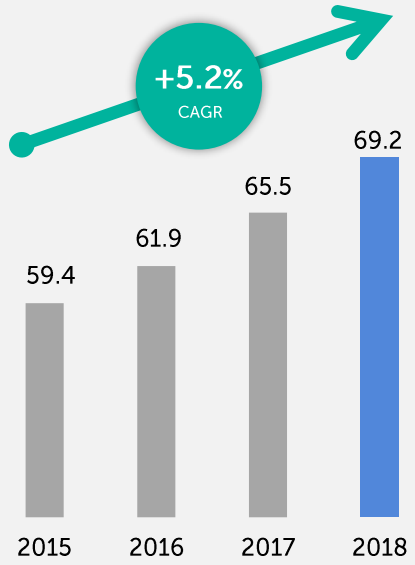
Profitability

RoE(1)



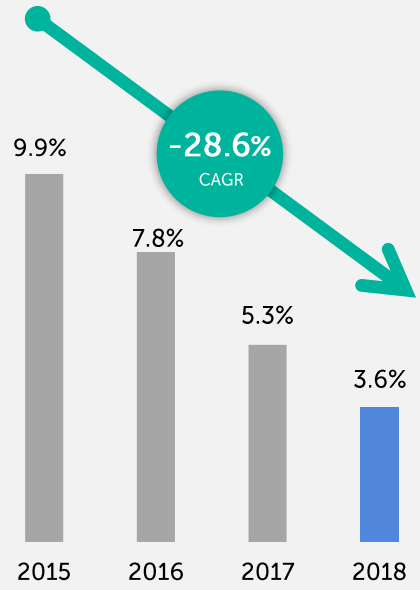
Growth

Retail business volume (€bn)



Credit quality

NPL ratio



Source: ABANCA Group information. Unless otherwise stated, data refers to 1Q19 from ABANCA Group. Notes: (1) Annualized figures for 1Q19

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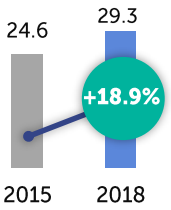
Business model oriented to comercial dinamism and profitability

> Strong fundamentals and levers supporting an RoE above 8% during last years...

Growing portfolio

Performing credit portfolio

€bn

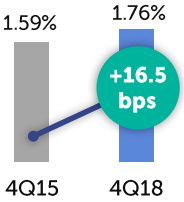


- ✓Supportive macro fundamentals
- ✓Strong commercial dynamics, with a clear focus on SMEs while focusing on high quality credit origination

Improving customer spread

Customer spread

%

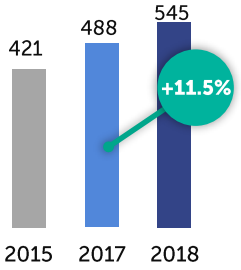


- ✓Credit growth has enabled to maintain income level despite Euribor fall
- ✓Reduction in the cost of funding along with an increase in credit volume

Sustainable revenue growth

Net interest income

€m

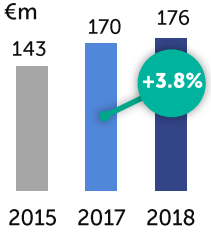


- ✓Sustainable recurrent net interest income expansion driven by retail activity (9.8% ex. one-offs)(1)
- ✓Also positively impacted by expensive legacy covered bonds maturities

Significant commissions level

Net fees and commissions

€m

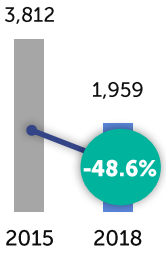


- ✓Strong growth coming from value added products (+7.4% ex. one-offs(2))
- ✓Going forward significant potential income expansion from business acquisition in Portugal and Spain

Prudent risk management

NPAs reduction

€m

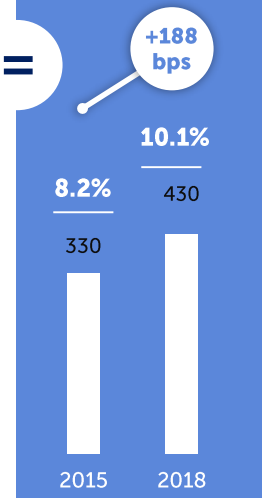


- ✓Clear focus on risk management, with clear path to NPAs reduction
- ✓Significant cost of risk reduction

Earnings resilience and RoE above 8%

RoE and Net profit

€m



Degree of compliance beating the expected path...

Commercial Dynamics Retail Business Volume (€bn)	Risk Management NPL ratio(3)	Profitability (RoE)	Solvency position CET1 Phased In
Target 2018 >€69bn ✓	Target 2018 3.6% ✓	Target 2018 9-10% ✓	Target 2018 ~14% ✓
Dec 2018 €69.2bn	Dec 2018 3.6%	Dec 2018 10.1%	Dec 2018 14.9%(4)

Source: ABANCA Group information. Unless otherwise stated, data refers to 4Q18 from ABANCA Group. Notes: (1) Excluding one-off transactions (€8.2m). (2) Isolating the one-off impact of the CLH stake sale in 1H17. (3) According to IFRS9, which application implies the SAREB bond is no longer included in the denominator of the ratio. (4) Phase-In ratio. 4Q18 CET1 Fully Loaded 14.0%.

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ABANCA, a growing company

> After the acquisition of Banco Caixa Geral, ABANCA will become the 7th Spanish Financial Institution by shareholders equity and by total assets

A combination of organic and inorganic growth...

Business volume growth

Credit volume (€bn)(1)



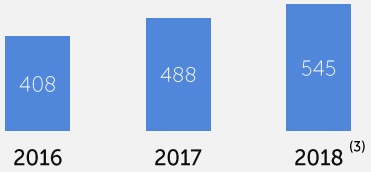
AuM growth

AuM (€bn)



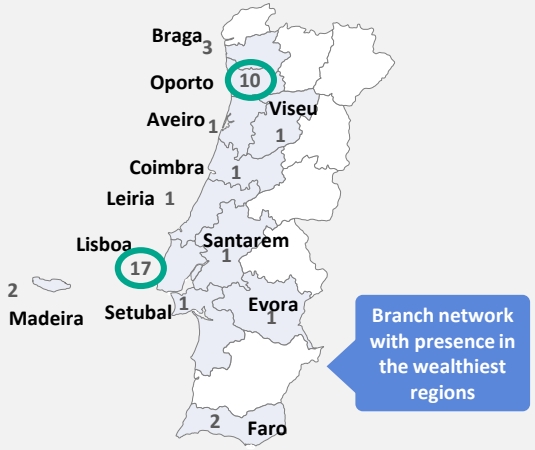
Profitability

Net interest income (€m)



DB retail business in Portugal Footprint (March 27, 2018)

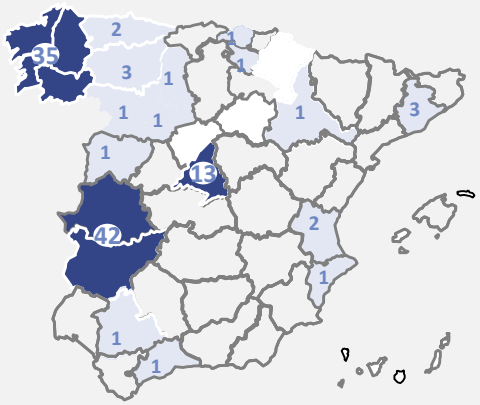
Business volume(2)	+€6,500m
AuM(2)	+€3,100m
Loan portfolio(2)	+€2,400m



- Natural choice for geographical expansion given the existing border links
- Growing private and personal clients positively contributing to fees potential
- Reinforce DB's business generation capacity with corporates leveraging on ABANCA's know how

Banco Caixa Geral (November 22, 2018)

Business volume(2)	+€7,000m
AuM(2)	+€389m
Loan portfolio(2)	+€3,446m



- Complements ABANCA's model and strategy, extending commercial network in new provinces (mainly in Castilla León) and reinforcing presence in Extremadura and Galicia
- Generates significant value through badwill and synergies

Source: ABANCA Group information. Unless otherwise stated, data refers to 4Q18 from ABANCA Group. Notes: (1) Performing credit portfolio. (2) Information as of December 2017. (3) €536m ex. one-offs transactions (€8.2m)

ABANCA has become an Iberian player with selective presence

> Reference retail and SMEs banking group, with dominant positions in the Northwest of Spain (i.e. 41.2% deposits market share in Galicia, excluding BCG)

> Development and promotion of alternative channels

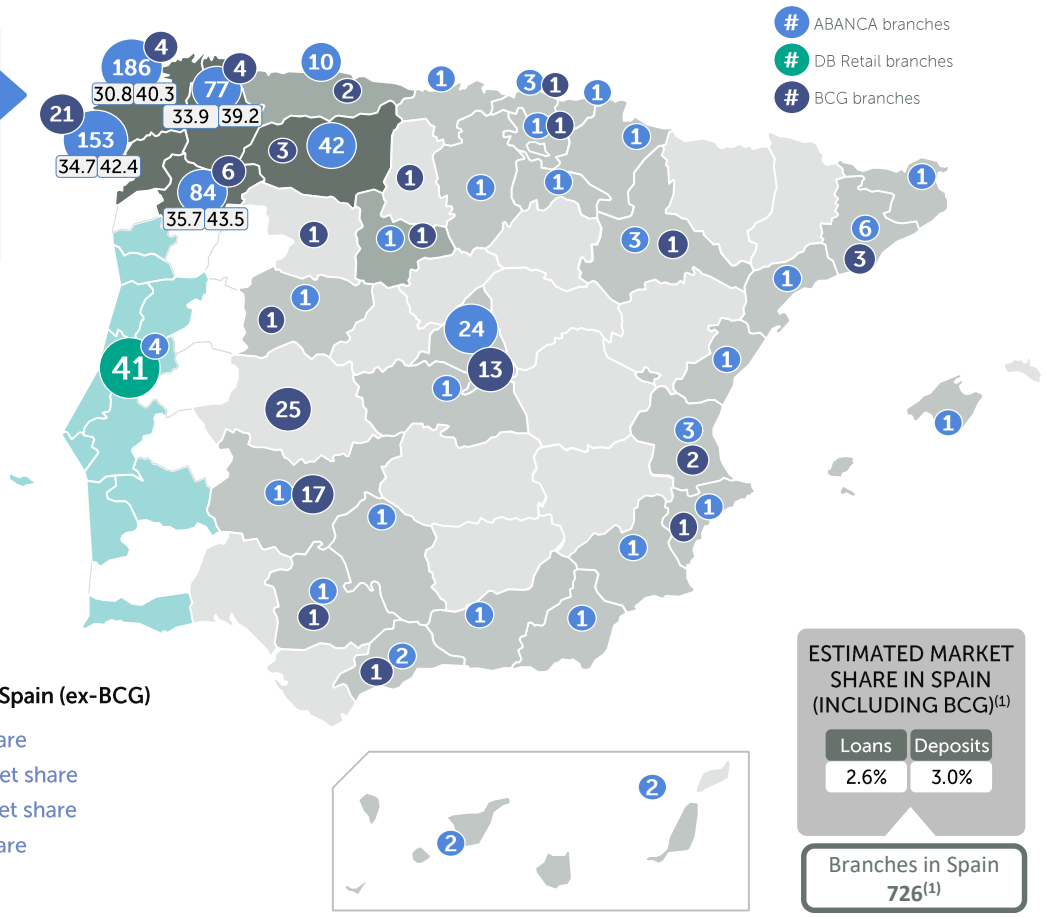
ABANCA MARKET SHARE IN GALICIA (ex BCG)

Loans	Deposits
32.8%	41.2%

41 DB Retail Business in Portugal (with a 0.9% market share)

110 BCG in Spain (with a 0.3% market share for loans and for deposits)

Pending regulatory approvals



ABANCA's Market share in Spain (ex-BCG)

- > 7.0% loan market share
- 2.0% - 7.0% loan market share
- 0.1% - 2.0% loan market share
- < 0.1% loan market share

ESTIMATED MARKET SHARE IN SPAIN (INCLUDING BCG)(1)

Loans	Deposits
2.6%	3.0%

Branches in Spain **726(1)**

Strong position in ABANCA's core regions: A Coruña, Lugo, Pontevedra and Ourense, with a deposits market share at around or above 40%. Also large presence in León and Asturias

Expanded operations through acquisition of DB Retail Business in Portugal and Banco Caixa Geral

ABANCA has a dense capillary branch network in Galicia, and is deploying multichannel capabilities which multiply reach and effectiveness of its branch network and increase proximity to clients

With a multi-channel strategy in place...

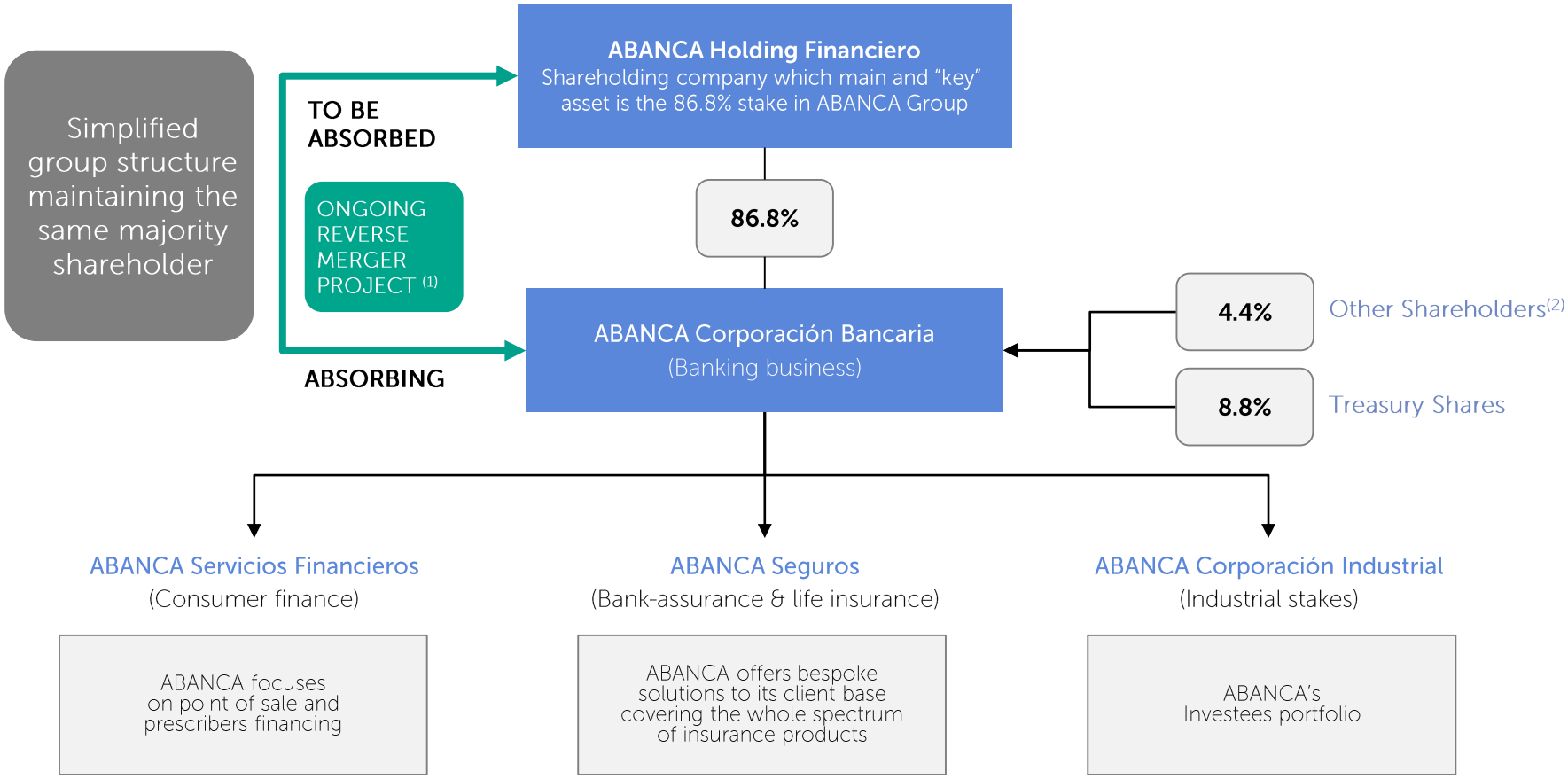


Source: ABANCA internal Group information (branches per province in Spain, as of March 2019) and Statement FI 132.E of the Bank of Spain (commercial market shares in Spain, as of December 2018). Portuguese Banking Association (branches and commercial market shares in Portugal, as of June 2018). Notes: (1) includes branches and market share for BCG as of latest information available.

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Group structure

> Juan Carlos Escotet as controlling shareholder acquired ABANCA's seeds in 2014, NCG Banco, a clean bank that had already been restructured by the FROB



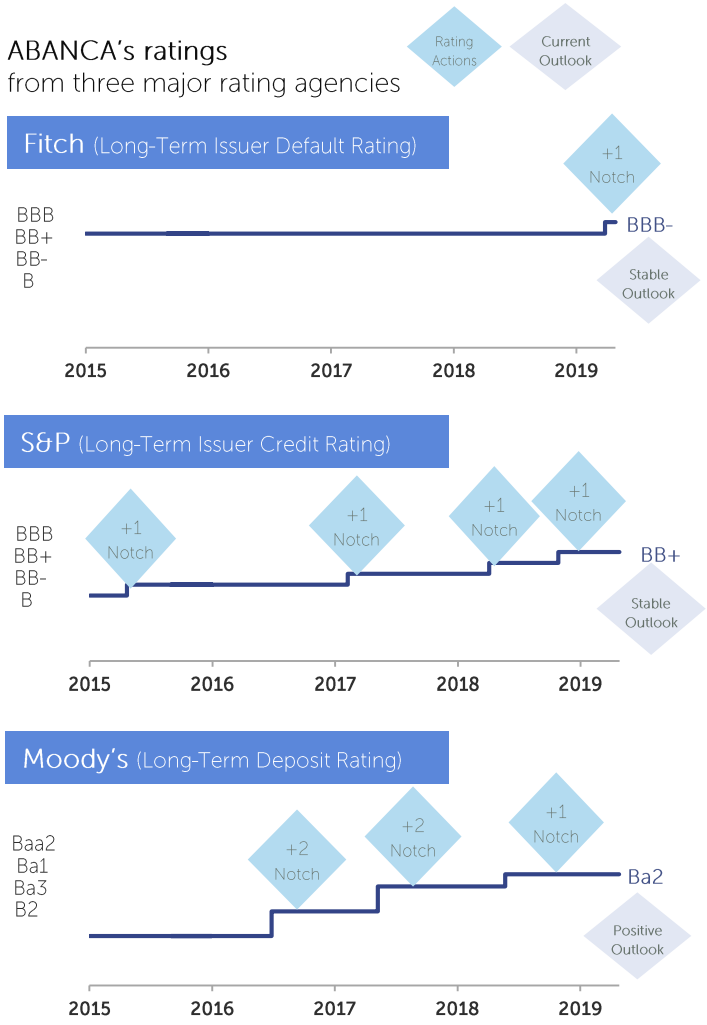
Source: ABANCA Group information. Unless otherwise stated, data refers to 1Q19 from ABANCA Group. Notes: (1) On April 29th, 2019, both Board of Directors of ABANCA Corporación Bancaria, S.A. ("ABANCA") and ABANCA Holding Financiero ("AH"), S.A. approved a joint project regarding the takeover merge between ABANCA (as absorbing Company) and AH (as absorbed Company). (2) Includes 1.3% stake from Clearstream Banking, S.A. and 3.1% stake corresponding to other minorities.

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Recent rating upgrades underline improvement in performance metrics

ABANCA's rating evolution

ABANCA's ratings
from three major rating agencies



Source: Moody's, S&P, Fitch and DBRS. Unless otherwise stated, data refers to the ABANCA's rating on the date of publication of this presentation.

Strong rating fundamentals

- Recent rating upgrades have been underpinned by:
  - ABANCA's strong capital position, improving profitability and low and decreasing NPAs
  - Improving credit profile of Spain
- Fitch and DBRS have investment grade rating on ABANCA
- Moody's and DBRS have positive rating outlook on ABANCA
- The high level of over-collateralisation gives support to the rating of ABANCA´s covered bonds

	Fitch	S&P	Moody's	DBRS
	Stable	Stable	Positive	Positive
ABANCA ratings	AA	AA Covered	Aa2 Covered	AA
	AA-	AA-	Aa3	AA (L)
	A+	A+	A1	A (H) Covered
	A Covered	A	A2	A
	A-	A-	A3	A (L)
	BBB+	BBB+	Baa1	BBB (H)
	BBB	BBB	Baa2	BBB
	BBB- Senior	BBB-	Baa3	BBB (L) Senior
	BB+	BB+ Senior	Ba1	BB (H)
	BB	BB	Ba2 Deposit	BB
	BB-	BB-	Ba3	BB (L)
	B+	B+	B1	B (H)
	B	B	B2	B
	B-	B-	B3	B (L)
	CCC+	CCC+	Caa1	CCC, CC, C (H)
	CCC	CCC	Caa2	CCC, CC, C
	CCC-	CCC-	Caa3	CCC, CC, C (L)

Note: Range of ratings shown above does not represent full ratings scale of the rating agencies.

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Profitable business model

By March 2019 net profit reached €156m with a 13.5% profitability

PROFITABILITY

156
€m
NET PROFIT

+7.1%
GROSS MARGIN

13.5%
RoE(1)

ASSET QUALITY

6.0%
NPA RATIO

-22.8%
NPA VOLUME YEAR ON YEAR DECREASE

59.2%
NPA COVERAGE RATIO

SOLVENCY AND LIQUIDITY

14.0%
CET 1 RATIO FULLY LOADED

127% / 235%
NSFR/ LCR

91.0%
RETAIL LTD

COMMERCIAL DYNAMISM

+6.5%
RETAIL BUSINESS VOLUME

+3.4%
ASSETS UNDER MANAGEMENT

+14.4%
GENERAL INSURANCE PREMIUMS

Source: ABANCA Group information. Unless otherwise stated, data refers to 1Q19 from ABANCA Group. Notes: (1) Annualized figures for 1Q19.

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1Q19 Net profit got up to 156 million euros based on recurrent margin soundness

(€m)	Dec-18	Dec-17	Var Dec 18/ Dec-17	Mar-19
NET INTEREST INCOME	544.7	488.5	**11.5%**	**132.4**
Net fees and commissions	176.2	169.8	**3.8%**	**46.1**
NET BANKING INCOME	720.9	658.3	**9.5%**	**178.5**
Results from entities through equity method	9.8	7.4	**31.8%**	**-3.7**
Dividend income	12.0	10.7	**11.7%**	**4.3**
Gains or losses on financial assets and liabilities (net)	288.9	202.2	**42.9%**	**91.9**
Others (net)	19.0	-67.4	**-**	**13.5**
GROSS MARGIN	1,050.6	811.2	**29.5%**	**284.4**
Operating expenditure	593.3	558.6	**6.2%**	**148.0**
Credit and other provisions	38.3	-53.9	**-**	**-7.2**
Normalised loan provisions	57.2	63.8	**-10.3%**	**6.5**
Other gains / losses	45.1	61.7	**-27.0%**	**20.8**
PROFIT BEFORE TAXES	464.0	368.2	**26.0%**	**164.5**
NET PROFIT	430.4	367.1	**17.3%**	**156.2**

Net interest income grew boosted by the improvement in the commercial margin

Basic margin grew **4.8%**, strengthening the capability of generation of recurring revenues of the entity

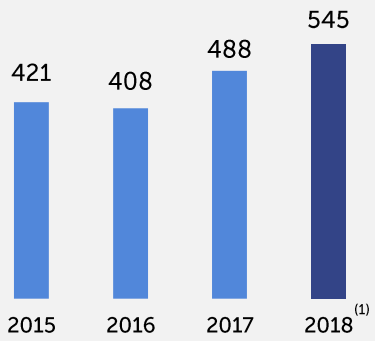
Gross margin improved **7.1%**, with a growing contribution to both the net interest income and fees

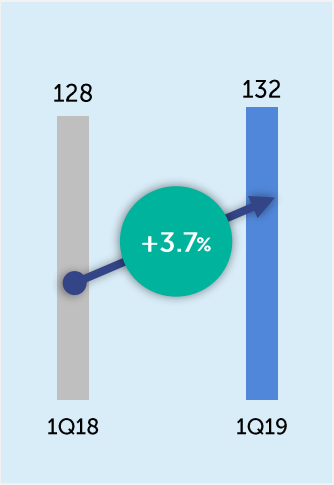
Business Profitability (RoE[(1)]) reached 13.5%

Source: ABANCA Group information. Unless otherwise stated, data refers to 1Q19 from ABANCA Group. Notes: (1) Annualized figures for 1Q19.

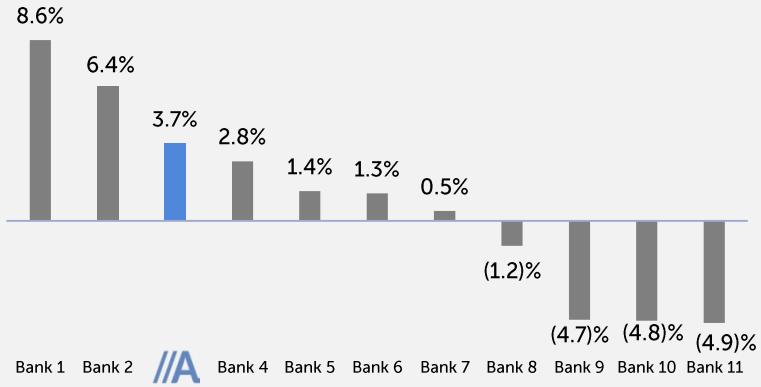
Consistent improvement in NII driven by retail client activity

Net interest income (€m)

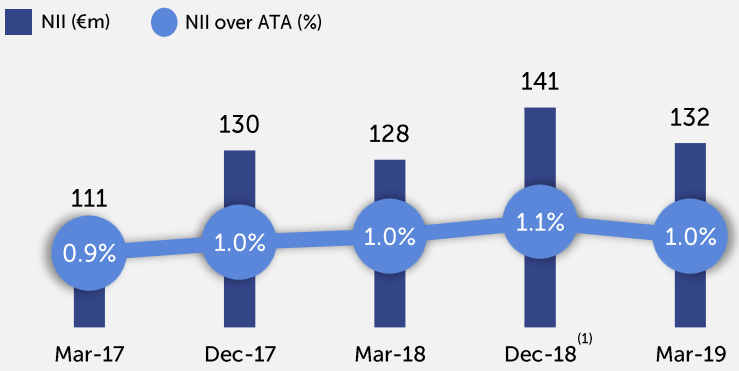




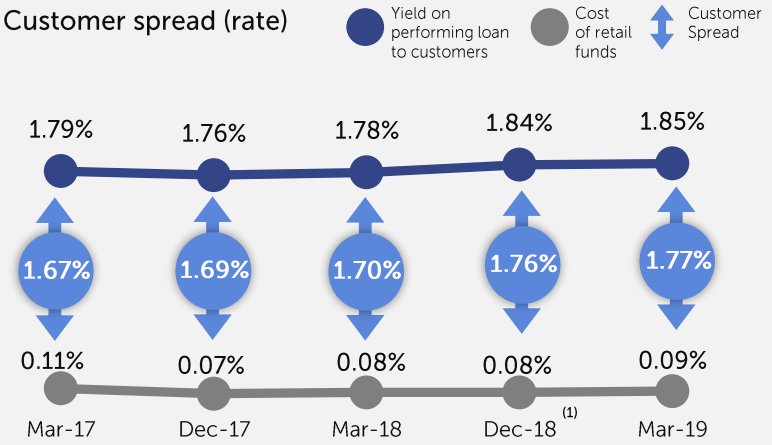
Net interest income YoY change (1Q18-1Q19)



Net interest income quarterly evolution (€m)



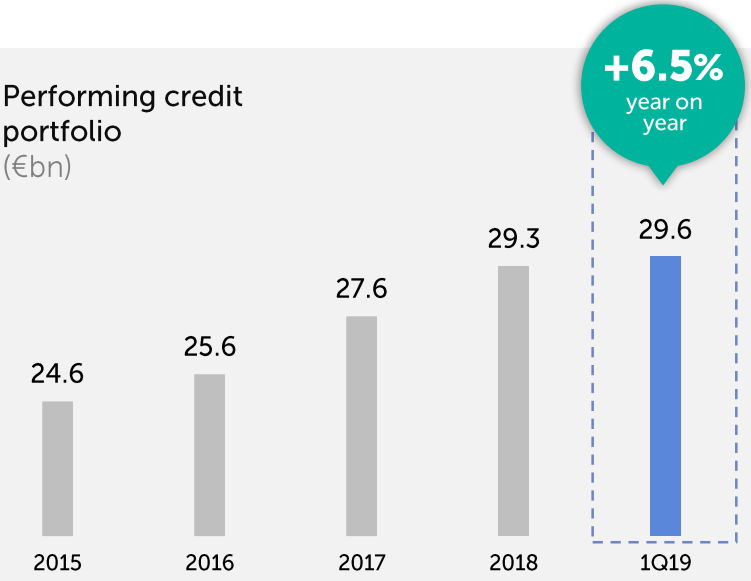
Customer spread (rate)



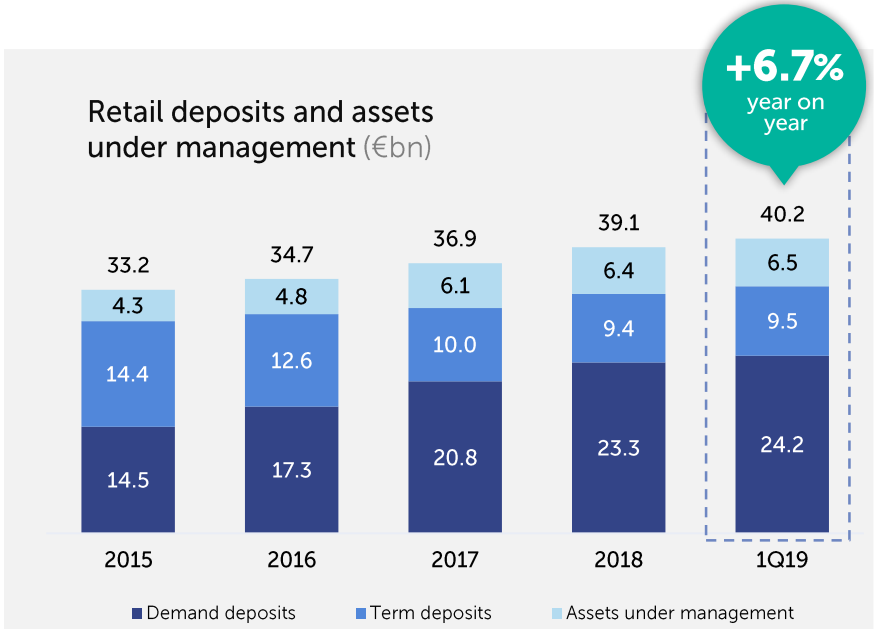
Source: ABANCA Group information. Unless otherwise stated, data refers to 1Q19 from ABANCA Group. Companies 1Q19 Financial Reports. Benchmark considers Santander (Spain), BBVA (Spain), CaixaBank, Bankia, Sabadell, Bankinter, Unicaja, Liberbank, Ibercaja and Kutxabank (4Q18). Notes: (1) €536m ex. one-offs transactions (€8.2m).

Strong commercial dynamics that have supported growth in net banking income

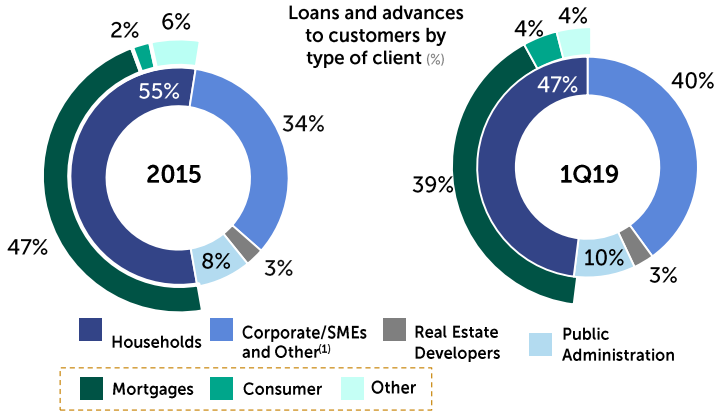
Performing credit portfolio (€bn)



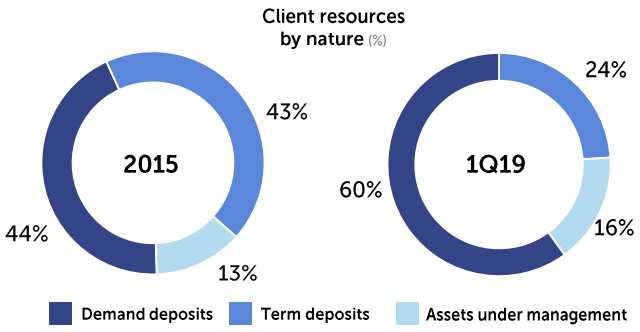
Retail deposits and assets under management (€bn)



Loans and advances to customers by type of client (%)



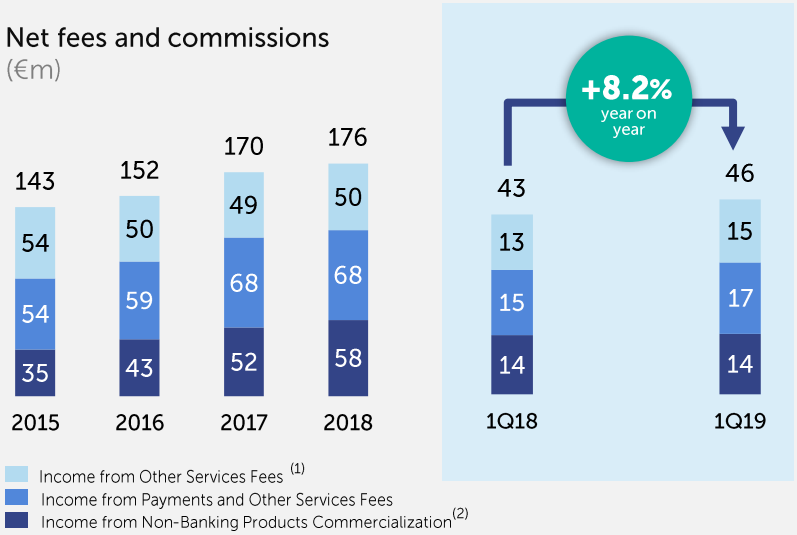
Client resources by nature (%)



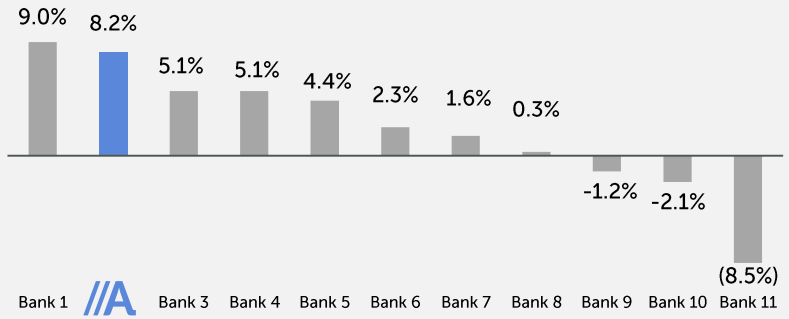
Source: ABANCA Group information. Unless otherwise stated, data refers to 1Q19 from ABANCA Group. Notes: (1) Other includes: Other Financial Entities. (2) New consumer credit production includes new production of ABANCA Servicios Financieros, S.A.

Fees reflect focus on asset gathering and insurance business

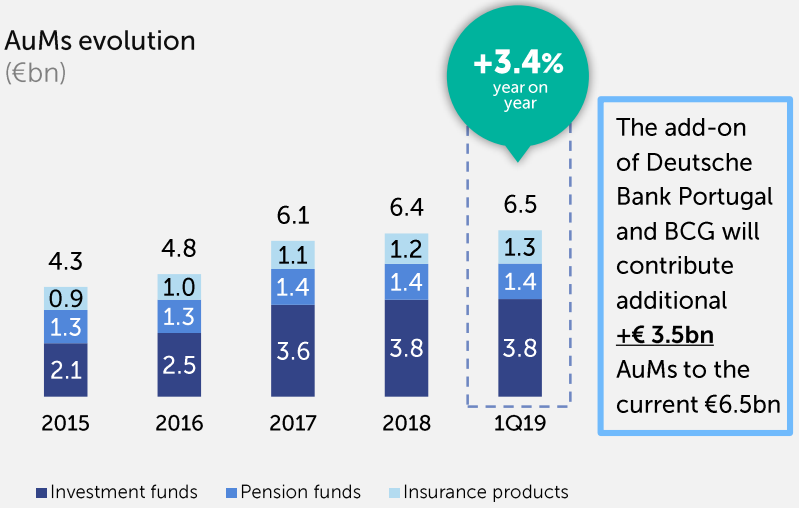
Net fees and commissions (€m)



Banks net fees and commissions YoY change (1Q18-1Q19)

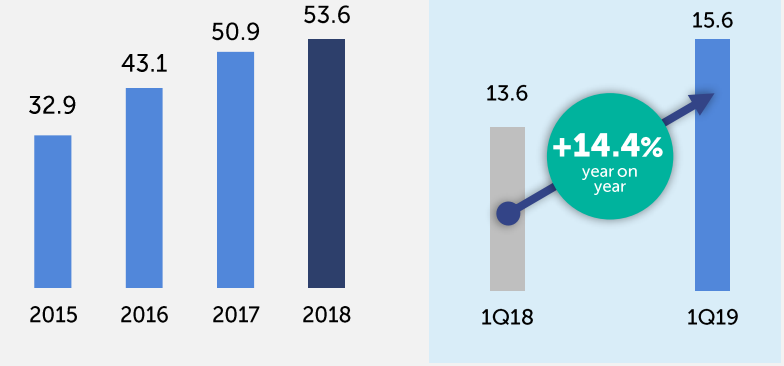


AuMs evolution (€bn)



The add-on of Deutsche Bank Portugal and BCG will contribute additional **+€ 3.5bn** AuMs to the current €6.5bn

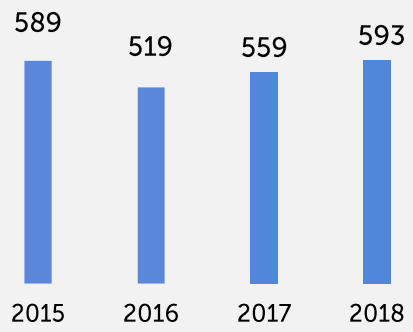
New insurance premiums production (€m)

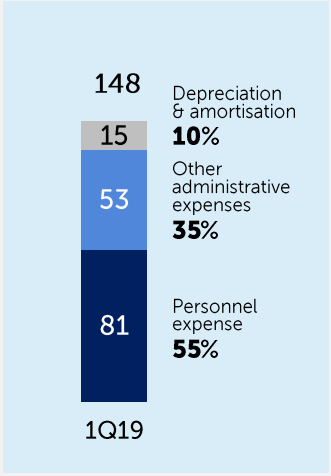


Source: ABANCA Group information. Unless otherwise stated, data refers to 1Q19 from ABANCA Group. Companies 1Q19 Financial Reports. Benchmark considers Santander (Spain), BBVA (Spain), CaixaBank, Bankia, Sabadell, Bankinter, Unicaja, Liberbank, Ibercaja and Kutxabank (4Q18). Notes: (1) Mainly includes commissions related to credit portfolio and contingent risks, as well as underwriting and recovery claims commissions. (2) Includes investment funds, pension funds and insurance products.

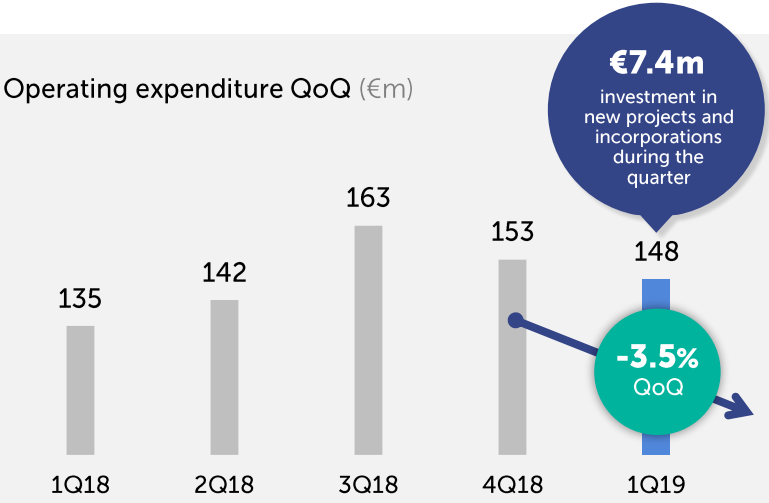
Positive jaws with revenues growing faster than costs

Operating expenditure (€m)

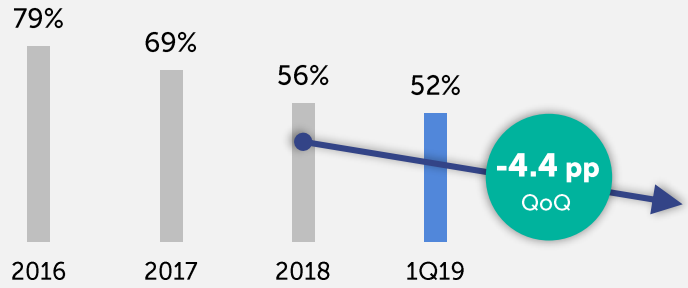




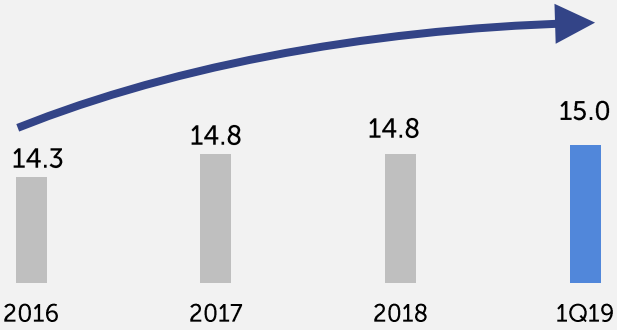
Operating expenditure QoQ (€m)



Cost to income ratio (%)



Retail business volume per employee [1] (€m)



Positive jaws

Significant increase in productivity per employee

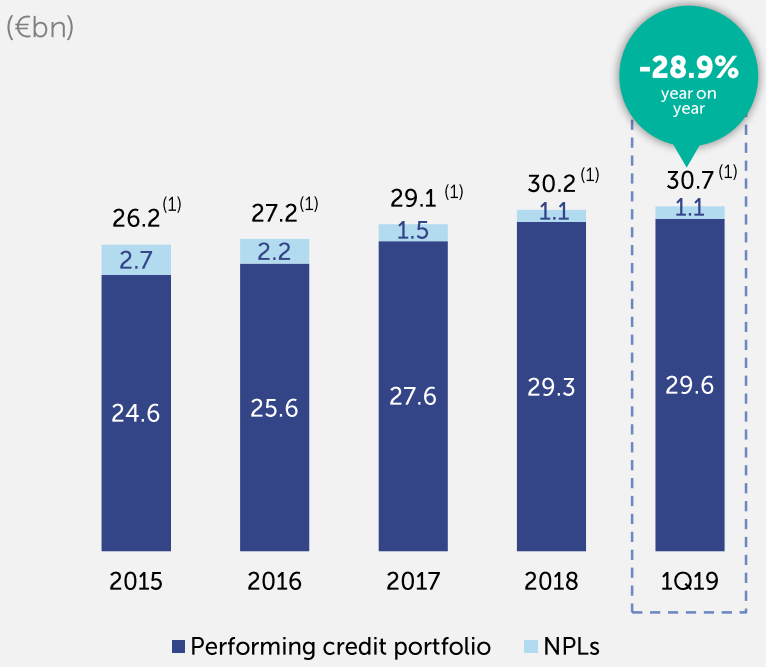
Source: ABANCA Group information. Unless otherwise stated, data refers to 1Q19 from ABANCA Group.
Notes: (1) The denominator of the ratio (employees of the Issuer) includes temporary employees.

The improvement in asset quality leads to a reduction in cost of risk

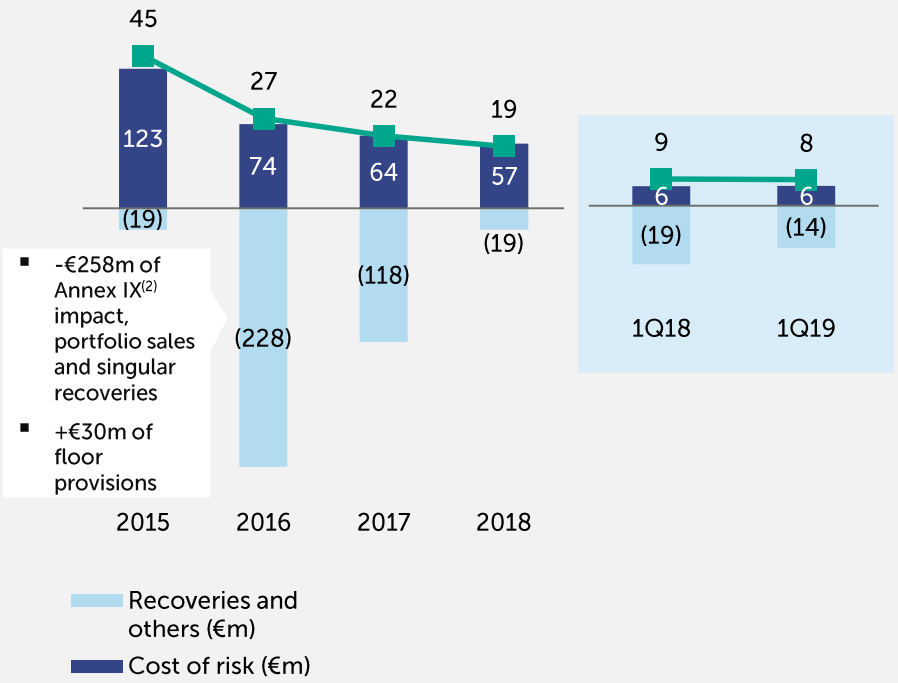
> Significant reduction in credit impairments...

> ... due to the improvement in risk profile driven by NPL reduction

Loans and advances to customers evolution (€bn)



Evolution of cost of risk (bps)



Source: ABANCA Group information. Unless otherwise stated, data refers to 1Q19 from ABANCA Group. Notes: (1) Includes Repurchase agreements, Valuation adjustments and amounts from extraordinary activities (-€1.1bn in 2015, -€0.6bn in 2016, €0.0bn in 2017, -€0.2bn in 2018 and €0.0bn in 1Q19). (2) Bank of Spain (BdE) published in May 2016 the Circular 4/2016 which aims to update the Circular 4/2004, mainly its Annex IX, adapting it to the recent banking and accounting regulatory developments (e.g. international accounting standards approved by the IASB, such as IAS 39 and IFRS 9; BCBS' Guidelines on credit risk management and their coverage; Implementing Regulation of the Commission concerning reporting with supervisory purposes; etc).

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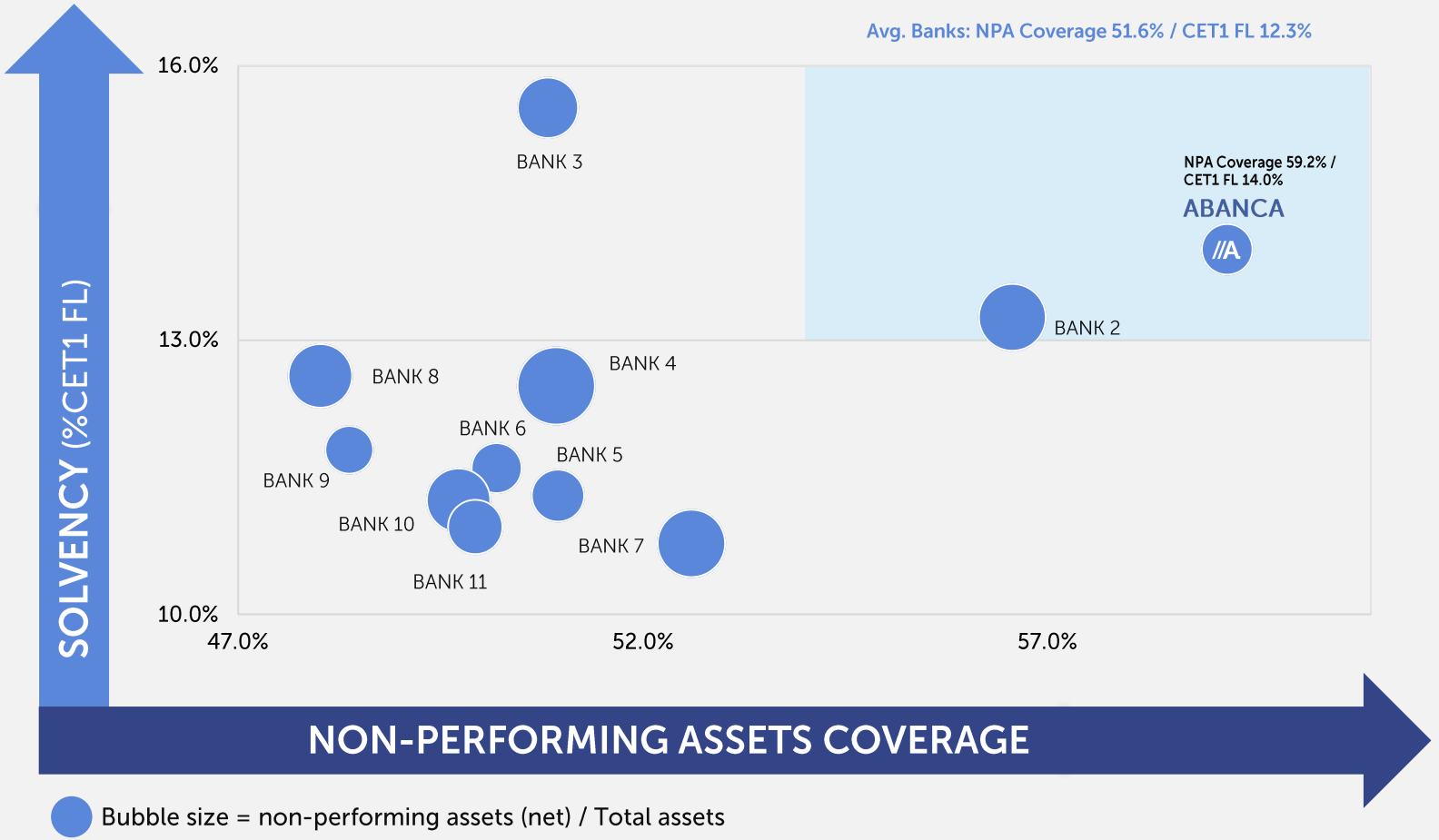
4. **…and a very healthy capital position**

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   2. Other information



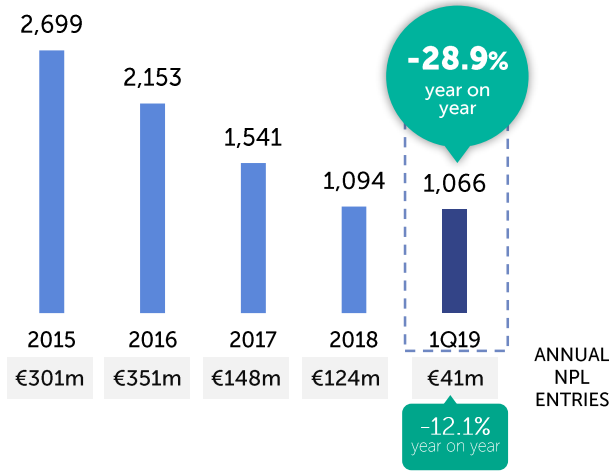
Comfortable common equity position with a sound NPA coverage level



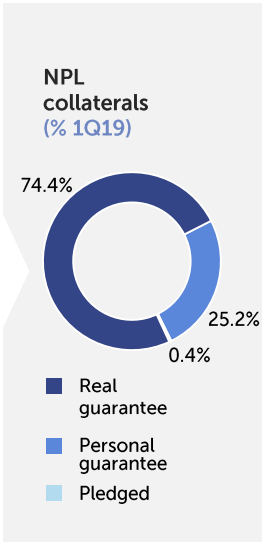
Source: ABANCA Group information. Unless otherwise stated, data refers to 1Q19 from ABANCA Group. Companies 1Q19 Financial Reports. Benchmark considers Santander (Spain), BBVA (Spain), CaixaBank, Bankia, Sabadell, Bankinter, Unicaja, Liberbank, Ibercaja and Kutxabank (4Q18).

NPL reduction widens the gap with the sector in terms of asset quality

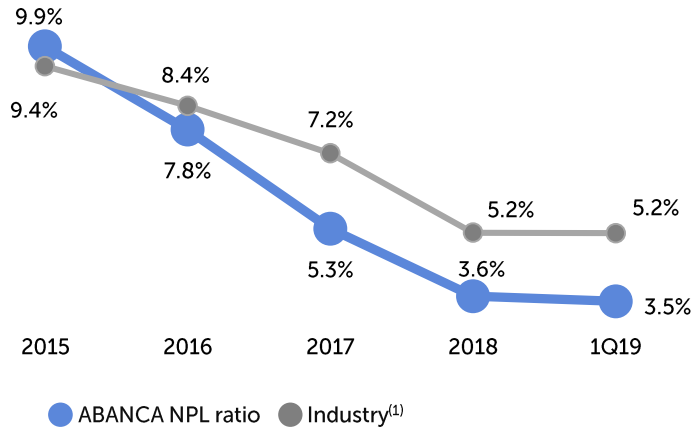
Non-performing loans (€m)



NPL collaterals (% 1Q19)

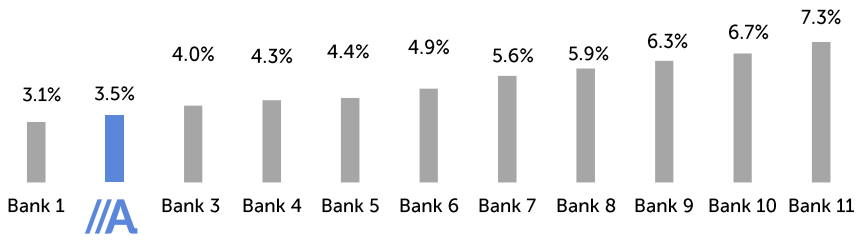


NPL ratio performance (%)

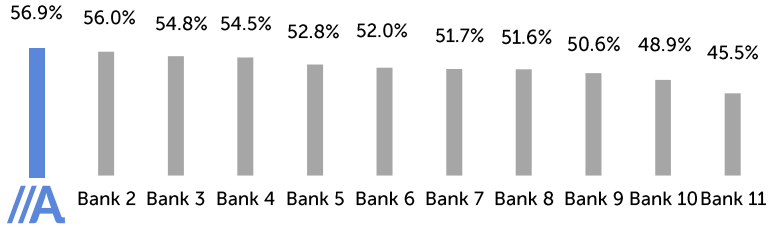


21 consecutive quarters decreasing NPL volumes

Banks NPL ratio benchmarking (%)



Banks NPL coverage benchmarking (%)

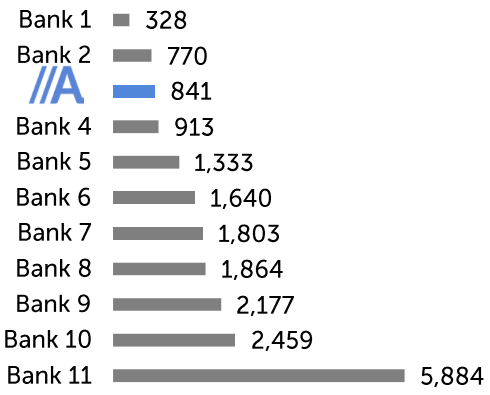


Source: ABANCA Group information. Unless otherwise stated, data refers to 1Q19 from ABANCA Group. Companies 1Q19 Financial Reports. Benchmark considers Santander (Spain), BBVA (Spain), CaixaBank, Bankia, Sabadell, Bankinter, Unicaja, Liberbank, Ibercaja and Kutxabank (4Q18). Notes: (1) 1Q19 estimated according to data from Banco de España as of Feb-19.

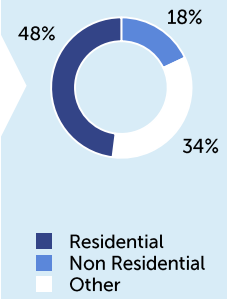
//ABANCA

Limited weighting of foreclosed assets whilst maintaining great coverage levels

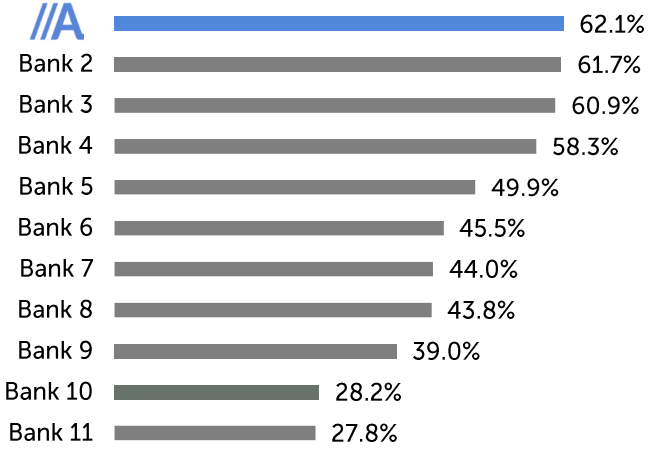
Foreclosed assets (gross) (€m)



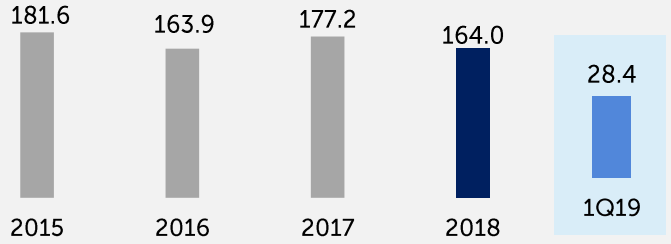
Foreclosed Assets Breakdown (% 1Q19)[1]



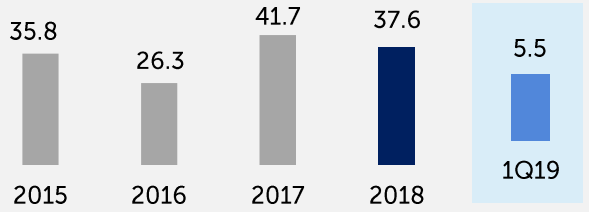
Coverage of foreclosed assets (%)



Foreclosed assets sold – volume[1] (€m)



Sales of foreclosed assets – profit[2] (€m)

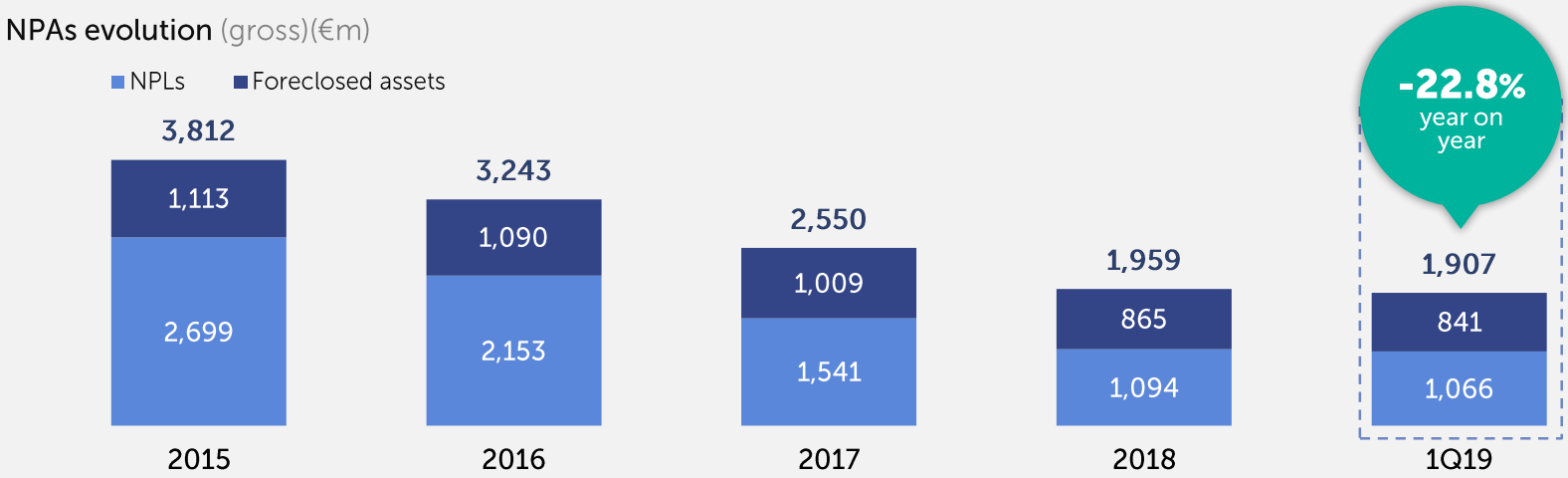


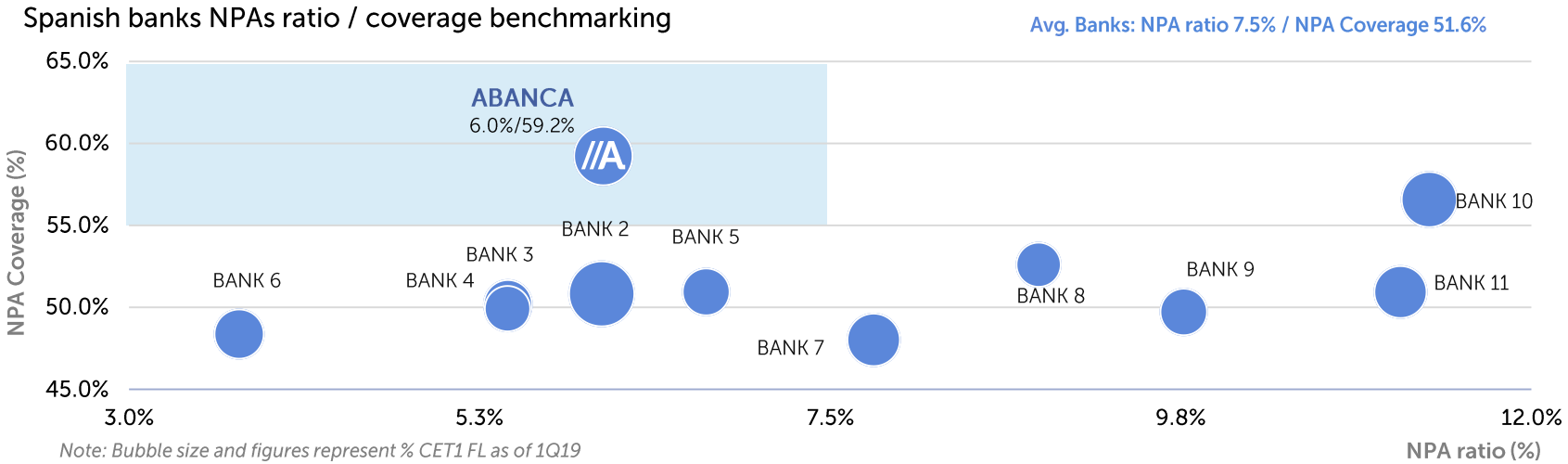
All sales done through retail channel (no wholesale portfolio sales)

Source: ABANCA Group information. Unless otherwise stated, data refers to 1Q19 from ABANCA Group. Companies 1Q19 Financial Reports. Benchmark considers Santander (Spain), BBVA (Spain), CaixaBank, Bankia, Sabadell, Bankinter, Unicaja, Liberbank, Ibercaja and Kutxabank (4Q18). Notes: (1) Gross book value. (2) Sales price minus commercialization costs minus Net Book Value.

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Strong NPA reduction strategy whilst maintaining best in-class coverage levels

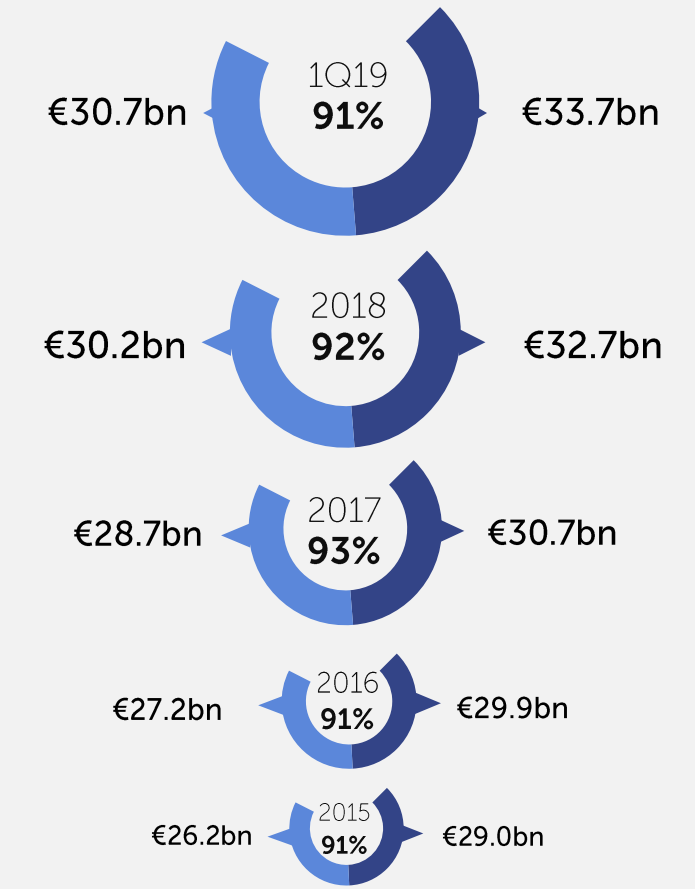




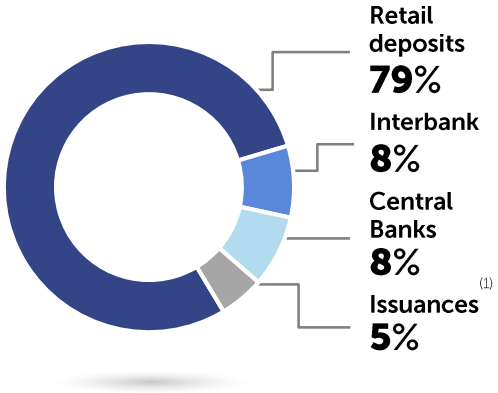
Source: ABANCA Group information. Unless otherwise stated, data refers to 1Q19 from ABANCA Group. Companies 1Q19 Financial Reports. Benchmark considers Santander (Spain), BBVA (Spain), CaixaBank, Bankia, Sabadell, Bankinter, Unicaja, Liberbank, Ibercaja and Kutxabank (4Q18).

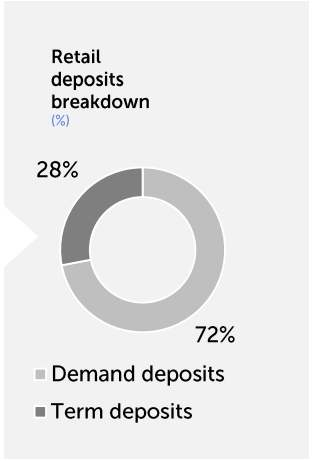
Comfortable position in terms of liquidity

Retail loan to deposits ratio (%)

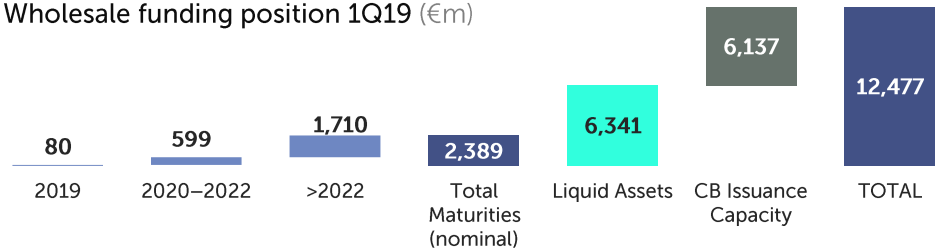


Financing structure 1Q19 (%)





Wholesale funding position 1Q19 (€m)



127%
NSFR
NET STABLE FUNDING RATIO
Complying with Basel III

235%
LCR
LIQUIDITY COVERAGE RATIO
Complying with Basel III

2.7x
Liquid assets / issued maturities

Source: ABANCA Group information. Unless otherwise stated, data refers to 1Q19 from ABANCA Group. Notes: (1) Includes AT1 classified as *Equity instruments issued other than capital*

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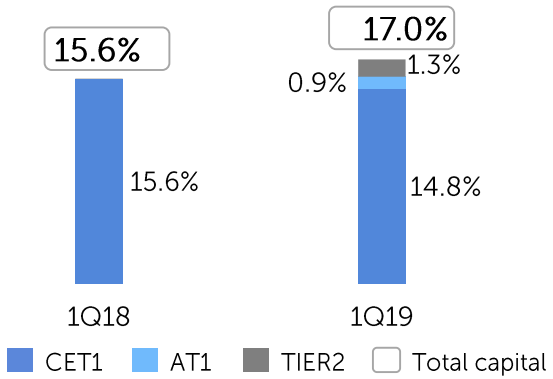
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Healthy capital position

One of the soundest solvency position in the sector

Capitalization structure (Phase-in)



TOTAL CAPITAL

17.0% PHASE IN	16.2% FULLY LOADED

CET1

14.8% PHASE IN	14.0% FULLY LOADED

MREL REQUIREMENT

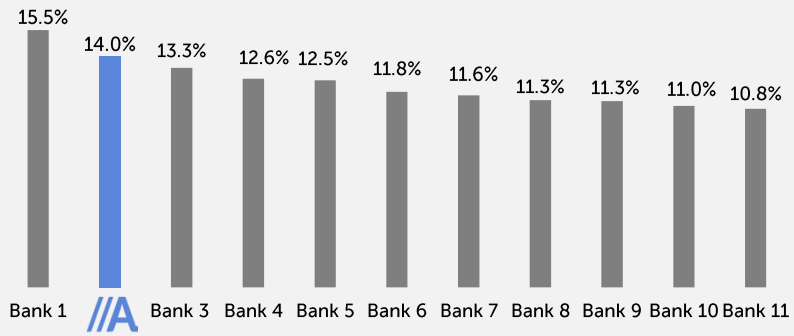
10.55% over TLOF

20.06% over RWA

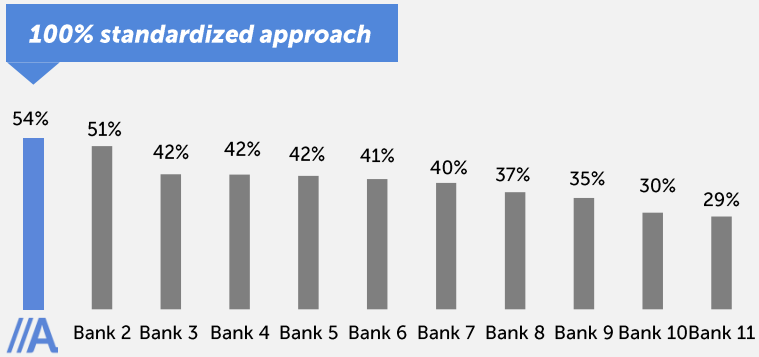
Besides organic capital generation ABANCA maintains different levers to continue improving its capital

MREL decision aligned with the level of issuances that has been incorporated to the Strategic Plan

Spanish banks fully loaded CET1 benchmarking (%)



Spanish banks density of RWAs benchmarking (%)



Note: Calculated as RWA over Total Assets. For Banks with international exposures considers only domestic Business.

Source: ABANCA Group information. Unless otherwise stated, data refers to 1Q19 from ABANCA Group. Companies 1Q19 Financial Reports. Benchmark considers Santander (Spain), BBVA (Spain), CaixaBank, Bankia, Sabadell, Bankinter, Unicaja, Liberbank, Ibercaja and Kutxabank (4Q18).

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Mortgage Portfolio Overview

Mortgage Portfolio Overview	
Total mortgage cover pool (€m)	14,984.3
Substitution assets	0
Outstanding covered bonds (€m)	1,783.4
Total OC	740.2%
Number of loans	181,069
Number of debtors	302,138
Average loan size (€k)	82.8
Weighted Average LTV (%)	60.6%
Weighted Average Seasoning (months)	94.1
Weighted Average Maturity (years)	18.0
Weighted Average Rate (%)	1.5%
Arrears >90 days (%)	5.5%
Floating rate loans (%)	94.7%
Loans in Euros (%)	98.0%

Residential	
Total amount (€m)	11,449.4
Number of loans	168,284
Number of borrowers	284,434
Average loan balance (€k)	68.0
Interest only loans	0.3%
Weighted Average LTV(%)	57.8%
Weighted Average Maturity (years)	20.2
Weighted Average Rate (%)	1.1%
Floating Rate loans (%)	97.7%
Arrears >90 days (%)	2.9%
10 largest exposures (%)	0.2%

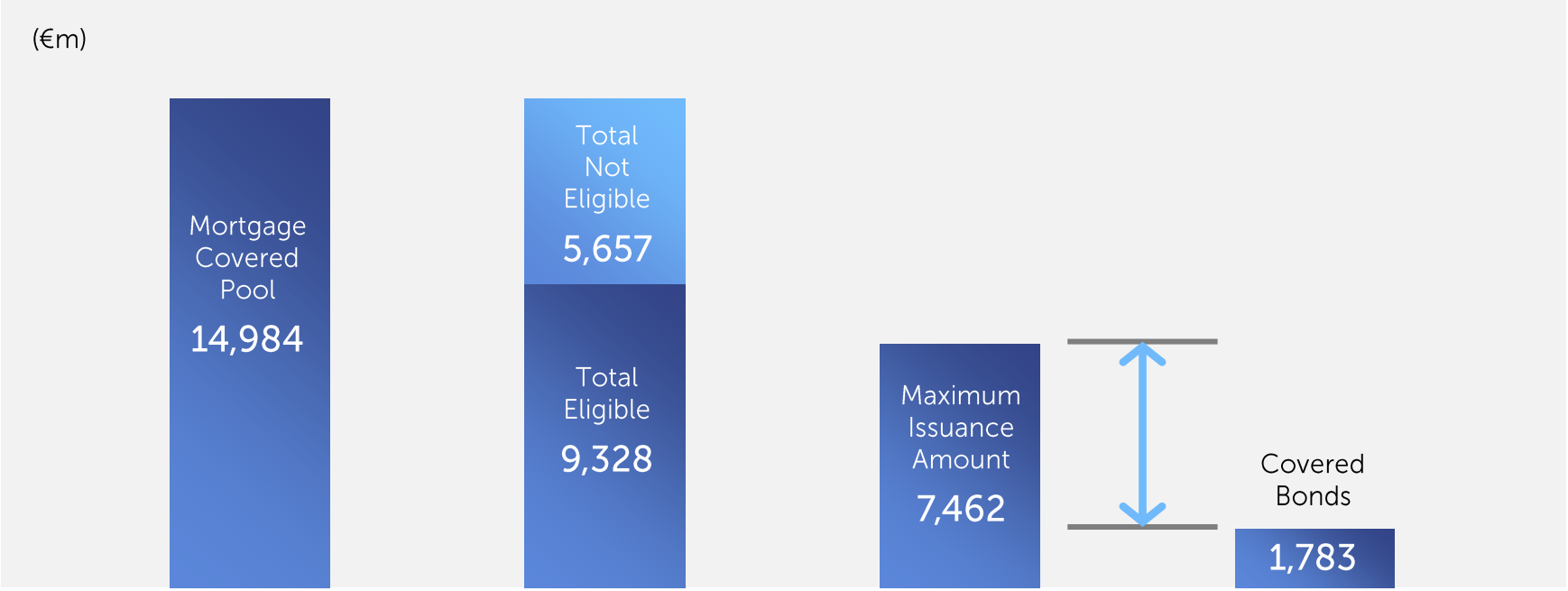
Commercial	
Total amount (€m)	3,534.9
Number of loans	12,785
Number of borrowers	17,704
Average loan balance (€k)	276.5
Interest only loans	19.8%
Weighted Average LTV (%)	69.6%
Weighted Average Maturity (years)	11.0
Weighted Average Rate (%)	2.8%
Floating Rate loans (%)	85.3%
Arrears >90 days (%)	14.0%
10 largest exposures (%)	7.3%

ABANCA Group information. Unless otherwise stated, data refers to 1Q19 from ABANCA Group

Outstanding Covered Bonds

ISIN	Issue Date	Maturity Date	Ccy	Nominal outstanding	Coupon type	Coupon	LCR status
ES0312298138	24-05-07	24-05-19	EUR	50,000,000	Floating	Euribor 3M	No
ES0312362017	18-11-04	18-11-19	EUR	26,829,268	Fixed	4.26%	No
ES0312358015	31-03-05	31-03-20	EUR	116,666,666	Fixed	4.00%	No
ES0414958142	06-05-10	31-07-20	EUR	50,000,000	Fixed	4.90%	No
ES0312298054	24-03-06	24-03-21	EUR	300,000,000	Fixed	4.00%	2A
ES0312298021	14-12-05	14-12-22	EUR	129,629,630	Fixed	3.75%	No
ES0312298096	25-10-06	25-10-23	EUR	100,000,000	Fixed	4.25%	No
ES0317046003	23-11-05	23-05-25	EUR	200,000,000	Fixed	3.88%	No
ES0312342019	30-06-05	30-06-25	EUR	410,256,410	Fixed	3.75%	2A
ES0312298120	25-05-07	25-05-27	EUR	200,000,000	Fixed	4.76%	No
ES0371622020	04-10-07	10-04-31	EUR	200,000,000	Fixed	4.25%	No

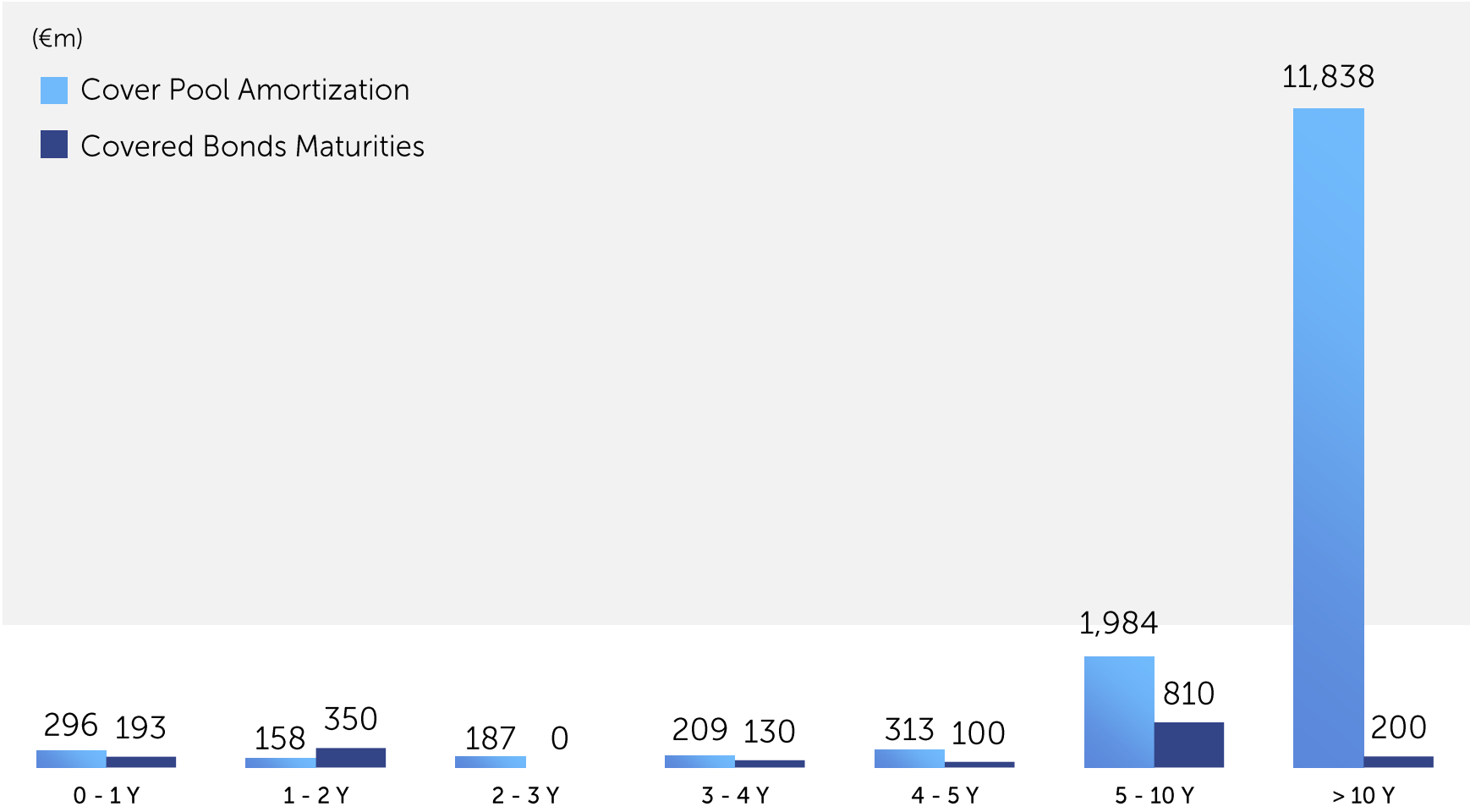
Over-collateralisation



Over-collateralisation (OC)	Legal / Regulatory	Actual	Minimum Commited
OC (%)	25.0%	740.2%	25.0%
Eligible OC (%)		423.0%	

 ABANCA Group information. Unless otherwise stated, data refers to 1Q19 from ABANCA Group

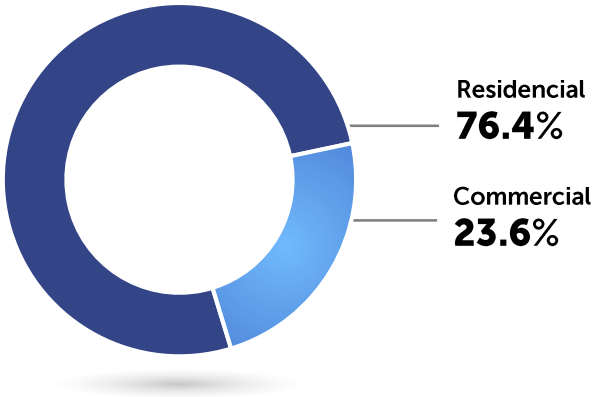
Amortization profile



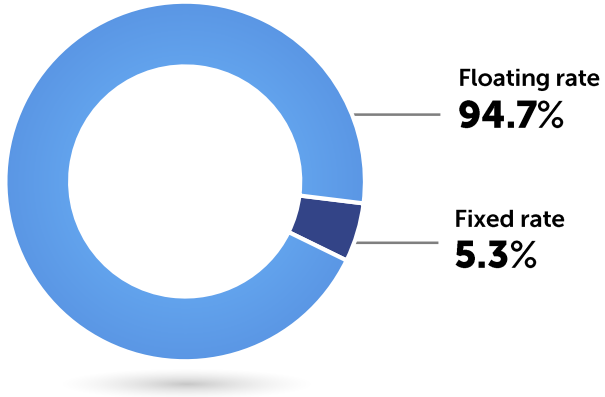
ABANCA Group information.
Unless otherwise stated, data refers to 1Q19 from ABANCA Group

Cover Pool Highlights

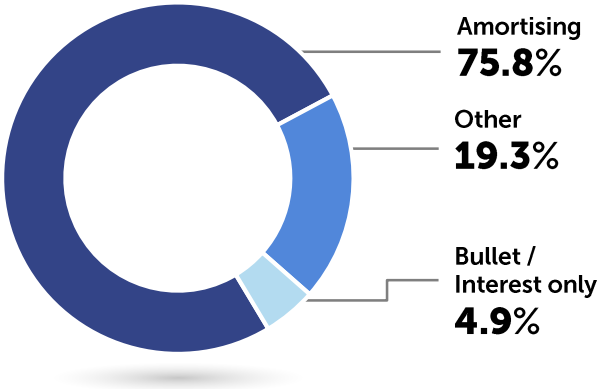
Residential/Commercial



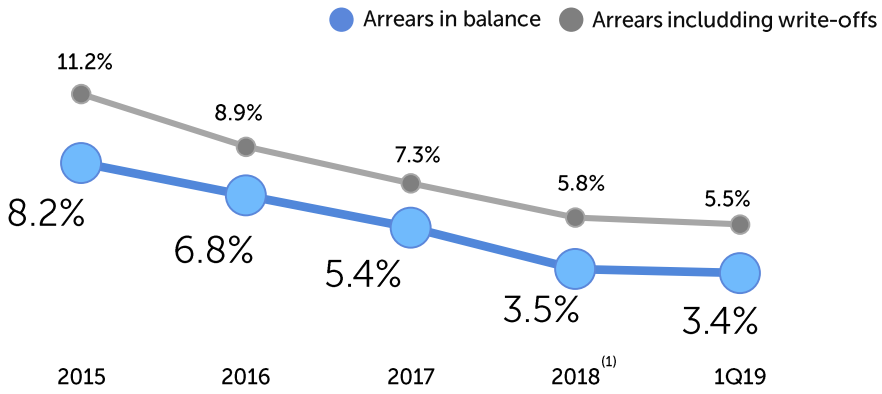
Interest rate fixed/FRN



Repayment type



Arrears > 90 days

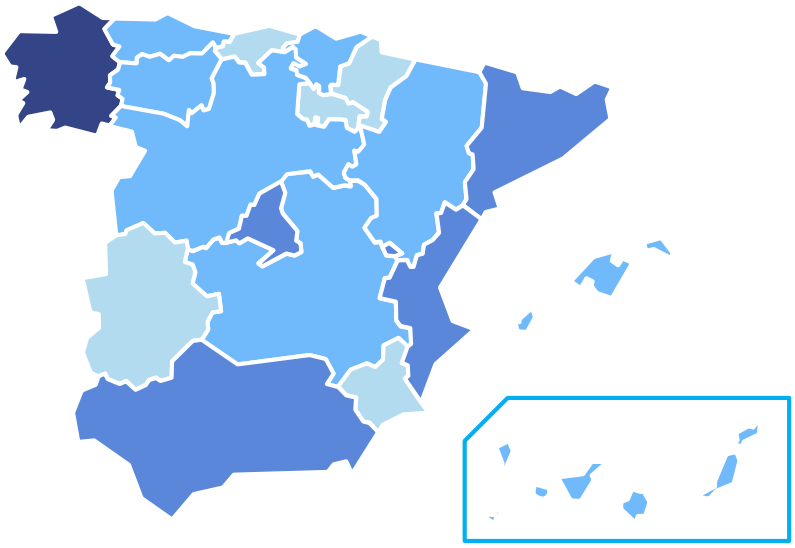


ABANCA Group information. Unless otherwise stated, data refers to 1Q19 from ABANCA Group.
Notes: (1) 2018 adjusted to current criteria

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Cover Pool Highlights

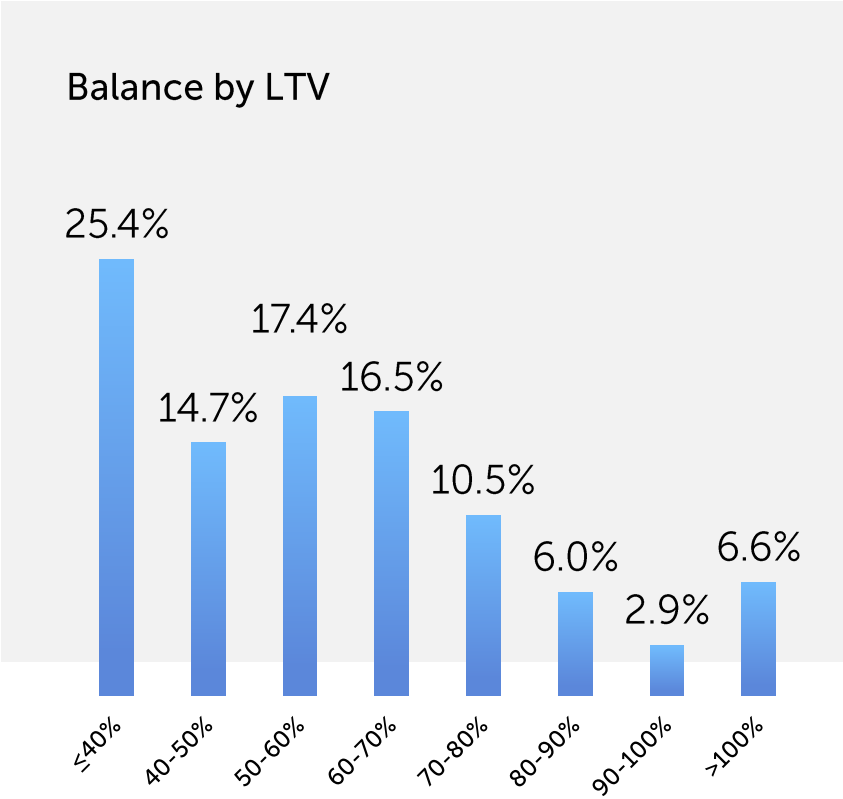
Geographical Distribution (Spain)

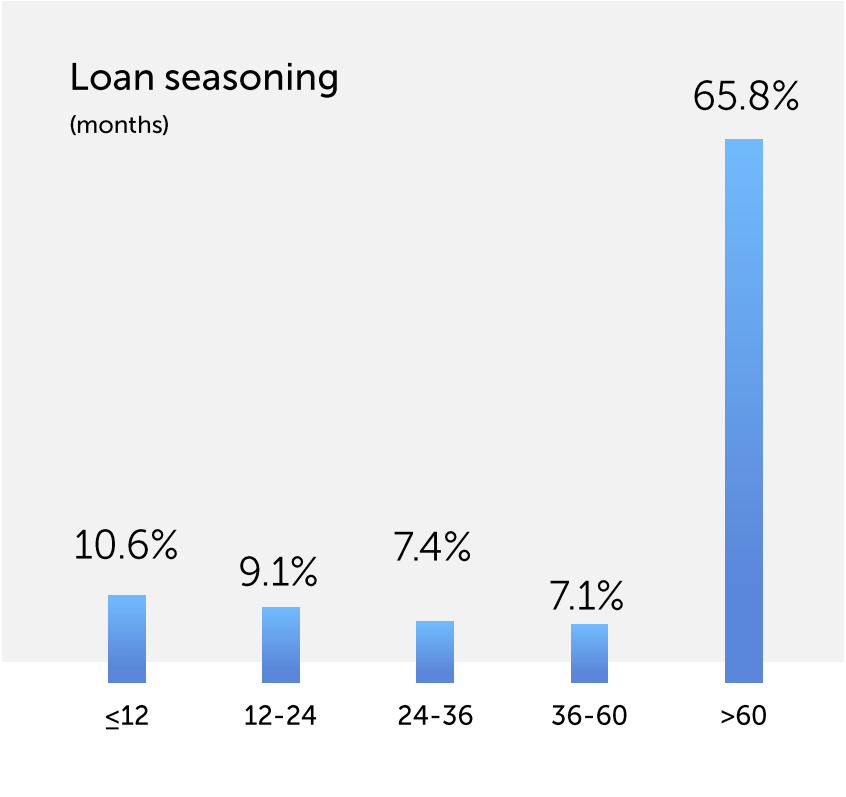


Balance per region	% Residential Loans	% Commercial Loans	% Total Mortgages
Andalusia	5.0%	5.7%	5.2%
Aragon	1.0%	1.2%	1.1%
Asturias	1.6%	2.2%	1.7%
Balearic Islands	1.3%	1.2%	1.3%
Basque Country	1.5%	2.1%	1.6%
Canary Islands	2.1%	3.0%	2.3%
Cantabria	0.5%	0.2%	0.4%
Castile La Mancha	1.3%	0.7%	1.2%
Castile León	4.4%	4.6%	4.4%
Catalonia	9.3%	5.7%	8.5%
Extremadura	0.4%	0.2%	0.3%
Galicia	52.3%	45.0%	50.6%
La Rioja	0.3%	0.3%	0.3%
Madrid	11.2%	22.5%	13.8%
Murcia	0.9%	0.8%	0.8%
Navarra	0.2%	0.5%	0.3%
Valencia	6.7%	4.2%	6.1%

ABANCA Group information. Unless otherwise stated, data refers to 1Q19 from ABANCA Group

Cover Pool Highlights





Weighted Average LTV: 60.6%

- 57.5% of the mortgage portfolio have LTV lower than 60%
- 84.5% of the mortgage portfolio have a LTV lower than 80%

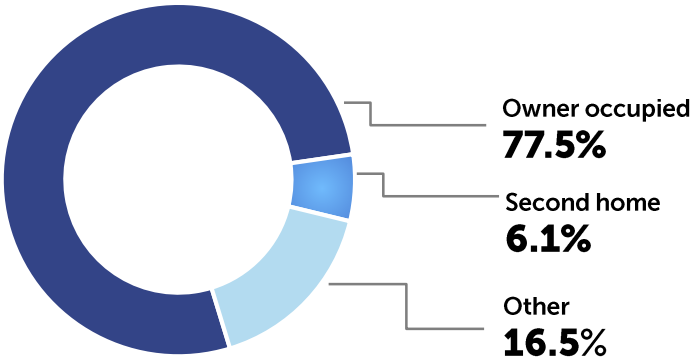
Weighted Average seasoning: 94.1 months

- 73% of the pool has a seasoning above 3 years

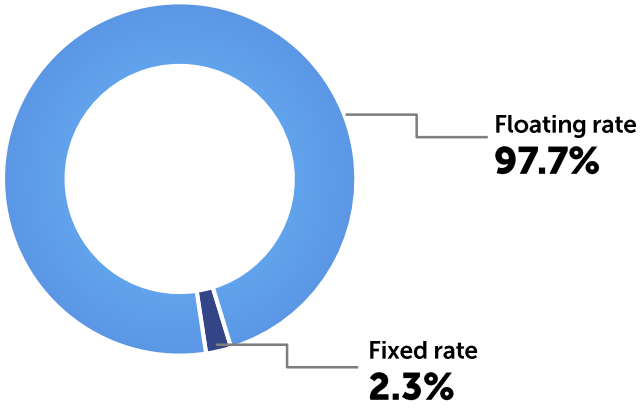
ABANCA Group information. Unless otherwise stated, data refers to 1Q19 from ABANCA Group

Residential Mortgage Portfolio

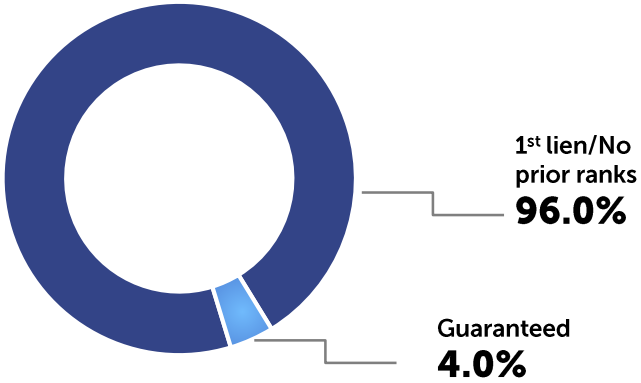
Breakdown by type of residence



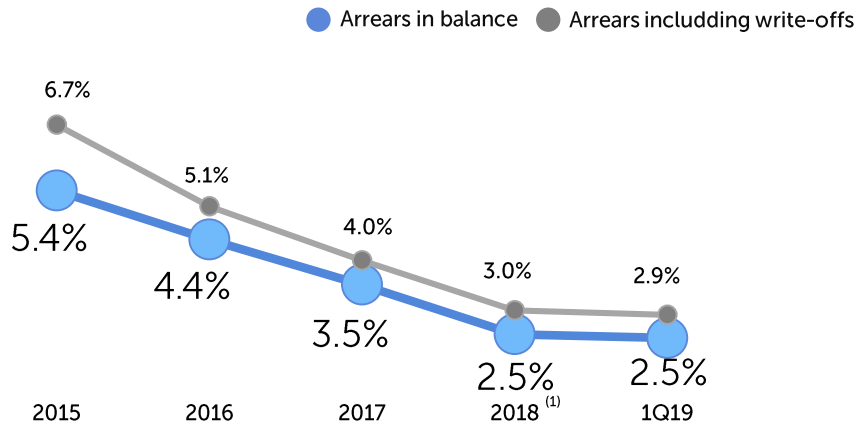
Breakdown by interest rate



Loan by ranking



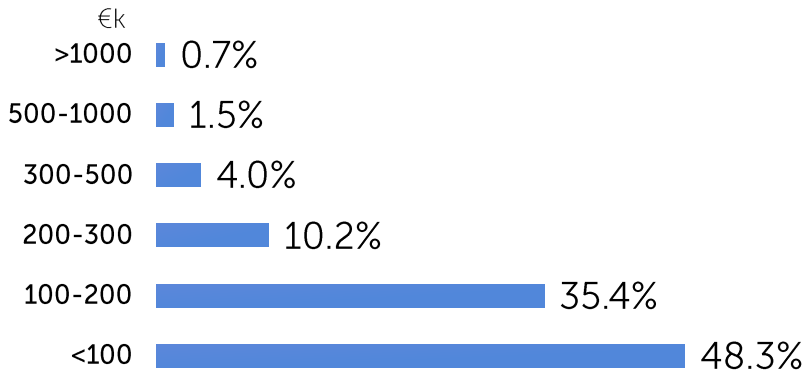
Arrears > 90 days



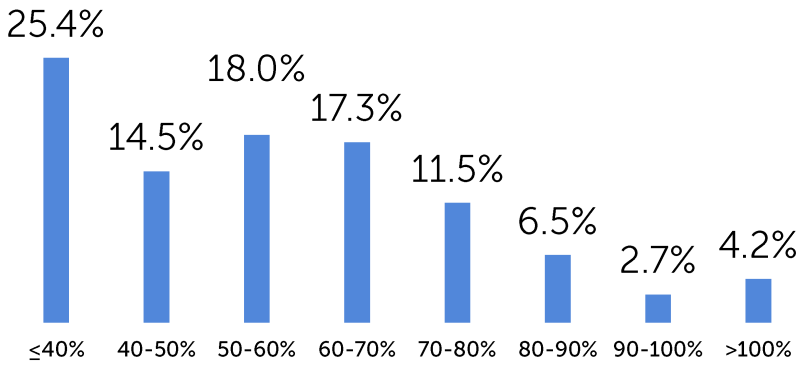
ABANCA Group information. Unless otherwise stated, data refers to 1Q19 from ABANCA Group.
Notes: (1) 2018 adjusted to current criteria

Residential Mortgage Portfolio

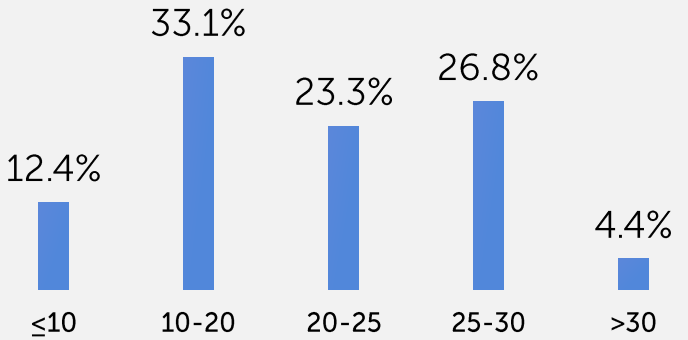
Loan size information (breakdown by loan size)



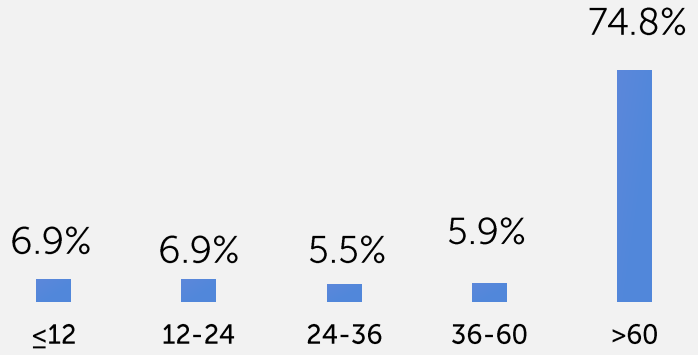
Breakdown by LTV



Breakdown by Average Maturity (years)



Breakdown by Seasoning (months)

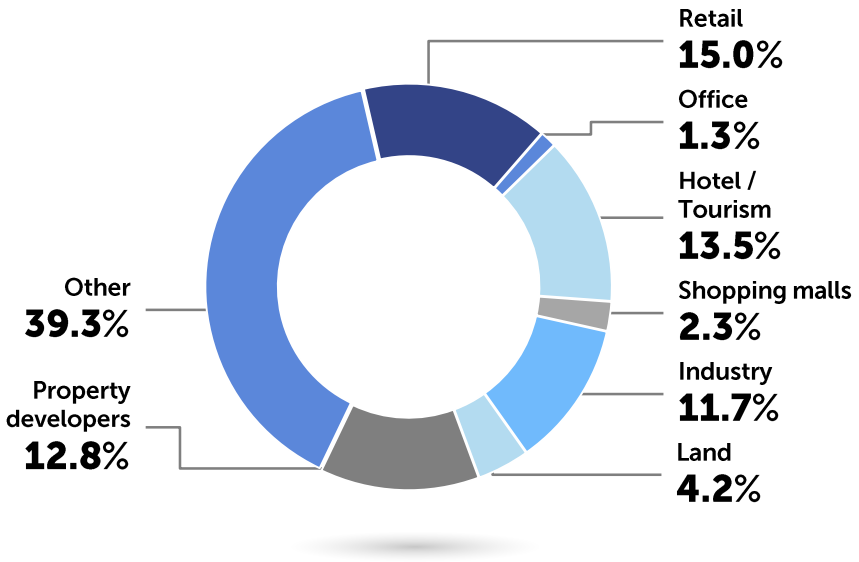


 ABANCA Group information. Unless otherwise stated, data refers to 1Q19 from ABANCA Group

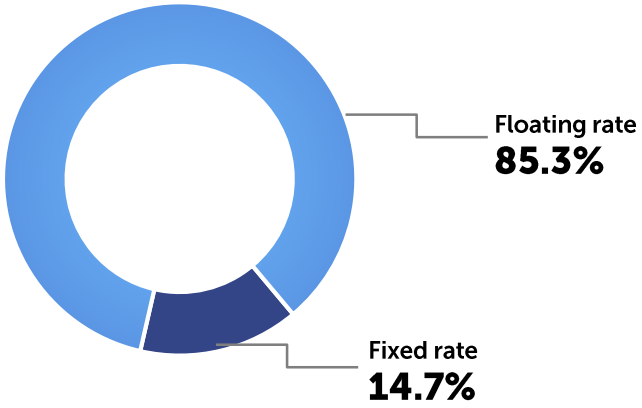
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Commercial Mortgage Portfolio

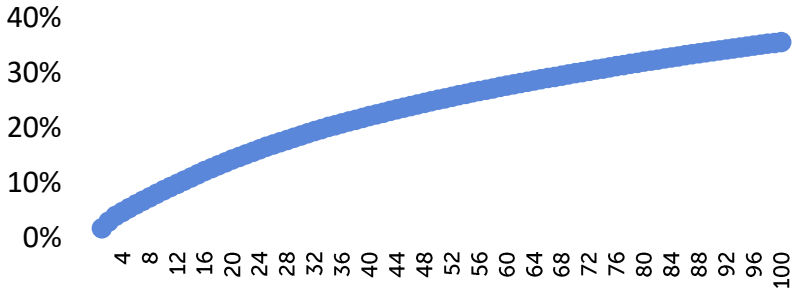
Breakdown by type of property



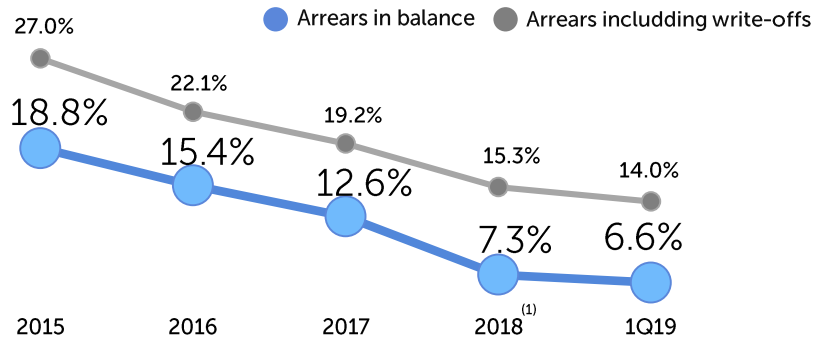
Breakdown by interest rate



Cumulative Top 100 Borrowers



Arrears > 90 days

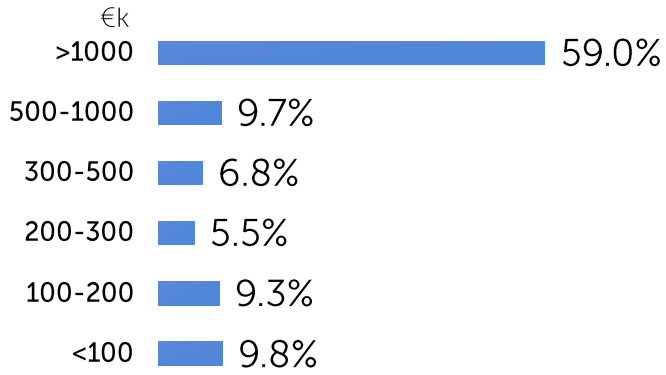


ABANCA Group information. Unless otherwise stated, data refers to 1Q19 from ABANCA Group.
Notes: (1) 2018 adjusted to current criteria

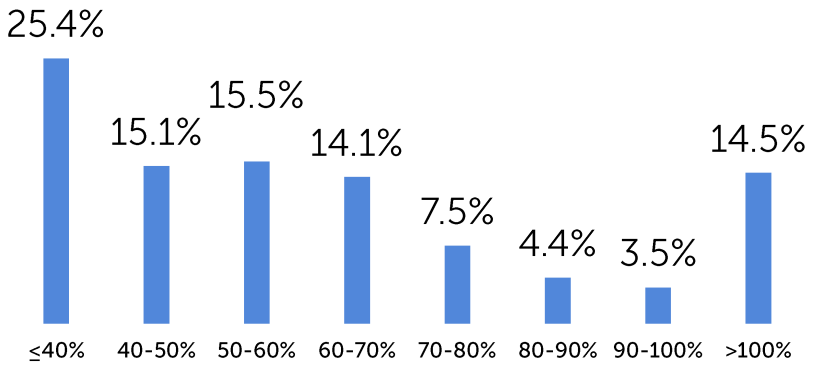
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Commercial Mortgage Portfolio

Loan size information

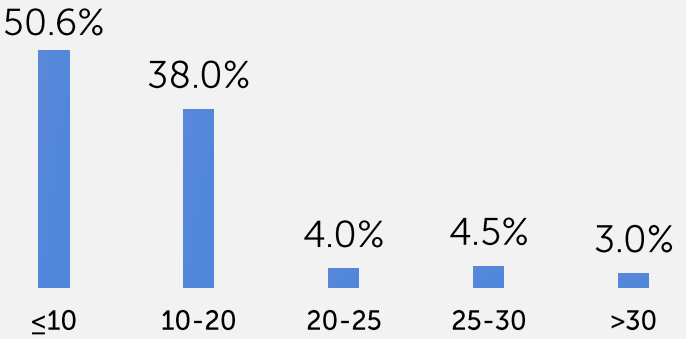


Breakdown by LTV



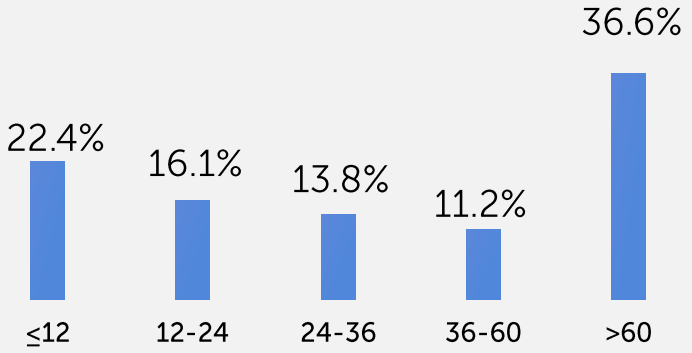
Breakdown by Average Maturity

(years)



Breakdown by Seasoning

(months)



 ABANCA Group information. Unless otherwise stated, data refers to 1Q19 from ABANCA Group

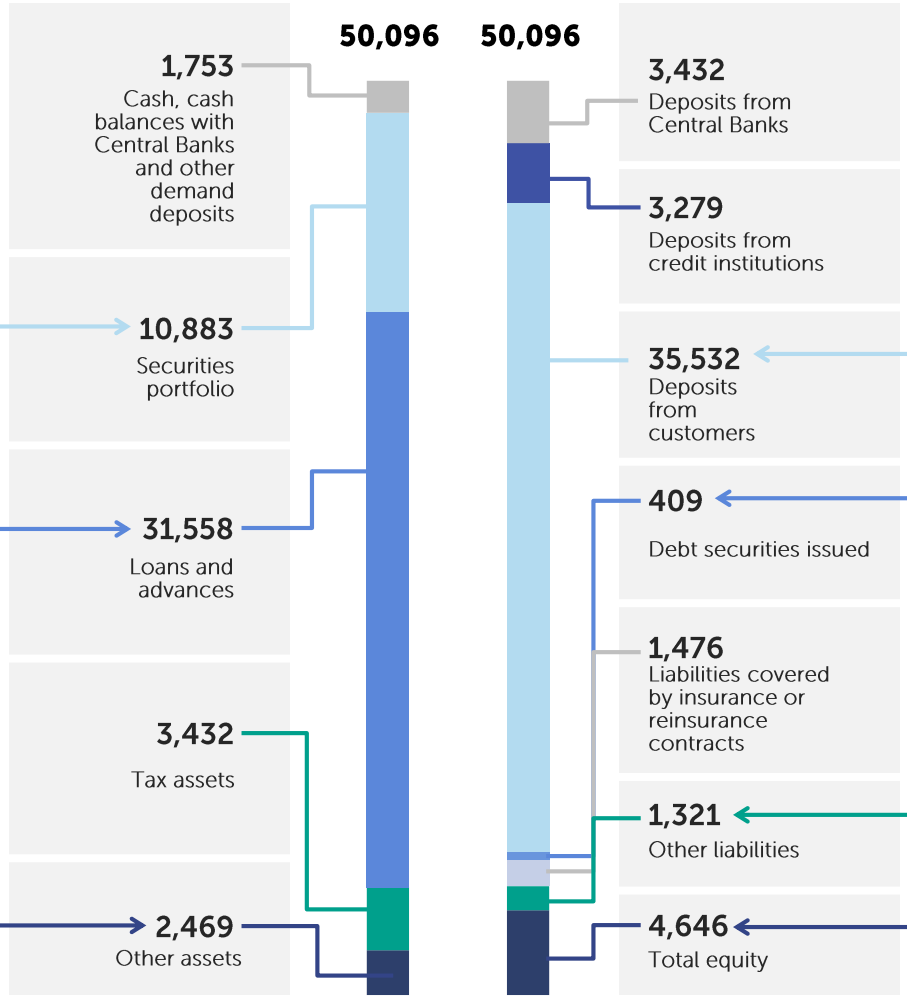
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Balance sheet breakdown - March 2019 (€m)

Debt securities	10,363
Equity instruments and Associates	520
Total	**10,883**

Customers (net)	30,686
Households	14,528
Large corporations and SMEs	12,264
Construction and property development	944
Public works	279
Other purposes	11,041
Public administration	3,067
Other financial entities	827
Credit institutions	872
Total	**31,558**

Tangible assets	1,184
Non-current assets available-for-sale	399
Derivatives	154
Intangible Assets	364
Other assets	369
Total	**2,469**



Retail deposits	33,713
Demand deposits	24,246
Term deposits	9,467
Valuation adjustments	85
Repurchase agreements	0
Covered bonds issued	1,733
Total	**35,532**

Covered bonds issued	50
Subordinated debt	356
Others	0
Own securities (1)	0
Valuation adjustments	4
Total	**409**

Tax liabilities	218
Derivatives	322
Provisions	331
Other liabilities	451
Total	**1,321**

Shareholders' equity	4,692
Other accumulated comprehensive income	(46)
Minority interests	0
Total	**4,646**

Source: ABANCA Group information. Unless otherwise stated, data refers to 1Q19 from ABANCA Group. Notes: (1) Retained Covered Bonds.

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Loans and advances to customers breakdown – March 2019 (€m)

(€m)	Net Book Value	% NPL	% Coverage
Public administration	3,067	0.0%	53.3%
Other financial entities	827	0.6%	64.9%
Corporates and SMEs	12,264	3.8%	84.1%
Real estate construction and property development	*944*	*3.2%*	*65.0%*
Other purposes	*11,041*	*3.9%*	*85.1%*
o/w. corporates	4,916	2.2%	123.8%
o/w. SMEs and freelancers	6,126	5.1%	71.8%
Civil works construction	*279*	*4.0%*	*96.0%*
Households	14,528	3.9%	34.2%
Mortgages and other	*13,345*	*3.9%*	*31.6%*
Consumer finance	*1,183*	*3.8%*	*65.0%*
TOTAL	**30,686**	**3.5%**	**56.9%**

Source: ABANCA Group information. Unless otherwise stated, data refers to 1Q19 from ABANCA Group.

Glossary

- €bn: Billions of euros
- €m: Millions of euros
- €k: Thousands of euros
- CCy: Currency
- EUR: Euros
- Y: Years
- 1H17: First half of 2017
- 1Q18: First quarter of 2018
- 1Q19: First quarter of 2019
- 4Q15: Fourth quarter of 2015
- 4Q18: Fourth quarter of 2018
- ABANCA Group: ABANCA Corporación Bancaria, S.A. consolidated
- ABANCA Holding: ABANCA Holding Financiero, S.A.
- APM: Alternative Performance Measures
- AuM: Assets Under Management. Includes Investment funds, Pension funds, and Insurance products
- AT1: Additional Tier 1 capital
- Bps: Basis Points
- BCBS: Basel Committee on Banking Supervision
- BCG: Banco Caixa Geral
- CAGR: Compound Annual Growth Rate
- CB: Covered Bonds
- CET1: Common Equity Tier 1
- DB: Deutsche Bank
- EU: European Union
- FL: Fully Loaded
- IAS: International Accounting Standards
- IASB: International Accounting Standards Board
- IFRS9: International Financial Reporting Standard 9
- IRB: Internal Rating Based
- LCR: Liquidity Coverage Ratio
- LTD: Loan to Deposits Ratio
- LTV: Loan to Value
- MREL: Minimum Requirement for own funds and Eligible Liabilities
- NII: Net Interest Income
- NPA: Non-Performing Assets
- NPL: Non-Performing Loans
- NSFR: Net Stable Funding Ratio
- OC: Over-collateralisation
- QoQ: Quarter on Quarter
- RAF: Risk Assessment Framework
- RAROC: Risk-Adjusted Return On Capital
- RoE: Return on Equity
- RWA: Risk Weighted Assets
- SAREB: Sociedad de Gestión de Activos Procedentes de la Reestructuración Bancaria
- SME: Small and Medium Enterprises
- T2: Tier 2 capital
- The Bank: ABANCA Corporación Bancaria S.A.
- The Group: ABANCA Group
- TLOF: Total Liabilities and Own Funds
- YoY: Year on Year

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