

**Banking Sector Indicators Overview | Comparison between 2007, 2011 and 2014 – 2017 (1st Half)**

	2007	2011 <sup>1</sup>	2014 <sup>2</sup>	2015	2016	2017
	End of period	End of period	End of period	End of period	End of period	1st half
<b>Balance sheet data (consolidated, EUR M and %, values at end of period)</b>						
<b>Total assets (A)</b>	<b>443,458</b>	<b>510,316</b>	<b>425,697</b>	<b>407,449</b>	<b>386,076</b>	<b>383,803</b>
<b>Change %</b>	-	<b>15.1%</b>	<b>-16.6%</b>	<b>-4.3%</b>	<b>-5.2%</b>	<b>-0.6%</b>
<b>Total loans</b>	<b>313,190</b>	<b>330,346</b>	<b>257,332</b>	<b>244,463</b>	<b>234,291</b>	<b>230,786</b>
<b>Change %</b>	-	<b>5.5%</b>	<b>-22.1%</b>	<b>-5.0%</b>	<b>-4.2%</b>	<b>-1.5%</b>
Loans to non-financial corporations <sup>3</sup>	101,610	113,808	86,483	82,215	77,323	75,096
<b>Change %</b>	-	<b>12.0%</b>	<b>-24.0%</b>	<b>-4.9%</b>	<b>-6.0%</b>	<b>-2.9%</b>
Loans to households <sup>3</sup>	127,278	139,605	123,122	118,544	115,708	115,026
<b>Change %</b>	-	<b>9.7%</b>	<b>-11.8%</b>	<b>-3.7%</b>	<b>-2.4%</b>	<b>-0.6%</b>
<b>Liabilities (L)</b>	<b>415,185</b>	<b>484,629</b>	<b>394,961</b>	<b>374,506</b>	<b>356,177</b>	<b>347,433</b>
<b>Change %</b>	-	<b>16.7%</b>	<b>-18.5%</b>	<b>-5.2%</b>	<b>-4.9%</b>	<b>-2.5%</b>
<b>Deposits</b>	<b>195,604</b>	<b>244,431</b>	<b>252,129</b>	<b>254,343</b>	<b>245,434</b>	<b>246,858</b>
<b>Change %</b>	-	<b>25.0%</b>	<b>3.1%</b>	<b>0.9%</b>	<b>-3.5%</b>	<b>0.6%</b>
<b>Resources from central banks</b>	<b>5,731</b>	<b>50,723</b>	<b>33,717</b>	<b>28,533</b>	<b>24,655</b>	<b>25,418</b>
<b>Change %</b>	-	<b>785.1%</b>	<b>-33.5%</b>	<b>-15.4%</b>	<b>-13.6%</b>	<b>3.1%</b>
Of which: from Bdp	2,464	46,002	31,191	26,161	22,400	23,200
<b>Change %</b>	-	<b>1,767.0%</b>	<b>-32.2%</b>	<b>-16.1%</b>	<b>-14.4%</b>	<b>3.6%</b>
<b>Capital</b>	<b>28,273</b>	<b>25,687</b>	<b>30,736</b>	<b>32,943</b>	<b>29,899</b>	<b>36,370</b>
<b>Change %</b>	-	<b>-9.1%</b>	<b>19.7%</b>	<b>7.2%</b>	<b>-9.2%</b>	<b>21.6%</b>
<b>Debt ratio (L/A)</b>	<b>93.6%</b>	<b>95.0%</b>	<b>92.8%</b>	<b>91.9%</b>	<b>92.3%</b>	<b>90.5%</b>
<b>Debt ratio excluding deposits</b>	<b>49.5%</b>	<b>47.1%</b>	<b>33.6%</b>	<b>29.5%</b>	<b>28.7%</b>	<b>26.2%</b>
<b>Gross assets % GDP<sup>4</sup></b>	<b>248.0%</b>	<b>290.0%</b>	<b>250.0%</b>	<b>230.0%</b>	<b>210.0%</b>	<b>200.0%</b>
<b>Credit quality data (consolidated, EUR M and %, values at end of period)</b>						
<b>NPLs (gross)<sup>5</sup></b>				<b>49,818</b>	<b>46,361</b>	<b>42,262</b>
Housing				8,111	7,929	7,232
Consumption and other purposes				2,164	1,830	1,660
Non-financial corporations				32,024	30,160	27,225
<b>NPLs (net)</b>				<b>29,492</b>	<b>25,359</b>	<b>22,864</b>
Housing				6,205	6,264	5,648
Consumption and other purposes				710	573	480
Non-financial corporations				17,805	15,412	13,830
<b>NPL ratio</b>				<b>17.5%</b>	<b>17.2%</b>	<b>15.5%</b>
Housing				7.2%	7.0%	6.5%
Consumption and other purposes				13.5%	10.8%	9.6%
Non-financial corporations				28.3%	29.5%	27.5%
<b>NPL coverage ratio</b>				<b>40.8%</b>	<b>45.3%</b>	<b>45.9%</b>
Housing				23.5%	21.0%	21.9%
Consumption and other purposes				67.2%	68.7%	71.1%
Non-financial corporations				44.4%	48.9%	49.2%

<sup>1</sup> Cumulative change between 2007 and 2011.

<sup>2</sup> Cumulative change between 2011 and 2014.

<sup>3</sup> Data on an individual basis.

<sup>4</sup> Gross Domestic Product (four quarters accumulated).

<sup>5</sup> NPL (Non-Performing Loans) - Loans and advances that comply with at least one of the following conditions: (i) material exposures that are more than 90 days past-due; (ii) the debtor is assessed as unlikely to pay its obligations in full without realization of collateral; (iii) impaired assets, except incurred but not reported (IBNR) impairments; and (iv) defaulted credit, in accordance with the CRR prudential concept. Data available from 2015 onwards.

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	2007	2011 <sup>6</sup>	2014 <sup>7</sup>	2015	2016	2017
	End of period	End of period	End of period	End of period	End of period	1st half
<b>Funding and liquidity indicators (consolidated, EUR M and %, values at end of period)</b>						
Loan to deposit ratio	160.1%	135.1%	102.1%	96.1%	95.5%	93.5%
Funding gap	117,586	85,915	5,203	-9,880	-11,143	-16,072
Liquidity coverage ratio (LCR)	-	-	-	-	153.6%	184.8%
<b>Income statement data (consolidated, EUR M and %, flows over the period)</b>						
Net income before tax	4,801	-1,975	-5,961	693	-2,341	653
YoY change %	-	-141.1%	-201.8%	111.6%	-437.6%	4,499.4%
Net income	3,331	-1,208	-5,311	324	-1,249	183
YoY change %	-	-136.3%	-339.6%	106.1%	-485.3%	1,010.3%
Effective tax rate <sup>8</sup> (%)	n.a.	26.4%	22.7%	23.3%	22.3%	n.a.
Net interest income	8,164	7,933	5,594	5,947	5,886	3,068
YoY change %	-	-2.8%	-29.5%	6.3%	-1.0%	0.2%
Net fee and commission income	3,210	3,653	2,980	3,032	2,714	1,388
YoY change %	-	13.8%	-18.4%	1.7%	-10.5%	0.6%
Gross income	13,778	12,871	10,192	10,732	9,470	4,822
YoY change %	-	-6.6%	-20.8%	5.3%	-11.8%	-1.9%
Net interest income (as a % of gross income)	59.3%	61.6%	54.9%	55.4%	62.2%	63.6%
Cost-to-income ratio	55.6%	61.7%	65.8%	60.8%	59.2%	60.5%
Impairments (as a % of gross income)	12.5%	51.6%	79.8%	37.4%	67.1%	23.0%
<b>Profitability ratios (% , values at end of period)</b>						
ROE <sup>9</sup>	17.7%	-6.6%	-19.4%	2.1%	-7.3%	3.9%
ROA <sup>9</sup>	1.1%	-0.4%	-1.3%	0.2%	-0.6%	0.3%
<b>Solvency and leverage indicators (consolidated, EUR M and %, values at end of period)</b>						
Core Tier 1 ratio	n.d.	8.7%	-	-	-	-
Common equity Tier 1 (CET1) ratio	-	-	11.3%	12.4%	11.4%	13.2%
Total solvency ratio	10.4%	9.8%	12.3%	13.3%	12.2%	14.4%
RWAs	296,741	302,776	240,563	233,238	215,400	n.a.
RWAs (as a % of total assets)	66.9%	59.4%	56.5%	57.2%	55.8%	n.a.
Leverage ratio	-	-	-	-	6.6%	7.5%
<b>Other data (EUR M, values at end of period)</b>						
Market capitalization <sup>10</sup>	22,119	3,429	5,891	4,737	2,828	5,288
Change %	-	-84.5%	71.8%	-19.6%	-40.3%	87.0%

Source: Banco de Portugal – BPStat and Portuguese Banking System, Reuters, APB – Annual Report.

<sup>6</sup> Cumulative change between 2007 and 2011.

<sup>7</sup> Cumulative change between 2011 and 2014.

<sup>8</sup> APB's Annual Report data.

<sup>9</sup> Calculated based on Income before taxes and minority interests. Note: annualised values.

<sup>10</sup> Includes Banco Português de Investimento S.A., Banco Comercial Português S.A., Banif S.A. (until 2014), Banco Espírito Santo S.A. (until 2013) and Caixa Económica Montepio Geral. Reuters data.