

**BBVA**

BBVA

# Integration of Garanti into BBVA's reporting

April, 2011

# Disclaimer

*This document is only provided for information purposes and does not constitute, nor must it be interpreted as, an offer to sell or exchange or acquire, or an invitation for offers to buy securities issued by any of the aforementioned companies. Any decision to buy or invest in securities in relation to a specific issue must be made solely and exclusively on the basis of the information set out in the pertinent prospectus filed by the company in relation to such specific issue. Nobody who becomes aware of the information contained in this report must regard it as definitive, because it is subject to changes and modifications.*

*This document contains or may contain forward looking statements (in the usual meaning and within the meaning of the US Private Securities Litigation Act of 1995) regarding intentions, expectations or projections of BBVA or of its management on the date thereof, that refer to miscellaneous aspects, including projections about the future earnings of the business. The statements contained herein are based on our current projections, although the said earnings may be substantially modified in the future by certain risks, uncertainty and others factors relevant that may cause the results or final decisions to differ from such intentions, projections or estimates. These factors include, without limitation, (1) the market situation, macroeconomic factors, regulatory, political or government guidelines, (2) domestic and international stock market movements, exchange rates and interest rates, (3) competitive pressures, (4) technological changes, (5) alterations in the financial situation, creditworthiness or solvency of our customers, debtors or counterparts. These factors could condition and result in actual events differing from the information and intentions stated, projected or forecast in this document and other past or future documents. BBVA does not undertake to publicly revise the contents of this or any other document, either if the events are not exactly as described herein, or if such events lead to changes in the stated strategies and intentions.*

*The contents of this statement must be taken into account by any persons or entities that may have to make decisions or prepare or disseminate opinions about securities issued by BBVA and, in particular, by the analysts who handle this document. This document may contain summarised information or information that has not been audited, and its recipients are invited to consult the documentation and public information filed by BBVA with stock market supervisory bodies, in particular, the prospectuses and periodical information filed with the Spanish Securities Exchange Commission (CNMV) and the Annual Report on form 20-F and information on form 6-K that are disclosed to the US Securities and Exchange Commission.*

*Distribution of this document in other jurisdictions may be prohibited, and recipients into whose possession this document comes shall be solely responsible for informing themselves about, and observing any such restrictions. By accepting this document you agree to be bound by the foregoing Restrictions.*

## **Integration of Garanti into BBVA's reporting**

**The integration of Garanti into BBVA implies the creation of a new geographical reporting unit. This new unit, named Eurasia, will also include BBVA's Asian operations, including its stake in Citic Bank (CNCB), as well as BBVA's European business outside of Spain.**

**The investment in Garanti was closed at the end of the first quarter of 2011. As a result, Garanti's P&L will be included in BBVA's 2011 first quarter results for the 10 days since the closing of the transaction to the end of the quarter. Garanti's balance sheet will be proportionally included in BBVA's reporting reflecting its 25% stake.**

**BBVA will report its businesses by geographies, plus the Corporate Center. The units of Mexico, the U.S. and South America do not change.**

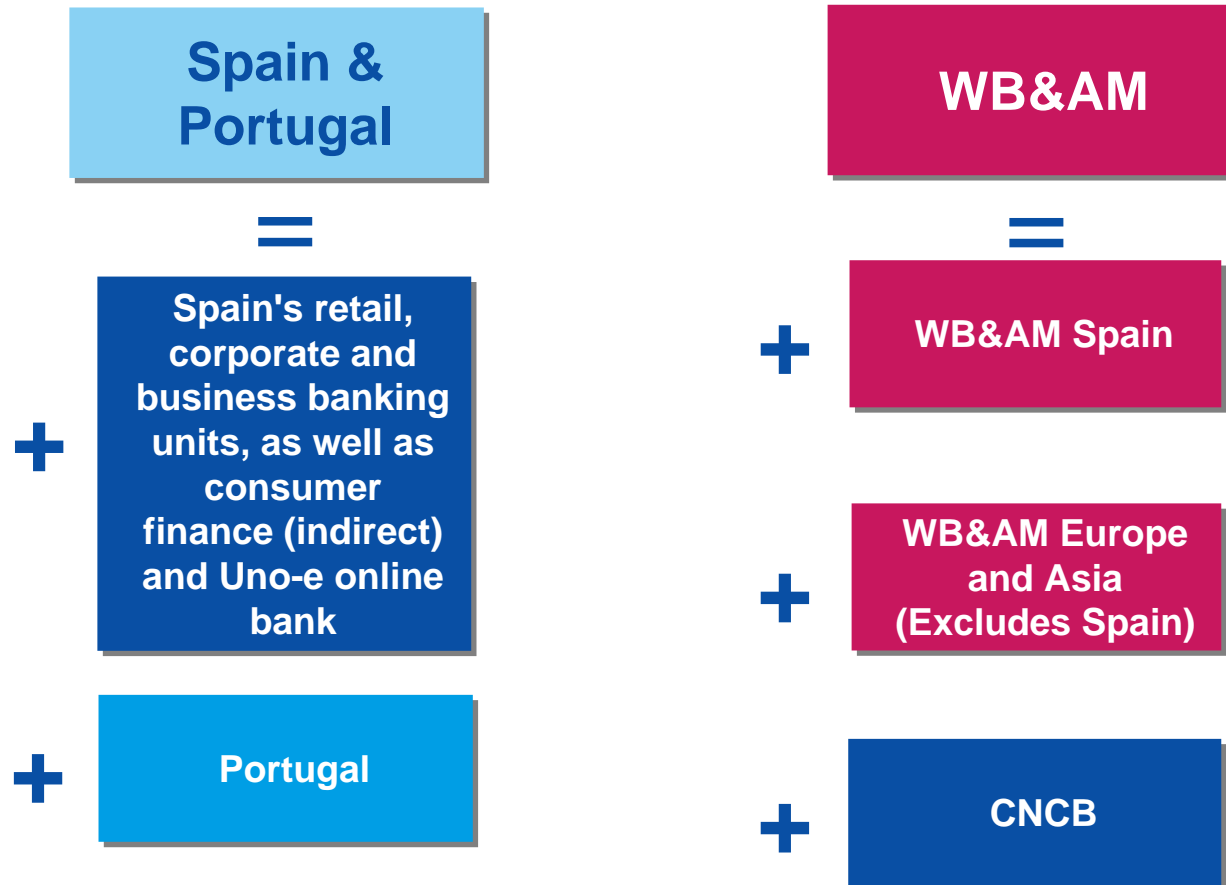
## Changes to prior reporting

Spain and Portugal is now Spain, which in contrast with the former, excludes the Portuguese business (included now in Eurasia), and includes the Spanish business formerly reported under WB&AM.

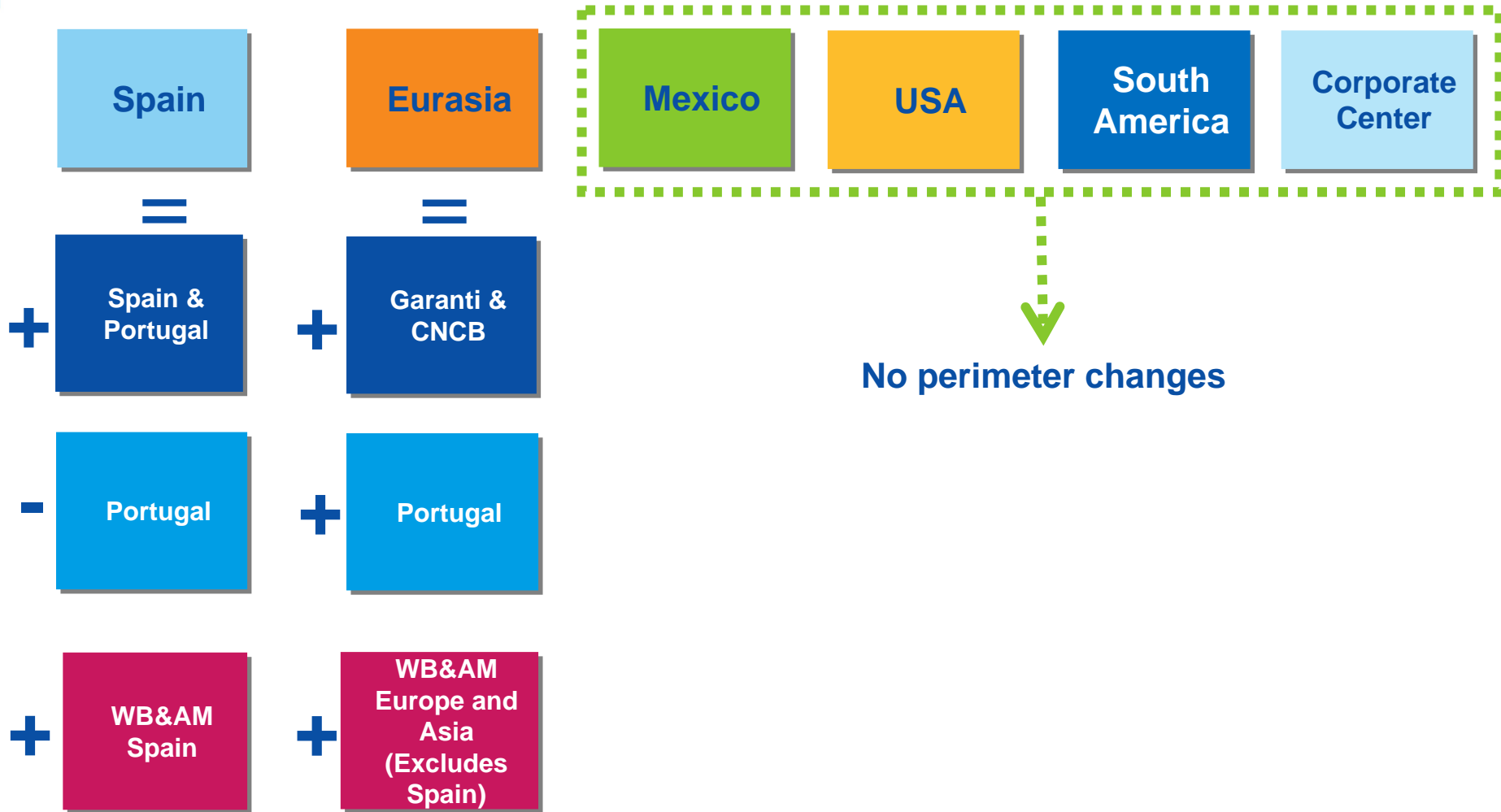
Additionally, BBVA will report a WB&AM unit which, in contrast with the former WB&AM unit, will also include the WB&AM business from Mexico, the U.S., and South America, but will exclude BBVA's stake in Citic Bank (CNCB). This means that BBVA will report a WB&AM pro-forma unit on a global basis.

Moreover, the transfer prices for the funding that the Corporate Center provides to the euro business, mainly Spain, has been updated and, consequently, 2010 figures have been restated to reflect a higher liquidity premium. The impact is € 293 million of higher net interest income at the Corporate Center in 2010, with € 273 million lower net interest income in Spain and € 20 million lower net interest income in Eurasia.

## Former Units 2010



# Geographical Units 2011



Please contact the Investor Relations team for any additional explanation.

**BBVA**

BBVA

# Integration of Garanti into BBVA's reporting

April, 2011