

Paseo de la Castellana, 29  
28046 Madrid

Telephone: +34 91 339 75 32  
Fax: +34 91 339 75 56  
E-mail: dperez@bankinter.es  
mlalonso@bankinter.es

**RECEIVED**

2006 SEP 19 P 12:57

OFFICE OF INTERNATIONAL  
CORPORATE FINANCE

082-02972

Securities & Exchange Commission  
Office of Intl. Corp. finance  
Room 3094 - Stop 3-6  
450 Fifth St. N.W.  
Washington DC 20549  
U.S.A.



06016949

**SUPPL**September, 15<sup>th</sup> 2006

Dear Sirs,

Please find enclosed the documents , for the information requirements undertaken by BANKINTER, S.A., in order to maintain the granted exemptions from registration under Rule 12g 3-2 (b) of the Securities Exchange Act. of 1934.

**Attached reports of 2006**

- Balance Sheet as of April, May and June 2006 (Spanish Banking Committee) Reports # 1,2,3
- P&L June 2006 (Spanish Banking Committee) Report # 4
- June 2006 financial Summary, Report # 5
- 2<sup>nd</sup> Quarter 2006 Results Presentation. # 6

Yours sincerely,

David Pérez  
Director

**PROCESSED**

SEP 25 2006 E

**THOMSON  
FINANCIAL**

If you need further information about us visit: <https://www.ebankinter.com/webcorporativa>

Jw 9/19

RECEIVED

2009 SEP 19 P 12:17

OFFICE OF INTERNATIONAL CORPORATE FINANCE

ACTIVO		Miles de Euros	PASIVO		Miles de Euros
1. CAJA Y DEPÓSITOS EN BANCOS CENTRALES		156.753	1. CARTERA DE NEGOCIACIÓN		2.809.320
2. CARTERA DE NEGOCIACIÓN		3.270.722	1.1. Depósitos de entidades de crédito		0
2.1. Depósitos en entidades de crédito		0	1.2. Operaciones del mercado monetario a través de entidades de contrapartida		0
2.2. Operaciones del mercado monetario a través de entidades de contrapartida		0	1.3. Depósitos de la clientela		0
2.3. Crédito a la clientela		0	1.4. Débitos representados por valores negociables		0
2.4. Valores representativos de deuda		2.888.585	1.5. Derivados de negociación		125.856
2.5. Otros instrumentos de capital		256.683	1.6. Posiciones cortas de valores		2.683.464
2.6. Derivados de negociación		125.454	2. OTROS PASIVOS FINANCIEROS A VALOR RAZONABLE		0
<i>Pro-memoria: Prestados o en garantía</i>		2.577.222	CON CAMBIOS EN PÉRDIDAS Y GANANCIAS		0
3. OTROS ACTIVOS FINANCIEROS A VALOR RAZONABLE CON CAMBIOS EN PÉRDIDAS Y GANANCIAS		32.163	2.1. Depósitos de entidades de crédito		0
3.1. Depósitos en entidades de crédito		0	2.2. Depósitos de la clientela		0
3.2. Operaciones del mercado monetario a través de entidades de contrapartida		0	2.3. Débitos representados por valores negociables		0
3.3. Crédito a la clientela		0	3. PASIVOS FINANCIEROS A VALOR RAZONABLE CON CAMBIOS EN PATRIMONIO NETO		0
3.4. Valores representativos de deuda		0	3.1. Depósitos de entidades de crédito		0
3.5. Otros instrumentos de capital		32.163	3.2. Depósitos de la clientela		0
<i>Pro-memoria: Prestados o en garantía</i>			3.3. Débitos representados por valores negociables		0
4. ACTIVOS FINANCIEROS DISPONIBLES PARA LA VENTA		4.456.787	4. PASIVOS FINANCIEROS A COSTE AMORTIZADO		37.865.580
4.1. Valores representativos de deuda		4.388.468	4.1. Depósitos de bancos centrales		1.000.316
4.2. Otros instrumentos de capital		68.319	4.2. Depósitos de entidades de crédito		4.983.242
<i>Pro-memoria: Prestados o en garantía</i>		4.118.031	4.3. Operaciones del mercado monetario a través de entidades de contrapartida		10.000
5. INVERSIONES CREDITICIAS		33.636.271	4.4. Depósitos de la clientela		23.584.101
5.1. Depósitos en entidades de crédito		5.182.441	4.5. Débitos representados por valores negociables		6.891.667
5.2. Operaciones del mercado monetario a través de entidades de contrapartida		0	4.6. Pasivos subordinados		791.868
5.3. Crédito a la clientela		28.175.298	4.7. Otros pasivos financieros		604.366
5.4. Valores representativos de deuda		0	10. AJUSTES A PASIVOS FINANCIEROS POR MACRO-COBERTURAS		0
5.5. Otros activos financieros		278.532	11. DERIVADOS DE COBERTURA		3.570
<i>Pro-memoria: Prestados o en garantía</i>			12. PASIVOS ASOCIADOS CON ACTIVOS NO CORRIENTES EN VENTA		0
6. CARTERA DE INVERSIÓN A VENCIMIENTO		0	12.1. Depósitos de la clientela		0
<i>Pro-memoria: Prestados o en garantía</i>			12.2. Resto de pasivos		0
9. AJUSTES A ACTIVOS FINANCIEROS POR MACRO-COBERTURAS		-6.266	14. PROVISIONES		154.899
10. DERIVADOS DE COBERTURA		79.117	14.1. Fondos para pensiones y obligaciones similares		0
11. ACTIVOS NO CORRIENTES EN VENTA		4.263	14.2. Provisiones para impuestos		0
11.1. Depósitos en entidades de crédito		0	14.3. Provisiones para riesgos y compromisos contingentes		24.985
11.2. Crédito a la clientela		0	14.4. Otras provisiones		129.914
11.3. Valores representativos de deuda		0	15. PASIVOS FISCALES		108.837
11.4. Instrumentos de capital		0	15.1. Corrientes		33.657
11.5. Activo material		4.263	15.2. Diferidos		75.180
11.6. Resto de activos		0	16. PERIODIFICACIONES		63.040
12. PARTICIPACIONES		137.065	17. OTROS PASIVOS		114.112
12.1. Entidades asociadas		656	17.1. Fondo Obra social		0
12.2. Entidades multigrupo		36.225	17.2. Resto		114.112
12.3. Entidades del grupo		100.184	18. CAPITAL CON NATURALEZA DE PASIVO FINANCIERO		0
13. CONTRATOS DE SEGUROS VINCULADOS A PENSIONES		0	<b>TOTAL PASIVO</b>		<b>41.119.358</b>
15. ACTIVO MATERIAL		312.014	<b>PATRIMONIO NETO</b>		
15.1. De uso propio		309.127	2. AJUSTES POR VALORACIÓN		18.364
15.2. Inversiones inmobiliarias		0	2.1. Activos financieros disponibles para la venta		17.846
15.3. Otros activos cedidos en arrendamiento operativo		2.887	2.2. Pasivos financieros a valor razonable con cambios en el patrimonio neto		0
15.4. Afecto a la Obra social		0	2.3. Coberturas de los flujos de efectivo		0
<i>Pro-memoria: Adquirido en arrendamiento financiero</i>			2.4. Coberturas de inversiones netas en negocios en el extranjero		0
16. ACTIVO INTANGIBLE		189	2.5. Diferencias de cambio		518
16.1. Fondo de comercio		0	2.6. Activos no corrientes en venta		0
16.2. Otro activo intangible		189	3. FONDOS PROPIOS		1.215.635
17. ACTIVOS FISCALES		229.963	3.1. Capital o fondo de dotación		117.878
17.1. Corrientes		55.802	3.1.1. Emitido		117.878
17.2. Diferidos		174.161	3.1.2. Pendiente de desembolso no exigido (-)		0
18. PERIODIFICACIONES		34.895	3.2. Prima de emisión		319.676
19. OTROS ACTIVOS		9.421	3.3. Reservas		807.893
<b>TOTAL ACTIVO</b>		<b>42.353.357</b>	3.3.1. Reservas (pérdidas) acumuladas		807.893
			3.3.2. Remanente		0
			3.4. Otros instrumentos de capital		9.868
			3.4.1. De instrumentos financieros compuestos		9.868
			3.4.2. Resto		0
			3.5. <i>Menos: Valores propios</i>		-39.680
			3.6. Cuotas participativas y fondos asociados (Cajas de Ahorros)		0
			3.6.1. Cuotas participativas		0
			3.6.2. Fondo de reservas de cuotaparticipes		0
			3.6.3. Fondo de estabilización		0
			3.7. Resultado del ejercicio		0
			3.8. <i>Menos: Dividendos y retribuciones</i>		0
			<b>TOTAL PATRIMONIO NETO</b>		<b>1.233.999</b>
			<b>TOTAL PATRIMONIO NETO Y PASIVO</b>		<b>42.353.357</b>

ACTIVO		Miles de Euros	PASIVO		Miles de Euros
1. CAJA Y DEPÓSITOS EN BANCOS CENTRALES		212.981	1. CARTERA DE NEGOCIACIÓN		2.769.370
2. CARTERA DE NEGOCIACIÓN		3.520.855	1.1. Depósitos de entidades de crédito		0
2.1. Depósitos en entidades de crédito		0	1.2. Operaciones del mercado monetario a través de entidades de contrapartida		0
2.2. Operaciones del mercado monetario a través de entidades de contrapartida		0	1.3. Depósitos de la clientela		0
2.3. Crédito a la clientela		0	1.4. Débitos representados por valores negociables		0
2.4. Valores representativos de deuda		3.065.320	1.5. Derivados de negociación		117.544
2.5. Otros instrumentos de capital		334.641	1.6. Posiciones cortas de valores		2.651.826
2.6. Derivados de negociación		120.894	2. OTROS PASIVOS FINANCIEROS A VALOR RAZONABLE		0
<i>Pro-memoria: Prestados o en garantía</i>		2.694.629	CON CAMBIOS EN PÉRDIDAS Y GANANCIAS		0
3. OTROS ACTIVOS FINANCIEROS A VALOR RAZONABLE CON CAMBIOS EN PÉRDIDAS Y GANANCIAS		20.448	2.1. Depósitos de entidades de crédito		0
3.1. Depósitos en entidades de crédito		0	2.2. Depósitos de la clientela		0
3.2. Operaciones del mercado monetario a través de entidades de contrapartida		0	2.3. Débitos representados por valores negociables		0
3.3. Crédito a la clientela		0	3. PASIVOS FINANCIEROS A VALOR RAZONABLE CON CAMBIOS EN PATRIMONIO NETO		0
3.4. Valores representativos de deuda		0	3.1. Depósitos de entidades de crédito		0
3.5. Otros instrumentos de capital		20.448	3.2. Depósitos de la clientela		0
<i>Pro-memoria: Prestados o en garantía</i>			3.3. Débitos representados por valores negociables		0
4. ACTIVOS FINANCIEROS DISPONIBLES PARA LA VENTA		4.811.698	4. PASIVOS FINANCIEROS A COSTE AMORTIZADO		37.670.358
4.1. Valores representativos de deuda		4.755.958	4.1. Depósitos de bancos centrales		200.024
4.2. Otros instrumentos de capital		55.740	4.2. Depósitos de entidades de crédito		5.958.087
<i>Pro-memoria: Prestados o en garantía</i>		3.734.234	4.3. Operaciones del mercado monetario a través de entidades de contrapartida		234.999
5. INVERSIONES CREDITICIAS		32.777.367	4.4. Depósitos de la clientela		22.518.484
5.1. Depósitos en entidades de crédito		3.973.589	4.5. Débitos representados por valores negociables		7.543.677
5.2. Operaciones del mercado monetario a través de entidades de contrapartida		0	4.6. Pasivos subordinados		792.315
5.3. Crédito a la clientela		28.556.631	4.7. Otros pasivos financieros		422.772
5.4. Valores representativos de deuda		0	10. AJUSTES A PASIVOS FINANCIEROS POR MACRO-COBERTURAS		0
5.5. Otros activos financieros		247.147	11. DERIVADOS DE COBERTURA		4.532
<i>Pro-memoria: Prestados o en garantía</i>			12. PASIVOS ASOCIADOS CON ACTIVOS NO CORRIENTES EN VENTA		0
6. CARTERA DE INVERSIÓN A VENCIMIENTO		0	12.1. Depósitos de la clientela		0
<i>Pro-memoria: Prestados o en garantía</i>			12.2. Resto de pasivos		0
9. AJUSTES A ACTIVOS FINANCIEROS POR MACRO-COBERTURAS		-5.334	14. PROVISIONES		154.714
10. DERIVADOS DE COBERTURA		75.453	14.1. Fondos para pensiones y obligaciones similares		0
11. ACTIVOS NO CORRIENTES EN VENTA		4.288	14.2. Provisiones para impuestos		0
11.1. Depósitos en entidades de crédito		0	14.3. Provisiones para riesgos y compromisos contingentes		25.174
11.2. Crédito a la clientela		0	14.4. Otras provisiones		129.540
11.3. Valores representativos de deuda		0	16. PASIVOS FISCALES		108.778
11.4. Instrumentos de capital		0	16.1. Corrientes		34.319
11.5. Activo material		4.288	16.2. Diferidos		74.459
11.6. Resto de activos		0	16. PERIODIFICACIONES		67.738
12. PARTICIPACIONES		137.065	17. OTROS PASIVOS		135.472
12.1. Entidades asociadas		658	17.1. Fondo Obra social		0
12.2. Entidades multigrupo		36.225	17.2. Resto		135.472
12.3. Entidades del grupo		100.184	18. CAPITAL CON NATURALEZA DE PASIVO FINANCIERO		0
13. CONTRATOS DE SEGUROS VINCULADOS A PENSIONES		0	TOTAL PASIVO		40.910.962
15. ACTIVO MATERIAL		312.882	PATRIMONIO NETO		
15.1. De uso propio		310.050	2. AJUSTES POR VALORACIÓN		17.385
15.2. Inversiones inmobiliarias		0	2.1. Activos financieros disponibles para la venta		16.980
15.3. Otros activos cedidos en arrendamiento operativo		2.832	2.2. Pasivos financieros a valor razonable con cambios en el patrimonio neto		0
15.4. Afecto a la Obra social		0	2.3. Coberturas de los flujos de efectivo		0
<i>Pro-memoria: Adquirido en arrendamiento financiero</i>			2.4. Coberturas de inversiones netas en negocios en el extranjero		0
16. ACTIVO INTANGIBLE		178	2.5. Diferencias de cambio		405
16.1. Fondo de comercio		0	2.6. Activos no corrientes en venta		0
16.2. Otro activo intangible		178	3. FONDOS PROPIOS		1.215.515
17. ACTIVOS FISCALES		229.949	3.1. Capital o fondo de dotación		117.878
17.1. Corrientes		55.947	3.1.1. Emitido		117.878
17.2. Diferidos		174.002	3.1.2. Pendiente de desembolso no exigido (-)		0
18. PERIODIFICACIONES		39.696	3.2. Prima de emisión		319.676
19. OTROS ACTIVOS		6.338	3.3. Reservas		808.301
TOTAL ACTIVO		42.143.862	3.3.1. Reservas (pérdidas) acumuladas		808.301
			3.3.2. Remanente		0
			3.4. Otros instrumentos de capital		10.096
			3.4.1. De instrumentos financieros compuestos		10.096
			3.4.2. Resto		0
			3.5. Menos: Valores propios		-40.436
			3.6. Cuotas participativas y fondos asociados (Cajas de Ahorros)		0
			3.6.1. Cuotas participativas		0
			3.6.2. Fondo de reservas de cotaparticipes		0
			3.6.3. Fondo de estabilización		0
			3.7. Resultado del ejercicio		0
			3.8. Menos: Dividendos y retribuciones		0
			TOTAL PATRIMONIO NETO		1.232.900
			TOTAL PATRIMONIO NETO Y PASIVO		42.143.862

<b>1.</b>	<b>INTERESES Y RENDIMIENTOS ASIMILADOS</b>	<b>653.217</b>
<b>2.</b>	<b>INTERESES Y CARGAS ASIMILADAS</b>	<b>447.065</b>
2.1.	Remuneración de capital con naturaleza de pasivo financiero	0
2.2.	Otros	447.065
<b>3.</b>	<b>RENDIMIENTO DE INSTRUMENTOS DE CAPITAL</b>	<b>38.937</b>
3.1.	Participaciones en entidades asociadas	562
3.2.	Participaciones en entidades multigrupo	0
3.3.	Participaciones en entidades del grupo	29.337
3.4.	Otros instrumentos de capital	9.038
<b>A)</b>	<b>MARGEN DE INTERMEDIACIÓN</b>	<b>245.089</b>
<b>5.</b>	<b>COMISIONES PERCIBIDAS</b>	<b>109.163</b>
<b>6.</b>	<b>COMISIONES PAGADAS</b>	<b>35.317</b>
<b>8.</b>	<b>RESULTADOS DE OPERACIONES FINANCIERAS (NETO)</b>	<b>1.903</b>
8.1.	Cartera de negociación	-18.157
8.2.	Otros instrumentos financieros a valor razonable con cambios en pérdidas y	-1.088
8.3.	Activos financieros disponibles para la venta	-40.938
8.4.	Inversiones crediticias	0
8.5.	Otros	62.086
<b>9.</b>	<b>DIFERENCIAS DE CAMBIO (NETO)</b>	<b>22.200</b>
<b>B)</b>	<b>MARGEN ORDINARIO</b>	<b>343.038</b>
<b>12.</b>	<b>OTROS PRODUCTOS DE EXPLOTACIÓN</b>	<b>15.547</b>
<b>13.</b>	<b>GASTOS DE PERSONAL</b>	<b>103.746</b>
<b>14.</b>	<b>OTROS GASTOS GENERALES DE ADMINISTRACIÓN</b>	<b>82.964</b>
<b>15.</b>	<b>AMORTIZACIÓN</b>	<b>10.460</b>
15.1.	Activo material	10.401
15.2.	Activo intangible	59
<b>16.</b>	<b>OTRAS CARGAS DE EXPLOTACIÓN</b>	<b>2.824</b>
<b>C)</b>	<b>MARGEN DE EXPLOTACIÓN</b>	<b>158.591</b>
<b>17.</b>	<b>PÉRDIDAS POR DETERIORO DE ACTIVOS (NETO)</b>	<b>42.538</b>
17.1.	Activos financieros disponibles para la venta	0
17.2.	Inversiones crediticias	43.013
17.3.	Cartera de inversión a vencimiento	0
17.4.	Activos no corrientes en venta	-121
17.5.	Participaciones	-354
17.6.	Activo material	0
17.7.	Fondo de comercio	0
17.8.	Otro activo intangible	0
17.9.	Resto de activos	0
<b>18.</b>	<b>DOTACIONES A PROVISIONES (NETO)</b>	<b>-2.948</b>
<b>21.</b>	<b>OTRAS GANANCIAS</b>	<b>3.649</b>
21.1.	Ganancias por venta de activo material	374
21.2.	Ganancias por venta de participaciones	0
21.3.	Otros conceptos	3.275
<b>22.</b>	<b>OTRAS PÉRDIDAS</b>	<b>2.650</b>
22.1.	Pérdidas por venta de activo material	20
22.2.	Pérdidas por venta de participaciones	0
22.3.	Otros conceptos	2.630
<b>D)</b>	<b>RESULTADO ANTES DE IMPUESTOS</b>	<b>120.000</b>
<b>23.</b>	<b>IMPUESTO SOBRE BENEFICIOS</b>	<b>29.480</b>
<b>24.</b>	<b>DOTACIÓN OBLIGATORIA A OBRAS Y FONDOS SOCIALES</b>	<b>0</b>
<b>E)</b>	<b>RESULTADO DE LA ACTIVIDAD ORDINARIA</b>	<b>90.520</b>
<b>25.</b>	<b>RESULTADO DE OPERACIONES INTERRUMPIDAS (NETO)</b>	<b>0</b>
<b>F)</b>	<b>RESULTADO DEL EJERCICIO</b>	<b>90.520</b>

ACTIVO		PASIVO	
	Miles de Euros		Miles de Euros
<b>1. CAJA Y DEPÓSITOS EN BANCOS CENTRALES</b>	<b>676.566</b>	<b>1. CARTERA DE NEGOCIACIÓN</b>	<b>2.631.546</b>
<b>2. CARTERA DE NEGOCIACIÓN</b>	<b>3.400.536</b>	1.1. Depósitos de entidades de crédito	0
2.1. Depósitos en entidades de crédito	0	1.2. Operaciones del mercado monetario a través de entidades de contrapartida	0
2.2. Operaciones del mercado monetario a través de entidades de contrapartida	0	1.3. Depósitos de la clientela	0
2.3. Crédito a la clientela	0	1.4. Débitos representados por valores negociables	0
2.4. Valores representativos de deuda	2.945.172	1.5. Derivados de negociación	121.709
2.5. Otros instrumentos de capital	338.608	1.6. Posiciones cortas de valores	2.509.837
2.6. Derivados de negociación	115.756	<b>2. OTROS PASIVOS FINANCIEROS A VALOR RAZONABLE</b>	<b>0</b>
<i>Pro-memoria: Prestados o en garantía</i>	2.157.473	<b>CON CAMBIOS EN PÉRDIDAS Y GANANCIAS</b>	<b>0</b>
<b>3. OTROS ACTIVOS FINANCIEROS A VALOR RAZONABLE CON CAMBIOS EN PÉRDIDAS Y GANANCIAS</b>	<b>20.097</b>	2.1. Depósitos de entidades de crédito	0
3.1. Depósitos en entidades de crédito	0	2.2. Depósitos de la clientela	0
3.2. Operaciones del mercado monetario a través de entidades de contrapartida	0	2.3. Débitos representados por valores negociables	0
3.3. Crédito a la clientela	0	<b>3. PASIVOS FINANCIEROS A VALOR RAZONABLE CON CAMBIOS EN PATRIMONIO NETO</b>	<b>0</b>
3.4. Valores representativos de deuda	0	3.1. Depósitos de entidades de crédito	0
3.5. Otros instrumentos de capital	20.097	3.2. Depósitos de la clientela	0
<i>Pro-memoria: Prestados o en garantía</i>	0	3.3. Débitos representados por valores negociables	0
<b>4. ACTIVOS FINANCIEROS DISPONIBLES PARA LA VENTA</b>	<b>4.059.807</b>	<b>4. PASIVOS FINANCIEROS A COSTE AMORTIZADO</b>	<b>38.695.266</b>
4.1. Valores representativos de deuda	4.004.176	4.1. Depósitos de bancos centrales	24
4.2. Otros instrumentos de capital	55.629	4.2. Depósitos de entidades de crédito	4.309.647
<i>Pro-memoria: Prestados o en garantía</i>	2.729.051	4.3. Operaciones del mercado monetario a través de entidades de contrapartida	10.000
<b>5. INVERSIONES CREDITICIAS</b>	<b>34.034.518</b>	4.4. Depósitos de la clientela	24.003.778
5.1. Depósitos en entidades de crédito	4.793.788	4.5. Débitos representados por valores negociables	8.802.242
5.2. Operaciones del mercado monetario a través de entidades de contrapartida	0	4.6. Pasivos subordinados	886.307
5.3. Crédito a la clientela	28.920.354	4.7. Otros pasivos financieros	683.268
5.4. Valores representativos de deuda	0	<b>10. AJUSTES A PASIVOS FINANCIEROS POR MACRO-COBERTURAS</b>	<b>0</b>
5.5. Otros activos financieros	320.376	<b>11. DERIVADOS DE COBERTURA</b>	<b>2.380</b>
<i>Pro-memoria: Prestados o en garantía</i>	0	<b>12. PASIVOS ASOCIADOS CON ACTIVOS NO CORRIENTES EN VENTA</b>	<b>0</b>
<b>6. CARTERA DE INVERSIÓN A VENCIMIENTO</b>	<b>0</b>	12.1. Depósitos de la clientela	0
<i>Pro-memoria: Prestados o en garantía</i>	0	12.2. Resto de pasivos	0
<b>9. AJUSTES A ACTIVOS FINANCIEROS POR MACRO-COBERTURAS</b>	<b>-7.312</b>	<b>14. PROVISIONES</b>	<b>155.112</b>
<b>10. DERIVADOS DE COBERTURA</b>	<b>75.377</b>	14.1. Fondos para pensiones y obligaciones similares	0
<b>11. ACTIVOS NO CORRIENTES EN VENTA</b>	<b>5.287</b>	14.2. Provisiones para impuestos	0
11.1. Depósitos en entidades de crédito	0	14.3. Provisiones para riesgos y compromisos contingentes	26.179
11.2. Crédito a la clientela	0	14.4. Otras provisiones	128.933
11.3. Valores representativos de deuda	0	<b>15. PASIVOS FISCALES</b>	<b>133.985</b>
11.4. Instrumentos de capital	0	15.1. Corrientes	63.233
11.5. Activo material	5.287	15.2. Diferidos	70.752
11.6. Resto de activos	0	<b>16. PERIODIFICACIONES</b>	<b>70.616</b>
<b>12. PARTICIPACIONES</b>	<b>136.381</b>	<b>17. OTROS PASIVOS</b>	<b>45.140</b>
12.1. Entidades asociadas	656	17.1. Fondo Obra social	0
12.2. Entidades multigrupo	36.225	17.2. Resto	45.140
12.3. Entidades del grupo	99.480	<b>18. CAPITAL CON NATURALEZA DE PASIVO FINANCIERO</b>	<b>0</b>
<b>13. CONTRATOS DE SEGUROS VINCULADOS A PENSIONES</b>	<b>0</b>	<b>TOTAL PASIVO</b>	<b>41.734.045</b>
<b>15. ACTIVO MATERIAL</b>	<b>312.956</b>	<b>PATRIMONIO NETO</b>	
15.1. De uso propio	310.179	<b>2. AJUSTES POR VALORACIÓN</b>	<b>10.895</b>
15.2. Inversiones inmobiliarias	0	2.1. Activos financieros disponibles para la venta	10.556
15.3. Otros activos cedidos en arrendamiento operativo	2.777	2.2. Pasivos financieros a valor razonable con cambios en el patrimonio neto	0
15.4. Afecto a la Obra social	0	2.3. Coberturas de los flujos de efectivo	0
<i>Pro-memoria: Adquirido en arrendamiento financiero</i>	0	2.4. Coberturas de inversiones netas en negocios en el extranjero	0
<b>16. ACTIVO INTANGIBLE</b>	<b>526</b>	2.5. Diferencias de cambio	339
16.1. Fondo de comercio	0	2.6. Activos no corrientes en venta	0
16.2. Otro activo intangible	526	<b>3. FONDOS PROPIOS</b>	<b>1.297.581</b>
<b>17. ACTIVOS FISCALES</b>	<b>247.530</b>	3.1. Capital o fondo de dotación	117.878
17.1. Corrientes	56.651	3.1.1. Emitido	117.878
17.2. Diferidos	190.879	3.1.2. Pendiente de desembolso no exigido (-)	0
<b>18. PERIODIFICACIONES</b>	<b>37.289</b>	3.2. Prima de emisión	319.676
<b>19. OTROS ACTIVOS</b>	<b>42.983</b>	3.3. Reservas	809.507
<b>TOTAL ACTIVO</b>	<b>43.042.521</b>	3.3.1. Reservas (pérdidas) acumuladas	809.507
		3.3.2. Remanente	0
		3.4. Otros instrumentos de capital	10.325
		3.4.1. De instrumentos financieros compuestos	10.325
		3.4.2. Resto	0
		3.5. Menos: Valores propios	-26.132
		3.6. Cuotas participativas y fondos asociados (Cajas de Ahorros)	0
		3.6.1. Cuotas participativas	0
		3.6.2. Fondo de reservas de cuotaparticipes	0
		3.6.3. Fondo de estabilización	0
		3.7. Resultado del ejercicio	90.520
		3.8. Menos: Dividendos y retribuciones	-24.193
		<b>TOTAL PATRIMONIO NETO</b>	<b>1.308.476</b>
		<b>TOTAL PATRIMONIO NETO Y PASIVO</b>	<b>43.042.521</b>

#5

RECEIVED

2<sup>nd</sup> Quarter  
June 06

2006 SEP 19 P 12:57

OFFICE OF INTERNATIONAL  
CORPORATE FINANCE

Financial Summary



**BANKINTER**

www.bankinter.com

2<sup>nd</sup> Quarter June **06**

FINANCIAL SUMMARY



**BANKINTER**

[www.ebankinter.com](http://www.ebankinter.com)



# 1. Financial highlights

Thousands of euros

	06/30/2006	06/30/2005	Variation	
			Amount	%
<b>BALANCE SHEET</b>				
Total assets	42,203,378	37,454,541	4,748,837	12.68
Credit facilities and loans	28,876,190	22,960,012	5,916,178	25.77
Credit facilities and loans ex-securitization	31,890,351	26,522,131	5,368,220	20.24
Customer funds	31,162,717	22,732,517	8,430,200	37.08
Off-balance-sheet managed funds	11,400,790	9,998,261	1,402,529	14.03
<b>EARNINGS</b>				
Net interest income	223,879	210,545	13,334	6.33
Basic income	394,945	335,203	59,742	17.82
Net operating income	202,526	167,797	34,729	20.70
Income before taxes	165,787	128,990	36,797	28.53
Net income attributed to the Group	117,642	90,118	27,523	30.54
<b>RATIOS</b>				
Nonperforming loans/ total risk expos. ex-securit.	0.22%	0.26%	-0.04%	-14.57
Recorded allowance/nonperforming loans	628.93%	534.33%	94.60%	17.70
Cost to income	48.14%	48.97%	-0.83%	-1.70
ROE	17.25%	14.55%	2.70%	18.58
ROA	0.57%	0.53%	0.04%	8.38
Capital ratios	10.41%	11.18%	-0.77%	-6.89
Tier 1 capital	7.07%	7.87%	-0.80%	-10.17
<b>BANKINTER SHARES</b>				
Number of shares	78,585,044	77,916,786	668,258	0.86
Closing price	50.40	42.30	8.10	19.15
EPS. Earnings per share (euros)	1.52	1.18	0.34	28.81
DPS. Dividend per share (euros)	0.62	0.57	0.05	9.18
<b>BRANCHES AND CENTERS</b>				
Number of branches	327	311	16	5.14
Commercial management centers				
Corporate Business Units	48	41	7	17.07
SME Business Units	114	84	30	35.71
Private Banking Centers	41	36	5	13.89
Corporate Partnerships	517	484	33	6.82
Number of agents	1,011	1,019	-8	-0.79
Telephone banking and Internet	3	3	0	0.00
<b>HEADCOUNT</b>				
Number of employees (full-time equivalent)	3,824	3,490	334	9.57



## 2. Introduction

In the first half of the year the Bankinter Group obtained a net profit of EUR 117.64 million, which represents an increase of 30.54% comparing with same period last year, and continued the strong growth trend of recent quarters. This upward trend in earnings was boosted by sound increases in business fundamentals: the number of new customers grew by 33%; customer funds by 37.08%; off-balance-sheet managed funds by 14.03%; and credit facilities and loans by 25.8%. At the same time, the Group reported an excellent non-performing loan ratio of 0.22% and a ratio of the recorded allowance to non-performing loans of 628.93%.

As regards the customer business, all the significant segments experienced growth, in particular the SME segment, to which the Bank has remained firmly committed in recent years, and whose profit after tax grew by 40.64%, over the same period last year. This segment has a total of 114 branches throughout Spain that specialise in the management of this type of customer, as compared with 84 branches at the end of June 2005. In addition to this segment, also worthy of note is the growth of Individual Banking (up 25.51%), Corporate Banking (up 16.92%) and Personal Finance, with a 23.20% rise in profit after tax.

It is traditional at the Bank for this growth to be supported, as in previous quarters, by one of the pillars that has become inseparable from the Bank's strategy: customer service quality. The Net Satisfaction Index (ISN) at the end of the six-month period stood at 77.67, far higher than the market average.

In terms of other business ratios, noteworthy were ROE, which increased to 17.25%, ROA, which stood at 0.57%, and the cost to income ratio, which fell to 48.14%.

Similarly, in order to continue to manage properly this sizable growth in business levels, the Bank has continued to strengthen its workforce with a notable increase in the number of employees which totalled 3,824 at the end of the six-month period, up 9.57% as of the same date in 2005.

### MARGINS AND EARNINGS

Growth was reported in all the main aggregates of the Bankinter Group's balance sheet. Total assets grew by 12.68% to EUR 42,203 million, on- and off-balance-sheet customer funds totalled EUR 42,563 million at 30 June (up 30.04%), including mutual funds and pension funds which increased by 15.17% and 18.39%, respectively. Also, particularly noteworthy was the balance of 'Credit Facilities and Loans', which amounted to EUR 28,876 million, representing an increase of 25.77% on the figure for the same period last year.

Bankinter's income statement for the period ended 30 June 2006, showed increases in all the main margins: net interest income (up 6.33%), gross income (up 17.82%), and, most importantly, net operating income (up 20.70%). Profit before tax stood at EUR 165.78 million, 28.53% more than in the same period the previous year.

For yet another quarter, noteworthy was the positive performance of fees and commissions, which increased by 12.37% with respect to the first half of 2005. This was due, *inter alia*, to the services provided, such as securities trading, with an increase of 29.22% in the related fees and commissions; and the marketing of products including mutual funds (up 20.23%), pension funds (up 22.62%) and insurance (up 21.17%). Particular mention should be made of the contribution to the Bankinter Group's accounts by the insurance business. Bankinter Seguros de Vida and Bankinter Gestión de Seguros contributed EUR 12.4 million to profit before tax and Línea Directa Aseguradora contributed EUR 13.4 million, which, taken together, represent a 16.1% increase on the first half of 2005.

It should be noted that on 3 April the Bankinter Group sold a second portion (2.51% of the share capital) of its total holding in Empresa Nacional de Calulosa S.A. (ENCE), having sold a similar ownership interest in the previous quarter. This gave rise to a pre-tax gain of EUR 7.9 million in the quarter which is recognised under "Gains/Losses on Financial Assets and Liabilities" in the income statement.

Operating expenses increased by 14.9% and net operating income was 20.7% higher than that of the first half of 2005.

Provisions increased by 16.9%, somewhat less than the increase in lending. This is due to the new structure of the loan portfolio, which experienced growth in a type of product and security which requires lower provisions. As a result of the foregoing, profit before tax increased by 28.53%.

Non-performing loans amounted to EUR 75.64 million, equivalent to 0.22% of the Bank's computable risk assets, significantly lower than the 0.26% recorded at the end of June 2005 and the non-performing loans coverage ratio was 628.93%. Accordingly, both ratios are ranked among the best reported by European banks. The loan loss allowance increased 20.72% with respect to the same period last year. Bankinter continues to enjoy excellent creditworthiness thanks to in-house risk analysis, acceptance and automatic management systems, portfolio diversification, high provisions to the loan loss allowance and scant exposure to country risk.

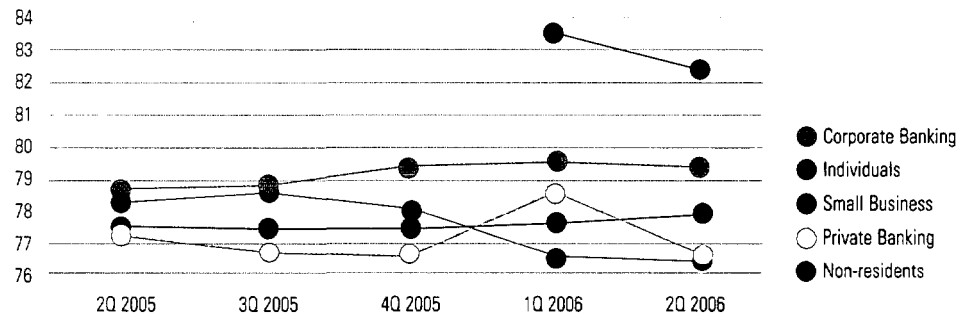
Earnings per share stood at EUR 1.52, up 28.81% on the same period in the previous year. Also, the Bankinter share price showed good growth in this period and rose by 19.15% from EUR 42.30 per share at the end of the first half of 2005 to EUR 50.40 at 30 June 2006.

On 1 July 2006, Bankinter distributed the first 2006 interim dividend of EUR 0.310176 (gross) per share which was 8% higher than the related dividend for the previous year.

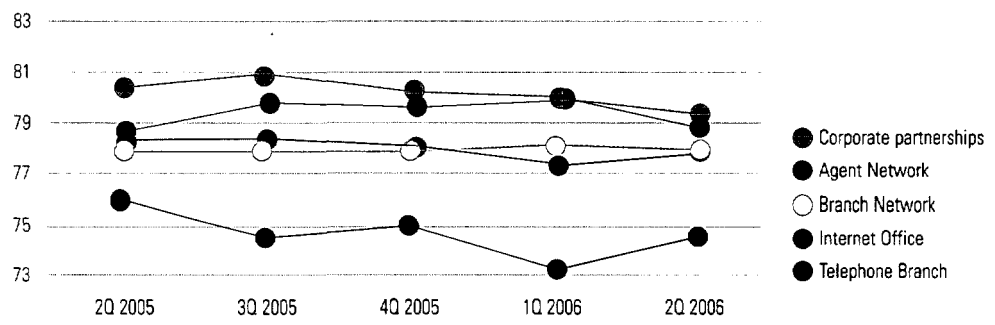
### 3. Quality of service

ISN satisfaction scale	
>85	Excellent
75-85	Good
60-75	Fair
<60	Poor

By segments



By distribution channel



## 4. Customer activity

Bankinter's customer activity is based on a multichannel strategy. This strategy aims to provide customers with several ways or channels for interaction with the Bank so that customers can use the most convenient and appealing channel for them at any given time.

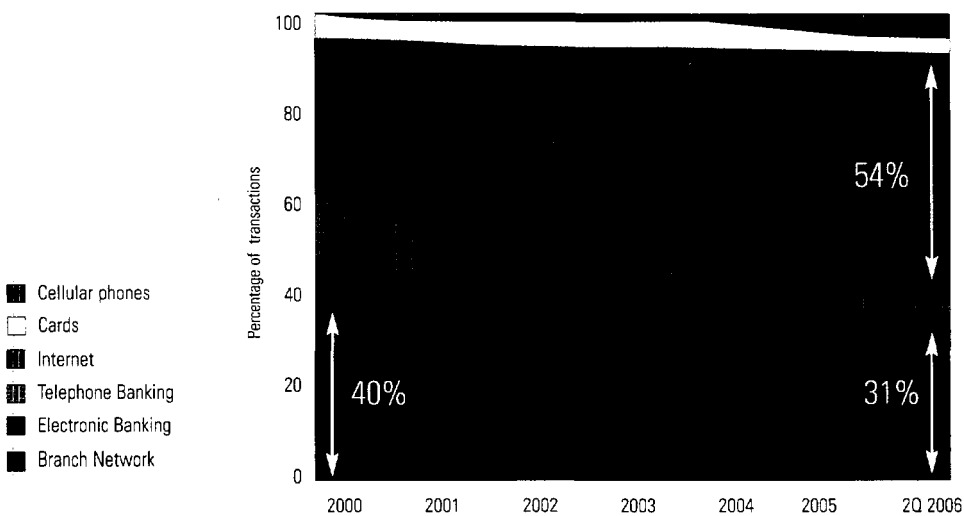
The multichannel approach involves a high quality service in each of the forms of interaction with the Bank. Indicative of its popularity among customers is the fact that overall customer satisfaction stands at 77.67%, considerably higher than the market average and 66% of customers interact with the Bank using more than one channel.

In the second quarter, over 279 million transactions were performed by customers, 20.78% more than in the same period in 2005.

The Internet has consolidated its position as the main interaction channel, accounting for 54.10% of transactions; followed by the branches with 30.97%; and telephone banking with 6.93%.

The number of products per customer fell slightly to 6.34 products and the churn rate stood at 5.88%.

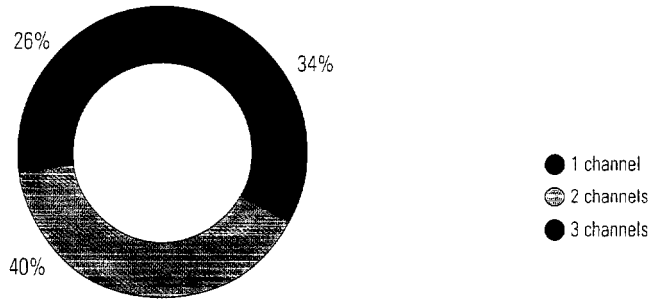
Evolution of transactions by channel (%)



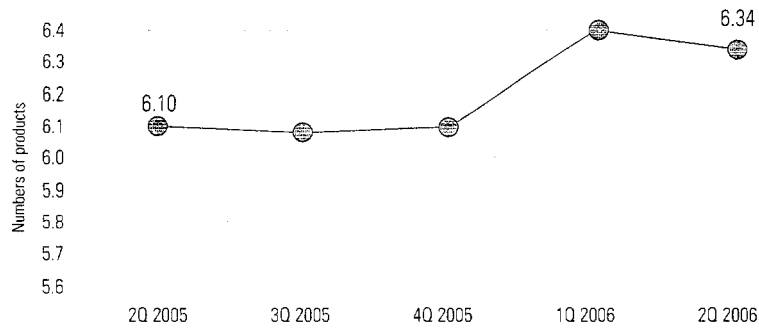
Customer activity



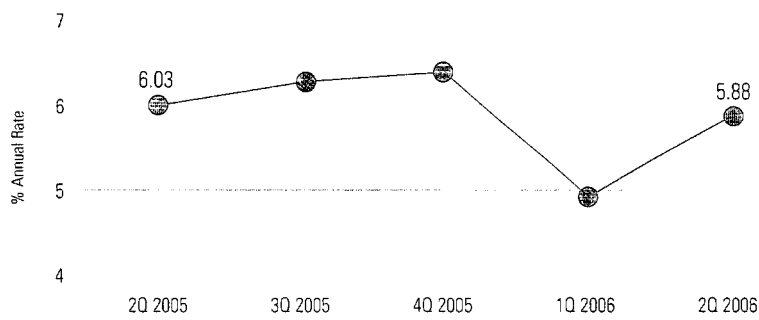
Use of channels



Products by customer



Churn rate



## 5. Balance sheet

Thousands of euros

	06/30/2006	12/31/2005	Var. 06/30/06 - 12/31/05		06/30/05	Var. 06/30/06 - 06/30/05	
			Amount	%		Amount	%
<b>ASSETS</b>							
Cash on hand and on deposits at central banks	676,566	435,916	240,650	55.21%	208,880	467,686	223.90%
Trading portfolio	3,406,271	4,634,402	-1,228,131	-26.50%	3,886,012	-479,741	-12.35%
Available for sale portfolio	3,117,841	3,781,581	-663,740	-17.55%	5,434,388	-2,316,547	-42.63%
Loans	34,133,904	30,484,777	3,649,127	11.97%	26,640,280	7,493,624	28.13%
Due from banks	4,937,338	4,205,236	732,102	17.41%	3,225,106	1,712,232	53.09%
Customer loans	28,876,190	26,139,388	2,736,802	10.47%	22,960,012	5,916,178	25.77%
Other assets	320,376	140,153	180,223	128.59%	455,162	-134,786	-29.61%
Investment portfolio held to maturity	0	448,292	-448,292	-100.00%	479,422	-479,422	-100.00%
Hedge derivatives and macro-derivatives	68,065	78,564	-10,499	-13.36%	88,335	-20,270	-22.95%
Other assets available for sale	5,287	3,827	1,460	38.15%	4,225	1,062	25.14%
Affiliates	89,131	79,396	9,735	12.26%	66,638	22,493	33.75%
Intangible assets	330,000	326,519	3,481	1.07%	319,577	10,423	3.26%
Accrual accounts	376,313	512,736	-136,423	-26.61%	326,784	49,529	15.16%
<b>TOTAL ASSETS</b>	<b>42,203,378</b>	<b>40,786,010</b>	<b>1,417,368</b>	<b>3.48%</b>	<b>37,454,541</b>	<b>4,748,837</b>	<b>12.68%</b>
<b>EQUITIES AND LIABILITIES</b>							
<b>LIABILITIES</b>							
Trading portfolio	2,630,368	3,357,286	-726,918	-21.65%	2,342,595	287,773	12.28%
Financial liabilities at amortized costs	36,709,042	34,570,204	2,138,838	6.19%	32,240,514	4,468,528	13.86%
Due to banks	4,310,165	6,292,887	-1,982,722	-31.51%	8,245,037	-3,934,872	-47.72%
Customer deposits	16,858,736	15,490,497	1,368,239	8.83%	15,031,215	1,827,521	12.16%
Marketable debt securities	14,303,981	11,986,462	2,317,519	19.33%	7,701,302	6,602,679	85.73%
Subordinated debt	542,892	382,021	160,871	42.11%	388,233	154,659	39.84%
Other liabilities	693,268	418,337	274,931	65.72%	874,727	-181,459	-20.74%
Hedge derivatives and macro-derivatives	2,380	47,892	-45,512	-95.03%	98,429	-96,049	-97.58%
Write-offs and provisions	724,119	785,418	-61,299	-7.80%	782,145	-58,026	-7.42%
Accrual accounts	290,750	229,773	60,977	26.54%	212,853	77,897	36.60%
Capital with nature of financial liabilities	346,995	347,606	-611	-0.18%	348,227	-1,232	-0.35%
<b>LIABILITIES</b>	<b>40,703,654</b>	<b>39,338,179</b>	<b>1,365,475</b>	<b>3.47%</b>	<b>36,024,763</b>	<b>4,678,891</b>	<b>12.99%</b>
<b>EQUITY</b>							
Equity adjustments due to valuation	13,447	62,238	-48,791	-78.39%	96,199	-82,752	-86.02%
Equity	1,486,277	1,385,593	100,684	7.27%	1,333,579	152,698	11.45%
<b>TOTAL EQUITY</b>	<b>1,499,724</b>	<b>1,447,831</b>	<b>51,893</b>	<b>3.58%</b>	<b>1,429,778</b>	<b>69,946</b>	<b>4.89%</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>42,203,378</b>	<b>40,786,010</b>	<b>1,417,368</b>	<b>3.48%</b>	<b>37,454,541</b>	<b>4,748,837</b>	<b>12.68%</b>

## 6. Customer funds and lending

Thousands of euros

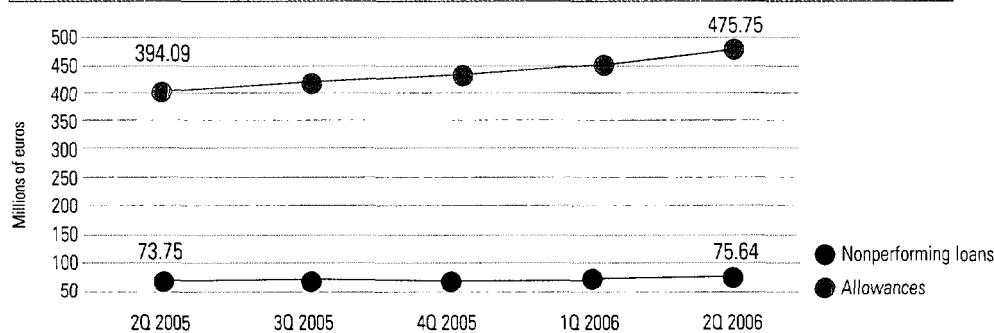
	06/30/2006	06/30/2005	Variation	
			Amount	%
<b>CUSTOMER FUNDS</b>				
<b>Customer deposits</b>	<b>16,858,736</b>	<b>15,031,215</b>	<b>1,827,521</b>	<b>12.16</b>
Government entities	253,236	569,347	-316,111	-55.52
Residents	16,174,016	14,001,712	2,172,304	15.51
Demand deposits	7,899,144	6,900,866	998,278	14.47
Savings deposits	104,038	106,308	-2,270	-2.14
Time deposits	3,056,131	2,894,978	161,153	5.57
Securities sold under repurchase agreement	5,114,703	4,099,560	1,015,143	24.76
Nonresidents	370,441	385,833	-15,392	-3.99
Adjustments due to valuation	61,043	74,323	-13,280	-17.87
Marketable debt securities	14,303,981	7,701,302	6,602,679	85.73
<b>Total</b>	<b>31,162,717</b>	<b>22,732,517</b>	<b>8,430,200</b>	<b>37.08</b>
<b>Off-balance-sheet managed funds</b>	<b>11,400,790</b>	<b>9,998,261</b>	<b>1,402,529</b>	<b>14.03</b>
of which:				
Mutual funds	9,030,958	7,841,642	1,189,316	15.17
Pension funds	897,700	758,258	139,442	18.39
<b>CREDIT FACILITIES AND LOANS</b>				
Loans to government entities	37,327	25,732	11,595	45.06
Loans to resident borrowers	28,393,682	22,808,419	5,585,263	24.49
Commercial bills	1,542,622	1,312,051	230,571	17.57
Secured loans	20,320,016	16,330,177	3,989,839	24.43
Lease receivables	1,043,174	741,567	301,607	40.67
Other loans	5,487,870	4,424,624	1,063,246	24.03
Nonresident borrowers	794,684	466,053	328,631	70.51
Nonperforming loans	73,781	72,518	1,263	1.74
<b>Subtotal</b>	<b>29,299,474</b>	<b>23,372,722</b>	<b>5,926,752</b>	<b>25.36</b>
Loan loss allowance (excl. off-balance-sheet risks)	449,573	394,094	55,479	14.08
Other adjustments due to valuation	26,289	-18,616	44,905	-241.22
<b>Total</b>	<b>28,876,190</b>	<b>22,960,012</b>	<b>5,916,178</b>	<b>25.77</b>
<b>Total ex-securitization</b>	<b>31,890,351</b>	<b>26,522,131</b>	<b>5,368,220</b>	<b>20.24</b>

## 7. Analysis of credit risk

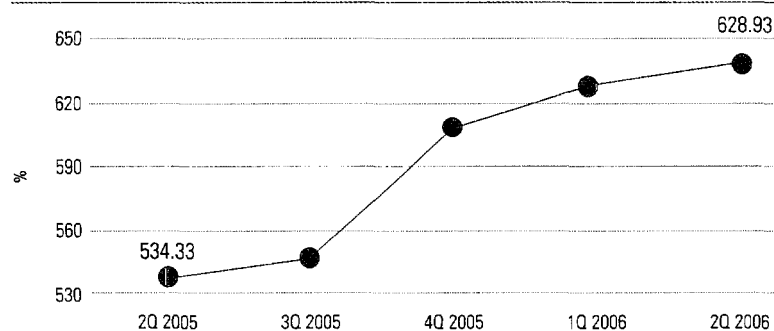
Thousands of euros

	06/30/2006	06/30/2005	Variation	
			Amount	%
Risk exposure ex securitization	34,614,801	28,832,333	5,782,469	20.06
Total nonperforming balance	75,644	73,754	1,890	2.56
Total allowances	475,752	394,094	81,657	20.72
Mandatory allowances	475,752	394,094	81,657	20.72
Generic	451,070	371,216	79,854	21.51
Specific	24,682	22,879	1,803	7.88
% Nonperforming loans/Total risk exposure (ex securitization)	0.22	0.26	-0.04	-14.57
% Nonperforming loans/Total risk exposure	0.24	0.29	-0.05	-17.24
% Nonperforming mortgages/Total mortgages	0.12	0.18	-0.06	-34.91
% Recorded allowance/Nonperforming loans	628.93	534.33	94.60	17.70
% Recorded allowance/unsecured nonperforming	452.36	474.26	-21.89	-4.62

### Nonperforming loans and allowances



### Variation in record allowance/nonperforming loans

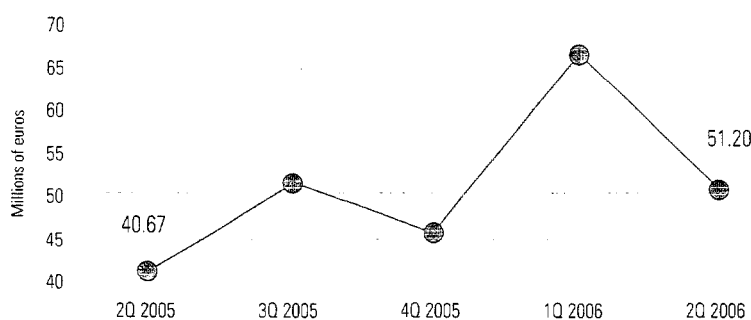


## 8. Comparative income statements

Thousands of euros

	2006		2005		Variation	
	Amount	% s/ATM	Amount	% s/ATM	Amount	%
Interest revenue	634,251	3.08	505,587	2.96	128,664	25.45
Interest expense	-419,780	-2.04	-300,849	-1.76	-118,931	39.53
Interests on preference shares	-4,425	-0.02	-3,563	-0.02	-862	24.19
Revenue from equity portfolio	9,408	0.05	5,807	0.03	3,601	62.01
<b>NET INTEREST INCOME</b>	<b>223,879</b>	<b>1.09</b>	<b>210,545</b>	<b>1.23</b>	<b>13,334</b>	<b>6.33</b>
Equity accounting	12,150	0.06	11,108	0.07	1,042	9.38
Fees and commissions	103,989	0.51	92,544	0.54	11,445	12.37
Insurance activity	-11	0.00	299	0.00	-310	-103.68
Trading income	54,938	0.27	20,707	0.12	34,231	165.31
<b>ORDINARY INCOME</b>	<b>394,945</b>	<b>1.92</b>	<b>335,203</b>	<b>1.96</b>	<b>59,742</b>	<b>17.82</b>
Personnel expenses	-108,368	-0.53	-92,859	-0.54	-15,509	16.70
General and administrative costs	-81,762	-0.40	-71,302	-0.42	-10,460	14.67
Depreciation and write-downs	-11,139	-0.05	-10,033	-0.06	-1,106	11.02
Depreciation and write-downs	8,850	0.04	6,788	0.04	2,062	30.38
<b>OPERATING INCOME</b>	<b>202,526</b>	<b>0.98</b>	<b>167,797</b>	<b>0.98</b>	<b>34,729</b>	<b>20.70</b>
Write-off and provisions	-42,926	-0.21	-36,710	-0.21	-6,216	16.93
General allowances	6,552	0.03	-2,302	-0.01	8,854	-384.62
Other results	-365	0.00	205	0.00	-570	-278.05
<b>INCOME BEFORE TAXES</b>	<b>165,787</b>	<b>0.81</b>	<b>128,990</b>	<b>0.76</b>	<b>36,797</b>	<b>28.53</b>
Corporate income tax	-48,145	-0.23	-38,872	-0.23	-9,274	23.86
<b>INCOME AFTER TAXES ATTRIBUTED TO THE GROUP</b>	<b>117,642</b>	<b>0.57</b>	<b>90,118</b>	<b>0.53</b>	<b>27,523</b>	<b>30.54</b>
<b>ATM</b>	<b>41,486,358</b>		<b>34,443,558</b>		<b>7,042,800</b>	<b>20.44</b>

Income attributed to the Group

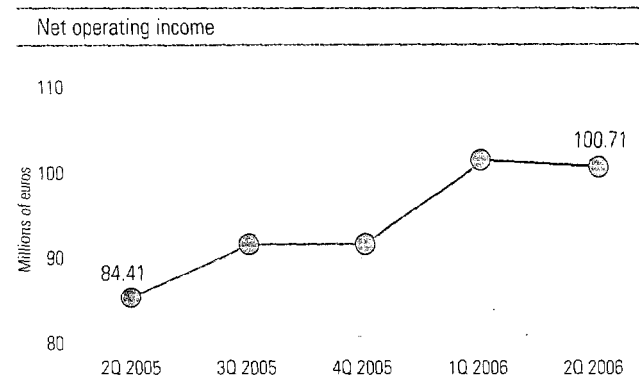
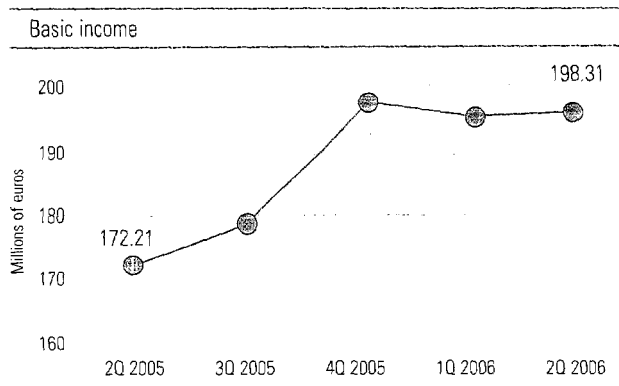




## 9. Quarterly statements of income

Thousands of euros

	2006			2005			
	2nd Q	Variation		1st Q	4th Q	3th Q	2nd Q
		2Q06/2Q05	2Q06/1Q06				
Interest revenue	327,692	24.96	6.89	306,559	290,337	280,691	262,234
Interest expense	-218,390	37.18	8.44	-201,390	-184,187	-170,620	-159,198
Interests on preference shares	-2,380	32.96	16.38	-2,045	-1,846	-1,846	-1,790
Revenue from equity portfolio	4,860	111.49	6.86	4,548	2,052	1,449	2,298
<b>NET INTEREST INCOME</b>	<b>114,162</b>	<b>8.38</b>	<b>4.05</b>	<b>109,717</b>	<b>108,202</b>	<b>111,520</b>	<b>105,334</b>
Equity accounting	6,067	5.02	-0.26	6,083	6,908	6,629	5,777
Fees and commissions	52,014	10.41	0.08	51,975	49,636	47,519	47,111
Insurance activity	661	158.20	-198.36	-672	-931	557	256
Trading income	25,407	85.07	-13.96	29,531	34,104	12,507	13,728
<b>ORDINARY INCOME</b>	<b>198,311</b>	<b>15.16</b>	<b>0.85</b>	<b>196,634</b>	<b>197,919</b>	<b>178,732</b>	<b>172,206</b>
Personnel expenses	-56,070	16.12	7.21	-52,298	-51,751	-47,788	-48,288
General and administrative costs	-40,746	6.26	-0.66	-41,016	-52,296	-37,105	-38,344
Depreciation and write-downs	-5,914	15.82	13.19	-5,225	-5,691	-5,307	-5,106
Other operating items	5,133	30.18	38.10	3,717	3,908	3,165	3,943
<b>OPERATING INCOME</b>	<b>100,714</b>	<b>19.31</b>	<b>-1.08</b>	<b>101,812</b>	<b>92,089</b>	<b>91,697</b>	<b>84,411</b>
Write-off and provisions	-27,299	12.56	74.69	-15,627	-29,637	-13,796	-24,252
General allowances	549	-125.84	-90.85	6,003	318	-5,051	-2,125
Other results	-546	228.92	-401.66	181	798	37	-166
<b>INCOME BEFORE TAXES</b>	<b>73,418</b>	<b>26.87</b>	<b>-20.52</b>	<b>92,369</b>	<b>63,568</b>	<b>72,887</b>	<b>57,868</b>
Corporate income tax	-22,217	29.21	-14.31	-25,928	-17,325	-21,546	-17,194
<b>INCOME AFTER TAXES ATTRIBUTED TO THE GROUP</b>	<b>51,201</b>	<b>25.88</b>	<b>-22.94</b>	<b>66,441</b>	<b>46,243</b>	<b>51,341</b>	<b>40,674</b>
<b>ATM</b>	<b>41,476,298</b>			<b>41,496,532</b>	<b>39,865,253</b>	<b>38,432,895</b>	<b>36,020,636</b>



## 10. Fees

Thousands of euros

	06/30/2006	06/30/2005	Variation	
			Amount	%
<b>FEES PAID</b>				
Fees paid to other banks	8,647	7,796	851	10.92
Fees paid to agents. virtual banking	26,452	20,048	6,404	31.94
<b>Total fees paid</b>	<b>35,099</b>	<b>27,844</b>	<b>7,255</b>	<b>26.06</b>
<b>FEES RECEIVED</b>				
Guarantee and L/C	7,631	7,314	317	4.33
Foreign exchange	3,883	3,911	-28	-0.72
Payment and collection services	35,214	32,752	2,462	7.52
Commercial bills	8,137	7,060	1,077	15.25
Sight accounts	4,687	4,397	290	6.60
Debit and credit cards	17,870	17,603	267	1.52
Checks	970	1,007	-37	-3.67
Payment orders	3,550	2,685	865	32.22
Brokerage services	21,468	15,315	6,153	40.18
Underwriting and management fees	2,961	80	2,881	3,601.25
Buy/sell orders	8,514	6,589	1,925	29.22
Custody and administration	9,993	8,646	1,347	15.58
Non-banking financial products	49,566	41,105	8,461	20.58
Mutual funds	39,935	33,216	6,718	20.23
Pension funds	6,121	4,992	1,129	22.62
Insurance	3,510	2,897	613	21.17
Other fees	21,326	19,991	1,335	6.68
<b>Total fees received</b>	<b>139,088</b>	<b>120,388</b>	<b>18,700</b>	<b>15.53</b>
<b>FEES AND COMMISSIONS NET</b>	<b>103,989</b>	<b>92,544</b>	<b>11,445</b>	<b>12.37</b>

## 11. Yields and costs

Data in %

	06/30/2006		06/30/2005	
	weighting	rate	weighting	rate
Cash on hand and on deposit at Central Bank	0.89	1.84	0.96	1.47
Due from banks	9.99	2.38	8.46	1.80
Credit facilities and loans (a)	65.90	3.49	62.02	3.28
Securities	16.46	3.33	22.78	3.10
Equity portfolio	1.10	4.15	1.50	2.27
<b>Average earnings assets (b)</b>	<b>94.33</b>	<b>3.32</b>	<b>95.70</b>	<b>3.13</b>
Other assets	5.67		4.30	
<b>AVERAGE TOTAL ASSETS</b>	<b>100.00</b>	<b>3.13</b>	<b>100.00</b>	<b>2.99</b>
Due to central banks	0.52	2.55	1.05	2.10
Due to banks	20.01	2.71	22.64	2.27
Other market transactions	0.34	2.26	0.61	1.59
Customer funds (c)				
Customer deposits	67.43	2.12	62.79	1.67
Marketable debt securities	38.47	1.66	41.30	1.39
Subordinated liabilities	28.96	2.73	21.49	2.22
Capital with nature of financial liabilities	1.02	4.36	1.16	4.14
	0.84	2.57	1.01	2.07
<b>Average interest bearing funds (d)</b>	<b>90.16</b>	<b>2.26</b>	<b>89.26</b>	<b>1.97</b>
Other liabilities	9.84		10.74	
<b>AVERAGE TOTAL FUNDS</b>	<b>100.00</b>	<b>2.04</b>	<b>100.00</b>	<b>1.76</b>
<b>Customer spread (a-c)</b>		<b>1.37</b>		<b>1.61</b>
<b>Net interest margin (b-d)</b>		<b>1.05</b>		<b>1.16</b>

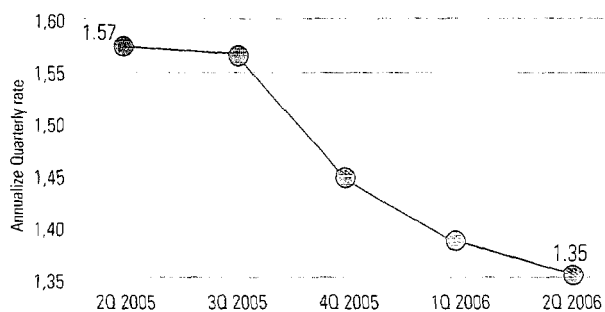


## 12. Quarterly yields and costs

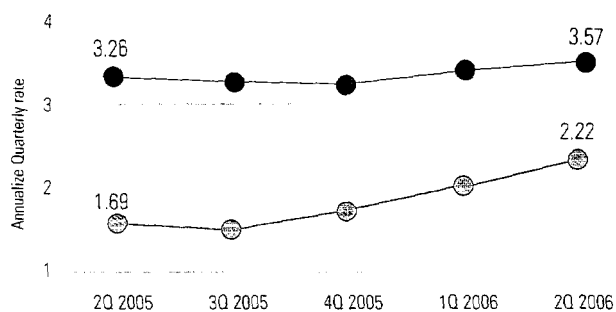
Data in %

	2006		1Q06		4Q05		3Q05		2Q05	
	weighting	rate	weighting	rate	weighting	rate	weighting	rate	weighting	rate
Cash on hand and on deposit										
at central bank	0.89	1.95	0.88	1.74	0.88	1.36	0.94	1.51	0.95	1.49
Due from banks	9.95	2.57	10.03	2.20	8.98	2.00	8.33	1.69	8.87	1.77
Credit facilities and loans (a)	67.92	3.57	63.85	3.39	63.06	3.22	61.41	3.22	61.26	3.26
Securities	15.47	3.46	17.45	3.21	19.96	3.12	24.01	2.98	22.86	3.07
Equity portfolio	1.21	3.88	0.99	4.48	1.43	1.42	1.41	1.06	1.53	1.67
<b>Average earnings assets (b)</b>	<b>95.45</b>	<b>3.37</b>	<b>93.20</b>	<b>3.26</b>	<b>94.31</b>	<b>3.09</b>	<b>96.10</b>	<b>3.03</b>	<b>95.47</b>	<b>3.09</b>
Other assets	4.55		6.80		5.69		3.90		4.53	
<b>AVERAGE TOTAL ASSETS</b>	<b>100.00</b>	<b>3.22</b>	<b>100.00</b>	<b>3.04</b>	<b>100.00</b>	<b>2.91</b>	<b>100.00</b>	<b>2.91</b>	<b>100.00</b>	<b>2.95</b>
Due to central banks	0.66	2.63	0.37	2.41	1.57	2.12	3.67	2.10	0.95	2.09
Due to banks	19.68	2.84	20.34	2.58	23.09	2.35	25.31	2.23	23.86	2.25
Money market transactions										
through counterparties	0.22	2.59	0.46	2.10	0.36	0.00	0.21	0.52	0.43	1.92
Customer funds (c)	68.90	2.22	65.95	2.01	63.48	1.77	58.70	1.66	61.86	1.69
Customer deposits	38.91	1.73	38.03	1.59	38.41	1.41	39.85	1.39	40.48	1.40
Repos	29.99	2.86	27.92	2.59	25.08	2.32	18.84	2.25	21.37	2.24
Subordinated liabilities	1.10	4.37	0.94	4.34	0.97	4.04	1.01	4.20	1.14	4.01
Capital with nature of financial liabilities	0.84	2.75	0.84	2.39	0.87	2.11	0.91	2.10	0.97	2.06
<b>Average interest bearing funds (d)</b>	<b>91.41</b>	<b>2.31</b>	<b>88.90</b>	<b>2.21</b>	<b>90.35</b>	<b>2.03</b>	<b>89.80</b>	<b>1.96</b>	<b>89.20</b>	<b>1.99</b>
Other liabilities	8.59		11.10		9.65		10.20		10.80	
<b>AVERAGE TOTAL FUNDS</b>	<b>100.00</b>	<b>2.11</b>	<b>100.00</b>	<b>1.97</b>	<b>100.00</b>	<b>1.83</b>	<b>100.00</b>	<b>1.76</b>	<b>100.00</b>	<b>1.77</b>
<b>Customer spread (a-c)</b>		<b>1.35</b>		<b>1.38</b>		<b>1.45</b>		<b>1.56</b>		<b>1.57</b>
<b>Net interest margin (b-d)</b>		<b>1.06</b>		<b>1.05</b>		<b>1.06</b>		<b>1.07</b>		<b>1.10</b>

Evolution Customer spread



Return on lending and Cost of customer funds

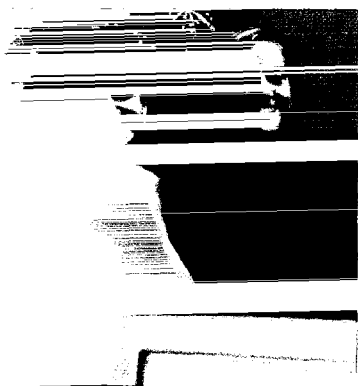


● Cost of customer funds  
● Return on lending

## 13. Contribution by business area

Thousands of euros

	06/30/2006	06/30/2005	Variation	
			Amount	%
Customers business divisions	116,098	94,621	21,477	22.70
Personal Finance	11,644	9,451	2,193	23.20
Private Banking	19,500	17,169	2,331	13.58
Corporate Banking	26,593	22,745	3,848	16.92
Individuals	38,884	30,982	7,902	25.51
Small and Medium Companies	16,619	11,817	4,802	40.64
Non-Residents	2,858	2,457	401	16.32
Capital Markets	20,135	7,780	12,355	158.80
Other businesses	20,833	9,450	11,383	120.46
General allowances	-27,407	-24,170	-3,237	13.39
Corporate Center	-12,017	2,437	-14,455	-593.05
<b>INCOME AFTER TAXES ATTRIB. TO THE GROUP</b>	<b>117,642</b>	<b>90,118</b>	<b>27,523</b>	<b>30.54</b>
Pro-memoria:				
Asset management fees	43,025	36,880	6,145	16.66



## 14. Shareholders' equity and rating

Thousands of euros

	06/30/2006	06/30/2005	Variation	
			Amount	%
Paid-in capital and reserver	1,478,485	1,335,737	142,748	10.69
Minority interest	343,165	343,165	0	0.00
Revaluation reserve	-128,128	-131,169	3,041	-2.32
Treasury stock	-26,132	-30,266	4,134	-13.66
Intangible assets	-50,167	-45,595	-4,572	10.03
<b>Tier 1</b>	<b>1,617,223</b>	<b>1,471,872</b>	<b>145,350</b>	<b>9.88</b>
Revaluation reserve	128,128	131,169	-3,041	-2.32
General allowances	448,620	289,187	159,433	55.13
Subordinated debt financing	286,079	233,875	52,204	22.32
Recorded general loan loss allowance	-97,707	-35,307	-62,400	176.74
<b>Tier 2</b>	<b>765,120</b>	<b>618,924</b>	<b>146,196</b>	<b>23.62</b>
<b>Total Equity</b>	<b>2,382,343</b>	<b>2,090,796</b>	<b>291,547</b>	<b>13.94</b>
<b>Risk-weighted assets</b>	<b>22,886,353</b>	<b>18,710,009</b>	<b>4,176,344</b>	<b>22.32</b>
<b>Tier 1 (%)</b>	<b>7.07</b>	<b>7.87</b>	<b>-0.80</b>	<b>-10.17</b>
<b>Tier 2 (%)</b>	<b>3.34</b>	<b>3.31</b>	<b>0.03</b>	<b>0.91</b>
<b>Capital ratio (%)</b>	<b>10.41</b>	<b>11.18</b>	<b>-0.77</b>	<b>-6.89</b>
<b>Excess%</b>	<b>551,435</b>	<b>593,996</b>	<b>-42,561</b>	<b>-7.17</b>

### Ratings

	Short Term	Long Term
Moody's	P	Aa3
Standard & Poor's	A1	A
Fitch	F1	A+

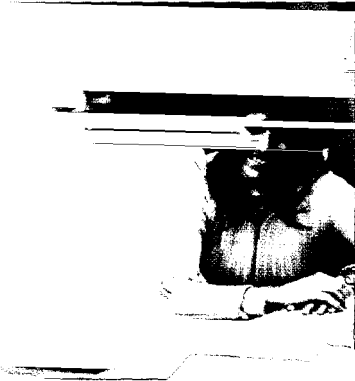
## 15. Variation in net worth

	Thousands of euros	
	2006	2005
<b>BALANCE AT JANUARY 1</b>	<b>1,447,831</b>	<b>1,316,190</b>
Dividends	-48,508	-43,572
Capital increase	20,071	26,558
Reserve - available-for-sale	-48,791	35,092
Income for the year	117,642	90,118
Other variations	11,479	5,392
<b>BALANCE AT JUNE 30</b>	<b>1,499,724</b>	<b>1,429,778</b>



## 16. Cash flow statement

	Thousands of euros	
	2006	2005
<b>CASH AND CASH EQUIVALENTS BALANCE AT JANUARY 1</b>	<b>435,916</b>	<b>170,761</b>
Net cash flow - operating activities	-114,355	92,370
Net cash flow - investments	-14,310	-13,541
Net cash flow - investments	140,605	-40,709
<b>CASH AND CASH EQUIVALENTS BALANCE AT JUNE 30</b>	<b>676,566</b>	<b>208,880</b>



## 17. Creation of shareholder value

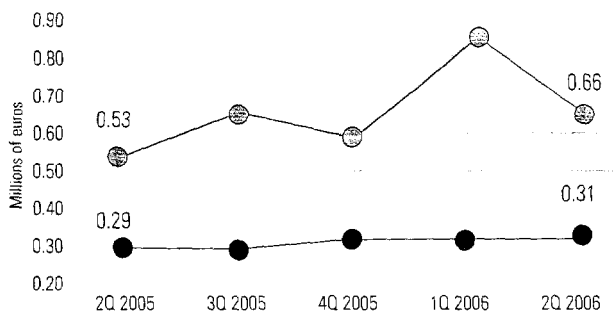
### Period per share data (euros)

Earnings per share	1.52
Diluted earnings per share	1.46
Dividend per share	0.62
Book value per share	18.62
Price at beginning of year	46.87
Low	46.45
High	57.60
Closing price	50.40
Appreciation in last quarter (%)	-11.58
Appreciation in last 12 months (%)	19.15

### Stock market ratios

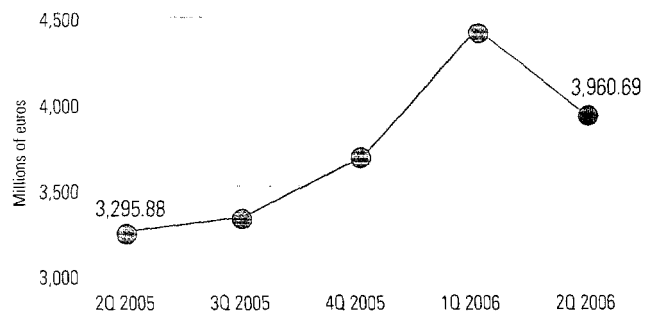
Price/Book value (times)	2.71
PER (price/earnings, times)	16.57
Dividend yield (%)	2.43
Number of shareholders	91,779
Number of shares	78,585,044
Number of shares held by nonresidents	14,392,947
Average daily trading (number of shares)	292,963
Average daily trading (thousands of euros)	15.332

Variations in earnings and dividend per share



● EPS  
● DPS

Bankinter's market capitalization trend





## 18. People

	06/30/2006	06/30/2005	Variation	
			Amount	%
Number of employees (*)	3,824	3,490	334.00	9.57
Average length of service of employees (in years)	10.41	10.62	-0.21	-1.98
Average age (in years)	36.95	36.61	0.34	0.93
Detached by sexes				
Men (%)	54.29	55.01	-0.72	-1.31
Woman (%)	45.71	44.99	0.72	1.60
Internal job rotation (%)	41.82	31.04	10.78	34.73
External turnover (%)	11.49	7.48	4.01	53.61
Empl. with university degrees and postgrad. studies (%)	71.68	69.38	2.30	3.31

(\*) Moving averages of the last 12 months



## 19. Quarterly events

### PRODUCTS AND SERVICES

- This quarter, Bankinter began marketing two of its most innovative mortgage products: the 'Hipoteca Cuota Ligera' and the 'Hipoteca Cuota Libre', both in association with GMAC-RFC.

Their main feature is that the customer can defer payment of a percentage of the initial capital until the end of the mortgage: either the entire amount, in the case of the 'Hipoteca Cuota Ligera' mortgage, or a percentage of between 20% and 80% (chosen by the customer) in the case of the 'Cuota Libre' mortgage. This results in mortgage payments which, because they only comprise interest and, in the latter case, a small portion of the capital, are much lower than those of a traditional floating-rate mortgage. As a result, customers can purchase a more expensive home or use the surplus money for another series of payments or make alternative investments with higher returns.

- Also in this quarter, the Bank started to market a new mutual fund: 'Bankinter Plus Garantizado, FI'. In addition to guaranteeing 100% of the initial capital after four years and six days, 50% of the returns of this fund are linked to the major stock market indexes of the four emerging economies with the greatest development potential: Brazil, Russia, India and China, with a 12.5% weighting for each country; and the other 50% of returns are linked to the performance of one of the bank's most widely-praised funds: 'BK Dividendo, FI' which provides stability.

### AWARDS AND RECOGNITION

- The Boston Consulting Group ranks Bankinter among the group of the 100 most innovative companies in the world. This ranking was compiled for the second year running at the request of Business Week magazine and considered the opinions of over 1,000 executives worldwide. The ranking that includes Bankinter is topped by companies of the caliber of Apple and Google. The only Spanish companies included are Zara and ACS, who both have an international presence and, therefore, Bankinter's inclusion is of much greater merit.

- Following in this vein is the Innovation in Private Sector Award that Bankinter received as part of the Wireless Enterprise Symposium '06, organized by RIM in Orlando (USA) and attended by more than 3,000 companies. These awards recognize the public and private companies that have contributed most to the development of the wireless world through innovation.

- In addition, Bankinter was highly commended in the 2006 Technology Awards of the prestigious magazine, 'The Banker', which belongs to the London-based Financial Times Group. The magazine gave Bankinter the award under the New Channel Innovation category, praising the Bank's activities as one of the most innovative financial institutions in the world with regard to new investment channels.

- Bankinter received the 2006 CEO of the Year Award from "Computerworld" magazine. The award goes to the CEOs of companies who have recognized the value of the role played in their organizations by the efficient and effective use of information technologies. In the panel's opinion, Bankinter's management "succeeded in combining advances in technology perfectly with the needs of the business, thereby achieving an effective efficient organization able to handle any new business opportunities that may arise in the market and positioning BK as a national and international bank of reference".

- Also in the field of technology, Bankinter's Computer Security Division received an award from "SIC" magazine (Seguridad en Informática y Comunicaciones), which is highly prestigious among professionals in the industry. The award was presented during the Securmática fair, and the jury particularly praised the Bankinter team for its: "precise approach to its activities and projects, aimed at offering quality security information that is useful for the Bank's and its customers' lines of business and activity."

- For yet another year, Bankinter was included among the select group of companies in the FTSE4Good index, made up of international companies with a firm commitment to Corporate Social Responsibility. Only eleven Spanish companies were included in the latest edition of this index and Bankinter is the only one – besides Gas Natural- that has continued to appear in the index since 2001.

The FTSE4Good index measures companies' social responsibility based on their initiatives in favor of sustainable development, their dedication to environmental and social issues and relationships with their "interest groups" and their respect for human rights.

- Lastly, we highlight the fact that the consulting firm PricewaterhouseCoopers included Bankinter in the group of international companies that report the best information to their shareholders and investors. In this report entitled 'Trends in Corporate Reporting 2006', only five Spanish companies are included, and Bankinter is the only one to have been included in the last seven studies. Our bank stands out for its "reporting on service quality for customers, employees and shareholders, including statistics on incidents and the time taken to resolve them".

### SOCIAL ACTION

- In June Bankinter opened a new technological literacy center for the disadvantaged, at premises of the Amics youth association which promotes training, integration into society and career advice for the most underprivileged sections of society, mainly children and young people, and participates actively in this project in conjunction with Fundación Esplai.

This is the third center of its kind that the financial institution has set up in Spain, following the centers in Vallecas, Madrid and the Su Eminencia district in Seville. They are all funded by the fees obtained on the sale of social action financial products, such as the "BK Solidaridad FI" mutual fund and the Bankinter affinity credit card.

- Bankinter has signed an agreement with IBM to join a research project relating to various social initiatives called the World Community Grid. This project, promoted by IBM, consists of creating the largest computing grid in the world (there are currently more than 170,000 interconnected PCs) to take advantage of the unused computer time of these PCs connected to the Internet by contributing it to certain medical and social research projects or other projects related to natural disasters or environmental problems. World Community Grid has computational power that would rank this computing grid among the ten most powerful computers in the world.

The Bank makes available to this project the potential capacity of the computers of its more than 3,700 employees, who it has encouraged to participate by contributing their computers' unused time when they are away from their work stations.

- Bankinter has launched an ambitious e-learning project, through the Bank's Intranet, which aims to make its employees particularly aware, and suitably informed, of the social reality experienced by the disabled and the accessibility barriers they face in their daily lives, above all the barriers relating to the financial business, so that greater employee awareness will help establish firm foundations to completely remove such barriers.

**BANKINTER**

Parque de Castellón, 29

28010 Madrid (Spain)

Tel. +34 91 339 75 00

Fax +34 91 339 83 23

Telex 42760 BANK E

SWIFT BKRX ES MV



**BANKINTER**

[www.bankinter.com](http://www.bankinter.com)

RECEIVED

2006 SEP 19 P 13:17

OFFICE OF INTERNATIONAL  
CORPORATE FINANCE

1H2006

1

**BANKINTER** presents its financial statements following format and criteria stated by Circular of Banco de España 4/04.

**BANKINTER** cautions that this presentation contains forward looking statements. These forward looking statements are found in various places throughout this presentation and include, without limitation, statements concerning our future business development and economic performance. While these forward looking statements represent our judgment and future expectations concerning the development of our business, a number of risks, uncertainties and other important factors could cause actual developments and results to differ materially from our expectations. These factors include, but are not limited to (1) general market, macro-economic, governmental and new regulations, (2) movements in local and international securities markets, currency exchange rates, and interest rates, (3) competitive pressures, (4) technological developments, (5) changes in the financial position or credit worthiness of our customers, obligors and counterparties. The risk factors and other key factors that we have indicated could adversely affect our business and financial performance contained in our past and future filings and reports, including those with the Securities and Exchange Commission of the United States of America.

2

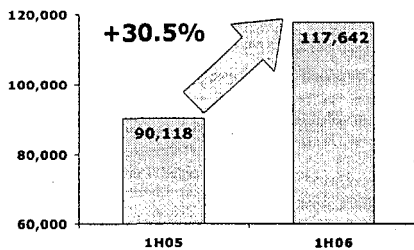
- 1 Results
- 2 Business
- 3 Balance sheet soundness
- 4 Summary

3

- 1 Results

4

### Bankinter 1H06: Strong Net Income growth



5

### Upon solid fundamentals

Credit & Loans	+25.8%
Deposits	+30.0%
Client gathering	+33.0%
RoE	17.3%
NPLs	0.22%
Coverage	629%

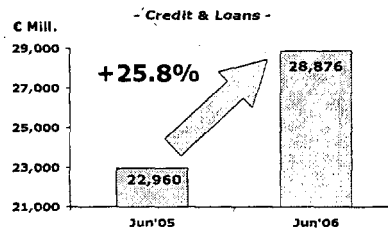
6

### All lines fairly contribute

P&L (£ thousand)	Ac Jun'06	Ac Jun'05	Dif. C	Dif. %
<b>ATAs</b>	<b>41,486,358</b>	<b>34,443,558</b>	<b>7,042,799</b>	<b>20.5</b>
<b>Net Interest Income</b>	<b>223,879</b>	<b>210,545</b>	<b>13,334</b>	<b>6.3</b>
Equity Method	12,150	11,108	1,042	9.4
Fees	103,989	92,544	11,445	12.4
Insurance	(11)	299	(310)	(n.m.)
Trading Income	54,938	20,707	34,231	165.3
<b>Ordinary Income</b>	<b>394,945</b>	<b>335,203</b>	<b>59,742</b>	<b>17.8</b>
Costs	(192,419)	(167,405)	(25,013)	14.9
<b>Operating Income</b>	<b>202,526</b>	<b>167,797</b>	<b>34,729</b>	<b>20.7</b>
Write-offs & Provisions	(42,926)	(35,710)	(6,216)	16.9
General Allowances	6,552	(2,302)	8,854	n.m.
Other Results	(365)	205	(570)	(278.1)
<b>Income Before Taxes</b>	<b>165,787</b>	<b>128,990</b>	<b>36,797</b>	<b>28.5</b>
Taxes	(48,145)	(38,872)	(9,274)	23.9
<b>Net Attributed Income</b>	<b>117,642</b>	<b>90,118</b>	<b>27,523</b>	<b>30.5</b>

7

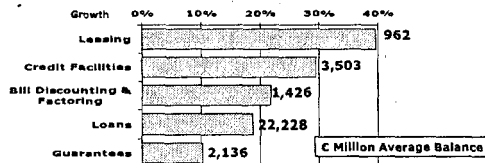
### An outperforming pace of growth



8

### Towards a wider diversification

(£ million)	Jun'06	Variation	%
<b>Total Credit &amp; Loans*</b>	<b>28,876</b>	<b>5,916</b>	<b>25.8</b>
Ex-securitization	31,890	5,368	20.2
<b>Secured Loans</b>	<b>20,820</b>	<b>4,100</b>	<b>24.5</b>
<b>Unsecured Loans</b>	<b>8,480</b>	<b>1,827</b>	<b>27.5</b>

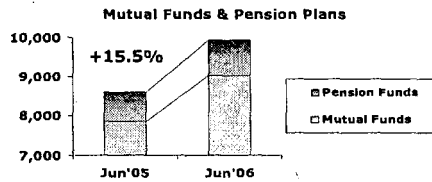


\*Total Credit & Loans are deducted of Credit Risk Allowances

9

### In Customer Deposits too

(£ million)	Jun'06	Variation	%
<b>Total Customer Funds</b>	<b>42,563</b>	<b>9,833</b>	<b>30.0</b>
On-balance-sheet	31,163	8,430	37.1



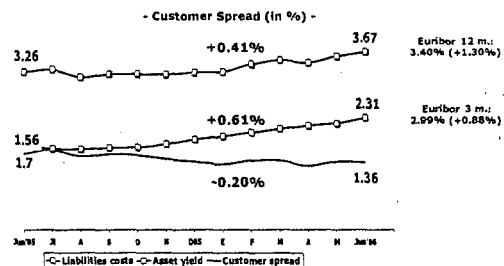
10

### Growth translated into revenues

P&L (£ thousand)	Ac Jun'06	Dif. C	Dif. %
<b>Net Interest Income</b>	<b>223,879</b>	<b>13,334</b>	<b>6.3</b>
Equity Method	12,150	1,042	9.4
Fees	103,989	11,445	12.4
Insurance	(11)	(310)	(n.m.)
Trading Income	54,938	34,231	165.3
Ex-ENCE	39,032	18,325	88.5
<b>Ordinary Income</b>	<b>394,945</b>	<b>59,742</b>	<b>17.8</b>

11

### Customer spread still on transition



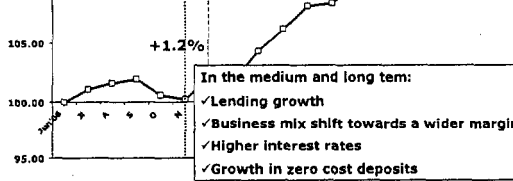
12

### On the track to a forthcoming improvement

- Net Interest Income estimates at forward rates (on base 100) -

In the short term:

- Assets and liabilities repricing mismatch
- Lesser contribution from fixed income Portfolio
- Increasing reliance on wholesale funding



13

### Fees behave firmly

(€ thousand)

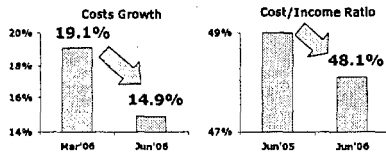
	Jun'06	Variation	%
Total Fees Paid	35,099	7,255	26.1
Total Fees Collected	139,088	18,700	15.5
Total Net Fees	989	11,445	12.4

Brokerage & Securities	21,468	+40.2%
Payment Orders	3,550	+32.2%
Mutual & Pension Funds	46,056	+20.5%
Insurance	3,510	+21.2%
Commercial Bills	8,137	+15.3%
Foreign Exchange	3,330	+13.6%

14

### Costs evidence a slow down

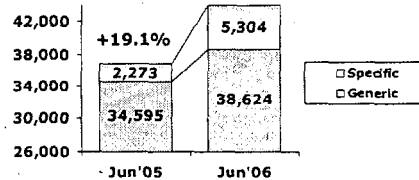
€ thousand	Jun'06	Variation	Dif. %
Ordinary Income	394,945	59,742	17.8
Costs	(192,419)	(25,013)	(14.9)
Operating Income	202,526	34,729	20.7



15

### Provisions lower than lending growth

- Loan Loss Provisions (€ thousand) -



	Jun'05	Jun'06	
Risk Exposure	28,832	34,615	20.1%

16

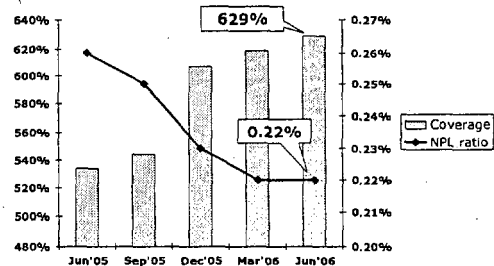
### NPLs remains well in check

- 2006 NPLs Variation -

(€ thousand)	Jun'06
Balance as of 31.Dec.05	71,998
New additions	105,010
Recoveries	(93,760)
Write-Offs	(7,604)
Closing Balance as of 30.Jun.06	75,644
	+5.1%
Repossession, balance	6,930

17

### Balance sheet keeps on strenghting



18

## Upon a superb risk quality

### - NPLs by Business -

C thousand	Jun'06	% NPL	Var. Jun'05
<b>SMEs</b>	23,380	0.44	+28.2%
<b>Corporates</b>	11,279	0.18	-4.3%
<b>Retail/Individuals</b>	40,985	0.18	-6.3%
<b>Total</b>	<b>75,644</b>	<b>0.22</b>	<b>+2.6%</b>

19

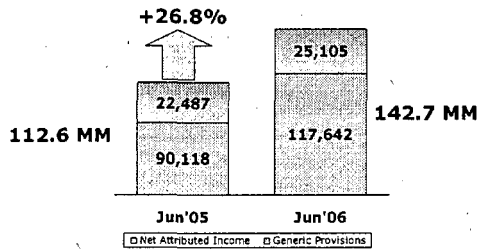
## Underpinning Net Income growth

P&L (€ thousand)	Ac Jun'06	Ac Jun'05	Dif. C	Dif. %
<b>ATAs</b>	<b>41,486,358</b>	<b>34,443,558</b>	<b>7,042,799</b>	<b>20.5</b>
<b>Net Interest Income</b>	<b>223,879</b>	<b>210,545</b>	<b>13,334</b>	<b>6.3</b>
Equity Method	12,150	11,108	1,042	9.4
Fees	103,989	92,544	11,445	12.4
Insurance	(11)	299	(310)	(n.m.)
Trading Income	54,938	20,707	34,231	165.3
<b>Ordinary Income</b>	<b>394,945</b>	<b>335,203</b>	<b>59,742</b>	<b>17.8</b>
Costs	(192,419)	(167,406)	(25,013)	14.9
<b>Operating Income</b>	<b>202,526</b>	<b>167,797</b>	<b>34,729</b>	<b>20.7</b>
Write-offs & Provisions	(42,926)	(36,710)	(6,216)	16.9
General Allowances	6,552	(2,302)	8,854	n.m.
Other Results	(365)	205	(570)	(278.1)
<b>Income Before Taxes</b>	<b>165,787</b>	<b>128,990</b>	<b>36,797</b>	<b>28.5</b>
Taxes	(48,145)	(38,872)	(9,274)	23.9
<b>Net Attributed Income</b>	<b>117,642</b>	<b>90,118</b>	<b>27,523</b>	<b>30.5</b>
Ex-ENCE	103,202	90,118	13,084	14.5

20

## Part of the income is retained as provisions

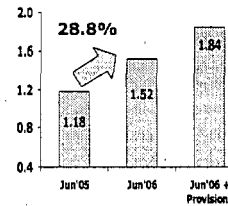
### - Net Income + Provisions (C thousand) -



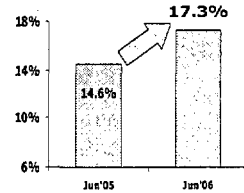
21

## Increasing shareholder value

### - EPS -



### - ROE -



22

## Standing out along time

inversión

Jueves, 16 de julio de 2006

OPINIÓN

## LAS 300 ACCIONES MÁS RENTABLES DESDE 1993

Nada menos que 35 compañías españolas están entre las 300 empresas que más han subido en bolsa desde que nació el primer número de 'Mi Cartera de INVERSIÓN'.

23

2 Business

24

## Gaining presence in target segments

- Monthly average outstanding loan book (€ million) -

Credit & Loans	Jun'06	Var. C	Var. %
<b>SMEs</b>	4,868	1,510	<b>45.0</b>
Private Banking	2,344	533	29.4
Personal Finance	852	186	28.0
Non-Residents	637	132	26.3
Corporate Banking	4,273	636	17.5
Individuals	18,662	-2,318	14.2
<b>Total Segments</b>	<b>31,636</b>	<b>5,315</b>	<b>20.2</b>

25

## With its reflection in results

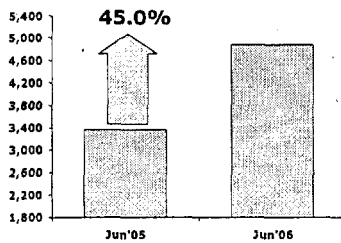
- Customer Segments Gross Income (€ thousand) -

PBT	Acum. Jun'06	Var. C	Var. %
<b>SMEs</b>	23,379	6,099	<b>35.3</b>
Personal Finance	16,567	3,139	23.4
Individuals	54,308	9,055	20.0
Non-Residents	4,024	590	17.2
Corporate Banking	37,766	4,407	13.2
Private Banking	27,585	3,024	12.3
<b>Total Segments</b>	<b>163,598</b>	<b>26,314</b>	<b>19.2</b>

26

## While SMEs grows strongly

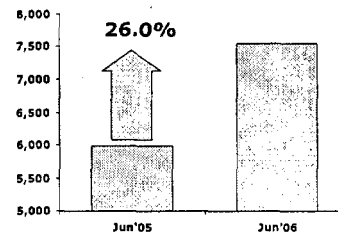
- SMEs average outstanding loan book (€ mill.) -



27

## In new active client gathering too

- SME Active Client Gathering -



28

## With both increasing and improving results

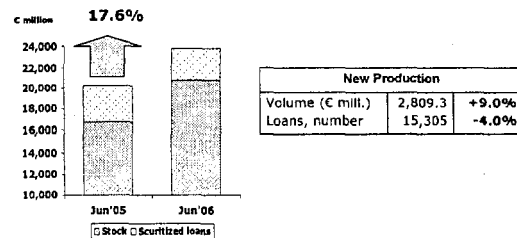
- SME P&L (€ thousand) -

P&L	Acum. Jun'06	Dif. C	Dif. %
<b>ATAs (€ million)</b>	4,688	1,454	45.0
<b>Net Interest + Trading Income</b>	41,033	11,063	36.9
Fees	25,832	6,368	32.7
<b>Ordinary Income</b>	66,866	17,431	35.3
Costs	(41,319)	(10,297)	33.2
Extraordinary Results	189	135	253.4
<b>Operating Income</b>	25,735	7,269	39.4
Loan Loss Allowances (Specific)	(1,251)	(1,488)	628.4
Defaults	(1,138)	247	17.8
Others	33	71	187.6
<b>PBT</b>	<b>23,379</b>	<b>6,099</b>	<b>35.3</b>

29

## Mortgages are starting to slow down

- Mortgages stock (€ million) -

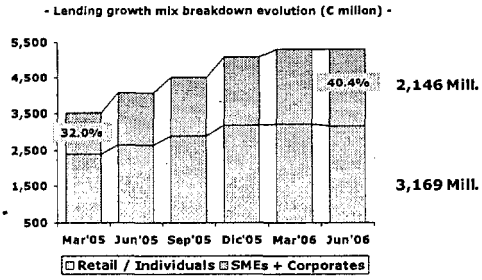


New Production		
Volume (€ mill.)	2,809.3	+9.0%
Loans, number	15,305	-4.0%

30

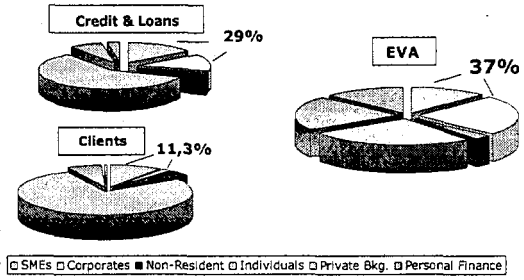


### Progressing in the business mix shift



31

### To pursue an enhanced value creation



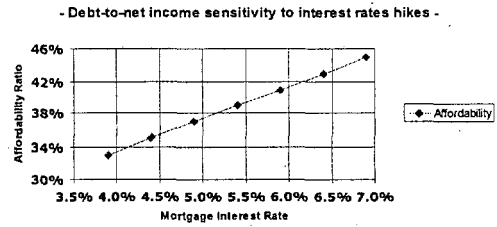
32

### BIS II strenghts BK positioning

We make mortgages this way :		Pursuing:
<b>Spread:</b>		
New Production:	0.55%	<ul style="list-style-type: none"> <li>•Further growth</li> <li>•Longer lasting</li> <li>•More sustainable</li> <li>•More profitable</li> </ul>
Back Book:	0.60%	
<b>% in High Profiles:</b>		
New Production:	80.1%	
Back Book:	67.1%	
<b>Cross selling:</b>		
Products per client, no.:	8.1	
<b>NPL ratio:</b>	0.11%	
<b>RoE mortgage customers:</b>	19.9%	

33

### Looking after credit risk closely



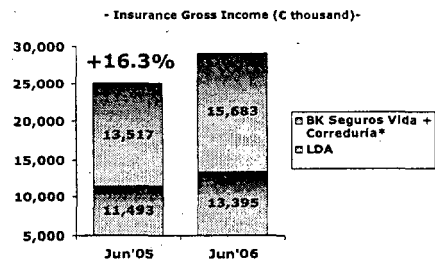
34

### Consumer Credit and Cards: growing while transforming the business

	Jun'06	Jun'05	
<b>Cards</b>	777,664	597,875	+30.1%
<b>Volume (€ million)</b>	1,669.6	1,416.8	+17.8%
<b>Transactions (mill.)</b>	22.3	18.6	+19.8%
(€ thousand)			
<b>Net Interest Income</b>	8,971.1	5,931.3	+51.3%
<b>Fees</b>	7,986.1	10,516.9	-24.1%
<b>Total Income</b>	16,957.2	16,448.2	+3.1%

35

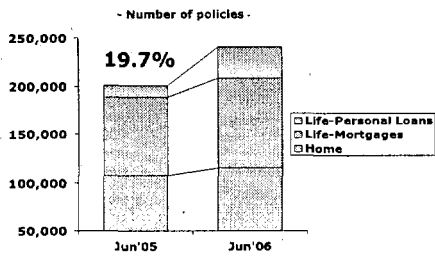
### Good performance of Insurance



\*BK Seguros de Vida + C. Correduria PBT + Fees In Bankinter

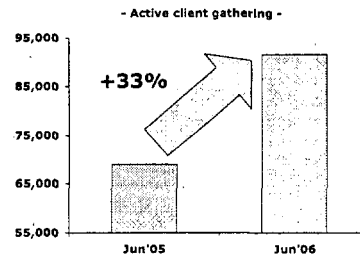
36

### More intensive sales activity



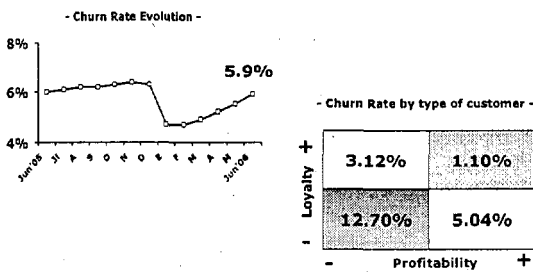
37

### Client gathering remains sound



38

### Jointly with a better management of existing customer base



39

### Always leading in innovation

**BusinessWeek online**

TOP NEWS | FINANCIAL | INVESTING | ASIA | EUROPE | TECHNOLOGY

The World's Most Innovative Companies

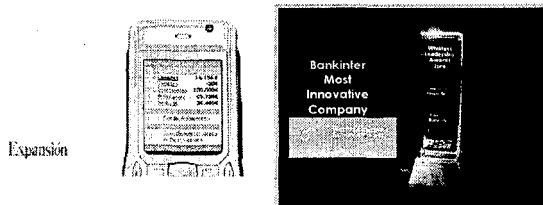
2004 Rank	Company	Margin Growth 1998-2005 %	Stock Returns 1998-2005 %
1	Apple	71	240
2	Google	114*	114**
3	IBM	37	27.4
4	Toyota	62	Macquarie Bank
5	Mitsubishi	62	NA**
6	General Electric	69	ING Bank
7	Exor/A.G. Gabbia	69	13.9
8	TI-SP	68	Bankinter
9	Siemens	68	NA**
10	IBM	96	Goldman Sachs
		4.9***	10.9

**The World's Most Innovative Companies**

Bank inter is the most innovative company in banking services. BusinessWeek and the Boston Consulting Group rank the best.

40

### And well ahead in technology



Expansion

MEJOR ENTIDAD FINANCIERA O ASESORADORA

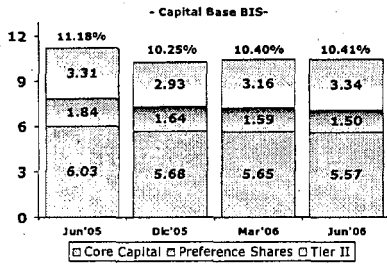
eBankinter, líder de la banca por Internet

41

3 Balance sheet soundness

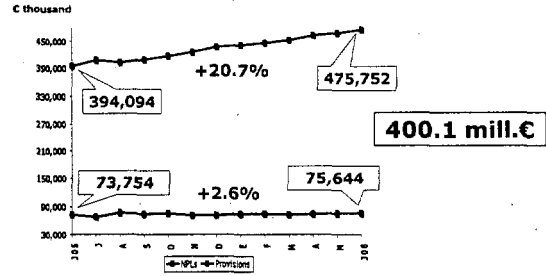
42

### Optimal management of the existing capital base



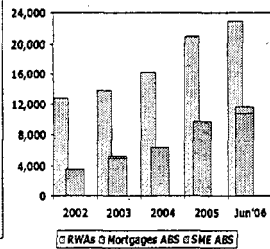
\* First loss pieces of securitizations made from 01.01.2004 kept in the balance sheet are fully deducted from Tier II

### Solvency strenght by excess provisions



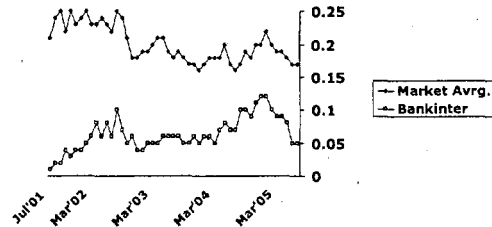
### BK securitizes mortgages...and SMEs

- RWAs: €22,886.4 mill. (+22.3%)
- Securitizations 2006:  
Bankinter 12 F.T.H.: €1,200 mill.  
BK FTPymes II: € 785 mill.
- In-books:
  - €1,280 mill. of own RMBS/ABS
  - All first loss pieces of outstanding securitizations (deducted from Tier II since 01.01.04)



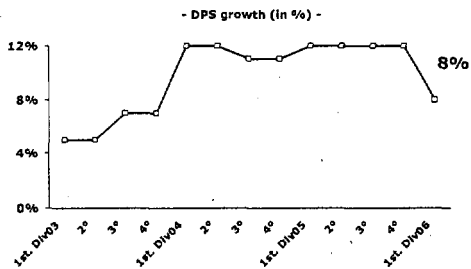
### With the best credit risk quality assets

- 90 day delinquencies / total assets (in %) -

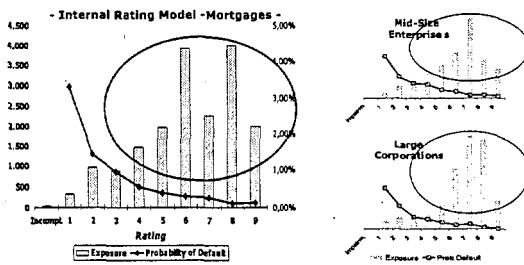


Source: Moody's and Europea de Titulización SGFT

### Preserving an adequate dividend growth



### The best bases for BIS II



### QIS 5 Results

	Standard Approach	FIRB	AIRB	More Likely Approach
<b>G10-Group 1</b> (Tier 1 > €3.000 mill.)				
Var. Capital requirements	+1.7%	-1.3%	-7.1%	-6.8%
Var. Tier I requirements	+1.8%	-14.0%	-26.2%	-12.9%
<b>G10-Group 2</b>				
Var. Capital requirements	-1.3%	-12.3%	-26.7%	-11.3%
Var. Tier I requirements	-1.2%	-14.0%	-26.2%	-12.9%

•Bankinter is included in G10 - Group 2

49

### 4 Summary

50

▪Strong Net Income growth

▪Solid growth, going ahead of the change of the cycle (SMEs vs. Mortgages)

▪Revenues and Customer/Business profitability lead to outperform

▪The strongest bases of solvency and credit risk quality

▪Clearly benefited by BIS II

51

Thank you

52