Results for second quarter of 2010

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During a quarter in which the financial sector was characterised by ...

Impairment of sovereign risk

Rating downgrades of governments and financial entities

Tighter capital markets

A decline in revenues from wholesale business

Lower margins in retail banking

Impairment of asset quality

⋮

... the BBVA Group continued to demonstrate its strength, quarter by quarter ...

A	Earnings	1. Excellent quarterly revenues 2. Stronger provisions
B	Risk	3. Superior performance in NPAs 4. Increased coverage
C	Capital adequacy	5. Confirmation of AA rating by S&P 6. *Stress test*: one of the most resilient entities in Europe
D	Finance / Liquidity	7. The short-, mid- and long-term markets are open for BBVA 8. Improvements in the balance sheet

... in all business areas

Spain & Portugal	• Growth of customer funds on the balance sheet and market-share gains in lending • Superior and sustained performance of net interest income • Superior performance in NPAs
Mexico	• Business recovery and gains in market share • Upward quarter-on-quarter trend in gross and operating income • Improvement in cost of risk and NPAs
South America	• Lending up strongly • Margins growing steadily
United States	• Good operating income • NPAs improving
Wholesale Banking & Asset Management	• Quality of revenues • Excellent performance by C&IB despite complex quarter in markets

BBVA

2Q10: a highly positive quarter

2Q10 highlights

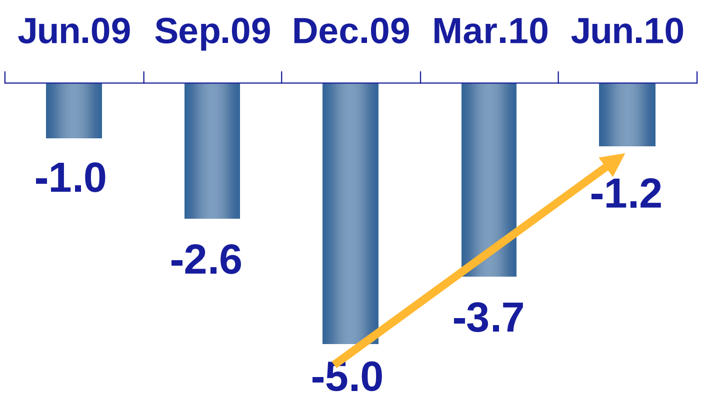
1. **Business recovers**
2. Recurrent earnings
3. Risk outlook confirmed
4. Appropriate management of capital and liquidity

and good news from all our franchises

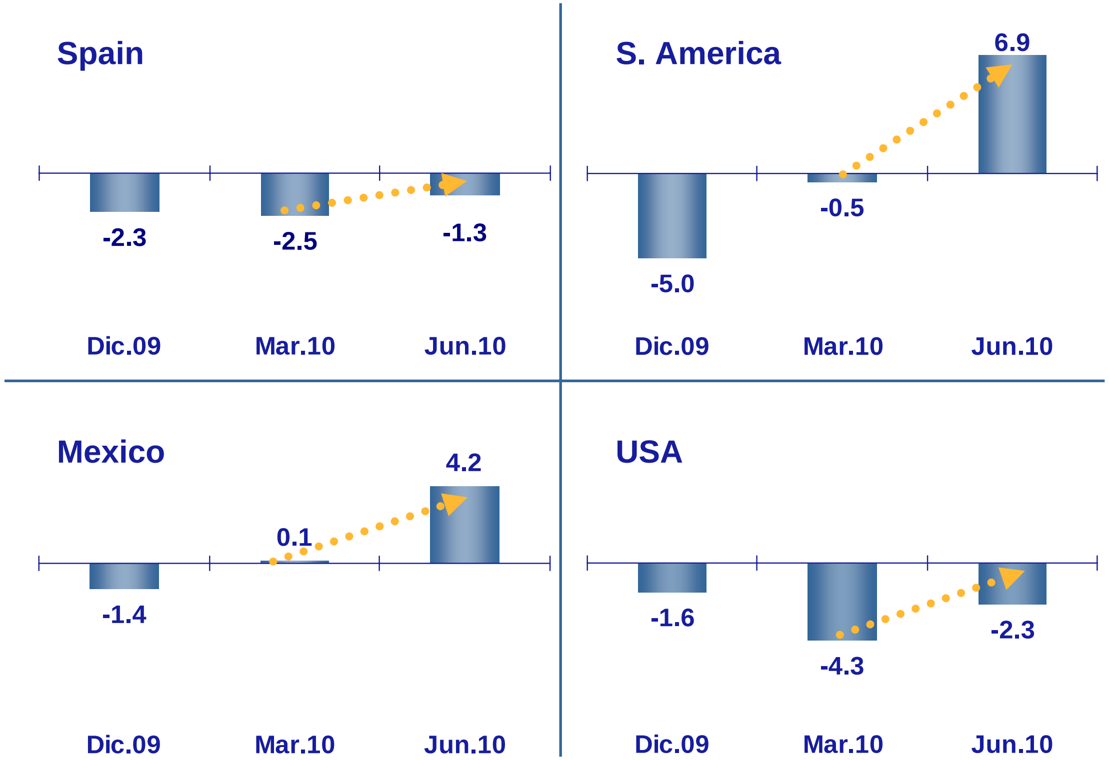
BBVA

1. Lending recovers ...

Lending
BBVA Group
y-o-y change
Average balances
(%)



Lending
Spain, Mexico, South America and USA
y-o-y change
Average balances
(%)

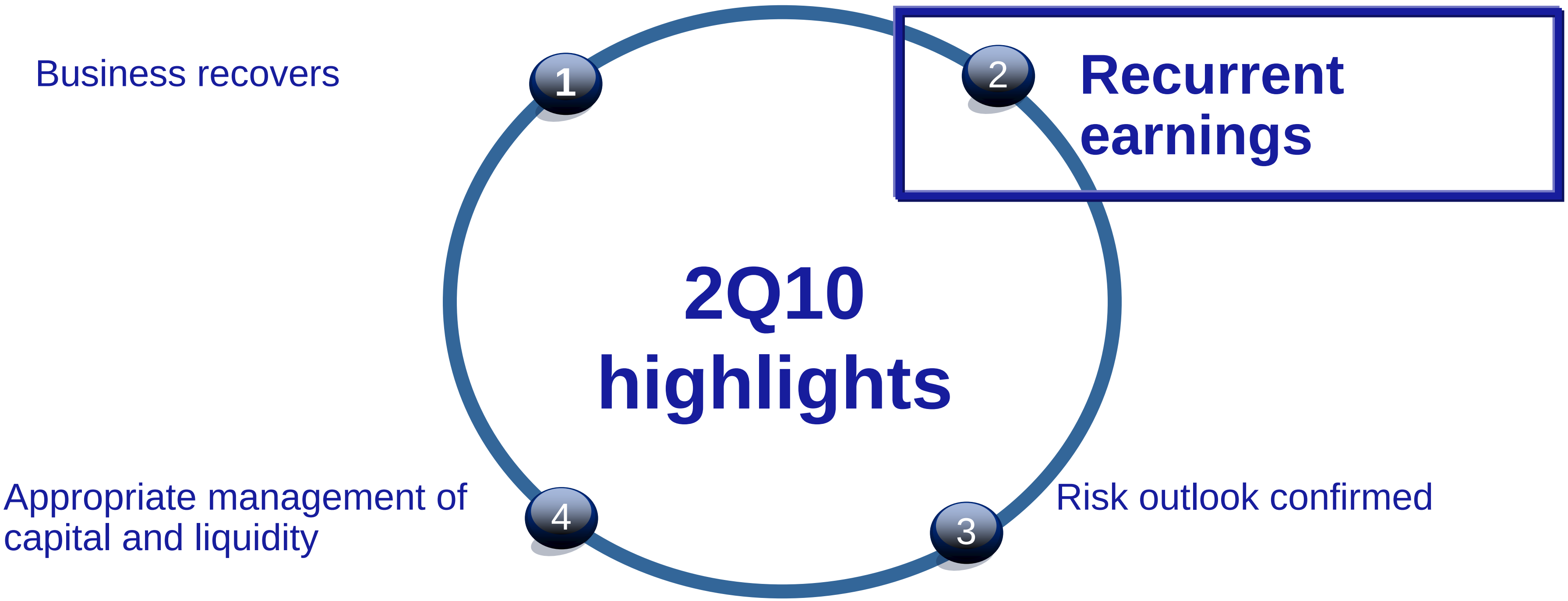


Lending is moving closer to overall annual growth

... and in customer funds

Retail customer deposits
BBVA Group
qtr-on-qtr variation 2Q10 / 1Q10
Final balances
(€m)

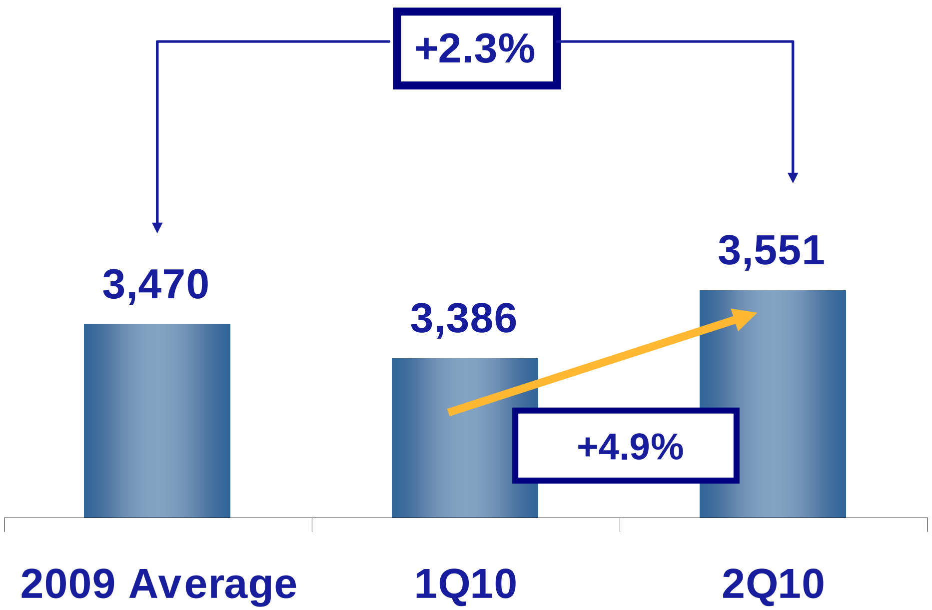
2Q10: a highly positive quarter



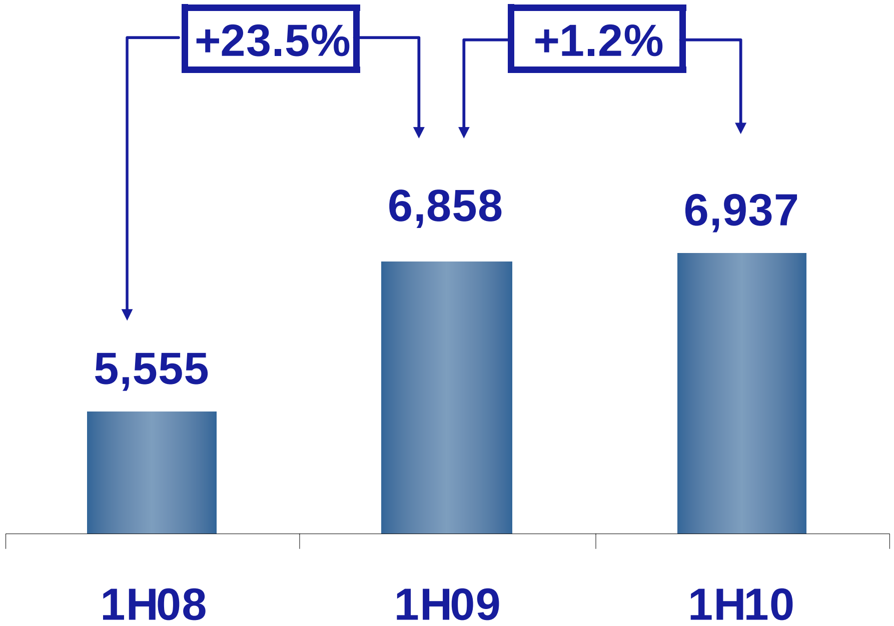
and good news from all our franchises

Yet another quarter of strongly recurrent net interest income …

Net interest income
BBVA Group
Quarter-by-quarter
(€m)

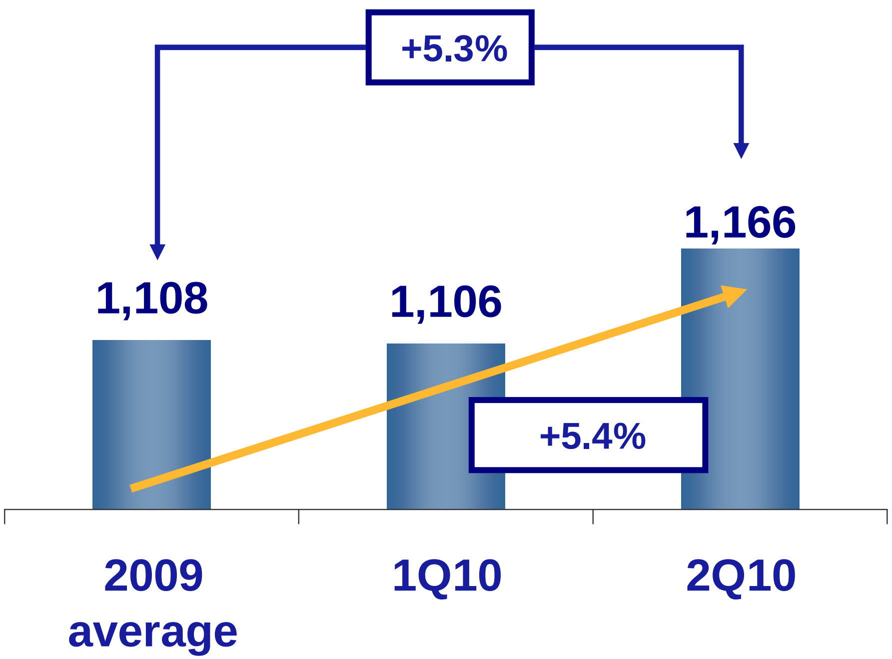


Net interest income
BBVA Group
Half year
(€m)

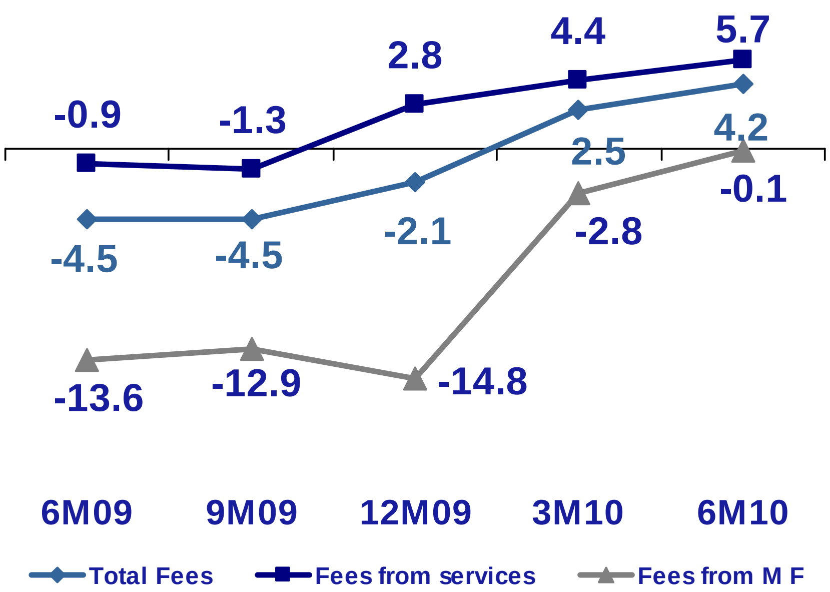


... and confirmation that fee income is recovering

Fee income
BBVA Group
Quarter-by-quarter
(€m)



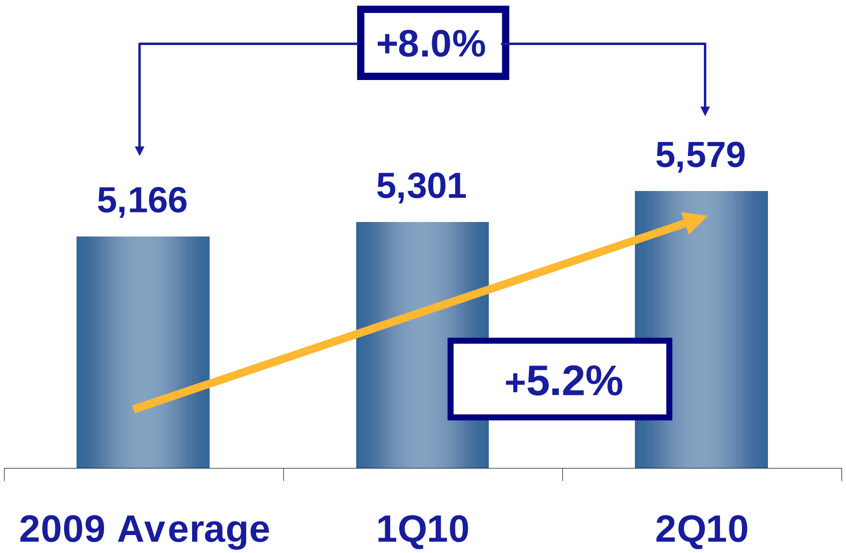
Fee income
BBVA Group
y-o-y change
(%)



BBVA

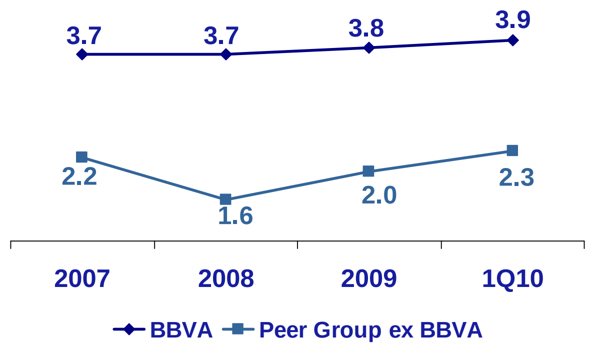
Recurrent gross income of high quality …

Gross income
BBVA Group
Quarter-by-quarter
(€m)

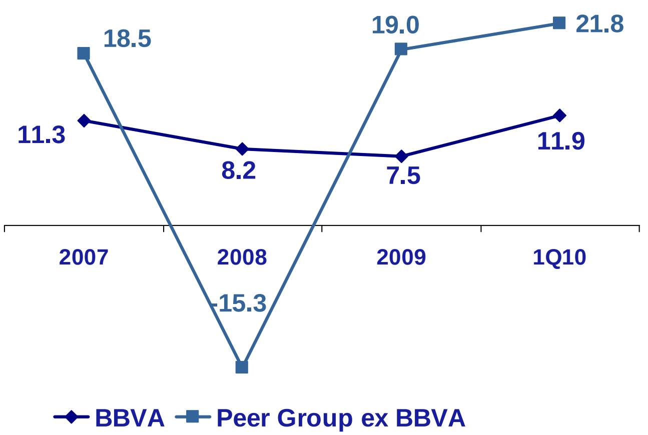


Record quarter

Gross income / ATAs
BBVA Group vs peer group* ex-BBVA
(%)



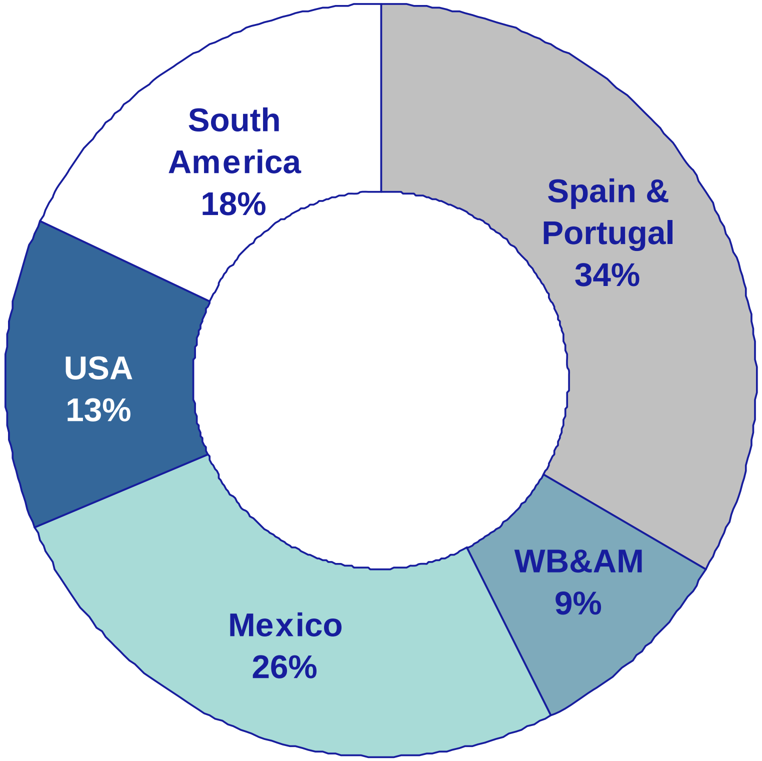
NTI / gross income
BBVA Group vs peer group* ex-BBVA
(%)



* Peer Group: BARCL, BBVA, BNPP, CASA, CMZ, CS, DB, HSBC, ISP, LBG, RBS , SAN, SG, UBS, UCI.

... and widely diversified

Gross income*
Breakdown by business area
(%)



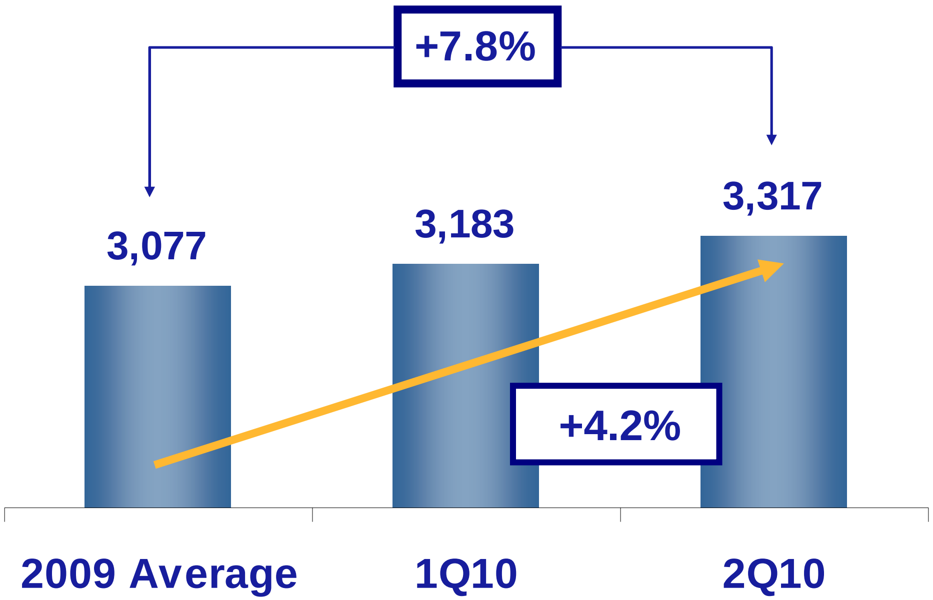
By type of economy

Emerging	46%
Developed	54%

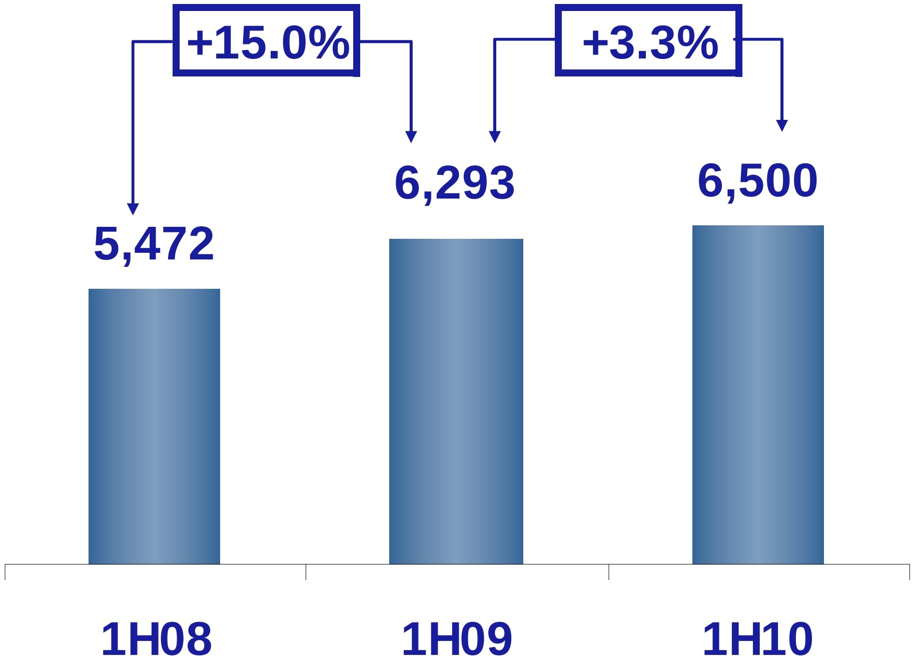
* Excl. corporate activities

In summary: strong operating income

Operating income
BBVA Group
Quarter-by-quarter
(€m)



Operating income
BBVA Group
First half
(€m)



2Q10: a highly positive quarter

2Q10 highlights

1. Business recovers
2. Recurrent earnings
3. **Risk outlook confirmed**
4. Appropriate management of capital and liquidity

And good news from all our franchises

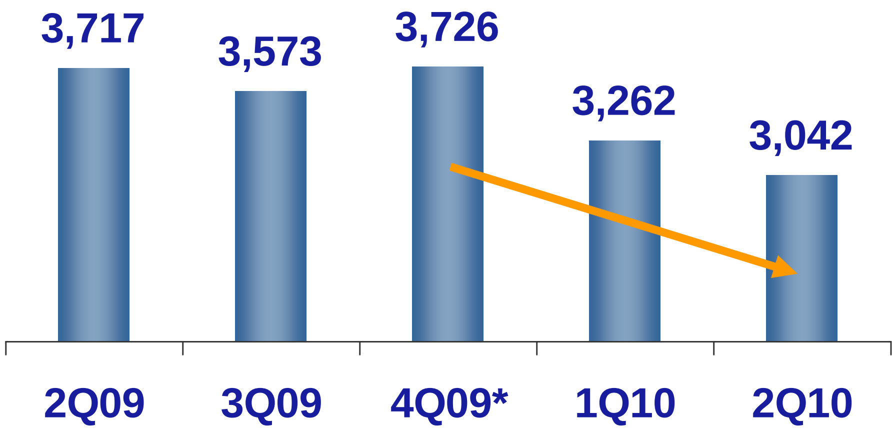
BBVA

3. Positive risk outlook confirmed

- A Decline in gross additions to NPA
- B Improvement in NPA ratio
- C Cost of risk stabilises
- D Stronger provisions

A. Decline in gross additions to NPA status

Gross additions to NPA
BBVA Group
Quarter-by-quarter
(€m)



Net additions to NPA:

-56%

Monthly average, 2010 vs 2009*

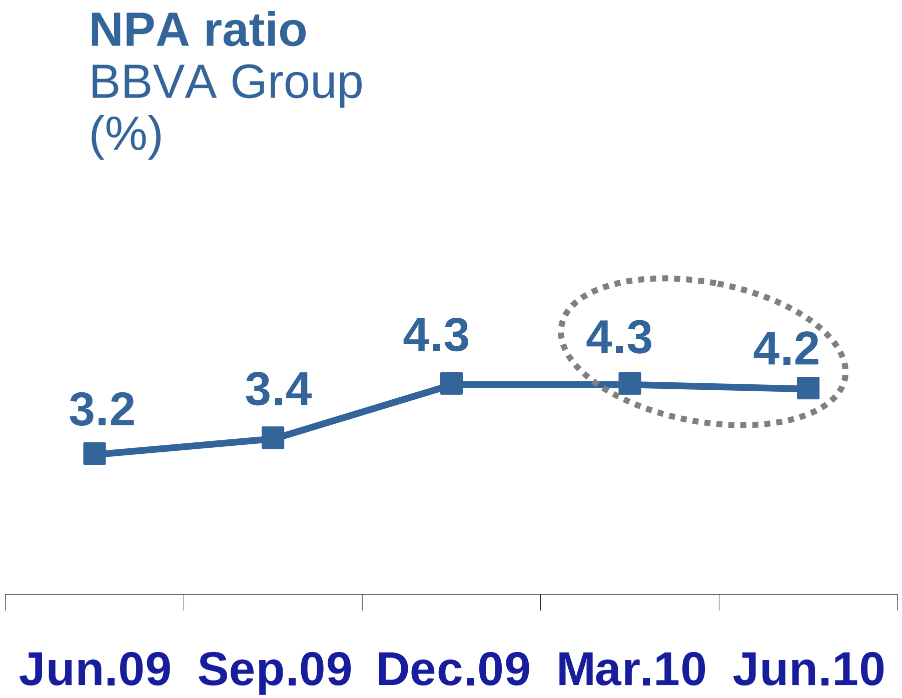
Recoveries:

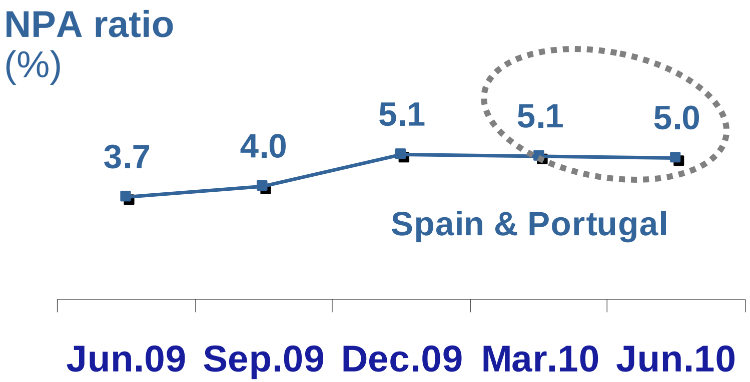
+37%

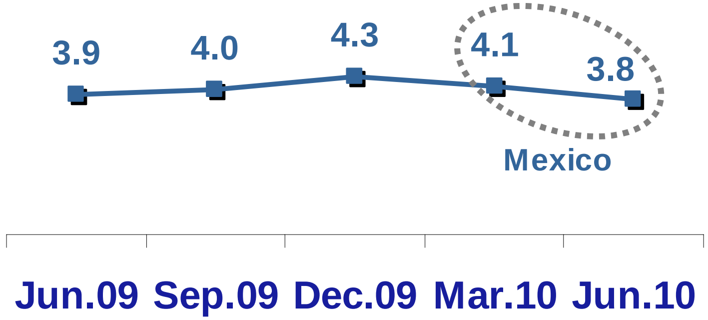
Monthly average, 2010 vs 2009

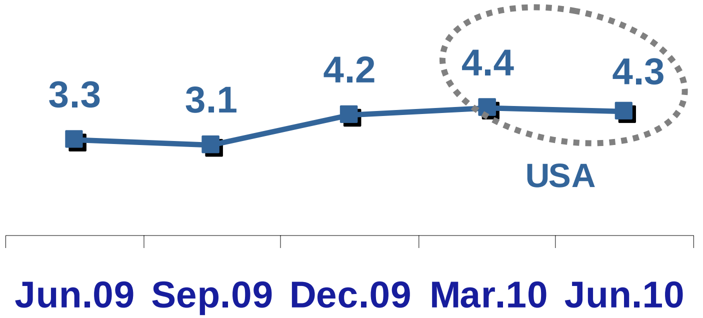
*** Excl. anticipation**

B. The NPA ratio improves





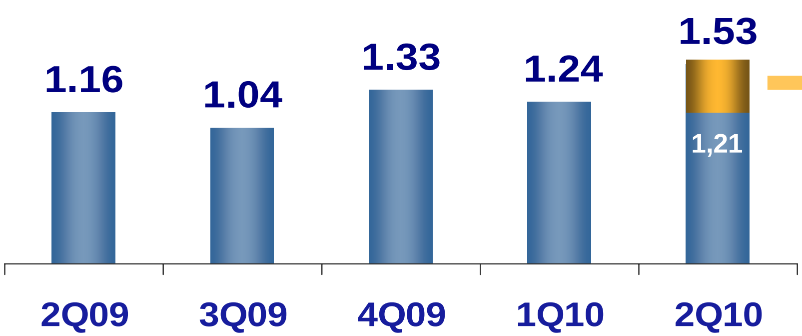




Especially in markets that suffered most during the crisis

C. Cost of risk stabilises

Cost of risk excl. one-offs
BBVA Group
Stand alone quarter
(%)

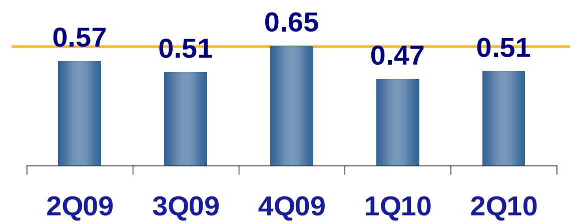


32 bp

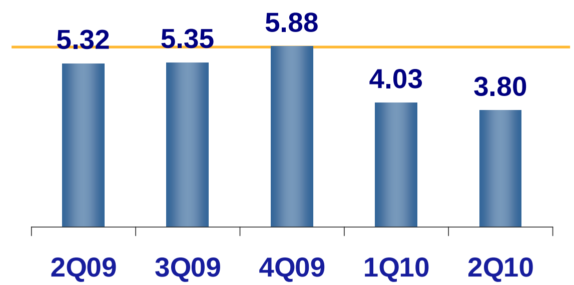
Additional €250m added to generic provisions

Cost of risk excl. one-offs
Stand alone quarter
(%)

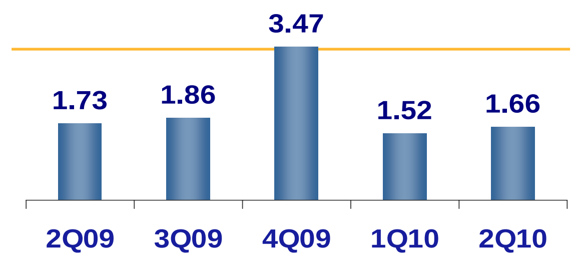
Spain & Portugal



Mexico



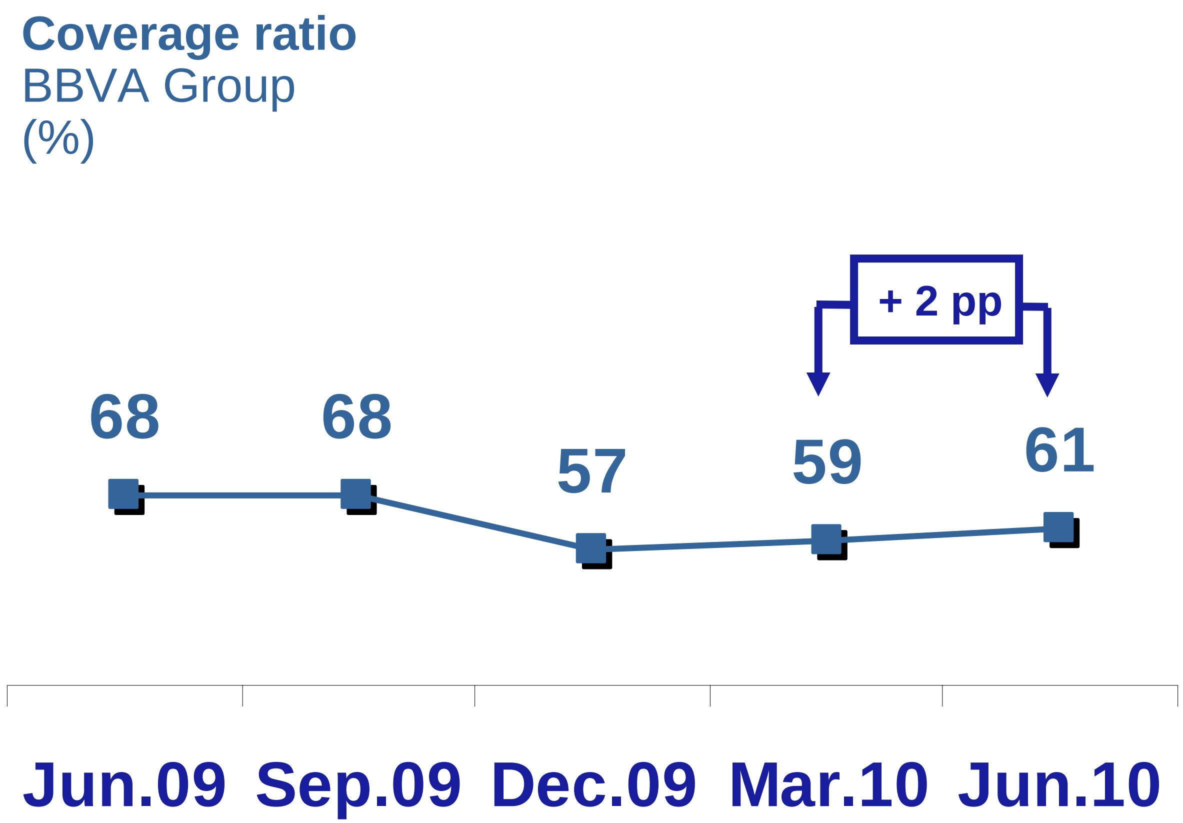
USA



The cost of risk is improving in franchises where it rose most in recent quarters

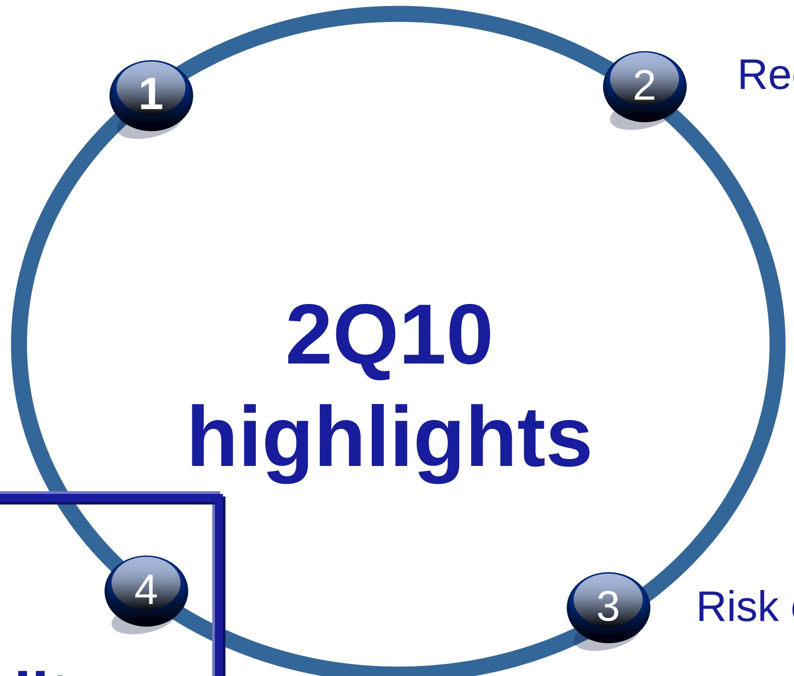
BBVA

D. Stronger provisions



Ample coverage by provisions and collateral

2Q10: a highly positive quarter



1. Business recovers
2. Recurrent earnings
3. Risk outlook confirmed
4. **Appropriate management of capital and liquidity**

And good news from all our franchises

BBVA

Strong income statement ...

Income statement
BBVA Group
(€m)

BBVA Group	Accum.	Annual Growth	
	1H10	Abs.	%
Net Interest Income	6,937	+ 79	1.2%
Gross Income	10,880	+ 500	4.8%
Operating Income	6,500	+ 207	3.3%
Income Before Tax	3,651	- 351	-8.8%
Net Attributable Profit	2,527	- 272	-9.7%

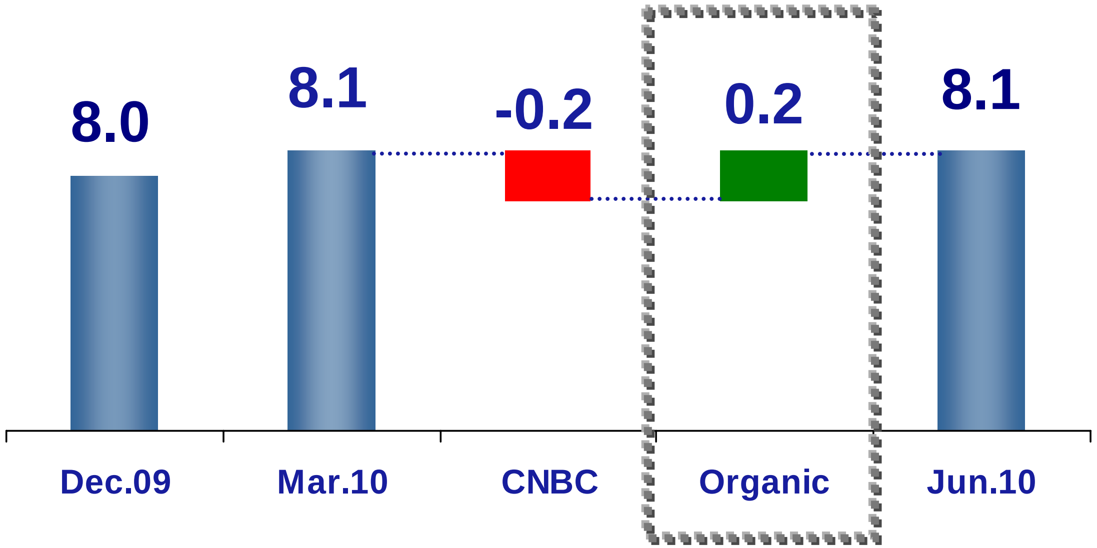
Dividend: €0.09 per share (in cash)

ROE: 17.9%

ROA: 0.99%

... which results in a solid core capital ratio ...

Core capital
BIS II rules
(%)

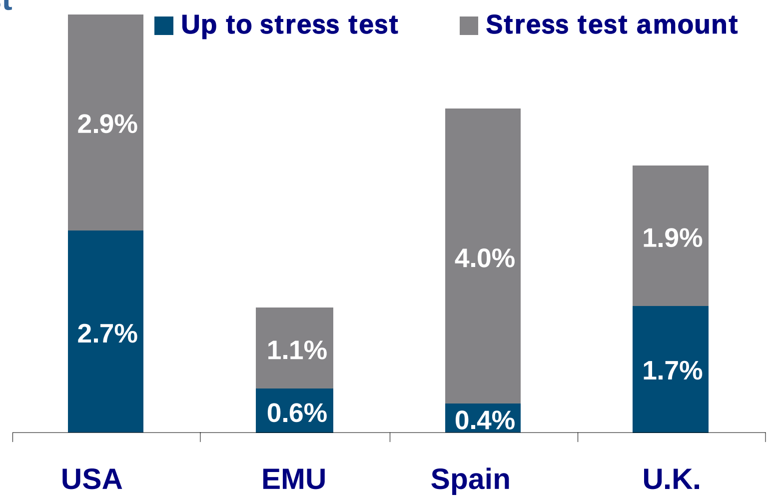


Tier I and BIS ratio
BIS II rules
(%)

Tier I	9.2%
BIS Ratio	12.7%

Demanding stress test, particularly for Spain

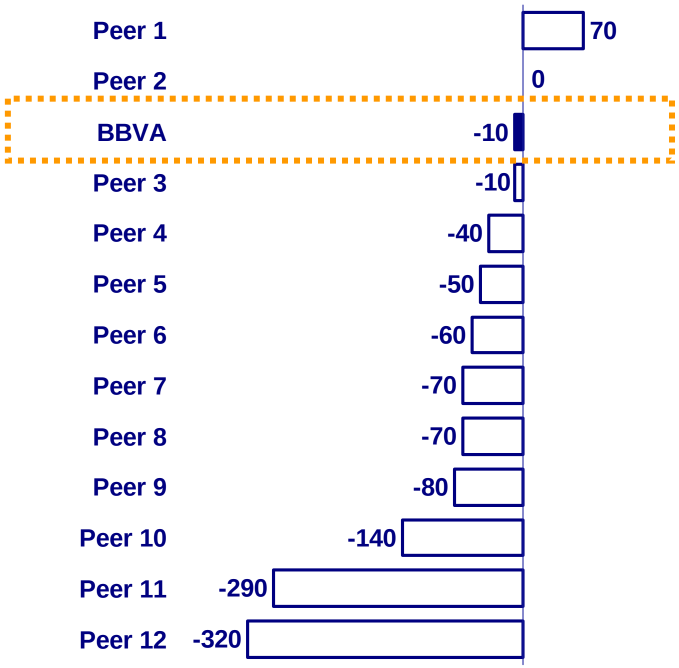
Transparency	• 100% of banks and savings banks in the Spanish financial system (vs. 65% average in Europe)
Rigour and harshness	• More severe macro and micro scenarios for Spain in terms of GDP, construction sector, falling operating profit and provisions
Impact of stress test more demanding for Spain	Losses prior to stress test and estimated losses in stress test (% over assets)



Source: Bloomberg, National Sources and BBVA Research

CEBS stress test: BBVA, one of the most resilient entities in Europe

Impact of stress test over TIER I
(In basis points)



Maximum resilience of capital ratio despite the tough hypothesis taken for Spain

Ability to generate operational results

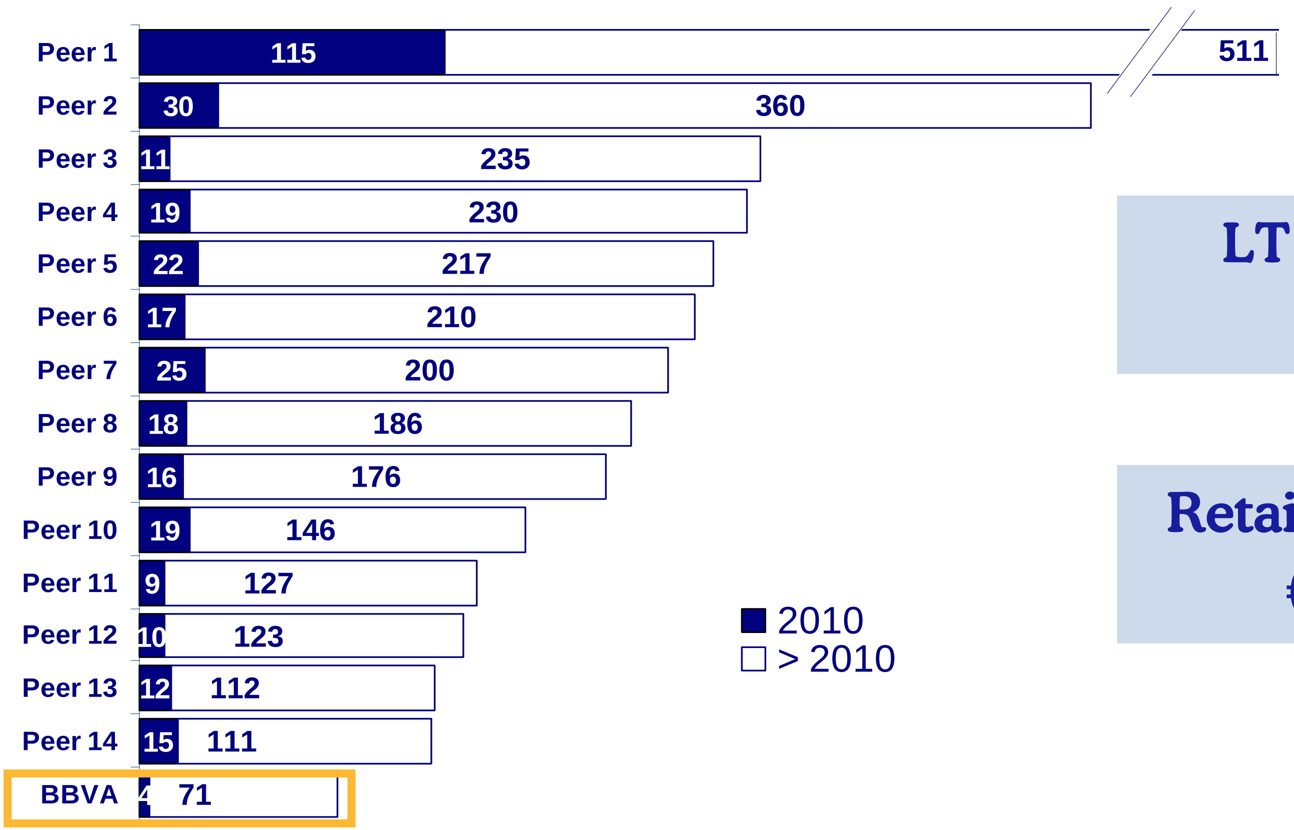
Adequate solvency and payment of cash dividends in stress scenarios, in the absence of capital increases

AA rating by Standard & Poor's confirmed

*** *Peer Group:*** BARCL, BBVA, BNPP, CASA, CMZ, DB, HSBC, ISP, LBG, RBS , SAN, SG & UCI.

Solid liquidity and finance positions

BBVA Group's wholesale maturities
(€bn)



Source: Bloomberg 22/07/10

LT issues in 2Q10*
€7,599m

Retail deposits in 2Q10
€19,371m

Average annual maturities in the next 3 years: approx. €10,000m

* Includes July
**** Peer Group:*** BARCL, BBVA, BNPP, CASA, CMZ, CS, DB, HSBC, ISP, LBG, RBS , SAN, SG, UBS & UCI.

Good news from all our franchises

Spain & Portugal

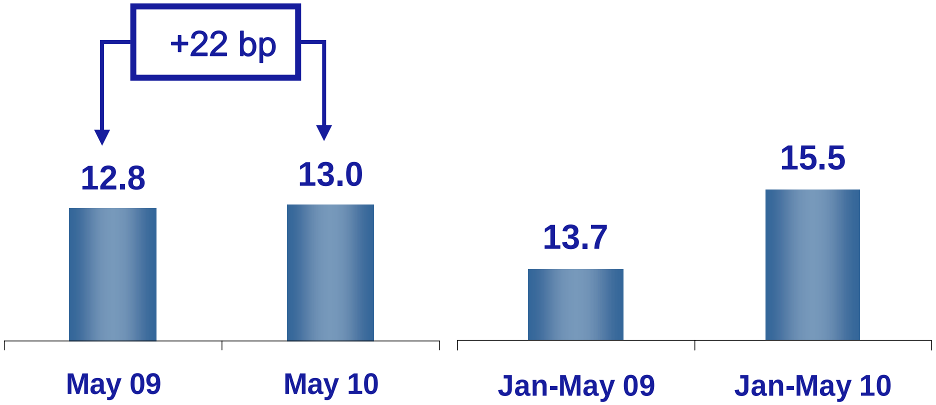
- Growth of customer funds on the balance sheet and market-share gains in lending
- Superior and sustained performance of net interest income
- Superior performance in NPAs

Signs of business recovery …

Taking advantage of lending opportunities …

Mkt share of mortgage stock
Spain & Portugal
(%)

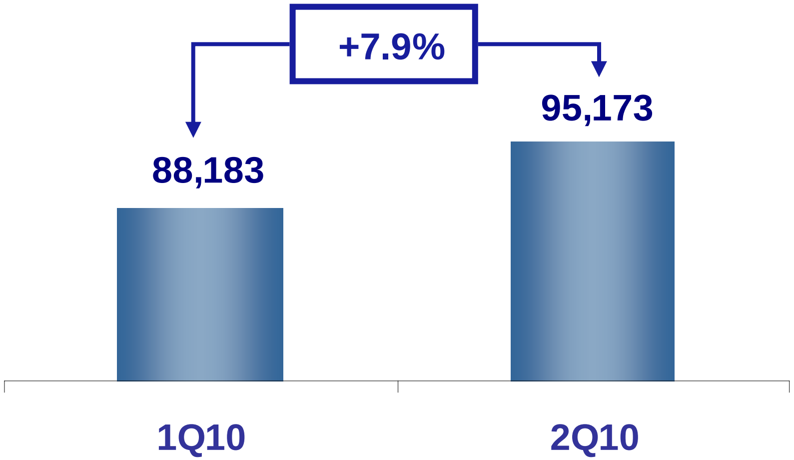
Mkt share of mortgage new production
Spain & Portugal
(%)



Market share of other domestic lending: +25 bp (Jun.10 vs Dec.09)

… reinforcing customer funds on the balance sheet

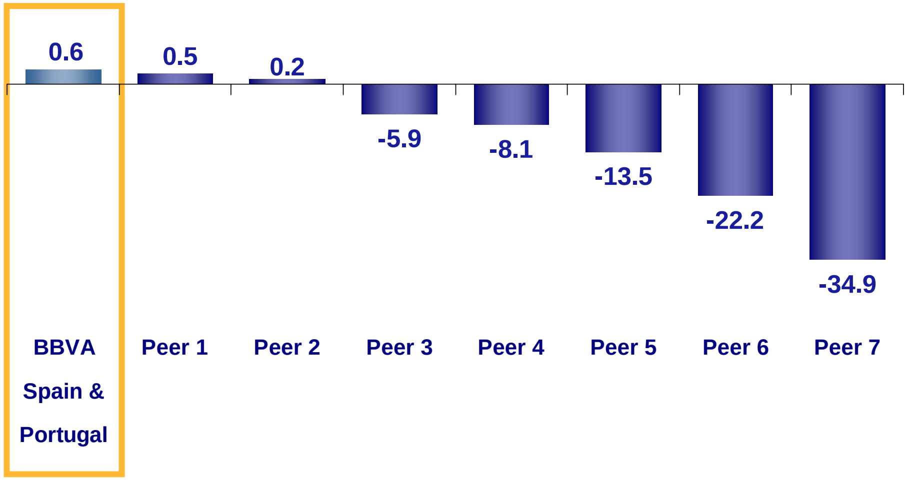
Cust. funds on balance sheet
Spain & Portugal
Final balances
(€m)



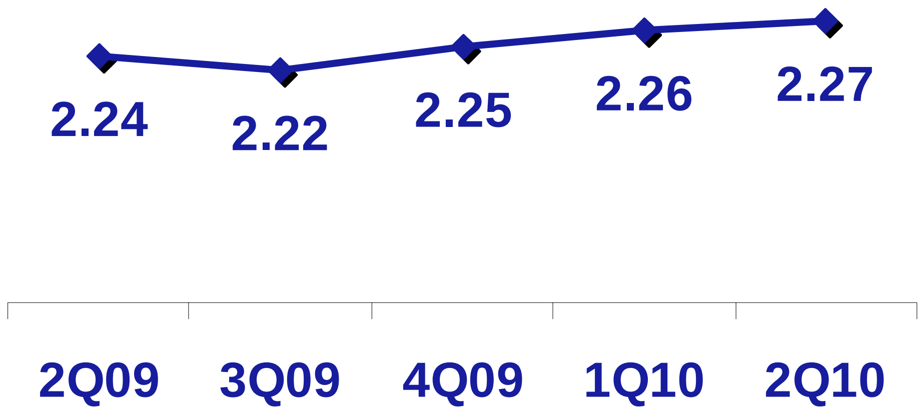
Market share of other domestic deposits: +56 bp (Jun.10 vs Dec.09)

... and superior performance ...

Net interest income
BBVA vs local peers*
y-o-y growth – 1H10 / 1H09
(%)



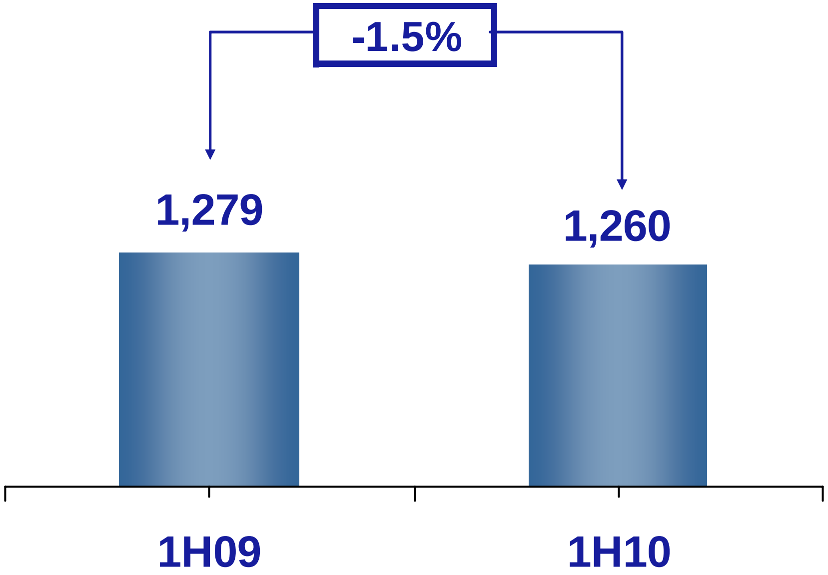
Net interest income / ATAs
Spain & Portugal
(%)



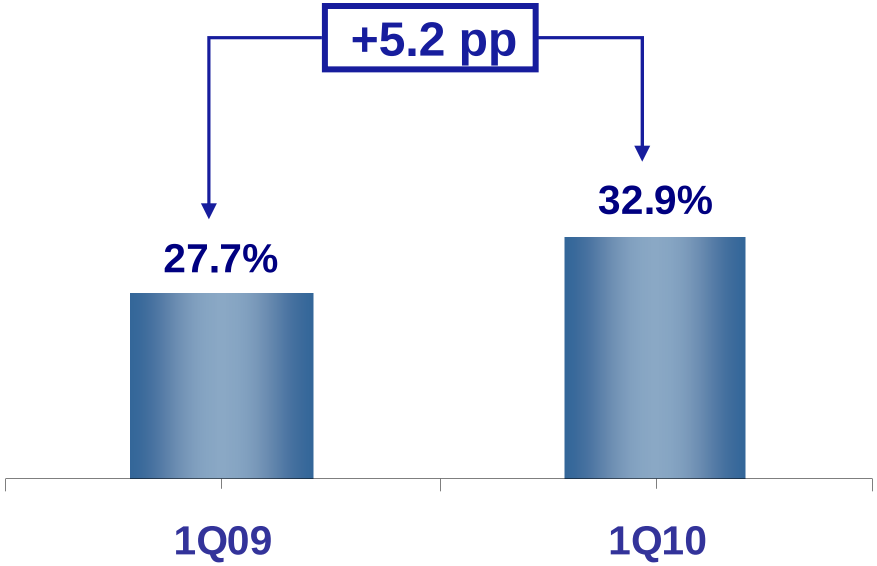
Peer Group*:* Banesto, Bankinter, BBVA Spain & Portugal, La Caixa, Caja Madrid, Popular, Sabadell & Red SAN. Latest available figures.

... at operating income level ...

Operating costs
Spain & Portugal
(€m)



Mkt share of recurrent operating income*
Spain
(%)

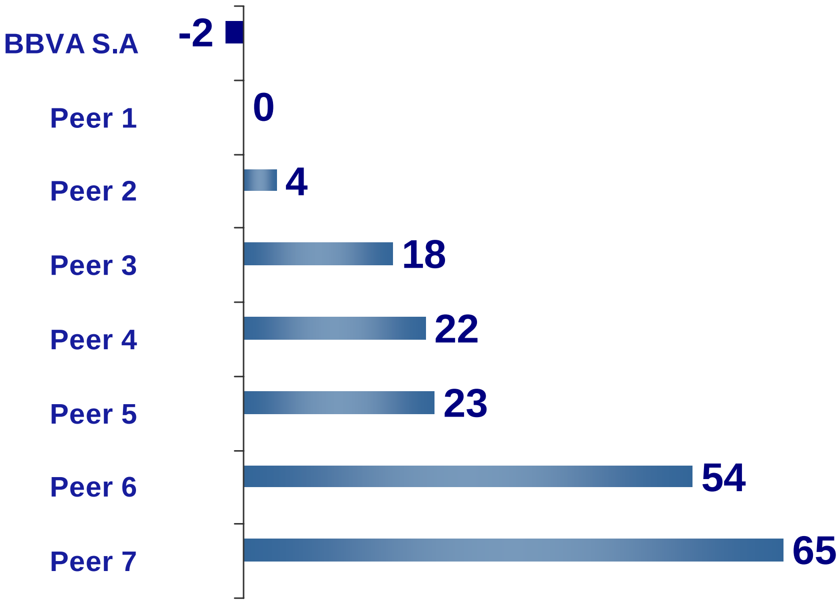


Efficiency: 36.4%

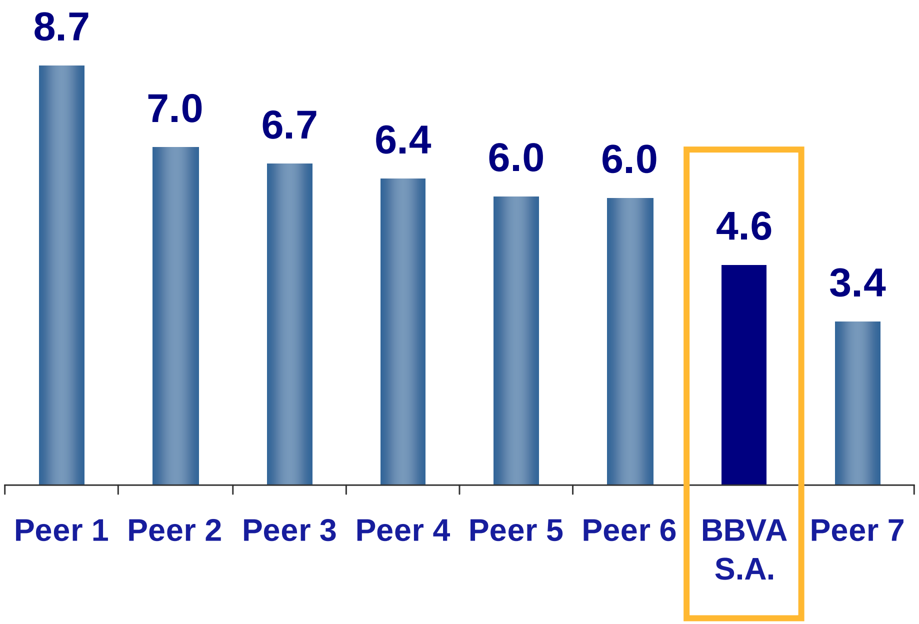
* Net income excl. NTI
Peer Group: Bankinter, BBVA, Caixa, Caja Madrid, Popular, Sabadell and Santander. Latest available figures.

... and in NPAs

NPA ratio
Local peer group
Variation Jun10 / Dec09
(Basis points)



Problematic NPA ratio*
Spain
(%, Mar.10)



NPA ratio for Spain & Portugal: 5.0%

*** NPAs + real estate on like-for-like basis**
Peer Group: Banesto, Bankinter, BBVA S.A., Caixa, Caja Madrid, Popular, Sabadell and Santander Spain. Latest available figures.

Spain & Portugal: 1H10 results

(€m)

Spain & Portugal	Accum.	Annual Growth	
	1H10	Abs.	%
Net Interest Income	2,446	+ 14	0.6%
Gross Income	3,460	- 71	-2.0%
Operating Income	2,200	- 52	-2.3%
Income Before Tax	1,694	- 33	-1.9%
Net Attributable Profit	1,186	- 26	-2.2%

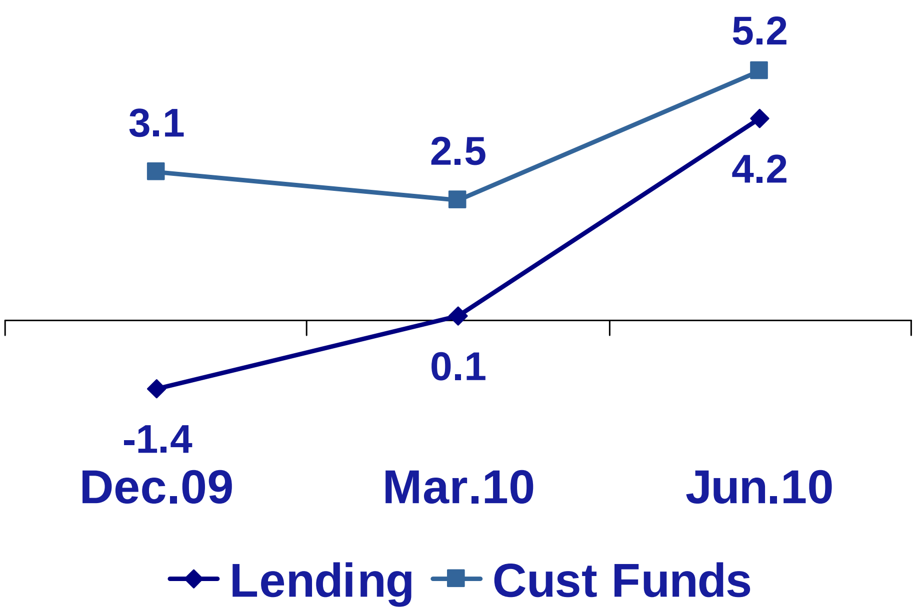
Good news from all our franchises

Mexico

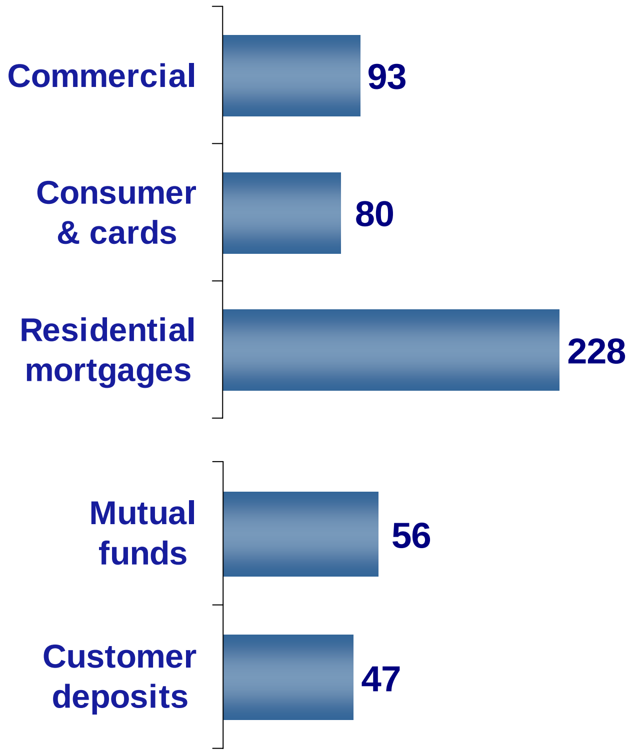
- Business recovery and gains in market share
- Upward quarterly trend in gross and operating income
- Improvements in cost of risk and NPAs

Business surges ...

Lending and cust. funds
Mexico
y-o-y change
(Average balances, %)



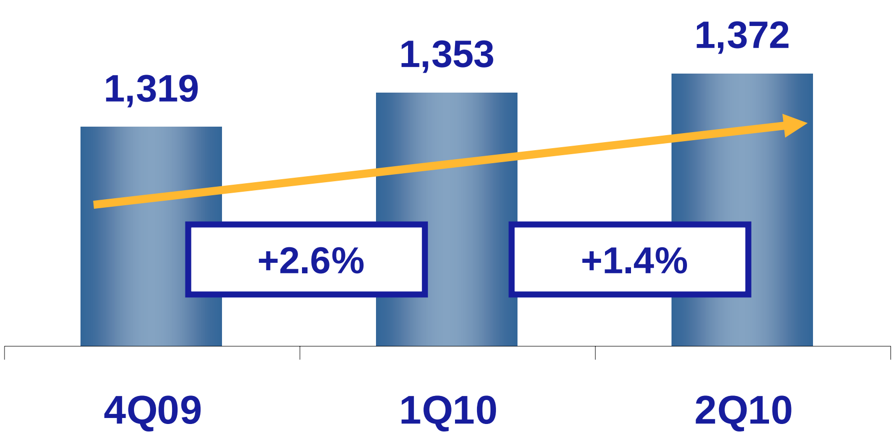
Gains in mkt share
Mexico
Jun.10 vs Dec.09
(Basis points)



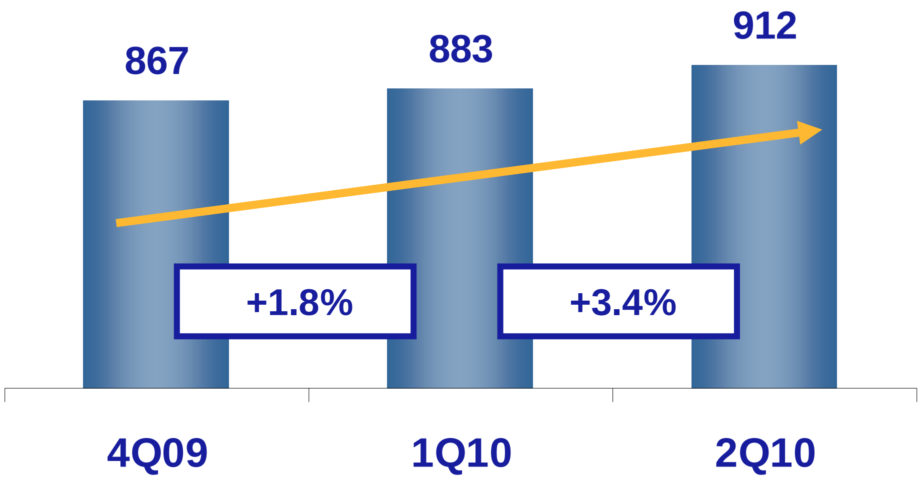
Market share gains in main items ...

... operating income changes trend ...

Gross income
Mexico
Quarter-by-quarter
(Constant €m)



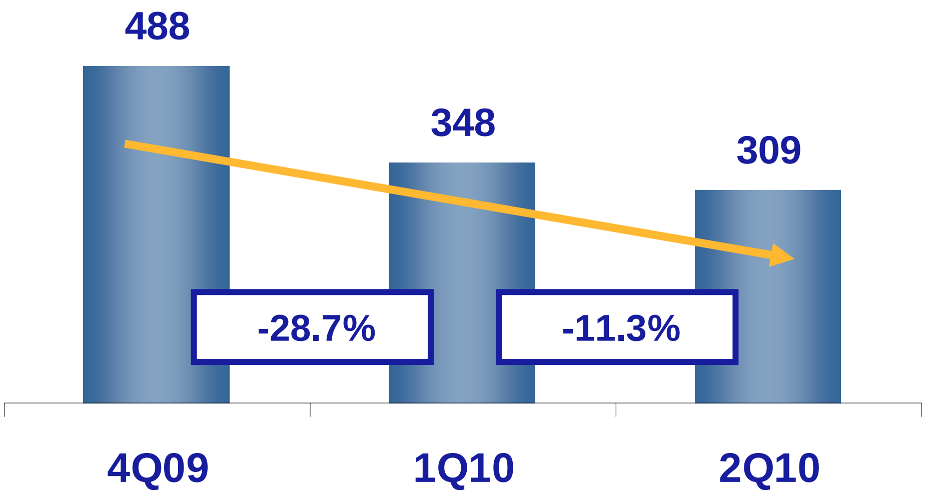
Operating income
Mexico
Quarter-by-quarter
(Constant €m)



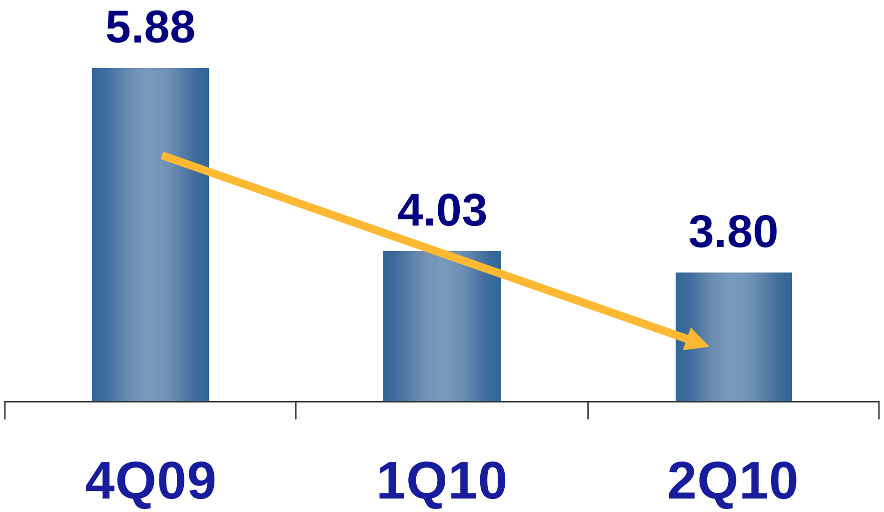
Efficiency: 34.1%

... and significant improvement in risk indicators

Loan-loss provisions
Mexico
Quarter-by-quarter
(Constant €m)



Cost of risk
Mexico
Stand alone quarter
(%)



NPA ratio: 3.8%

Mexico: 1H10 results

(Constant €m)

Mexico	Accum.	Annual Growth	
	1H10	Abs.	%
Net Interest Income	1,817	- 34	-1.8%
Gross Income	2,725	- 26	-1.0%
Operating Income	1,795	- 92	-4.9%
Income Before Tax	1,100	+ 42	4.0%
Net Attributable Profit	798	+ 2	0.2%

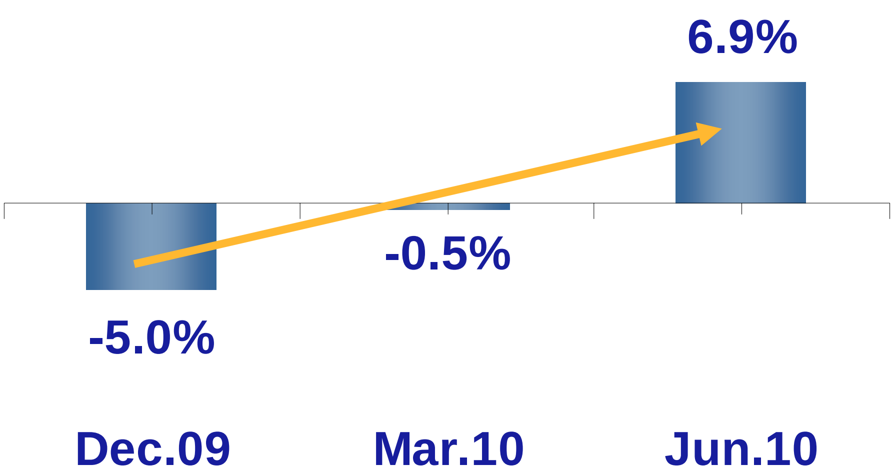
Good news from all our franchises

South America

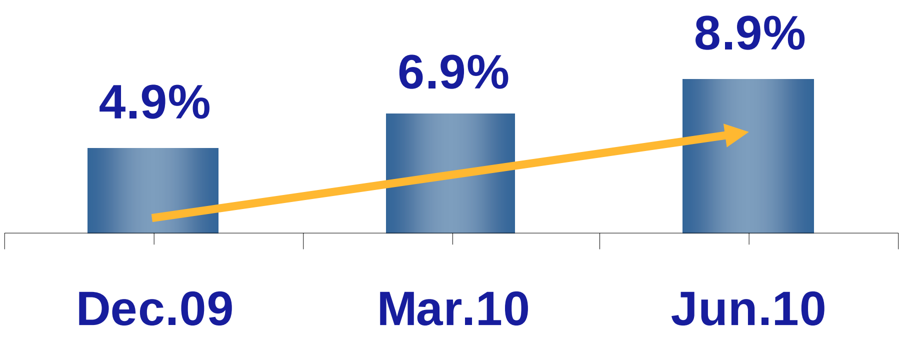
- Lending up strongly
- Margins growing steadily

Business grows ...

Lending
South America
Year-on-year growth
(%)

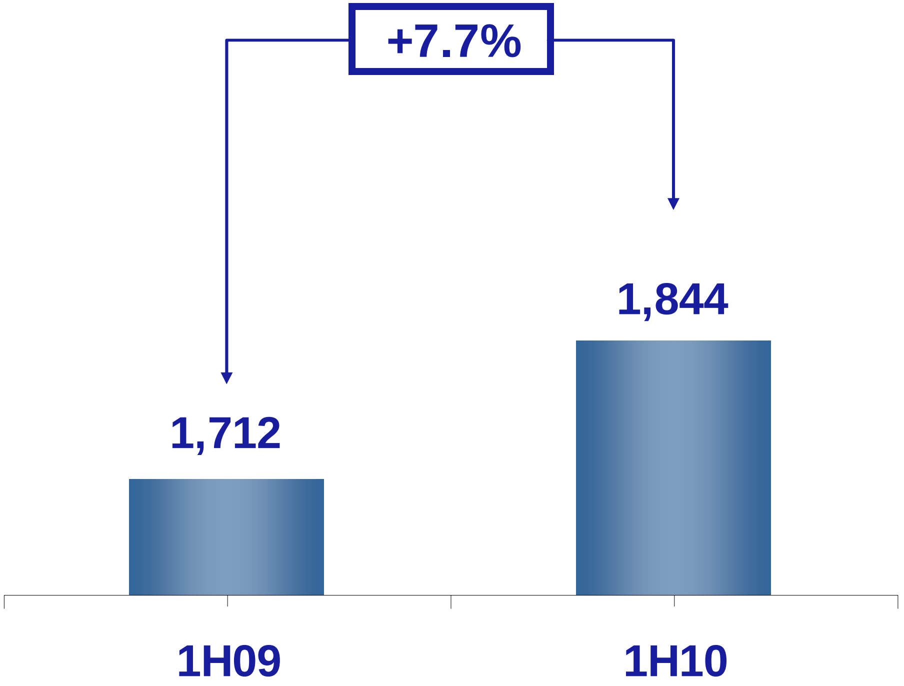


Cust. Funds
South America
Year-on-year growth
(%)

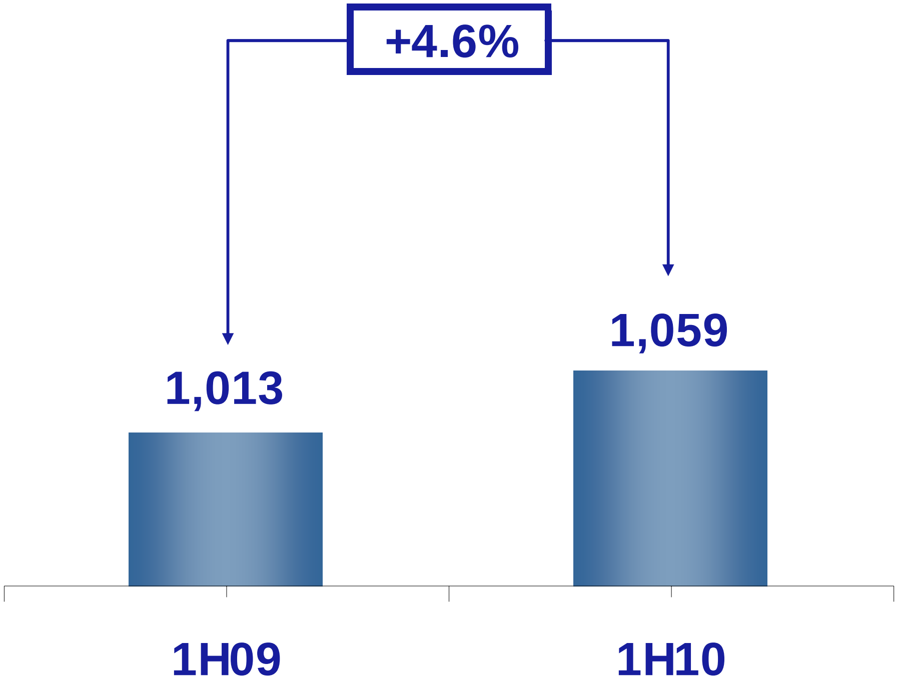


... and gross and operating income are up ...

Gross income
South America
(Constant €m)



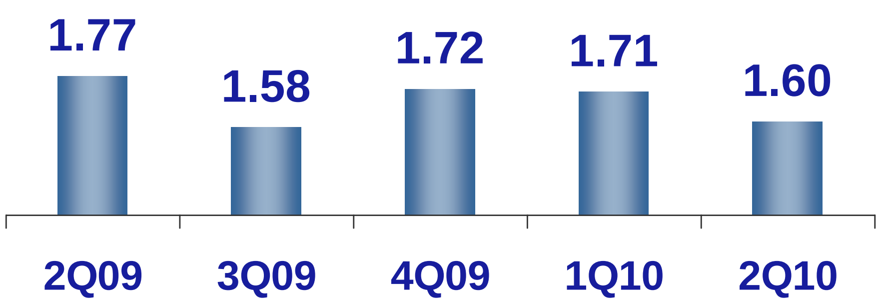
Operating income
South America
(Constant €m)



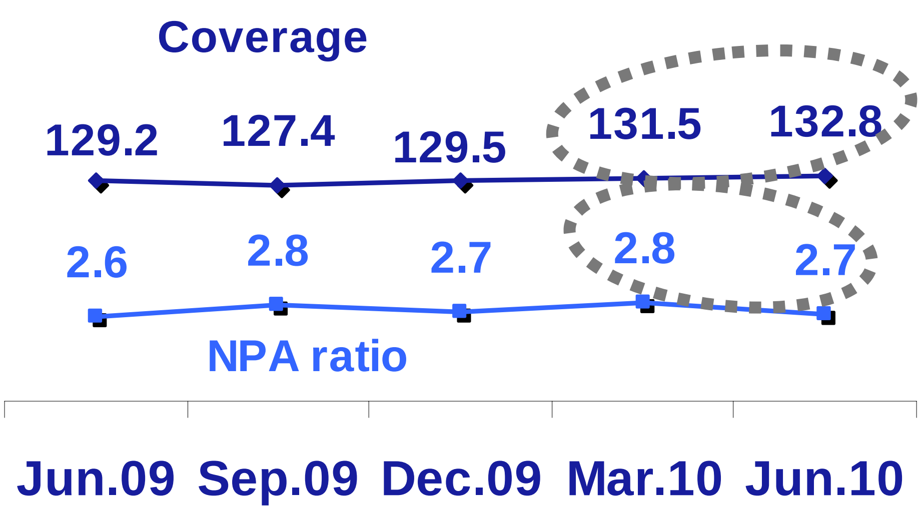
Efficiency: 42.6%

… and risk indicators are stable

Cost of risk
South America
Stand alone quarter
(%)



NPA ratio and coverage
South America
(%)



South America: 1H10 results

(Constant €m)

South America	Accum.	Annual Growth	
	1H10	Abs.	%
Net Interest Income	1,197	+ 131	12.3%
Gross Income	1,844	+ 132	7.7%
Operating Income	1,059	+ 46	4.6%
Income Before Tax	832	+ 51	6.5%
Net Income	647	+ 59	10.1%
Net Attributable Profit	453	+ 52	12.9%

Net attributable profit pension funds and insurance: +15.8%

Good news from all our franchises

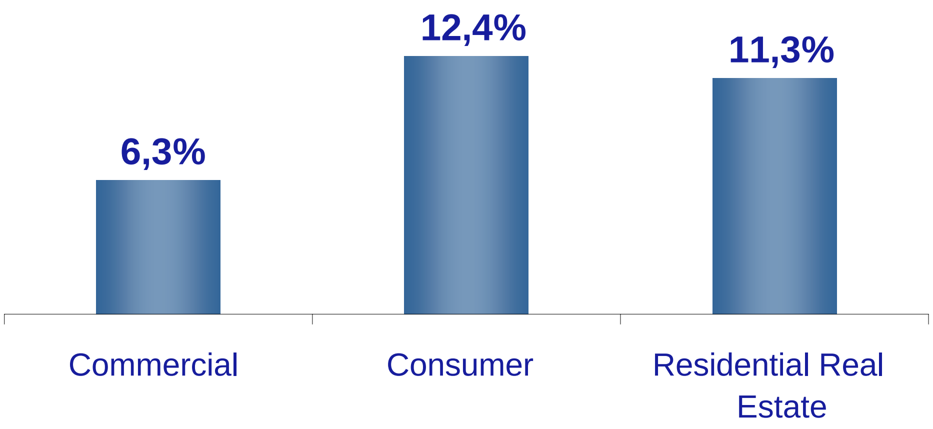
United States

- Good operating income
- NPAs improving

Positive signs in origination …

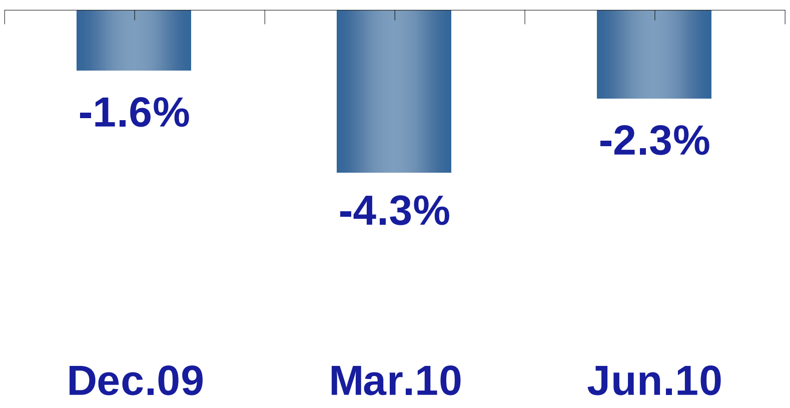
Origination recovers strongly …

New production
United States
Growth 1H10 / 2H09
(%)



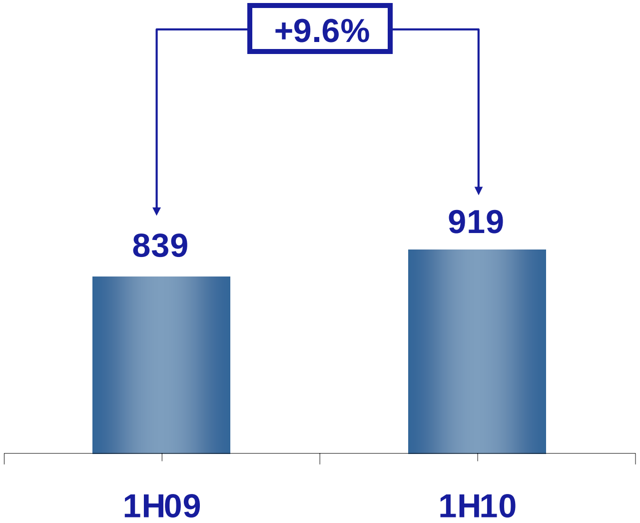
… which will carry over to lending

Lending
United States
Year-on-year growth
(Average balances, %)

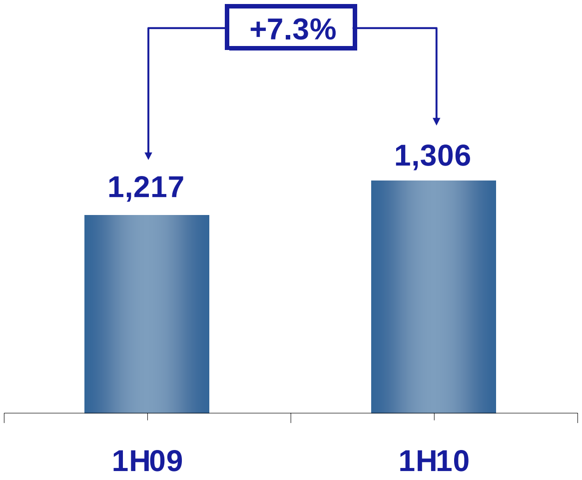


... and a good performance by operating income

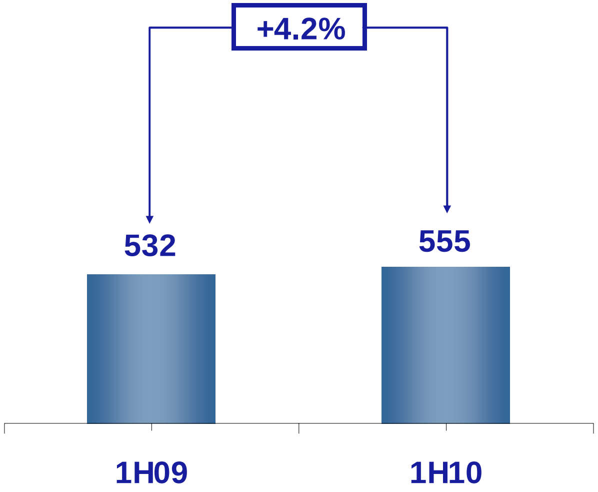
Net interest income
United States
(Constant €m)



Gross income
United States
(Constant €m)



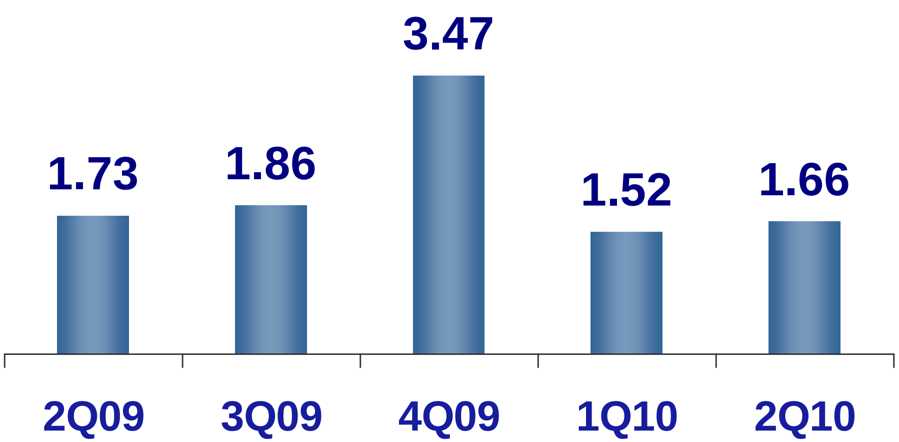
Operating income
United States
(Constant €m)



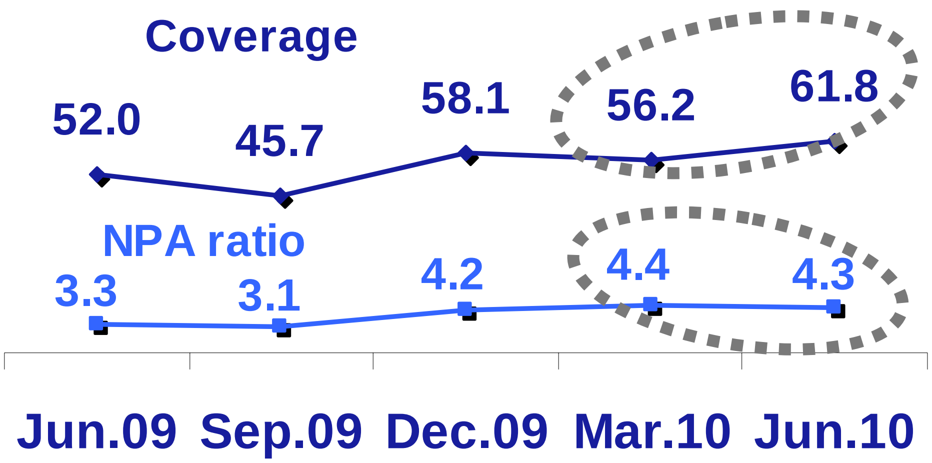
Efficiency: 57.5%

Risk indicators stabilise

Cost of risk excl. one-offs
United States
Stand alone quarter
(%)

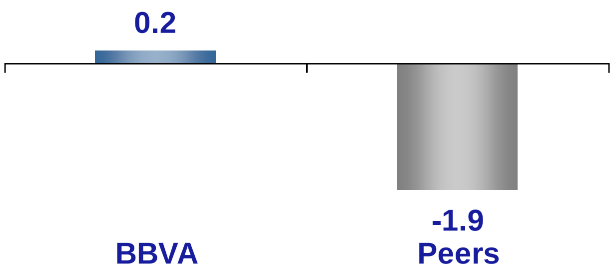


NPA ratio and coverage
United States
(%)

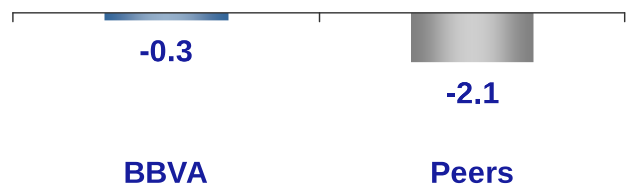


Comparisons with our competitors

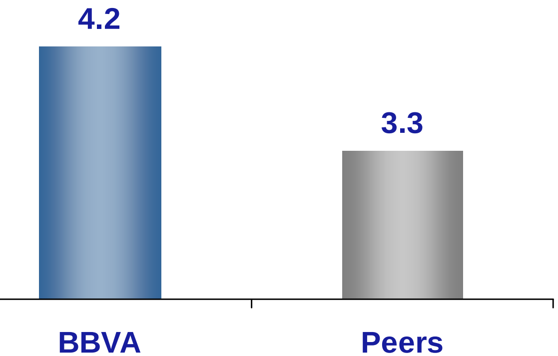
Total lending [1]
2Q10 vs 1Q10
(%)



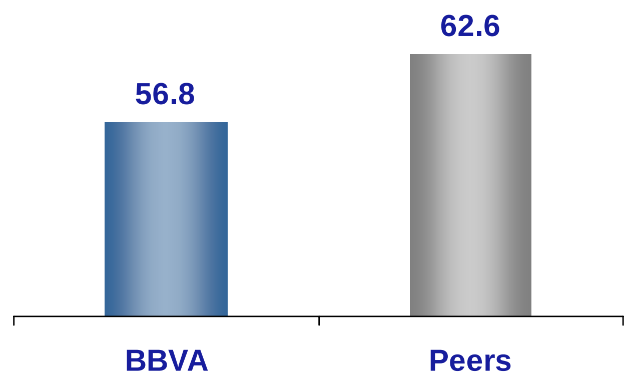
Total deposits [1]
2Q10 vs 1Q10
(%)



Net interest margin[1]
1H10
(%)



Efficiency [1]
June 2010
(%)



(1) Local criteria

Peer Group: Associated Banc-Corp, BB&T Corporation, Comerica Incoporated, First Horizon National corporation, Huntington Bancshares incoporated, M&T Bank Corporation, Marshall & IIsley Corporation, Regions Financial Corporation, SunTrust Banks, Inc., Synovus Financial Corp. & Zions Bancorporation.

BBVA

United States: 1H10 results

(Constant €m)

USA	Accum.	Annual Growth	
	1H10	Abs.	%
Net Interest Income	919	+ 80	9.6%
Gross Income	1,306	+ 89	7.3%
Operating Income	555	+ 22	4.2%
Income Before Tax	202	- 13	-5.9%
Net Attributable Profit	144	- 3	-2.1%

Good news from all our franchises

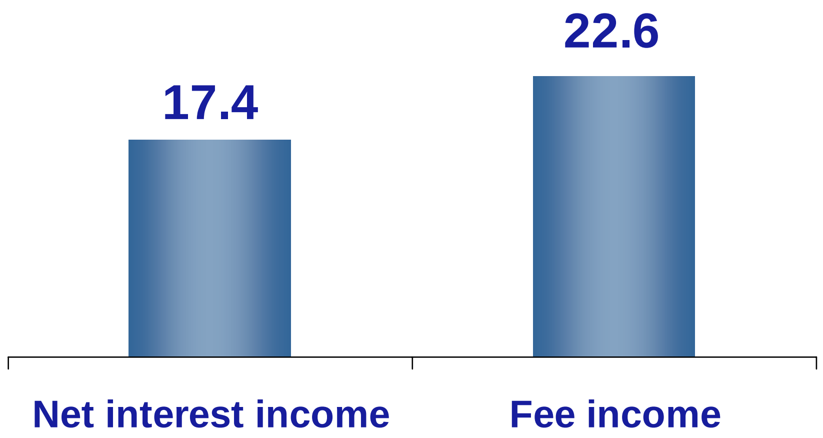
Wholesale Banking & Asset Management

- Quality of revenues
- Excellent performance by C&IB despite complex quarter in markets

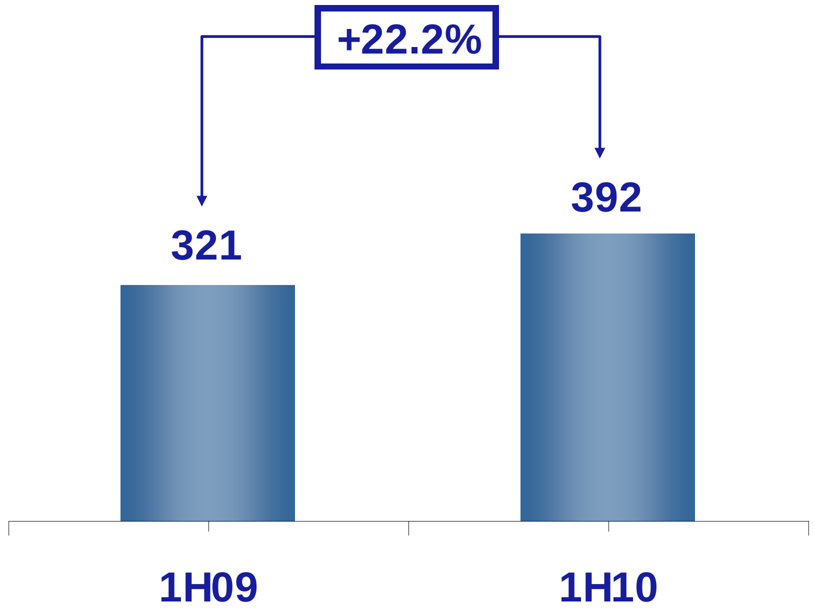
Quality and recurrency of C&IB's revenues …

NII and fee income
Corporate & Investment Banking
Year-on-year growth
(%)

Repricing: about +42 bp



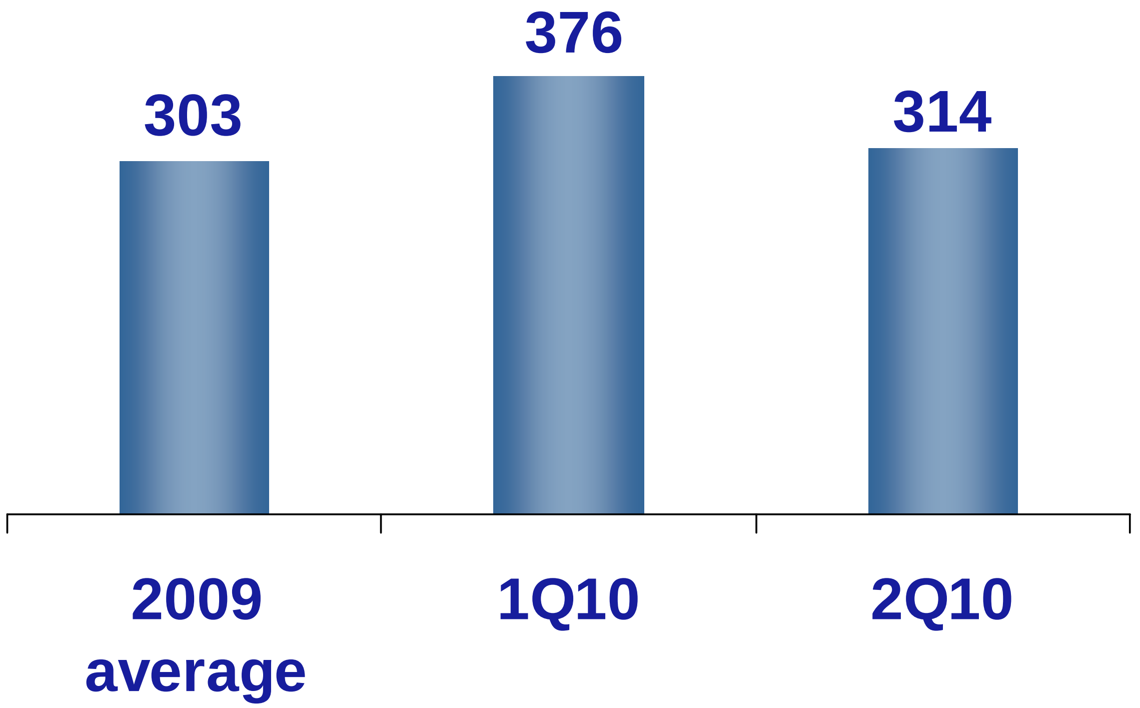
Operating income
Corporate & Investment Banking
(€m)



… and an increase in customer revenue streams in Global Markets (up 7% yr-on-yr)

Overall and despite the environment ...

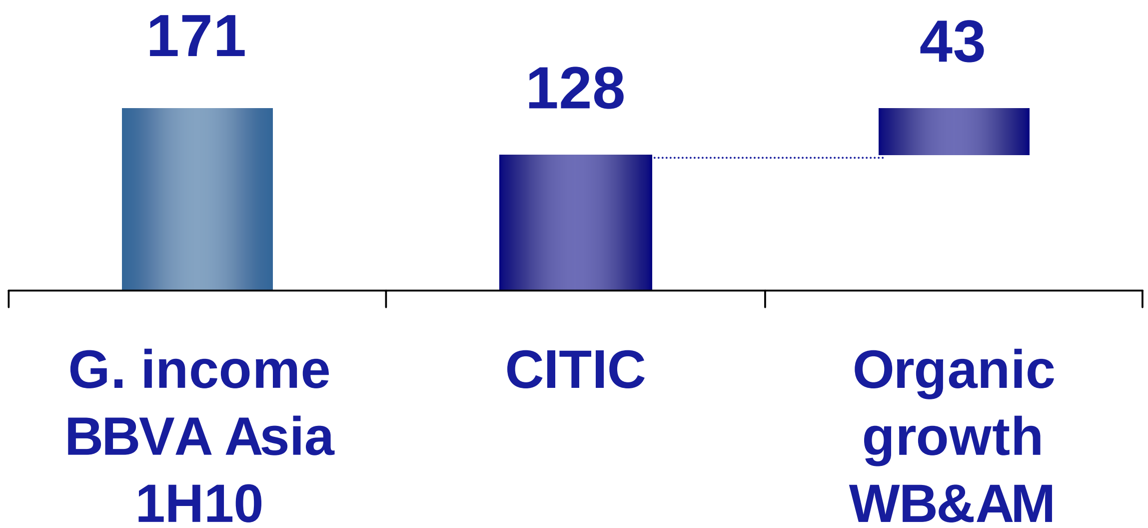
Operating income
WB&AM
Quarter-by-quarter
(€m)



... income continues to be highly recurrent

Asia: the strategic venture strengthens

Gross income
Asia
1H10
(€m)



Gross income, Asia, 1H10	75%	25%

Asia accounts for 18% of WB&AM's income

WB&AM: 1H10 results

(€m)

Wholesale Banking & Asset Management	Accum.	Annual Growth	
	1H10	Abs.	%
Gross Income	934	+ 30	3.3%
Operating Income	690	+ 20	3.0%
Income Before Tax	681	+ 24	3.7%
Net Income	532	+ 52	10.9%
Net Attributable Profit	532	+ 54	11.4%

Additional 5% of CNBC is booked by the equity method

1H10 conclusions

In a difficult quarter for the financial system, the BBVA Group continued to demonstrate its strength

1. Earnings ↑

2. Risks ↑

3. Capital adequacy ↑

4. Balance sheet ↑

BBVA

Results for second quarter of 2010

Ángel Cano

Chief Operating Officer – BBVA Group

Madrid, 28th July 2010