First-quarter results 2011

BBVA earns €1.15 billion in the first quarter

- **Strength:** once again BBVA demonstrates its ability to generate solid and recurrent earnings in the present economic environment. The Group's net attributable profit in the first three months of 2011 reached €1.15 billion, the highest level of the last three quarters. Revenues were also higher compared to the previous two quarters

- **Risk Management:** this was the fifth quarter in a row in which BBVA´s non-performing assets (NPA) ratio remains in check. In March the NPA ratio was the same as in December (4.1%) and was lower than in the same month a year earlier (4.3%). The risk premium fell 13 basis points during the quarter

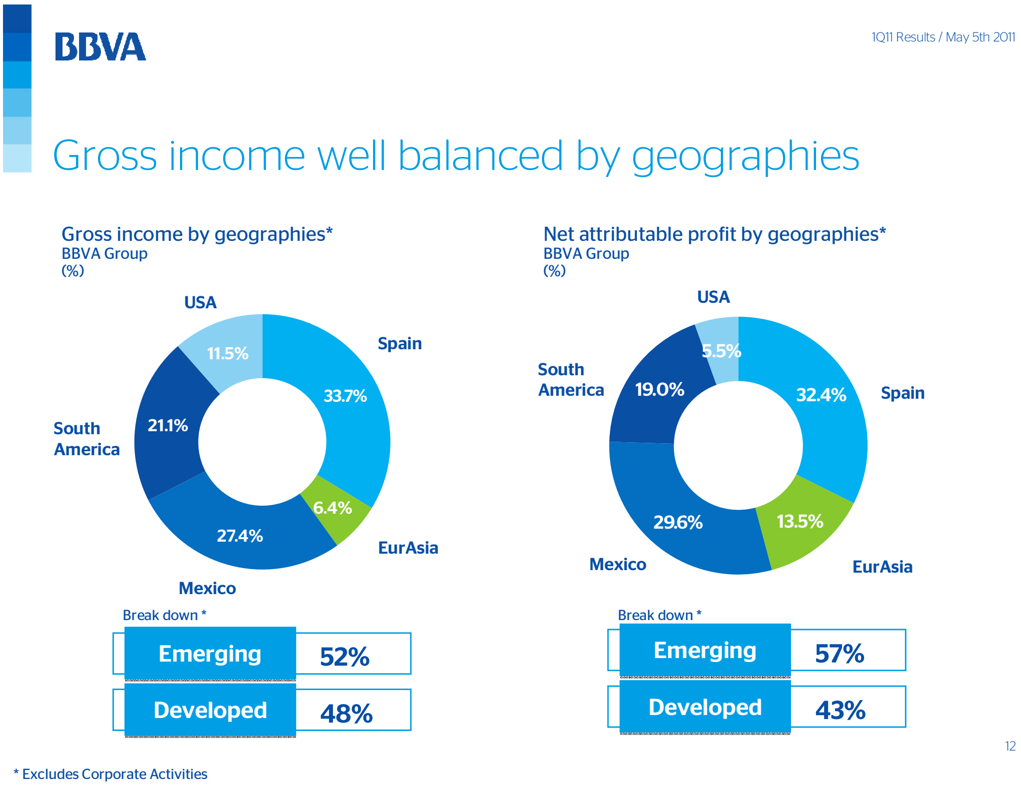
- **Solvency:** BBVA's core capital ratio stands at 8.9% in the first quarter after the addition of the stake in Garanti and with an organic generation of capital of 0.2 percentage points. The strong capital position is complemented by a comfortable liquidity and funding position. Seventy percent of the maturities for the year are already covered

- **Growth:** record gross income from franchises in Mexico, South America and Asia confirms the wisdom of the Group's expansion in emerging markets. The expansion grew in March with the entry in Turkey. BBVA generates in emerging markets more than half of its gross income. In developed markets, BBVA strengthens its franchises through gains in market share and improvements in risk indicators

In the first quarter BBVA obtained a net attributable profit of €1.15 billion, an amount that exceeds that of the previous two quarters and is 7.3% lower than a year earlier. The Group's profit is supported by a suitable diversification in terms of businesses and geographies, and by superior risk management. The non-performing asset ratio remains stable, ending the quarter at 4.1%, and impairment losses on financial assets are the lowest since the first quarter of 2009. The core capital ratio in March stood at 8.9% after completing the purchase of a 24.9% stake in Garanti, a Turkish bank. Record gross income in Mexico, South America and Asia boosted the Group's gross income to €5.26 billion, the highest level in the last three quarters, confirming the strength of the Bank's portfolio of assets.

Diversification, with more than half its gross income generated in emerging markets, and superior risk management are the main factors supporting the BBVA Group net attributable profit of €1.15 billion in the first quarter. All business areas contributed to earnings in a positive way. Gross income reached €5.26 billion, which exceeded the level of the previous two quarters thanks to record revenues in Mexico, South America and Asia. Some 52% of the gross income of the business areas and 57% of net attributable profit originate in emerging markets. The growth in these markets largely offsets the lower contribution from developed markets, where the Bank is strengthening its position with a more selective growth and an improvement in the risk profile.

"The resilience of our earnings is based on an adequate diversification and on a successful business model," said Angel Cano, BBVA's President and COO. "Emerging markets will continue to play a growing role in the Group's earnings."



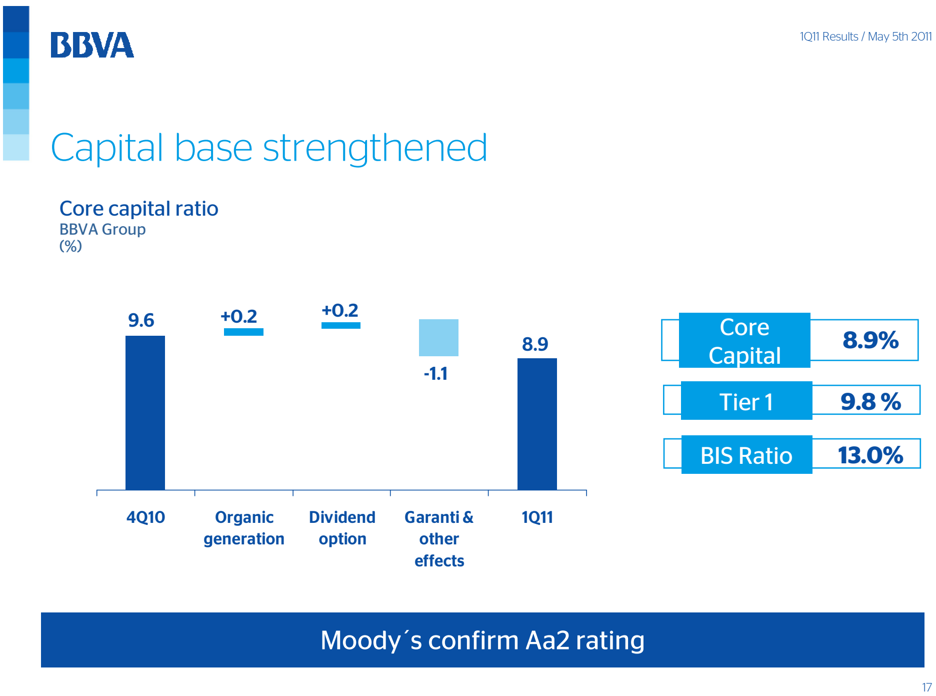
Net interest income continues to show great strength thanks to a portfolio that is well balanced by regions, businesses, segments and products. Net interest income for the first three months came to €3.17 billion, exceeding that of the previous quarter. Operating costs reached €2.36 billion, owing to the Group's determination to invest in technology and in franchises operating in emerging markets. The workforce in emerging markets grew by 3,710 employees compared to a year earlier and the total number rose 4.9% to 108,594. As a result, operating income came to €2.9 billion, the highest level in the last three quarters.

Fifth quarter with improvement in risk indicators

The NPA ratio in March (4.1%) was unchanged from December and has remained in check for five consecutive quarters. Impairment losses on financial assets came to €1.02 billion in the first three months of 2011, the lowest level since the first quarter of 2009. The risk premium fell 13 basis points during the quarter, to 1.2%. The balance of NPAs stands at

€15.53 billion, 1% less than in December. In Spain, BBVA’s NPA ratio remains the same as at the end of 2010 (4.8%) whereas for the sector as a whole it has risen.

The BBVA Group ended the first quarter with a core capital ratio of 8.9% after adding 0.2 percentage points organically and 0.2 percentage points through the “dividend option.” The latter is a new alternative that allows shareholders to collect their dividends in either shares or cash. Some 80% of BBVA’s share capital opted for payment in shares under the new scheme, which started with the final dividend against 2010 earnings. The Tier I ratio closed the quarter at 9.8% and the BIS ratio stood at 13%. In March Moody’s confirmed BBVA’s Aa2 rating at the same time as it lowered ratings on 30 other Spanish banks. The strong capital situation is complemented by a comfortable liquidity and funding position. BBVA has already covered 70% of its maturities for the year.



Strong growth in emerging economies, strengthening our position in developed markets

In terms of business activity, gross lending to Group customers is up 2.7% year-on-year to €346.8 billion. And total customer funds have increased 4.1% to €534 billion.

On March 22nd BBVA completed the purchase of a 24.9% stake in Garanti, taking another step in the Group's geographic expansion. The addition of this asset and the growing importance of Asian operations have triggered a change in the way results are presented.

Henceforth European businesses other than Spain, and Asian businesses will be grouped under the heading, Eurasia.

In **Spain** BBVA has achieved market share gains in key areas such as residential mortgages and customer funds. Funds under management closed the first quarter at €158.1 billion, which is 10% more than a year earlier and higher than the level of the fourth quarter of 2010. Net interest income fell 3% in the quarter although the decline is slowing. The non-performing asset ratio in March (4.8%) is the same as in December and lower than a year earlier (4.9%). The Group's superior risk management is demonstrated by a contribution of €175 million to generic provisions, leaving generic provisions at a higher level than in December.

In **Eurasia** there is a notable contribution of China Citic Bank (CNBC). Its profit has jumped 153% year-on-year. The addition of our stake in Garanti is another important factor although its impact on earnings is limited to ten days in the first quarter. It will grow in importance in the coming quarters. In the first quarter **Eurasia** generated profit of €198 million, 13.5% of the combined profit for the business areas.

In **Mexico** buoyant business boosted gross income to a record €1.44 billion and net attributable profit rose 17.3% in constant euros to €436 million (up 25.5% in current euros). In the first quarter the combined strength of earnings and the franchise allowed BBVA Bancomer to place two issues in the international capital markets for a combined total of $2 billion. So far this is the biggest issue made by a bank in Latin America.

In **South America** the strong growth continued in the first quarter. Lending at the end of March was up 27.1% from a year earlier and customer funds grew 16.8%. The region also recorded market share gains in the main items. Net attributable profit in the area rose 17.5% to €280 million. The NPA ratio is steady at 2.5% and the coverage ratio increased to 134% (130% in December).

In the **United States** management remains focused on improving the lending mix. This policy has led to a year-on-year fall of 34.2% in impairment losses on financial assets. The NPA ratio ended March at 4.5% with a coverage ratio of 64% (61% in December). Net attributable profit in the area rose 47.5% to €81 million.

Lastly in the first quarter **WB&AM** (Wholesale Banking & Asset Management) demonstrated the high quality and recurrence of its revenues. Gross income fell 2.2% year-on-year in constant euros to €811 million (up 18.5% compared to the fourth quarter) and net attributable profit was down 12.2% to €364 million (up 53.9% on the fourth quarter).

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BBVA Group highlights

BBVA Group highlights
(Consolidated figures)

	31-03-11	∆%	31-03-10	31-12-10
Balance sheet (million euros)				
Total assets	562,174	1.5	553,922	552,738
Customer lending (gross)	346,814	2.7	337,568	348,253
Customer funds on balance sheet	389,731	5.0	371,116	378,388
Other customer funds	144,230	1.6	142,026	147,572
Total customer funds	533,961	4.1	513,142	525,960
Total equity	37,881	19.0	31,824	37,475
Shareholders' funds	38,107	27.9	29,805	36,689
Income statement (million euros)				
Net interest income	3,175	(6.2)	3,386	13,320
Gross income	5,263	(0.7)	5,301	20,910
Operating income	2,904	(8.8)	3,183	11,942
Income before tax	1,659	(10.9)	1,862	6,422
Net attributable profit	1,150	(7.3)	1,240	4,606
Data per share and share performance ratios				
Share price (euros)	8.56	(15.5)	10.13	7.56
Market capitalization (million euros)	38,447	1.3	37,967	33,951
Net attributable profit per share (euros)	0.25	(20.0)	0.31	1.17
Book value per share (euros)	8.49	6.7	7.95	8.17
P/BV (Price/Book value; times)	1.0		1.3	0.9
Significant ratios (%)				
ROE (Net attributable profit/Average equity)	12.8		17.7	15.8
ROA (Net income/Average total assets)	0.95		1.01	0.89
RORWA (Net income/Average risk-weighted assets)	1.67		1.88	1.64
Efficiency ratio	44.8		40.0	42.9
Risk premium	1.20		1.26	1.33
NPA ratio	4.1		4.3	4.1
NPA coverage ratio	61		59	62
Capital adequacy ratios (%)				
BIS Ratio	13.0		13.4	13.7
Core capital	8.9		8.1	9.6
Tier I	9.8		9.5	10.5
Other information				
Number of shares (millions)	4,491		3,748	4,491
Number of shareholders	921,650		887,252	952,618
Number of employees (1)	108,594		103,545	106,976
Number of branches (1)	7,412		7,469	7,361
Number of ATMs (1)	17,564		16,016	16,995

General note: These quarterly statements have not been audited. The consolidated accounts of the BBVA Group have been drawn up according to the International Financial Reporting Standards (IFRS) adopted by the European Union and in conformity with Bank of Spain Circular 4/2004, together with the changes introduced therein.

(1) Excluding Garanti.

Consolidated income statement

(Million euros)

	1Q11	1Q11/1Q10 Δ%	1Q10	1Q11/4Q10 Δ%	4Q10
Net interest income	3,175	(6.2)	3,386	1.2	3,138
Net fees and commissions	**1,114**	**0.7**	1,106	(1.8)	1,135
Net trading income	**752**	**18.8**	633	198.4	252
Dividend income	**23**	**(9.2)**	25	(89.9)	227
Income by the equity method	**121**	**110.3**	57	(2.8)	124
Other operating income and expenses	**79**	**(15.1)**	93	13.0	70
Gross income	5,263	(0.7)	5,301	6.4	4,946
Operating costs	**(2,359)**	**11.4**	(2,118)	1.4	(2,325)
Personnel expenses	**(1,276)**	**11.1**	(1,149)	2.9	(1,240)
General and administrative expenses	**(887)**	**11.4**	(796)	0.0	(887)
Depreciation and amortization	**(196)**	**13.0**	(174)	(1.5)	(199)
Operating income	2,904	(8.8)	3,183	10.8	2,621
Impairment on financial assets (net)	**(1,023)**	**(5.1)**	(1,078)	(7.9)	(1,112)
Provisions (net)	**(150)**	**(11.7)**	(170)	101.3	(75)
Other gains (losses)	**(71)**	**(1.6)**	(72)	(74.0)	(273)
Income before tax	1,659	(10.9)	1,862	42.9	1,162
Income tax	**(369)**	**(27.6)**	(510)	190.2	(127)
Net income	1,290	(4.6)	1,352	24.7	1,034
Non-controlling interests	**(141)**	**24.8**	(113)	46.7	(96)
Net attributable profit	1,150	(7.3)	1,240	22.5	939
Basic earnings per shares (euros)	0.25	(20.0)	0.31	9.5	0.23