

# 1Q25 Results

May 8, 2025

# Index

- 
- 1 1Q25 highlights**
  - 2 Financial results**
  - 3 Balance sheet**
  - 4 Closing remarks**
-

# **1 1Q25 Highlights**

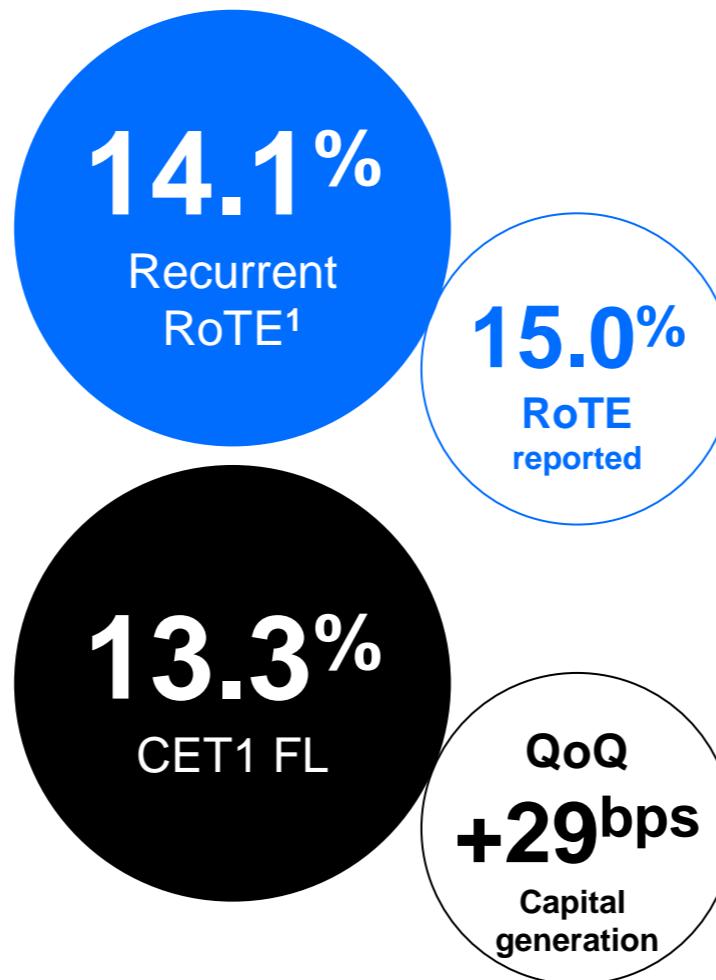
# 1Q25 results represent a good start to the year

## Momentum in commercial activity continues

Performing loans: **+5.0% YoY**  
Customer funds: **+6.3% YoY**

## Resilient NII in a lower interest rates environment

NII: **-1.3% YoY**  
Customer margin: **-4<sup>bps</sup> YoY**



## Asset quality metrics further improved

NPL ratio fell by **-79<sup>bps</sup> YoY** to **2.67%**  
Total cost of risk at **35<sup>bps</sup>** (**-16<sup>bps</sup> YoY**)

## Share buyback programmes

**€213<sup>M</sup>** executed as of 2<sup>nd</sup> May  
(86<sup>M</sup> shares repurchased)  
**21%** out of the **€1,002<sup>M</sup>** total share buyback

Note: RoTE assumes the nine-month accrual of banking tax paid in 2024 and the tax accrued in 1Q25.

<sup>1</sup> Excludes €109M one-offs (net of taxes) in 2024: -€7M in 2Q24, €1M in 3Q24, and €115M in 4Q24.

# Growing with lower risk to deliver healthy capital generation in an uncertain environment

## Probability of Default evolution by segment

	Loan growth ex-TSB YoY	Probability of Default reduction <sup>1</sup>
Mortgages	+4.9%	>10%
Consumer loans	+20.6%	>40%
SMEs & Corporates	+4.8%	>35%

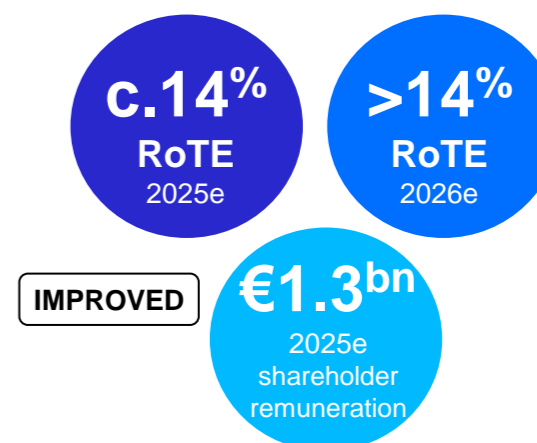


## Growth strategy in lower risk segments is delivering:

Lower loan yield, lower cost of risk with neutral impact on profitability while improving risk-adjusted return on capital

Reconfirmation of RoTE expectations

Higher capital generation and greater distributions capacity



<sup>1</sup> Probability of Default of new lending in 1Q25+2024 (average) vs 2023 (average).

# Loan volumes and customer funds continue to grow at mid-single digit YoY

## Performing loans across geographies

€M

	Mar-25	QoQ	YoY
Spain	99,810	+1.6%	+5.5%
UK (TSB) <i>Constant FX</i>	43,181	-0.5% +0.3%	+2.0% -0.3%
Other international <i>Constant FX</i>	15,316	-0.2% +2.7%	+10.6% +14.0%
<b>Total</b> <i>Constant FX</i>	<b>158,308</b>	<b>+0.9%</b> +1.4%	<b>+5.0%</b> +4.6%

## Total customer funds

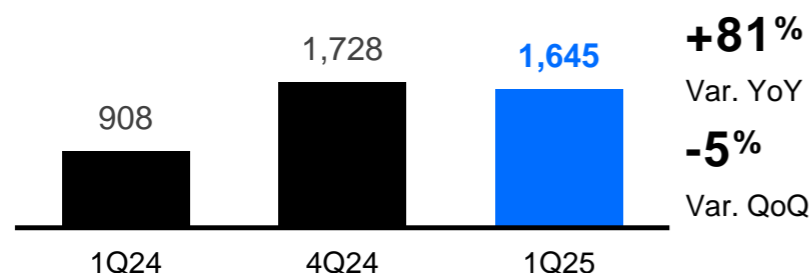
€M

	Mar-25	QoQ	YoY
On-balance sheet <i>Constant FX</i>	168,751	-0.5% -0.2%	+4.5% +4.3%
Off-balance sheet	47,591	+3.1%	+12.9%
<b>Total</b> <i>Constant FX</i>	<b>216,342</b>	<b>+0.3%</b> +0.5%	<b>+6.3%</b> +6.1%

# Current levels of new lending allow loan book to grow both in individuals and companies

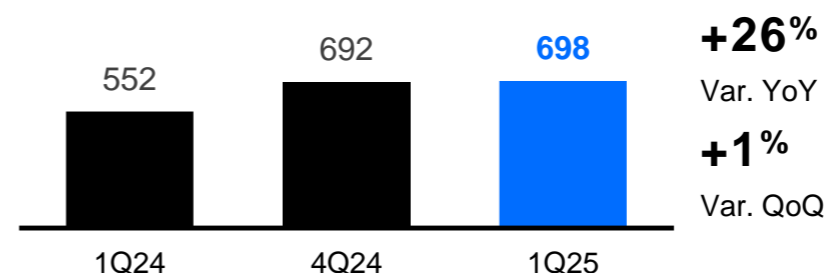
## Mortgages

€M, quarterly new lending in Spain



## Consumer loans

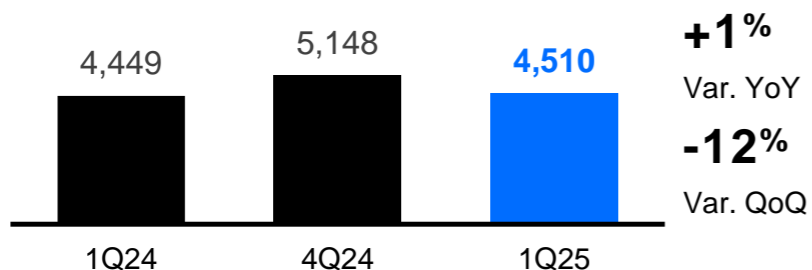
€M, quarterly new lending in Spain



## SMEs & Corporates

### Loans and credit facilities

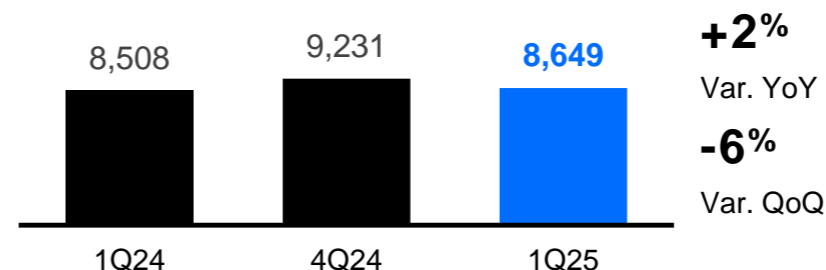
€M, quarterly new lending in Spain



## SMEs & Corporates

### Working capital<sup>1</sup>

€M, quarterly new lending in Spain

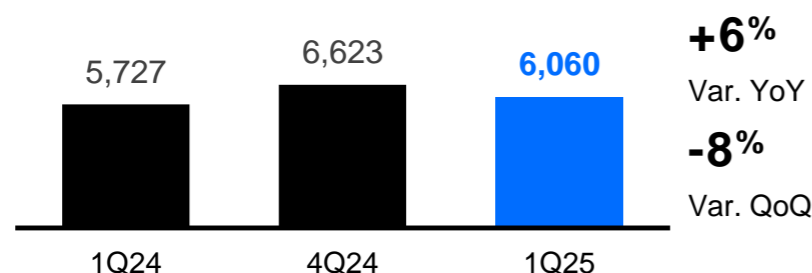


<sup>1</sup> Working capital includes trade discounting, factoring, reverse factoring, forfaiting and import/export finance.

# Payment services remain strong. Savings & investment products increase

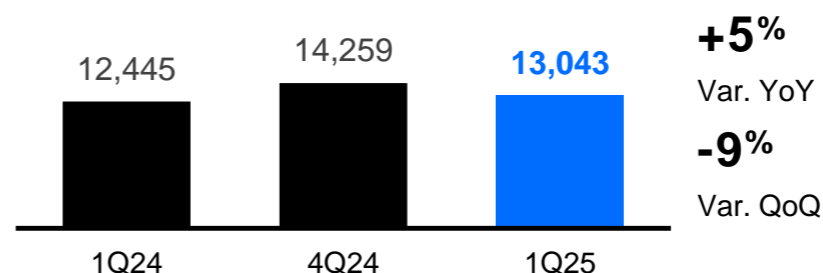
## Cards

Quarterly turnover in Spain (in €M)



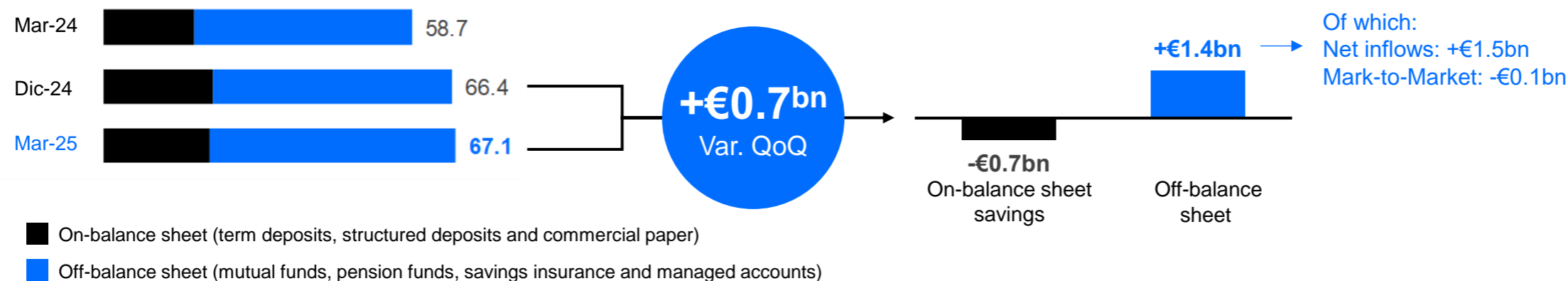
## Retailer payment services (PoS)

Quarterly turnover in Spain (in €M)



## Savings & investment products

Customer funds in Spain (in €bn)



# Loan growth accelerated further in Spain

## Performing loans by segment, ex-TSB

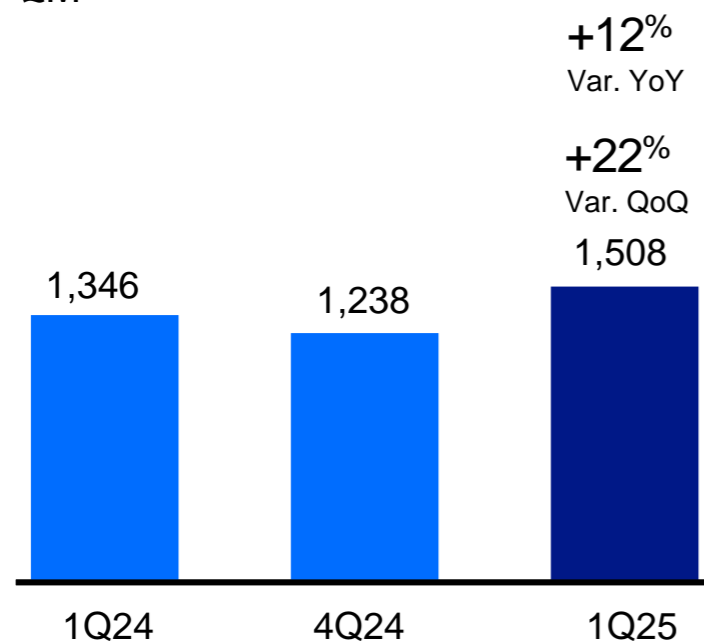
€bn

	Mar-25	QoQ	YoY
<b>Mortgages</b>	<b>39.3</b>	+1.2%	+4.9%
<b>Consumer loans</b>	<b>4.8</b>	+4.2%	+20.6%
<b>SMEs &amp; Corporates</b>	<b>42.1</b>	+1.4%	+4.8%
<b>Public sector</b>	<b>10.4</b>	+5.1%	+7.4%
<b>Other lending</b>	<b>3.2</b>	-3.5%	-3.4%
<b>Total Spain</b>	<b>99.8</b>	<b>+1.6%</b>	<b>+5.5%</b>

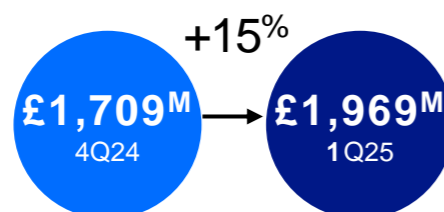
	Mar-25	QoQ	YoY
<b>Mexico</b> <i>Constant FX</i>	<b>4.4</b>	+2.7% +6.3%	-8.9% +0.6%
<b>Miami</b> <i>Constant FX</i>	<b>6.7</b>	-4.4% -0.5%	+19.6% +19.7%
<b>Foreign branches</b> <i>Constant FX</i>	<b>4.2</b>	+4.3% +4.6%	+23.0% +21.6%
<b>Total international</b> <i>Constant FX</i>	<b>15.3</b>	-0.2% +2.7%	+10.6% +14.0%
<b>Total ex-TSB</b> <i>Constant FX</i>	<b>115.1</b>	+1.4% +1.8%	+6.1% +6.5%

# Performing loan book in TSB remained stable while cost of deposits improved in the quarter

## Quarterly new mortgage lending £M



## Quarterly mortgage applications



## TSB performing loans £bn

	Mar-25	QoQ	YoY
Secured	33.8	+0.4%	-0.4%
Consumer lending	1.3	+2.8%	+10.5%
Other unsecured lending	1.0	-5.2%	-9.1%
<b>Total</b>	<b>36.1</b>	<b>+0.3%</b>	<b>-0.3%</b>

New mortgage lending grew by +22% in the quarter while loan book remained stable, as expected

## TSB customer deposits £bn

	Mar-25	QoQ	YoY	1Q25 Cost
Current Accounts	13.8	-0.3%	-1.7%	-0.07%
Savings	21.3	+0.5%	+2.7%	-2.44%
<b>Total</b>	<b>35.1</b>	<b>+0.2%</b>	<b>+0.9%</b>	<b>-1.52%</b>

**-4bps**  
Cost of deposits  
QoQ

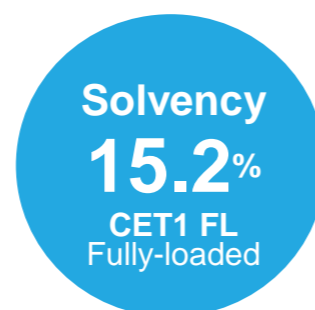
Customer deposits remained stable in the quarter

Cost of deposits decreased -4bps in the quarter due to a reduction in savings' remuneration following Bank of England rate cuts

# TSB continues improving its profitability and contribution to group

## TSB standalone P&L and its contribution to Sabadell £M

	1Q25	1Q25/4Q24	1Q25/1Q24
NII	261	2.4%	9.4%
Fees & commissions	18	-11.9%	-28.0%
Total costs	-179	-2.0%	-7.3%
Total provisions	-17	n.m.	-1.4%
<b>Net profit</b>	<b>74<sup>1</sup></b>	<b>5.1%</b>	<b>96.1%</b>
<b>Contribution to Sabadell (€M)</b>	<b>94</b>	<b>11.0%</b>	<b>107.1%</b>



### 1Q25 results aligned with 2025 guidance:

- **Net Interest Income to grow by high single digits. Structural hedge to contribute c.£100M in 2025 and >£100M additional in 2026**
- **Costs to decline by -3%**
- **CoR normalising to levels < 20bps (18bps in 1Q25)**
- **Net profit to increase by mid-teens**

<sup>1</sup> Includes one-off item within Other Operating Income of £22M (net of taxes) due to a negotiated recovery under indemnities from a 3rd party related to Financial Services Support.

# Well on track to meet our profitability guidance

	1Q25 (€M)	1Q25/4Q24	1Q25/1Q24
<b>NII</b>	<b>1,216</b>	-1.8% <sup>1</sup>	-1.3%
<b>Fees</b>	<b>344</b>	-0.8%	+1.3%
<b>Total costs</b>	<b>-758</b>	-2.3%	+0.9%
<b>Provisions</b>	<b>-148</b>	-28.4% <sup>2</sup>	-29.2%
<b>Net profit</b>	<b>489</b>	<b>-8.1%</b>	<b>+58.6%</b>

**13.3%**  
CET1 FL  
+29bps  
QoQ

**14.1%**  
Recurrent  
RoTE<sup>3</sup>

**15.0%**  
RoTE  
reported

Note: RoTE assumes the nine-month accrual of banking tax paid in 2024 and the tax accrued in 1Q25.

<sup>1</sup> 4Q24 excludes €36M (gross of taxes) of extraordinary interest on arrears related to debt recovery following a favourable court ruling after a legal dispute (Var. QoQ reported: -4.6%)

<sup>2</sup> 4Q24 excludes €54M (gross of taxes) of provisions released due to the debt recovery and a top-up of provisions related to the Valencia floods (Var. QoQ reported: -3.0%)

<sup>3</sup> Excludes €109M one-offs (net of taxes) in 2024: -€7M in 2Q24, €1M in 3Q24, and €115M in 4Q24.

# **2 Financial results**

# Solid set of results in the quarter

	Sabadell ex-TSB			Sabadell Group		
€M	1Q25	1Q25/4Q24	1Q25/1Q24	1Q25	1Q25/4Q24	1Q25/1Q24
Net interest income	904	-3.1% <sup>1</sup>	-5.2%	1,216	-1.8% <sup>1</sup>	-1.3%
Fees & commissions	322	0.2%	3.9%	344	-0.8%	1.3%
<b>Core banking revenue</b>	<b>1,226</b>	<b>-5.0%</b>	<b>-2.9%</b>	<b>1,560</b>	<b>-3.8%</b>	<b>-0.7%</b>
Trading income & forex	26	21.7%	8.0%	33	4.0%	-6.4%
Other income & expenses	31	n.m.	n.m.	49	n.m.	n.m.
<b>Gross operating income</b>	<b>1,283</b>	<b>0.1%</b>	<b>12.9%</b>	<b>1,641</b>	<b>1.8%</b>	<b>13.6%</b>
Total costs	-550	-1.4%	4.2%	-758	-2.3%	0.9%
<b>Pre-provisions income</b>	<b>733</b>	<b>1.2%</b>	<b>20.5%</b>	<b>883</b>	<b>5.7%</b>	<b>27.5%</b>
Total provisions & impairments	-127	-39.7% <sup>2</sup>	-32.4%	-148	-28.4% <sup>2</sup>	-29.2%
Gains on sale of assets and other results	-12	-9.0%	n.m.	-11	-19.7%	n.m.
<b>Profit before taxes</b>	<b>594</b>	<b>7.1%</b>	<b>41.5%</b>	<b>724</b>	<b>8.2%</b>	<b>49.5%</b>
Taxes	-200	87.8%	27.0%	-235	72.7%	33.4%
Minority interest	0	n.m.	n.m.	0	n.m.	n.m.
<b>Attributable net profit</b>	<b>394</b>	<b>-11.8%</b>	<b>50.2%</b>	<b>489</b>	<b>-8.1%</b>	<b>58.6%</b>

**14.1%**  
Recurrent  
RoTE<sup>3</sup>

**15.0%**  
RoTE  
Reported

Note: RoTE assumes the nine-month accrual of banking tax paid in 2024 and the tax accrued in 1Q25.

<sup>1</sup> 4Q24 excludes €36M (gross of taxes) of extraordinary interest on arrears related to debt recovery following a favourable court ruling after a legal dispute (Var. QoQ reported: -6.7% ex-TSB and -4.6% Group).

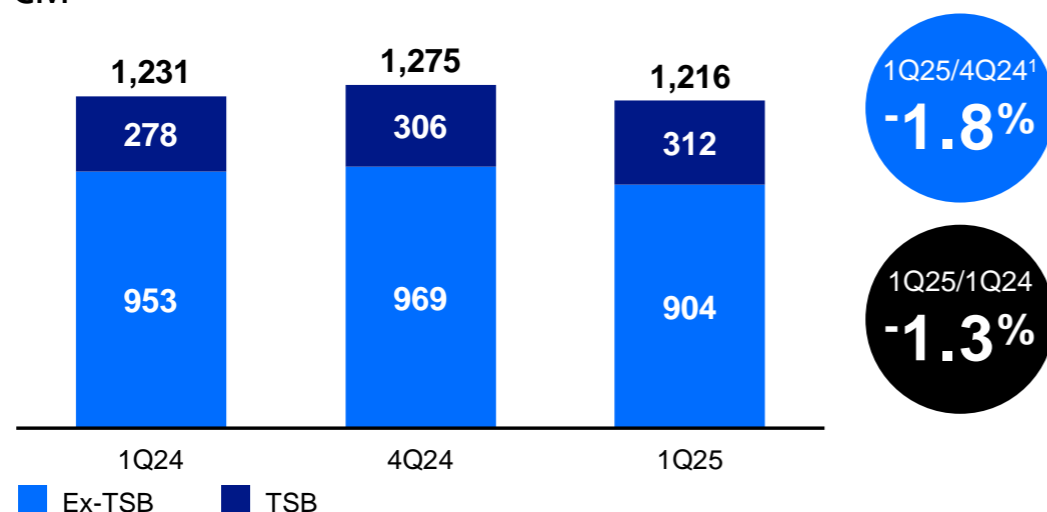
<sup>2</sup> 4Q24 excludes €54M (gross of taxes) of provisions released due to the debt recovery and a top-up of provisions related to the Valencia floods (Var. QoQ reported: -19.0% ex-TSB and -3.0% Group).

<sup>3</sup> Excludes €109M one-offs (net of taxes) in 2024: -€7M in 2Q24, €1M in 3Q24, and €115M in 4Q24.

# Resilient NIM in a lower interest rate environment

## Group NII

€M



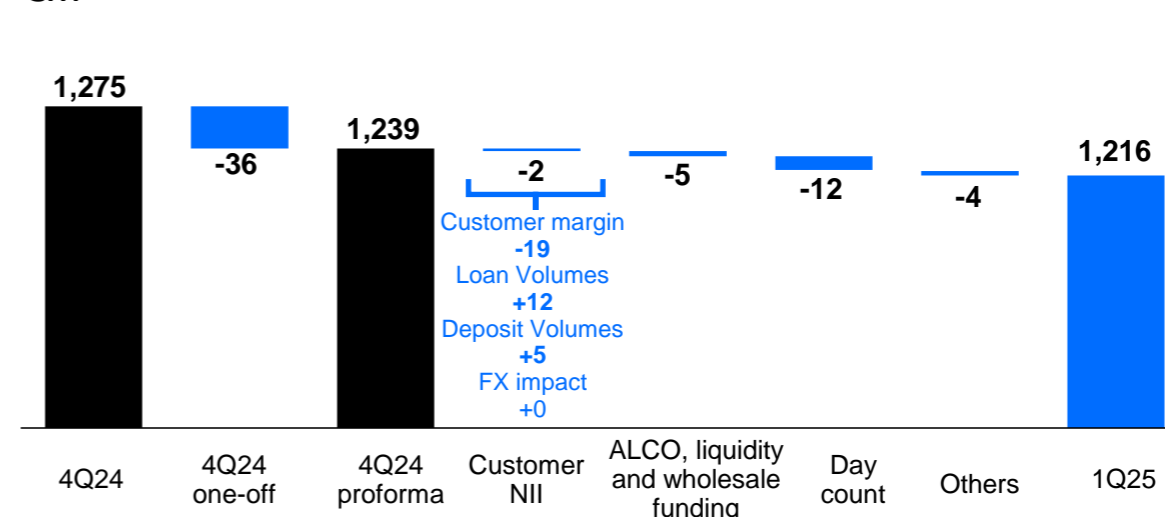
1Q24	4Q24	1Q25
Customer margin		
3.09%	3.07%¹	3.05%
Net interest margin		
2.08%	2.00%¹	2.02%

-2bps  
Var. QoQ¹

+2bps  
Var. QoQ¹

## Group NII QoQ evolution

€M



**Higher volumes partially offset pressure of lower interest rates**

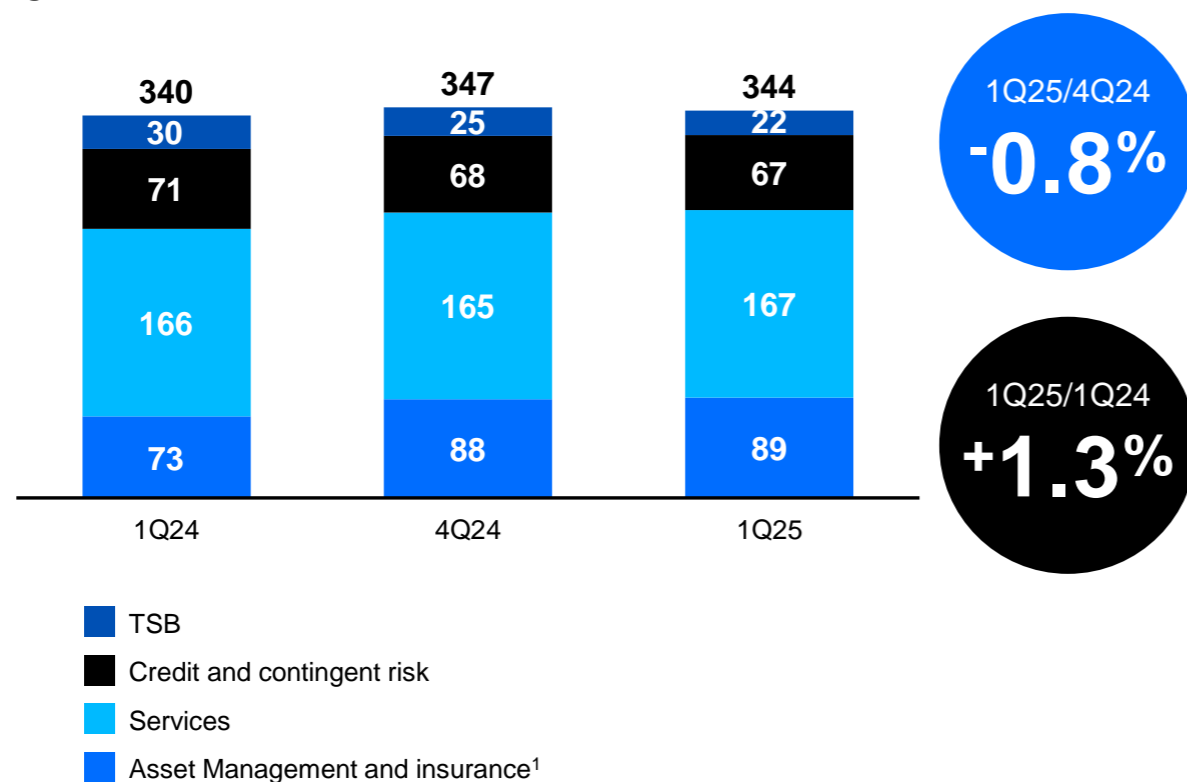
**Customer spread and NIM remained broadly stable in the quarter**

¹ Excludes c.€36M of extraordinary interest on arrears related to a debt recovery following a favourable court ruling after a legal dispute in 4Q24. If included, NII Var. QoQ would stand at -4.6%, 4Q24 customer margin at 3.16% and 4Q24 net interest margin at 2.06%.

# Fee income reflected the absence of success fees booked in 4Q but growing on an annual basis

## Group fees & commissions

€M



Slightly decline in fees in the quarter, impacted by 4Q24 success fees and lower day count

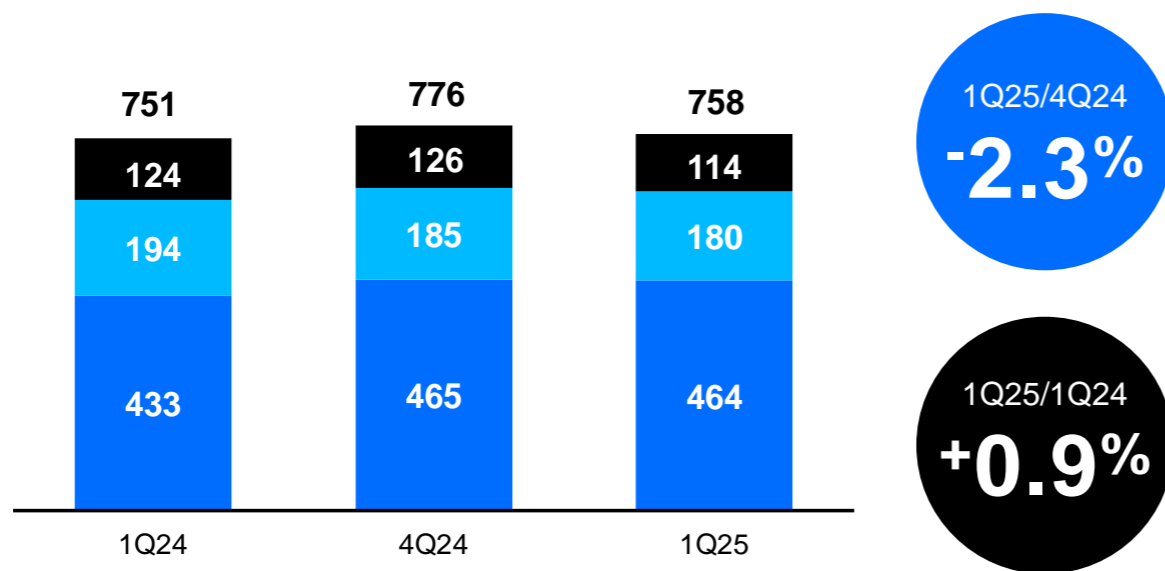
In the year, ex TSB commissions grew at c.4% underpinned by asset management and insurance fees while TSB's declined due to lower cards fees

<sup>1</sup> Includes mutual funds, pension funds, insurance brokerage and managed account fees.

# Efficiency measures at TSB contain costs below 1% increase YoY

## Group costs

€M



**Ex-TSB: expenses flattish QoQ as lower administrative costs offset personnel cost inflation**

**TSB: expenses declining QoQ as cost saving came through from efficiency initiatives**

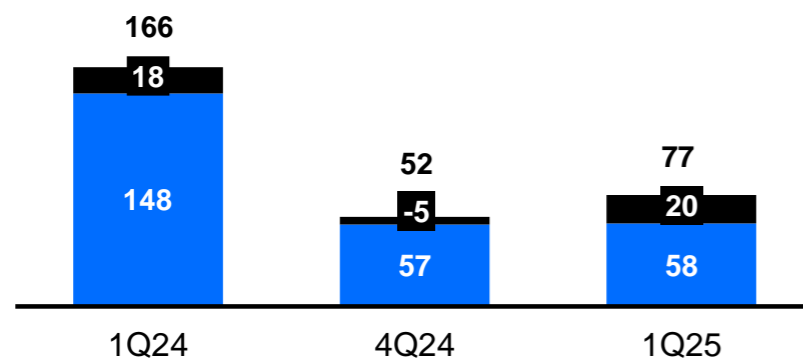
**Amortisation & depreciation to remain at current levels going forward**

- Amortisation & depreciation
- TSB expenses
- Ex-TSB expenses

# Total CoR improving aligned with robust asset quality

## Group credit provisions

€M



■ Ex-TSB ■ TSB

## Group credit CoR 1Q25

**18bps**

## Group total CoR 1Q25

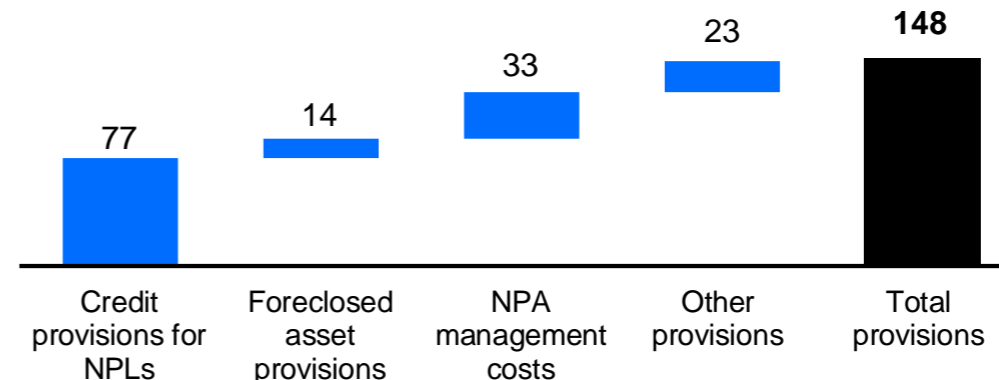
**35bps**

1Q25/4Q24<sup>1</sup>  
**-27.0%**

1Q25/1Q24  
**-53.6%**

## Group total provisions 1Q25 breakdown

€M



**Credit cost of risk keeps improving supported by effective risk management initiatives**

**NPA management costs, foreclosed asset provisions and other provisions in line with the run rate**

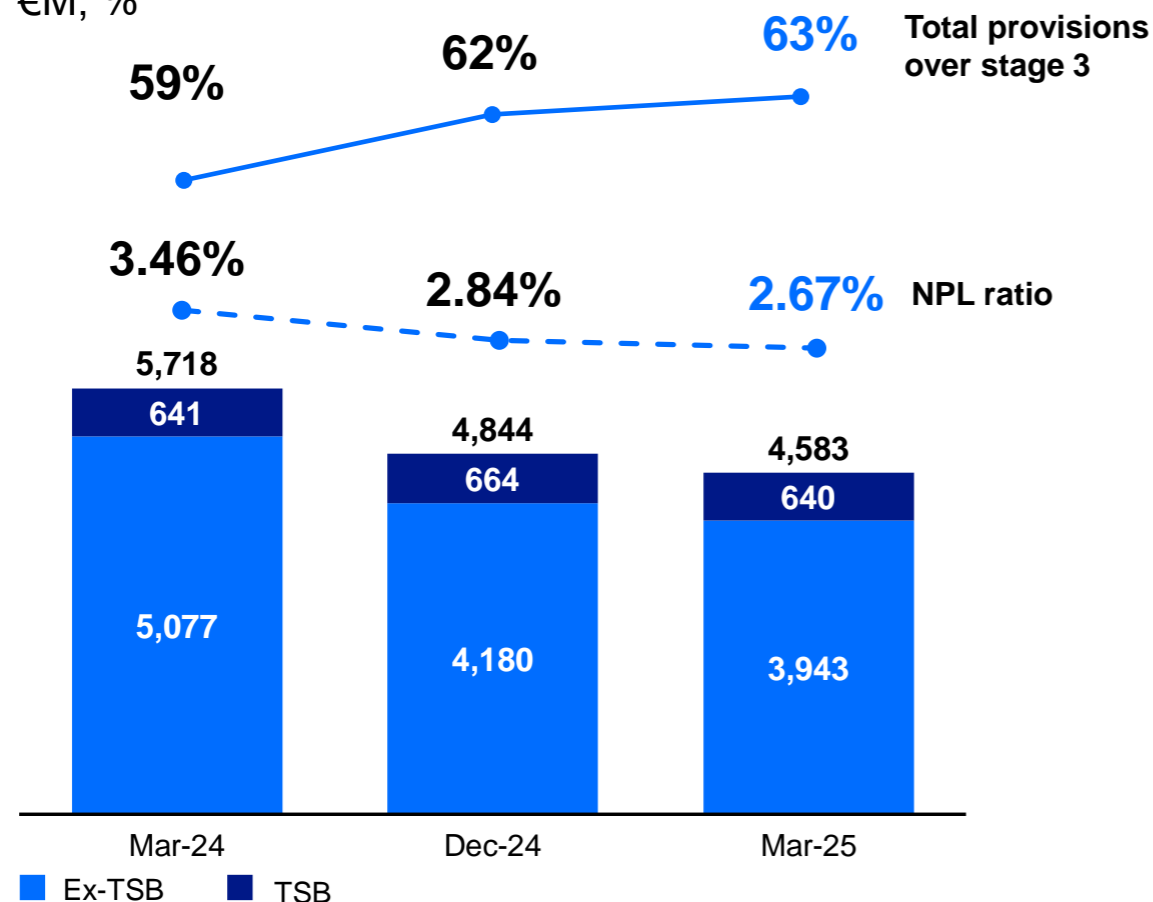
<sup>1</sup> 4Q24 excludes €54M (gross of taxes) of provisions released due to the debt recovery and a top-up of provisions related to the Valencia floods. If included, credit provisions var. QoQ would stand at +48.9%.

# **3 Balance sheet**

# NPL ratio kept improving while coverage increased

## Group NPLs, and NPL and coverage ratios

€M, %



## Exposure by stage and coverage ratio

€M

	Stage 2		Stage 3	
	Mar-25	YoY	Mar-25	YoY
Exposure (€M)	10,180	-1,647	4,583	-1,135
% of total loan book	5.9%	-122bps	2.7%	-79bps
Coverage, group	3.7%	-47bps	46.8%	+430bps
Coverage, ex-TSB	4.5%	-92bps	51.9%	+595bps

Stage 2 loans declined by more than €1.6bn in the year and c.€0.5bn in the quarter

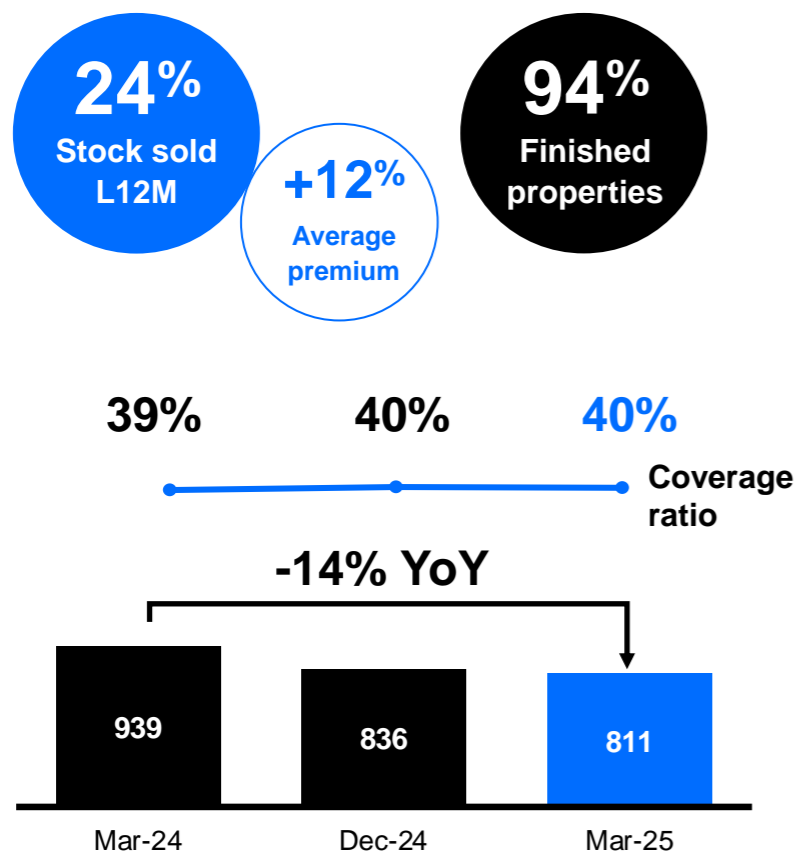
NPL ratio fell by -17bps QoQ as a result of stage 3 loans declining by more than €250M in the quarter

Coverage ratio considering total provisions increased by c.+1pp in the quarter to 63%

# Net NPAs over total assets already below 1%

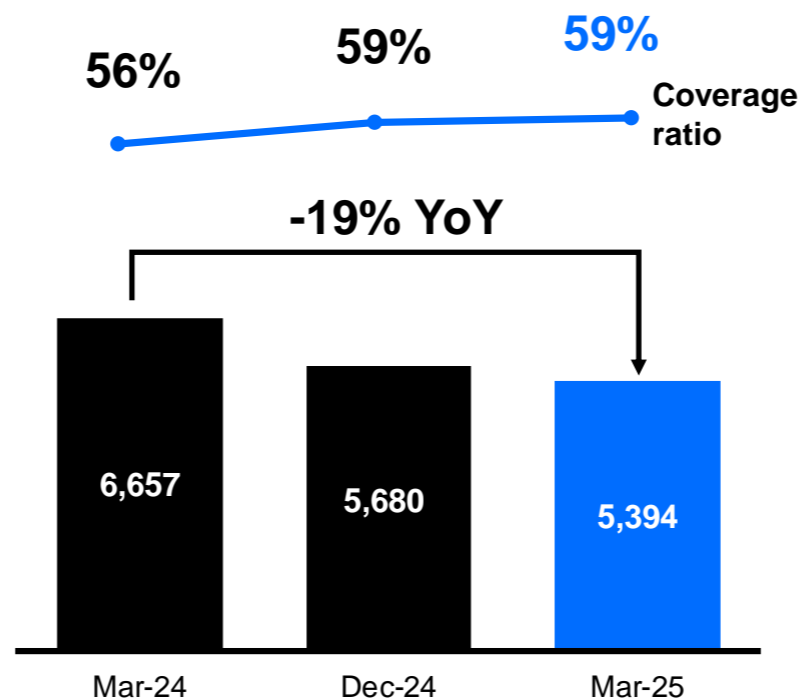
## Group foreclosed assets

€M



## Group NPAs

€M



## Group key ratios

	Mar-24	Dec-24	Mar-25
Gross NPA ratio <sup>1</sup>	4.0%	3.3%	3.1%
Net NPA ratio	1.8%	1.4%	1.3%
Net NPAs / total assets	1.2%	1.0%	0.9%

Note: Includes contingent risk. NPA coverage ratio calculated as (total provisions for credit + total provisions for foreclosed assets) / (stage 3 + foreclosed assets).

<sup>1</sup> NPAs / (gross loans + foreclosed assets).

# A solid liquidity profile complemented by progressive strengthening of credit ratings

## Liquidity metrics

Sabadell Group

**94%**

Loan-to-deposit

**144%**

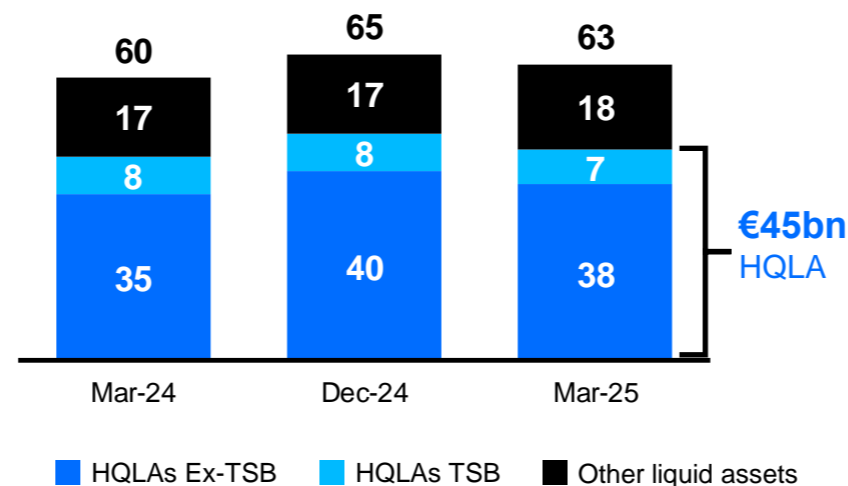
NSFR

**197%**

LCR

## Total liquid assets

€bn



## Long-term ratings

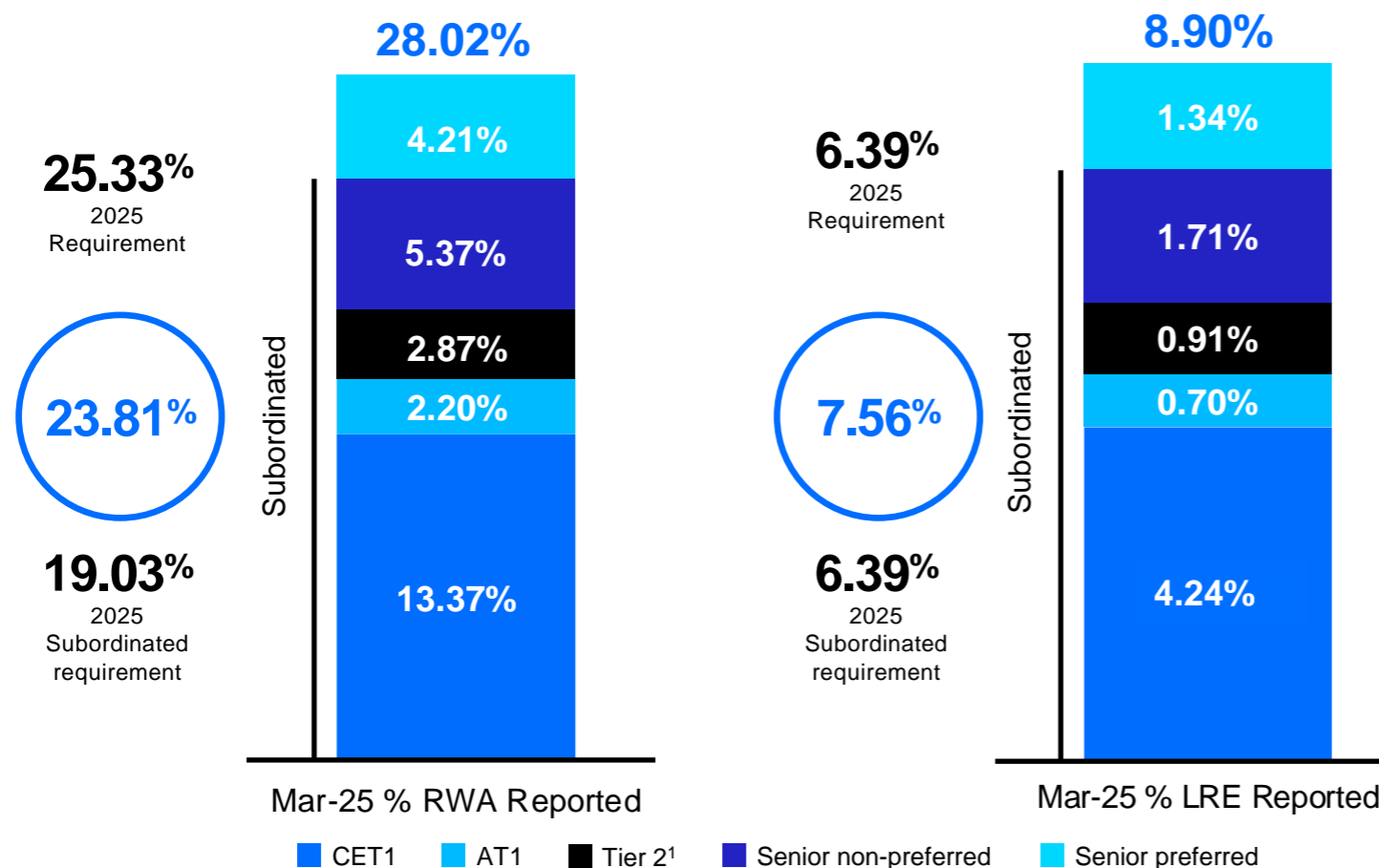
Quarterly changes highlighted in blue

Mar-25		
	Long-term credit rating	Outlook
Standard & Poors	<b>NEW</b> <b>A-</b> <i>from BBB+</i>	<b>Stable</b>
Moody's	<b>Baa2</b>	<b>Positive</b>
Fitch Ratings	<b>NEW</b> <b>BBB+</b> <i>from BBB</i>	<b>Stable</b>
DBRS	<b>A (low)</b>	<b>Stable</b>

# Ample MREL management buffers

## MREL position, Sabadell Group

% Risk Weighted Assets (RWAs phase-in), % Leverage Ratio Exposure (LRE)



## YTD new issuances

Instrument	Date	Size (€M)	Maturity (Years)	Coupon
Covered Bonds (TSB)	Feb 18 <sup>th</sup>	600	5	2.70%
Senior Non-Preferred	Feb 18 <sup>th</sup>	500	8NC7	3.38%
Covered Bonds	Mar 28 <sup>th</sup>	500	8	E3M+57bps
<b>Bond issuances</b>	<b>YTD</b>	<b>1,600</b>		

## 2025 funding plan

- **AT1/Tier 2:** keep buckets completed
- **Senior preferred/ non-preferred:** keeping MREL buffers
- **Covered bonds:** opportunistic issuer in EUR and GBP (TSB)
- **Significant Risk Transfer (SRT) transactions** for capital management optimisation

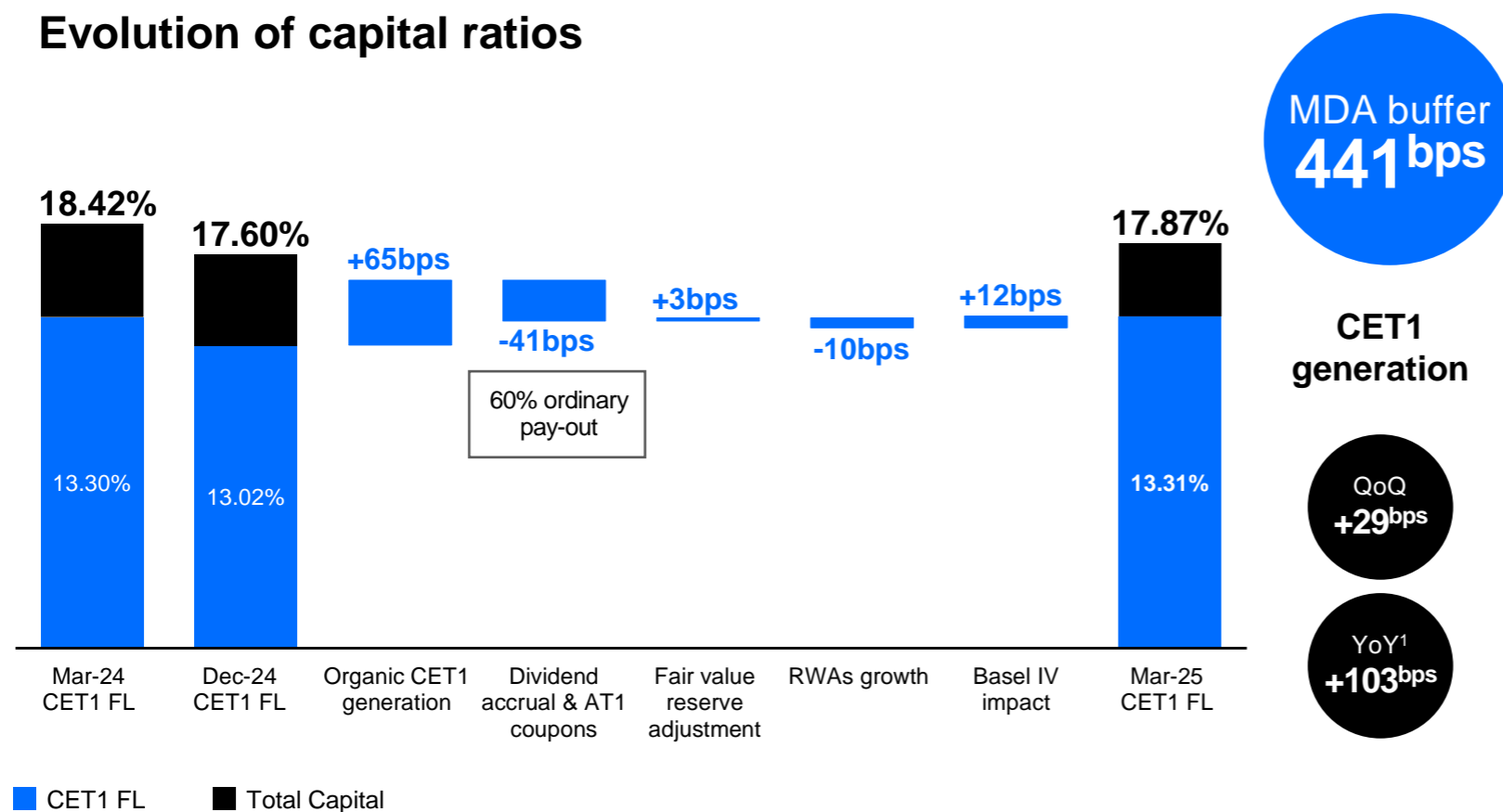
Note 1: March 2025 capital ratios include 31bps CET1 surplus above management target of 13%, the level from which there is a commitment to distribute excess capital.

Note 2: Ratios include the Combined Buffer Requirement (at 3.19% in Mar-25 and onwards).

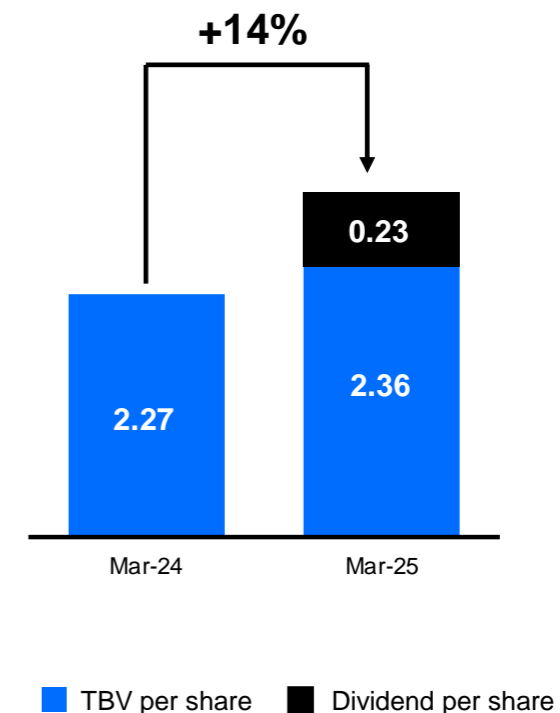
<sup>1</sup> For illustration purposes, the Tier 2 category includes subordinated debt that is no longer recognised as Own Funds when the instrument has a residual maturity of less than 5 years (Art. 62(2) CRR2) but remains eligible for MREL purposes.

# Generating excess capital above expectations

## Evolution of capital ratios



## Shareholder value creation<sup>2</sup>



Note: March 2025 capital ratios and MDA buffer include 31bps CET1 surplus above management target of 13%, the level from which there is a commitment to distribute excess capital.

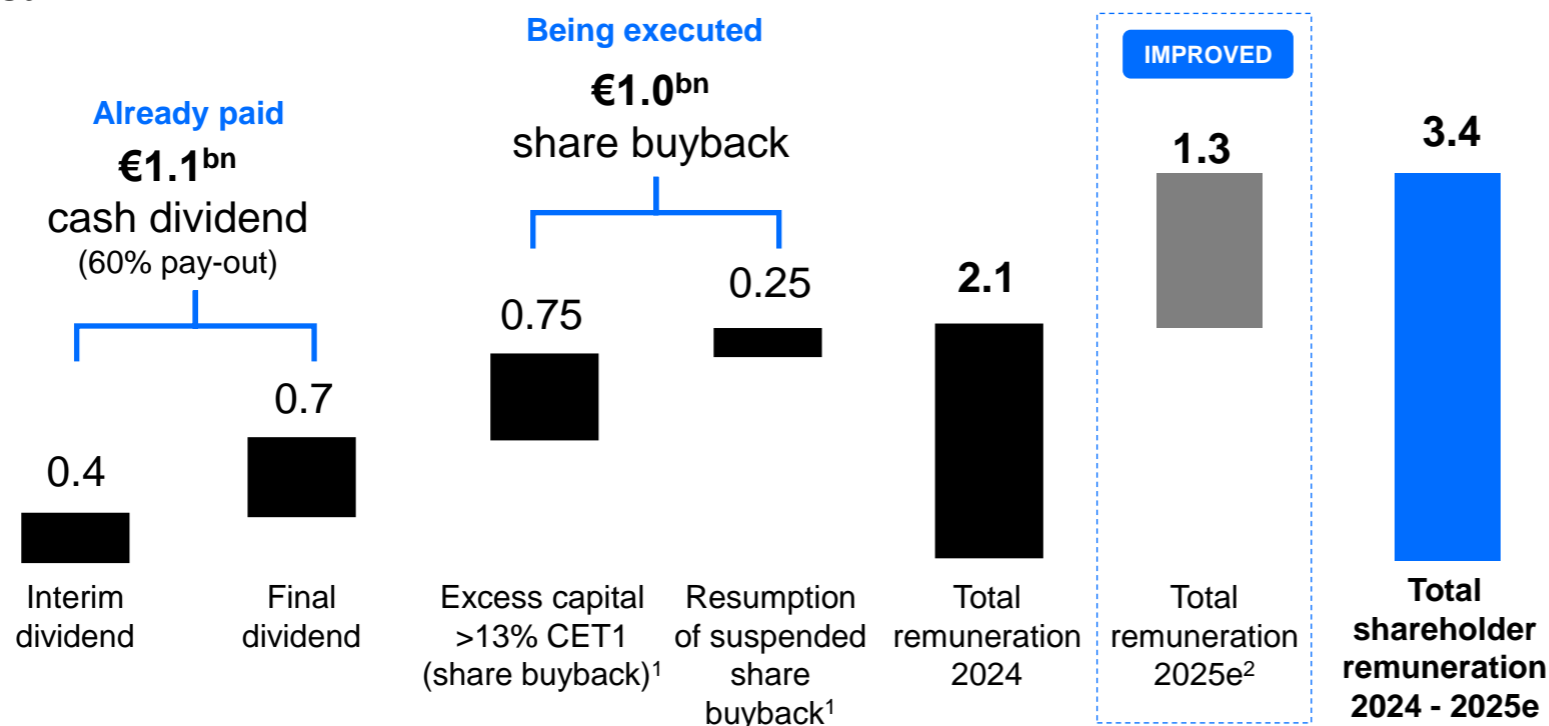
<sup>1</sup> Including 102bps related to the excess capital distribution announced in 4Q24 (share buyback).

<sup>2</sup> Shareholder value creation includes variation of TBV per share + distributed dividends in Apr'24, Oct'24 and Mar'25 (3, 8 and 12.44 euro cents cash per share respectively).

# Shareholders remuneration for 2024-25 further improved to €3.4bn

## Shareholder remuneration expected in 2024 and 2025

€bn



**€3.4<sup>bn</sup>**

Total shareholder remuneration 2024-25e

**~25%**

Market cap.<sup>3</sup>

2025 target cash dividend of at least the same amount per share as 2024 (€20.44cts)

Outstanding shares expected by Dec-25e at c.5bn

**c.1.3<sup>bn</sup>**

Total shareholder remuneration 2025e

**~10%**

Market cap.<sup>3</sup>

## Sustainable capacity to remunerate shareholders

<sup>1</sup> Already deducted from CET1 FL.

<sup>2</sup> Subject to delivering on the business plan and a portion of which might be also subject to shareholder and supervisory approval.

<sup>3</sup> Calculated based on the closing price on 7<sup>th</sup> May 2025 (2.553 euros per share).

# **4 Closing remarks**

# 1Q25 results represent a solid start to the year

1	Loan book and customer funds growing mid-single digits	+5.0% Loan growth YoY	+6.3% Total customer funds growth YoY
2	Sustainable profitability	14.1% Recurrent RoTE <sup>2</sup>	>14% RoTE in 2026e
3	Generating capital above expectations	13.3% CET1 FL <sup>1</sup>	+29bps QoQ Capital generation
4	Improving shareholders' remuneration guidance	€1.3bn Shareholders' remuneration 2025e	~10% Market capitalisation <sup>3</sup>

<sup>1</sup> CET1 ratio includes 31bps surplus above management target of 13%, the level from which there is a commitment to distribute excess capital.

<sup>2</sup> Recurrent RoTE assumes the nine-month accrual of banking tax paid in 2024 and the tax accrued in 1Q25 and excludes €109M one-offs (net of taxes): - €7M in 2Q24, €1M in 3Q24, and €115M in 4Q24.

<sup>3</sup> Calculated based on the closing price on 7<sup>th</sup> May 2025 (2.553 euros per share).

# Appendix

---

**1 NIM and customer margin**

---

**2 Debt maturities**

---

**3 ALCO portfolio**

---

**4 ESG milestones**

---

**5 TSB asset quality, solvency and liquidity position**

---

**6 RWAs breakdown**

---

**7 MDA buffer**

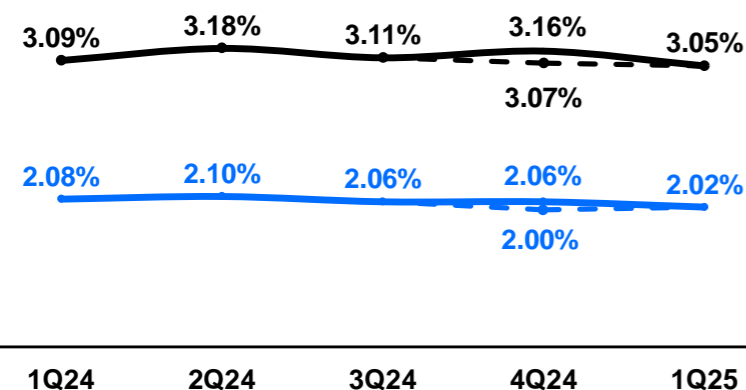
---

# Appendix 1

## NIM and customer margin

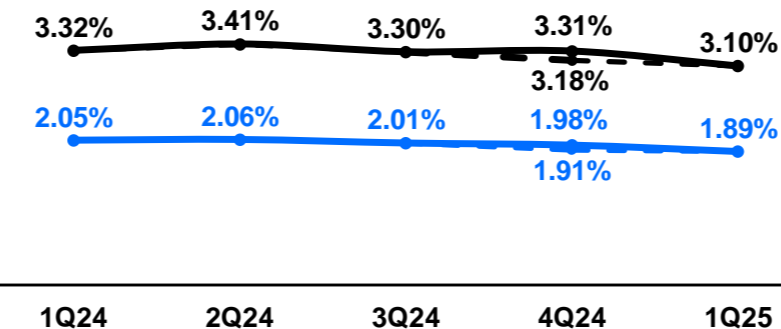
### Sabadell Group

%, in euros



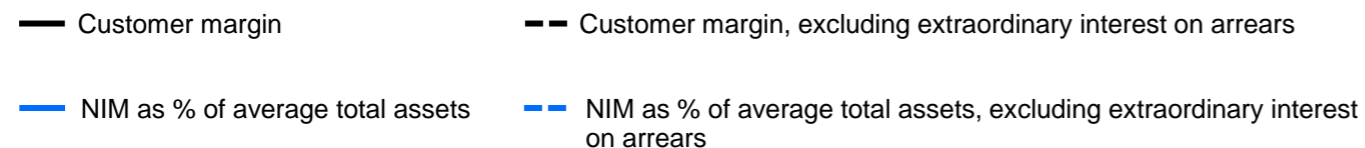
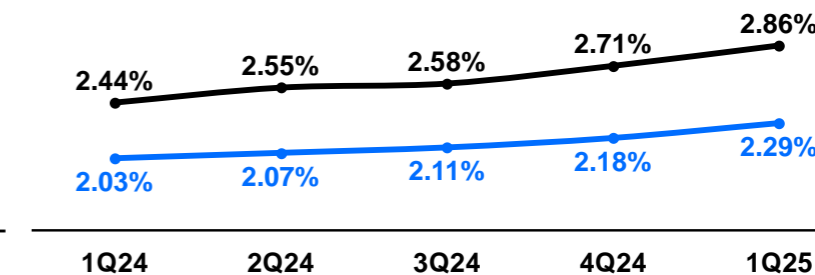
### Sabadell Ex-TSB

%, in euros



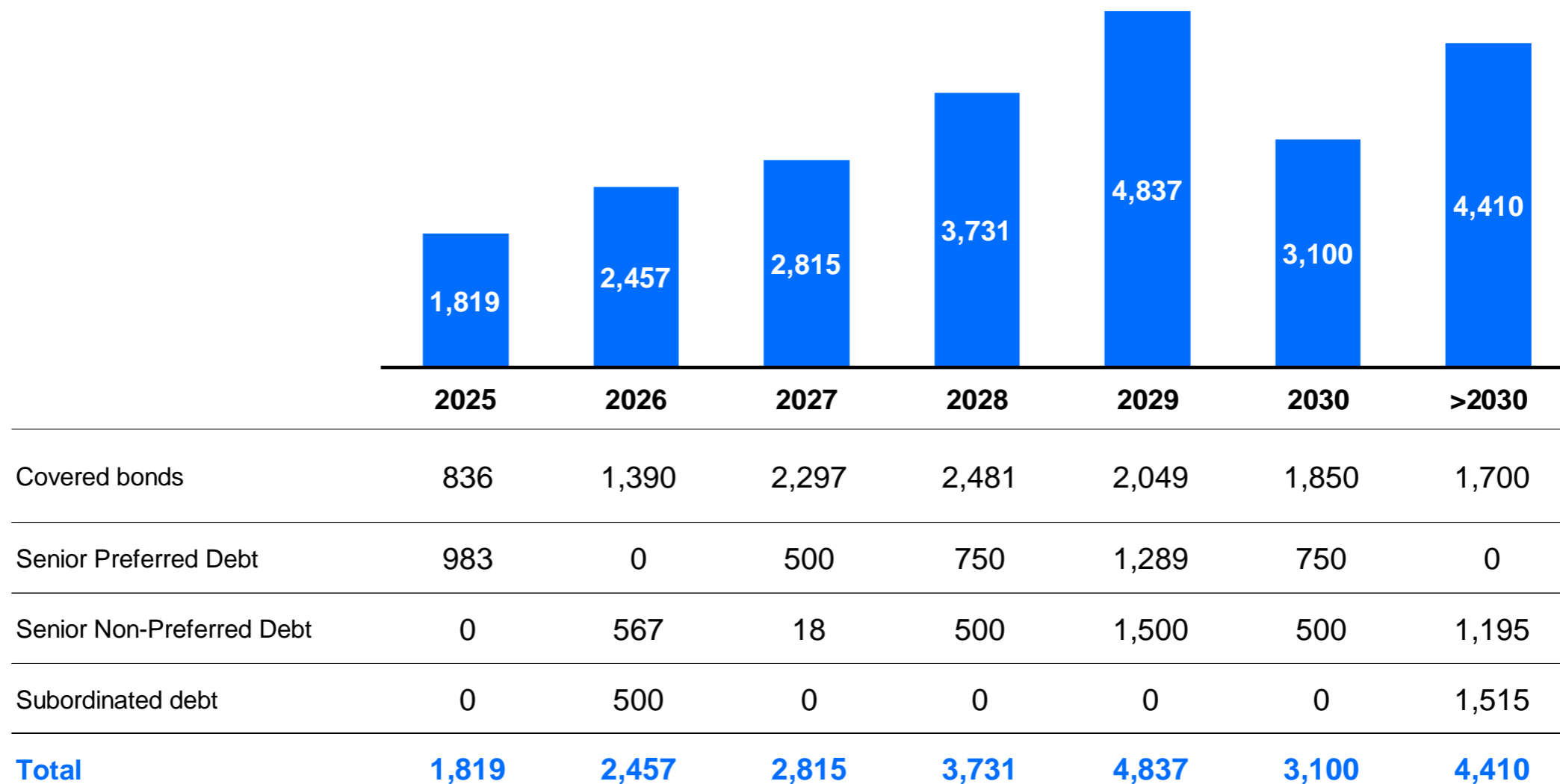
### TSB

%, in euros



# Appendix 2

## Debt maturities



Note: Debt maturities excludes AT1 issuances and includes the full early redemptions on their optional redemption date when these have already been announced.

# Appendix 2

## Debt maturities

### Main debt maturities and redemptions in last 6 months

Istrument	Date	Nominal amount
Senior preferred bonds	17/11/2024 (call)	€500M
Covered bonds	27/12/2024	€250M
Tier 2	17/01/2025 (call)	€300M
Senior non-preferred bonds	24/03/2025 (call)	€750M
Senior non-preferred bonds	27/03/2025	€500M
<b>Total</b>		<b>€2,300M</b>

### Main debt maturities or calls in next 12 months

Istrument	Date	Nominal amount
Covered bonds	28/06/2025	€256M
Covered bonds	21/07/2025	€500M
Senior preferred bonds	22/07/2025	€980M
Senior preferred bonds	08/09/2025 (call)	€500M
Tier 2 <sup>1</sup>	15/01/2026 (call)	€500M
Senior non-preferred bonds	11/03/2026 (call)	€500M
AT1 <sup>1</sup>	15/03/2026 (call)	€500M
<b>Total</b>		<b>€3,736M</b>

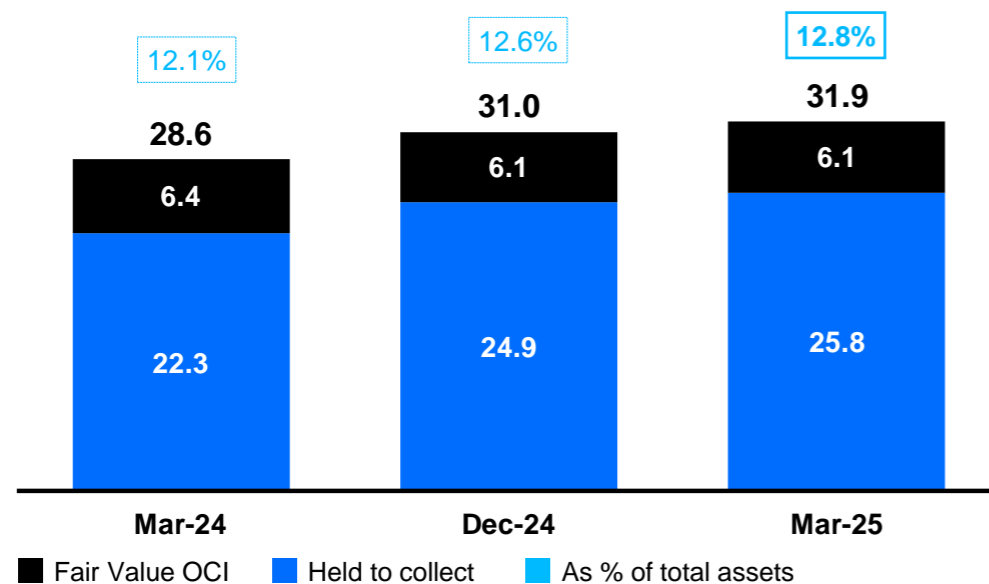
Note: For AT1 and Tier2 instruments the Bank may redeem the notes at any time in the period commencing on that date and ending on the first reset date.

# Appendix 3

## ALCO portfolio

### Evolution of fixed income portfolio

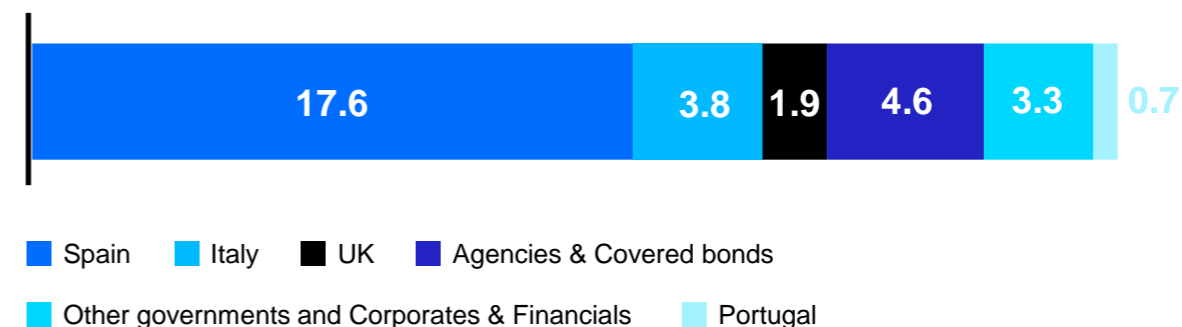
Sabadell Group. €bn



Mar-25	Yield	Total duration <sup>1</sup>	Avg. Maturity
FV OCI	4.1%	1.3 years	5.0 years
<b>Total</b>	<b>3.2%</b>	<b>2.8 years</b>	<b>6.8 years</b>

### Composition of fixed income portfolio

Sabadell Group. €bn. Mar-25.



- As of Mar-25, TSB's ALCO portfolio size was €2.8bn
- The sensitivity of our capital position to bond spread volatility remains low as Fair Value OCI composition accounts for only a small proportion and is short duration
- Option to further reinvest during 2025
- Unrealised capital gains/losses (after tax):
  - Fair value OCI: -0.2pp of CET1 (already deducted)
  - Held to collect: -0.5pp of CET1

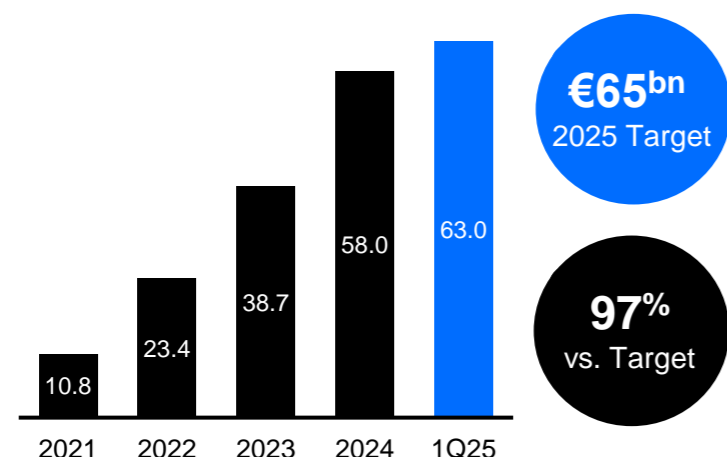
Note: Fixed income portfolio excludes trading portfolio and government treasury bills. <sup>1</sup> Duration includes the impact of hedges.

# Appendix 4

## Main milestones in Sustainability

### Sustainable finance solutions mobilised

€bn in cumulative terms since 2021



€5bn during 1Q25

€63bn cumulated since 2021

Well on track to meet €65bn at 2025 year-end target

### E Environmental

Sustainable bond issuances

€4.45bn  
Outstanding

9  
Issuances

Sectoral intermediate targets established

11 sectors  
+1 (TSB Mortgage book)

### S Social

Women in management team

34%

33%  
2025 target



Certified Top Employer 2025 in Spain by TE Institute

### G Governance

Women in the Board of Directors

40%

40%  
2025 target

ESG Training

98%  
Employees

<sup>1</sup> Excludes guaranteed funds.

# Appendix 5

## TSB asset quality, solvency and liquidity position

### Asset quality

	Mar-24	Dec-24	Mar-25
NPL ratio	1.5%	1.5%	1.5%
Coverage ratio	40%	34%	35%
Cost of risk <sup>1</sup> (YTD)	0.17%	0.08%	0.18%

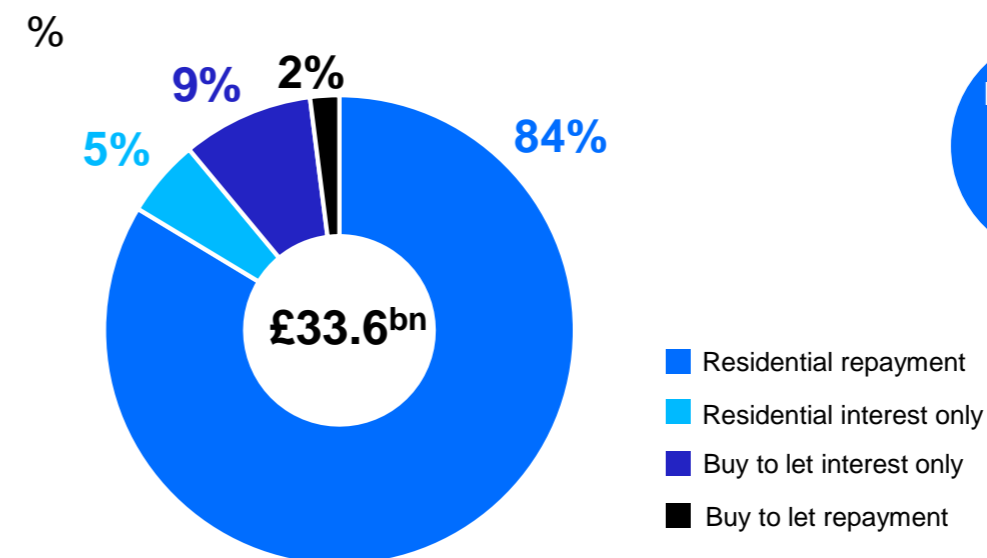
### Liquidity

	Mar-24	Dec-24	Mar-25
LCR	172%	200%	188%

### Solvency

	Mar-24	Dec-24	Mar-25
CET ratio	16.4%	15.4%	15.2%
Leverage ratio <sup>2</sup>	4.0%	4.4%	4.4%

### TSB core mortgage portfolio overview



Mortgages  
>90%  
Total loan  
book

- Average loan balance: £140k
- Average LTV: 57%<sup>1</sup>
- 80% of mortgages have LTV <75%
- 41% fixed rate for another 2 years or more
- Average seasoning: >4 years

Note: NPL coverage ratio calculated as (total provisions for credit) / (stage 3).

<sup>1</sup> Calculated as P&L impairment charge divided by period-end gross spot balances.

<sup>2</sup> Calculated using EBA standards and on a transitional basis.

# Appendix 6

## RWAs breakdown

Mar-25 RWAs

**€80,068M**

**By type:**

Credit risk

**€67.6bn**

Market risk

**€0.4bn**

Operational risk

**€11.9bn**

Others

**€0.2bn**

**By geography:**



Spain

**€62.2bn**



UK

**€13.8bn**



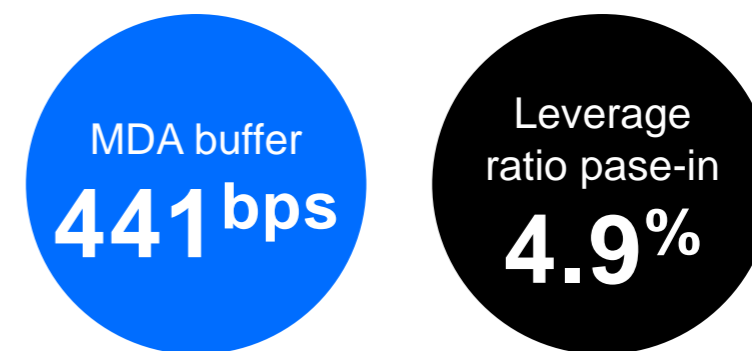
Mexico

**€4.1bn**

# Appendix 7

## MDA buffer

Group capital requirements		Group capital position (phase-in)	
Pillar 1 CET1	4.50%		
Pillar 2 CET1 Requirement (P2R)	1.27% <sup>1</sup>		
Capital Conservation Buffer	2.50%		
Countercyclical Buffer	0.44%		
Other Systemically Important Institutions	0.25%		
<b>CET1</b>	<b>8.95%</b>	<b>13.37%</b>	
AT1	1.92% <sup>1</sup>	<b>2.20%</b>	
Tier 2	2.56% <sup>1</sup>	<b>2.38%</b>	
<b>Total Capital</b>	<b>13.44%</b>	<b>17.95%</b>	



- MDA stands at 441bps, above 8.95% requirement
- 0.5% countercyclical buffer in Spain will represent 30bps for Sabadell Group from October 2025
- Leverage ratio phase-in decreased -31bps YoY

Note: March 2025 capital ratios and MDA buffer include 31bps CET1 surplus above management target of 13%, the level from which there is a commitment to distribute excess capital.

<sup>1</sup> Applying Article 104a CRD which assumes the bank can use excess Tier 2 and AT1 to meet P2R (in total 98bps of excess hybrid capital, of which 42bps would be AT1 and 56bps Tier 2).

# Glossary

<b>CET1 FL</b>	Common Equity Tier 1 Fully Loaded
<b>CoR</b>	Cost of Risk
<b>CRR2 and CRR3</b>	Capital Requirements Regulation 2 and 3
<b>HQLA</b>	High Quality Liquid Asset
<b>LCR</b>	Liquidity Coverage Ratio: short-term liquidity ratio
<b>LRE</b>	Leverage Ratio Exposure denominator is equivalent to total assets and a variety of off-balance sheet items including derivatives and repurchase agreements, among others
<b>LTV</b>	Loan to Value
<b>MDA</b>	Maximum Distributable Amount
<b>MREL</b>	Minimum Requirement of Eligible Liabilities
<b>NII</b>	Net Interest Income

<b>NIM</b>	Net Interest Margin
<b>NPA</b>	Non-Performing Asset
<b>NPL</b>	Non-Performing Loan
<b>NSFR</b>	Net Stable Funding Ratio: medium-term liquidity ratio
<b>P2R</b>	Pillar 2 Requirement
<b>RaRoC</b>	Risk-Adjusted Return on Capital
<b>RoTE</b>	Return on Tangible Equity
<b>RWA</b>	Risk Weighted Assets
<b>SBB</b>	Share Buyback
<b>SME</b>	Small and Medium-sized Enterprise

# Disclaimer

This presentation (the "Presentation") has been prepared and is issued by, and is the sole responsibility of, Banco de Sabadell, S.A. ("Banco Sabadell" or "the Company"). For the purposes hereof, the Presentation shall mean and include the slides comprised in this document, any prospective oral presentations of such slides by the Company or its Representatives (as defined below), as well as any question-and-answer session that may follow such oral presentation and any document or informative materials distributed at, or in connection with, any of the above.

The information contained in the Presentation does not purport to be comprehensive and has not been independently verified and some of the information is in summary form. No representation or warranty, express or implied, is made by Banco Sabadell or any of its affiliates (Banco Sabadell Group), nor by their directors, officers, employees, representatives or agents (the "Representatives") as to, and no reliance should be placed on, the fairness, accuracy, completeness or correctness of the information or opinions expressed herein. None of Banco Sabadell nor any of its affiliates, nor their respective Representatives shall have any liability whatsoever (in negligence or otherwise) for any direct or indirect loss, damages, costs or prejudices whatsoever (including, but not limited to, consequential, reputational, loss of profits, punitive or moral) arising from the use of the Presentation or its contents or otherwise arising in connection with the Presentation, save with respect to any liability for fraud, and expressly disclaim any and all liability whether direct or indirect, express or implied, contractual, tortious, statutory or otherwise, in connection with the accuracy or completeness of the information or for any of the opinions contained herein or for any errors, omissions or inaccuracies that may be contained in the Presentation.

Banco Sabadell cautions that this Presentation may contain forward-looking statements and estimates, forecasts, targets or projections with respect to the business, financial condition, results of operations, strategy, plans and objectives of the Banco Sabadell Group. While these forward-looking statements and estimates, forecasts, targets or projections represent Banco Sabadell Group's current judgment on future expectations concerning the development of its business, a certain number of risks, uncertainties and other important factors could cause actual results to differ materially from Banco Sabadell Group expectations. These factors include, but are not limited to, (1) market situation, macroeconomic factors, governmental, political and regulatory trends; (2) movements in local and international securities markets, currency exchange rates and interest rates; (3) competitive pressures; (4) technical developments; (5) changes in the financial position or credit worthiness of Banco Sabadell Group's customers, obligors and counterparts; (6) developments related to the military conflict between Russia and Ukraine and (7) the voluntary tender offer over Banco de Sabadell shares launched by Banco Bilbao Vizcaya Argentaria, S.A. These and other risk factors published in Banco Sabadell Group's past and future

reports and documents, including those filed with the Spanish Securities and Exchange Commission ("CNMV") and available to the public both in Banco Sabadell's website ([www.grupbancsabadell.com](http://www.grupbancsabadell.com)) and in the CNMV's website ([www.cnmv.es](http://www.cnmv.es)), as well as other risk factors currently unknown or not foreseeable, which may be beyond Banco Sabadell's control, could adversely affect our business and financial performance and cause actual results to differ materially from those underlying the forward-looking statements and estimates, forecasts, targets or projections. Accordingly, undue reliance should not be placed on any forward-looking statement contained in this Presentation.

The information contained in the Presentation, including but not limited to forward-looking statements and estimates or projections, is provided as of the date hereof (unless they are referred to a specific date) and does not claim to give any assurance as to future results. No person is under any obligation to update, complete, revise or keep current the information contained in the Presentation, whether as a result of new information, future events or results or otherwise. The information contained in the Presentation may be subject to change without notice and must not be relied upon for any purpose.

This Presentation contains financial information derived from Banco Sabadell Group's unaudited financial statements for the first quarter of 2025. Financial information by business areas is presented according to International Financial Reporting Standards (IFRS) as well as internal Banco Sabadell Group's criteria as a result of which each division reflects the true nature of its business. These criteria do not follow any particular regulation and could include estimates and subjective valuations which could represent substantial differences in the information presented, should a different methodology be applied.

In addition to the financial information prepared in accordance with the IFRS, this Presentation includes certain Alternative Performance Measures ("APMs") as defined in the Commission Delegated Regulation (EU) 2019/979 of March 14, 2019 and in the Guidelines on Alternative Performance Measures issued by the European Securities and Markets Authority on 5 October 2015 (ESMA/2015/1415es). The APMs are performance measures that have been calculated using the financial information from Banco Sabadell Group but that are not defined or detailed in the applicable financial information framework and therefore have neither been audited nor are capable of being completely audited. These APMs are been used to allow for a better understanding of the financial performance of the Banco Sabadell Group but should be considered only as additional information and in no case as a replacement of the financial information prepared under IFRS. Moreover, the way the Banco Sabadell Group defines and calculates these APMs may differ to the way these are calculated by other companies that use similar measures, and therefore they may not be comparable. Please refer to the quarterly financial Report

(<https://www.grupbancsabadell.com/corp/en/shareholders-and-investors/economic-and-financial-information.html>) for further details of the APMs used, including its definition and a reconciliation between any applicable management indicators and the financial data presented in the consolidated financial statements prepared under IFRS.

Market and competitive position data in the Presentation have generally been obtained from industry publications and surveys or studies conducted by third-party sources. Peer firm information presented herein has been taken from peer firm public reports. There are limitations with respect to the availability, accuracy, completeness and comparability of such data. Banco Sabadell has not independently verified such data and can provide no assurance of its accuracy or completeness. Certain statements in the Presentation regarding the market and competitive position data of Banco Sabadell are based on the internal analyses of Banco Sabadell, which involve certain assumptions and estimates. These internal analyses have not been verified by any independent source and there can be no assurance that the assumptions or estimates are accurate. Accordingly, no undue reliance should be placed on any of the industry, market or Banco Sabadell's competitive position data contained in the Presentation.

The distribution of this Presentation in certain jurisdictions may be restricted by law. Recipients of this Presentation should inform themselves about and observe such restrictions. Banco Sabadell Group and their Representatives disclaim any liability for the distribution of this Presentation by any of its recipients.

Banco Sabadell Group and their Representatives are not nor can they be held responsible for the use, valuations, opinions, expectations or decisions which might be adopted by third parties pursuant to the publication of this Presentation.

No one should acquire or subscribe for any securities or financial instruments in the Company on the basis of this Presentation. This Presentation does not constitute or form part of, and should not be construed as, (i) an offer, solicitation or invitation to subscribe for, acquire, sell, issue, underwrite or otherwise acquire any securities or financial instruments, nor shall it, or the fact of its communication, form the basis of, or be relied upon in connection with, or act as any inducement to enter into any contract or commitment whatsoever with respect to any securities; or financial instruments or (ii) any form of financial opinion or investment or financial recommendation or advice with respect to any securities or financial instruments.

By receiving or accessing to this Presentation you accept and agree to be bound by the foregoing terms, conditions and restrictions.

**B Sabadell**