

Plan for the restructuring of Unnim Banc S.A.

Press release – 7 March 2012

At its meeting today, and in connection with the orderly restructuring of Unnim Banc, the Governing Committee of the Fund for the Orderly Bank Restructuring (FROB) has drawn up the restructuring plan for this bank, envisaging its integration with BBVA.

Also today, in accordance with Articles 12 and 13 of Royal Decree-Law 16/2011, the Management Committee of the Deposit Guarantee Fund of Credit Institutions (DGF) has committed the required financial support for the orderly restructuring of Unnim Banc.

The Executive Commission of the Banco de España has likewise today approved the Unnim Banc restructuring plan prepared by the FROB.

Consequently, under the approved restructuring plan:

- BBVA will buy the 100% of the capital of Unnim Banc for the price of one euro. The DGF will financially support this transaction, contributing with the necessary funds to ensure that the FROB gets back the value of its participation in Unnim Banc amounting to €953 million.
- Additionally, the DGF will grant to Unnim Banc an asset protection scheme whereby the DGF will bear 80% of the losses derived from a predetermined asset portfolio for a period of 10 years, after the provisions for these assets have been used.

The Unnim Banc restructuring plan must be submitted to the EU competition authorities and, pursuant to the terms of Royal Decree-Law 9/2009 of 26 June 2009 on bank restructuring and credit institutions equity reinforcement, is subject to there being no objection by the Minister of Finance and General Government in the next five business days.

It should further be noted that, in view of the participation of the DGF in the above-mentioned restructuring plan, the orderly restructuring of Unnim Banc is not expected to have any impact on the State budget outturn.

Unnim Banc has been administered by the FROB since 29 September 2011, the date on which the Executive Commission of the Banco de España, in accordance with Article 7 of the above-mentioned Royal Decree-Law 9/2009, resolved to restructure it. Since then Unnim Banc has continued to operate normally and has made progress with the necessary reorganisation, of which this operation is an essential part.