

Advisory Newsflash



The Profitability of EU banks

Hard work or a lost cause?

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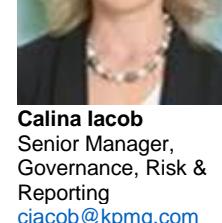


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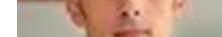
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Key links

— [The profitability of EU banks – Hard work or a lost cause?](#)

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This will not be easy. Net interest margins are under severe downward pressure as a result of low interest rates. Disposing of a substantial amount of non-performing loans in difficult economic conditions is a challenge. Many banks in Europe have, in general, made almost no progress in reducing their cost to income ratios since the financial crisis.

Some EU banks may boost their profitability through hard work. For others this is likely to be a lost cause.

We hope you find this publication insightful.

KPMG Financial Services Team

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Our team believes in knowledge and passion for what we do builds value. As such, we strive to proactively bring our clients top products to enable them to succeed in their business activities. At the forefront of advising banks on regulatory change, we are here to help you successfully navigate the complex maze of interlinked European regulations.

Let's meet and discuss on how we can add tangible value to your organization.

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