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**BANCO DE GALICIA Y BUENOS AIRES S.A. REPORTS EARNINGS FOR
THE QUARTER AND THE FISCAL YEAR ENDED DECEMBER 31, 2011**

(Buenos Aires, Argentina, February 15, 2012) – Banco de Galicia y Buenos Aires S.A. (the “Bank”, Buenos Aires Stock Exchange: GALI) today announced its financial results for the quarter and the fiscal year ended December 31, 2011.

- **In the fourth quarter of FY2011 the Bank recorded a Ps.359.0 million net income, accumulating a Ps.1,107.3 million profit in FY2011.**
- **The growth of results when compared to FY2010 was a consequence of a significant increase in the volume of activity, together with the improvement of the efficiency ratio as a consequence of a higher growth of operating income⁽¹⁾ which more than offset the increase of administrative expenses. In addition, income for FY2011 included 12 months of results from CFA, while in FY2010 included just the results from the last 6 months of the fiscal year.**
- **The credit exposure to the private sector reached Ps.36,809 million, up 42.1% during the last twelve months, and deposits reached Ps.30,494 million, up 36.8% during the same period. As of December 31, 2011, the Bank’s estimated market share of loans to the private sector was 8.64% while its estimated market share of deposits from the private sector was 8.78%.**
- **During FY2011, the non-accrual loan portfolio of total loans to the private sector decreased from 3.38% to 2.63%, and its coverage with allowances for loan losses increased from 137.48% to 151.95%.**
- **As of December 31, 2011, the Bank’s distribution network reached 671 points of contact with clients, 57 more than at the end of 2010.**

(1) *Operating income: net financial income⁽²⁾ plus net income from services.*

(2) *Net financial income: includes financial income from security margins of repurchase agreement transactions, recorded under Miscellaneous Income/Loss.*

FISCAL YEAR 2011 RESULTS

Net income for FY2011 amounted to Ps.1,107.3 million, compared to a Ps.469.1 million profit for FY2010.

Net income for FY2011 included a Ps.247.5 million profit from CFA and a Ps.118.7 million gain from the amortization of the negative goodwill stemming from its acquisition, which are recorded as income from equity investments. In FY2010, said figures were Ps.89.4 million and Ps.51.7 million, respectively, as results from CFA were included in the Bank's financial statements since the third quarter of FY2010.

The higher net income was mainly due to a Ps.2,286.6 million increase in the operating income⁽¹⁾, together with a Ps.390.4 million improvement in net other income and higher income from equity investments for Ps.78.2 million, which were partially offset by the increase of administrative expenses, income tax and provisions for loan losses (which were up Ps.1,311.7 million, Ps.483.1 million and Ps.291.9 million, respectively).

Results from CFA for FY2011 included a Ps.693.1 million operating income, provisions for loan losses for Ps.78.9 million, administrative expenses for Ps.349.3 million, net other income for Ps.93.7 million and income tax for Ps.111.1 million.

The operating income for FY2011 totaled Ps.6,465.5 million, up 54.7% from the Ps.4,178.9 million recorded in the prior year. This positive development was due both to a Ps.1,546.1 million higher net financial income (including Ps.375.9 million from CFA) and a Ps.740.5 million higher net income from services (Ps.20.3 million of which corresponded to CFA).

The improvement in the net other income was mainly due to a Ps.281.0 million loss recorded in FY2010 as a consequence of the Bank's decision to accelerate the amortization of the total amount of deferred amortizations of losses from *amparo* claims.

Administrative expenses totaled Ps.4,064.1 million, up 47.7% from the previous fiscal year. Personnel expenses amounted to Ps.2,295.9 million, growing 46.4% as a consequence of the salary increase agreement with the Unions, of the 10.5% staff increase, and of PS.88.5 million from CFA. The remaining administrative expenses increased to Ps.1,768.2 million, Ps.583.8 million higher than in FY2010 (including Ps.112.3 million from CFA).

The increase of the income tax was mainly due to the fact that Banco Galicia began to accrue losses for such tax, which amounted to Ps.325.7 million.

Table I	<i>In pesos</i>			
	FY2011	FY2010	Twelve Months Ended	
Earnings per Share	4th Q	4th Q	12/31/11	12/31/10
Average Shares Outstanding (in thousands)	562,327	562,327	562,327	562,327
Book Value per Share	6.407	4.616	6.407	4.616
Earnings per Share	0.638	0.352	1.969	0.834

(1) Operating income: net financial income⁽²⁾ plus net income from services.

(2) Net financial income: includes financial income from security margins of repo transactions, which are recorded under Miscellaneous Income/Loss.

NET INCOME FOR THE QUARTER ENDED DECEMBER 31, 2010

In the fourth quarter of FY2011, the Bank recorded a Ps.359.0 million profit, compared with a Ps.197.8 million profit for the same quarter of the previous year.

The variation in income was mainly a consequence of the Ps.630.7 million increase in operating income and higher net other income, for Ps.159.8 million. These were partially offset by increases of administrative expenses, for Ps.286.2 million, of loan loss provisions, for Ps.109.3 million, and of income tax, for Ps.225.2 million.

The operating income for the quarter totaled Ps.1,958.3 million, up 47.5% from the Ps.1,327.6 million recorded in the fourth quarter of the prior year. This positive development was due both to a higher net financial income (up Ps.424.8 million) and a higher net income from services (up Ps.205.9 million).

INFORMATION DISCLOSURE

The data shown in the tables of this report and the consolidated financial statements correspond to Banco de Galicia y Buenos Aires S.A. consolidated with the subsidiaries under its direct or indirect control. The “Bank” refers to the consolidated Banco de Galicia y Buenos Aires S.A., except where otherwise noted.

The Bank’s consolidated financial statements and the figures included in the different tables of this report correspond to Banco de Galicia y Buenos Aires S.A., Banco Galicia Uruguay S.A. (in liquidation), Galicia (Cayman) Limited, Tarjetas del Mar S.A., Tarjetas Regionales S.A. and its subsidiaries, Galicia Valores S.A. Sociedad de Bolsa, Galicia Administradora de Fondos S.A., Compañía Financiera Argentina S.A. and Cobranzas y Servicios S.A.

FOURTH QUARTER OF FY2011 RESULTS

Table II	Percentages			
	FY2011	FY2010	Twelve Months Ended	
Profitability and Efficiency	4 th Q	4 th Q	12/31/11	12/31/10
Return on Average Assets ^(*)	3.35	2.69	2.94	1.89
Return on Average Shareholders’ Equity ^(*)	42.40	32.09	36.57	20.40
Financial Margin ^{(*) (1)}	13.09	12.60	11.67	10.06
Net Income from Services as a % of Operating Income ⁽²⁾	39.21	41.96	41.94	46.84
Net Income from Services as a % of Administrative Expenses	67.60	66.11	66.18	70.82
Administrative Expenses as a % of Operating Income ⁽²⁾	58.01	63.46	63.37	66.14

(*) Annualized.

(1) Financial Margin: Financial Income minus Financial Expenses, divided by Average Interest-earning Assets.

(2) Operating Income: Net Financial Income plus Net Income from Services.

Net financial income for the fourth quarter of FY2011, including the Ps.19.7 million financial income from security margins of repurchase agreement transactions, amounted to Ps.1,198.1 million, up Ps.424.8 million from the fourth quarter of the previous fiscal year.

The quarter’s net financial income includes a Ps.7.0 million profit from quotation differences, including the results from foreign-currency forward transactions. This profit was composed of a Ps.56.4 million gain from FX brokerage and of a Ps.49.4 million loss from the valuation of the foreign-currency net position and the results from foreign-currency forward transactions. In the same quarter of 2010 gains from quotation differences amounted to Ps.15.5 million (composed of a Ps.34.0 million gain from FX brokerage and of a Ps.18.5 million loss from the valuation of the foreign-currency net position and the results from foreign-currency forward transactions).

The quarter's net financial income before quotation differences amounted to Ps.1,191.1 million, with a Ps.433.3 million increase as compared to the Ps.757.8 million income of the same quarter of 2010, mainly as a consequence of a significant increase in the volume of activity with the private sector together with an increase in the quarter's net financial margin.

The average interest-earning assets grew Ps.11,650 million as compared to the same quarter of the previous fiscal year, mainly as a consequence of the Ps.10,173 million increase in the average portfolio of loans to the private sector. Interest-bearing liabilities increased Ps.8,408 million during the same period, mainly due to the increase of the average balances of saving accounts, time deposits and debt securities.

Average balances in millions of pesos. Yields and rates in annualized nominal %

Table III Average Balances, Yield and Rates ^(*)	FY2011								FY2010	
	4 th Q		3 rd Q		2 nd Q		1 st Q		4 th Q	
	Av. B.	Int.	Av. B.	Int.	Av. B.	Int.	Av. B.	Int.	Av. B.	Int.
Interest-Earning Assets	36,002	21.11	33,623	17.91	30,939	17.41	27,107	17.52	24,352	18.63
Government Securities	4,082	23.92	4,505	16.12	3,593	13.77	2,965	14.00	2,720	21.53
Loans	30,219	20.88	27,120	18.66	24,940	18.75	22,596	18.82	20,046	19.04
Financial Trusts Securities	634	19.57	622	9.05	613	1.68	615	(5.06)	681	3.81
Other Interest-Earning Assets	1,067	17.93	1,376	13.01	1,793	11.57	931	12.09	905	11.98
Interest-Bearing Liabilities	25,975	9.67	24,629	7.51	22,175	7.22	19,937	6.94	17,567	6.92
Current Accounts	2	-	3	-	4	-	4	-	6	(0.14)
Savings Accounts	6,186	0.15	6,407	0.19	5,518	0.19	5,192	0.20	4,634	0.20
Time Deposits	13,376	13.74	12,315	10.25	11,578	9.62	10,641	9.21	9,394	8.99
Debt Securities	3,761	10.93	3,726	10.53	3,085	10.23	2,180	10.63	1,909	11.27
Other Interest-Bearing Liabilities	2,650	9.58	2,178	8.38	1,990	8.07	1,920	8.46	1,624	9.08

(*) Does not include quotation differences. Annual nominal rates were calculated using a 360-day denominator..

Provisions for loan losses for the fourth quarter of FY2011 amounted to Ps.271.6 million, Ps.109.3 million higher than in the same quarter of the prior year.

Net income from services amounted to Ps.760.2 million, up 37.1% from the Ps.554.3 million recorded in the fourth quarter of the previous fiscal year. In line with the strategic positioning of the Bank in each segment and with the significant increase in the volume of activity, the increase of fees which stood out were fees related to national and regional credit cards (41.8%), to deposit accounts (40.8%), to insurance (38.7%) and to foreign trade (20.3%).

In millions of pesos

Table IV Income from Services, Net	FY2011			FY2010	
	4th Q	3rd Q	2nd Q	1st Q	4th Q
National Cards	264.6	230.5	208.7	193.5	201.4
Regional Credit Cards	431.5	362.7	354.0	305.9	289.4
CFA	19.6	17.3	18.7	17.3	17.0
Deposit Accounts	134.7	119.8	119.4	101.5	95.7
Insurance	46.2	44.4	40.8	36.9	33.3
Financial Fees	16.5	14.1	12.9	11.4	14.2
Credit-Related Fees	56.1	62.3	56.1	50.4	49.1
Foreign Trade	23.7	23.9	21.5	18.8	19.7
Collections	17.7	17.7	16.5	13.6	13.1
Utility-Bills Collection Services	14.2	14.2	12.6	11.2	11.0
Mutual Funds	1.8	2.1	2.4	2.0	1.8
Other	42.3	62.1	49.9	41.7	40.0
Total Income	1,068.9	971.1	913.5	804.2	785.7
Total Expenditures	308.7	273.1	268.8	217.3	231.4
Income from Services, Net	760.2	698.0	644.7	586.9	554.3

Administrative expenses for the quarter totaled Ps.1,124.6 million, up 34.1% from the same quarter of the previous year. Personnel expenses amounted to Ps.621.1 million, growing 30.3% as a consequence of the salary increase agreement with the Unions and the growth of staff (340 people in Banco Galicia and 777 people in the regional credit card companies and CFA). The remaining administrative expenses amounted to Ps.503.5 million, with a Ps.141.7 million increase (39.2%) as compared to Ps.361.8 million from the fourth quarter of FY2010, mainly due to the greater level of activity, the expansion of the distribution network (57 branches and points of sale) and the inflation during the period.

Net other income for the quarter amounted to Ps.122.0 million, compared to a Ps.51.0 million loss in the same quarter of the prior year. The gain for the quarter was mainly as a consequence of gains from loans recovered (Ps.57.9 million), punitive interests (Ps.26.2 million) and security margins of repurchase agreement transactions (Ps.19.7 million). The loss for the fourth quarter of FY2010 was mainly due to the losses from the accelerated amortization of the total amount of deferred amortizations of losses from *amparo* claims (Ps.84.8 million) and from the net recording of provisions (Ps.41.8 million), which were partially offset by profits from loans recovered and punitive interests (for a total amount of Ps.58.2 million).

The income tax charge was Ps.310.1 million, Ps.225.2 million higher than in the fourth quarter of FY2010. It is worth to remind that in FY2011 Banco Galicia began to accrue charges in connection with this tax, which amounted to Ps.204.7 million in the fourth quarter.

LEVEL OF ACTIVITY

As of December 31, 2011, the Bank's total exposure to the private sector reached Ps.36,809 million, which were 42.1% higher than a year before and recorded a 38.3% annualized increase during the quarter.

Total loans include Ps.6,743 million corresponding to the regional credit card companies, which recorded a 51.2% increase during the last twelve months and a 67.0% annualized increase during the quarter.

They also include Ps.1,814 million from CFA, which were 31.6% up during the last twelve months and recorded a 20.9% annualized increase during the quarter.

The Bank's market share of loans to the private sector as of December 31, 2011, without considering those granted by the regional credit card companies, was of 8.64%, compared to an 8.62% and an 8.99% from September 30, 2011, and December 31, 2010, respectively.

In millions of pesos

Table V Exposure to the Private Sector	FY2011			FY2010	
	4th Q	3rd Q	2nd Q	1st Q	4th Q
Loans	32,164	29,527	27,231	24,258	22,369
Financial Leases	607	573	516	473	442
Corporate Securities	114	129	113	64	78
Other Financing ^(*)	3,924	3,714	3,360	3,061	3,013
Total Credit	36,809	33,943	31,220	27,856	25,902

() Includes certain accounts under the balance sheet heading Other Receivables from Financial Brokerage, Guarantees Granted and Unused Balances of Loans Granted.*

During the year, loans to the private sector by type of borrower registered growth in those granted to large corporations (60.9%), individuals (43.3%) and SMEs (38.0%). By sector of activity, the higher growth was recorded in the manufacturing industry (57.5%), in the agriculture and livestock sector (46.3%), in consumer (44.0%) and retail and wholesale trade (24.8%).

In millions of pesos

Table VI Loans by Type of Borrower	FY2011			FY2010	
	4th Q	3rd Q	2nd Q	1st Q	4th Q
Large Corporations	4,455	4,313	4,222	3,027	2,768
Middle-Market Companies	9,169	8,292	7,314	7,235	6,642
Individuals	18,115	16,368	15,145	13,709	12,641
Financial Sector	425	554	550	287	318
Non-Financial Public Sector	1	1	1	1	3
Total Loans	32,165	29,528	27,232	24,259	22,372
Allowances	1,284	1,240	1,175	1,103	1,038
Total Loans, Net	30,881	28,288	26,057	23,156	21,334

In millions of pesos

Table VII Loans by Sector of Activity	FY2011			FY2010	
	4th Q	3rd Q	2nd Q	1st Q	4th Q
Financial Sector	425	554	550	287	318
Services	1,967	2,156	1,825	1,654	1,484
- Public Sector	1	1	1	1	3
- Other	1,966	2,155	1,824	1,653	1,481
Agriculture & Livestock	3,319	2,721	2,426	2,585	2,268
Consumer	17,617	15,851	14,654	13,269	12,233
Retail & Wholesale Trade	3,044	3,254	2,760	2,607	2,439
Construction	510	436	384	313	318
Manufacturing	4,743	4,336	4,127	3,297	3,012
Other	540	220	506	247	300
Total Loans	32,165	29,528	27,232	24,259	22,372
Allowances	1,284	1,240	1,175	1,103	1,038
Total Loans, Net	30,881	28,288	26,057	23,156	21,334

As of December 31, 2011, the Bank's exposure to the public sector amounted to Ps.5,201 million. Excluding debt securities issued by the Argentine Central Bank said exposure reached Ps.1,664 million while as of December 30, 2010, it amounted to Ps.1,468 million.

In millions of pesos

Table VIII Exposure to the Argentine Public Sector (*)	FY2011			FY2010	
	4th Q	3rd Q	2nd Q	1st Q	4th Q
Government Securities' Net Position	4,344	4,419	4,493	2,791	3,050
Held for Trading	3,564	3,669	3,797	2,123	2,408
Bonar 2015 Bonds	780	750	696	668	642
Loans	1	1	1	1	3
Other Receivables Resulting from Financial Brokerage	856	818	801	799	808
Trust Certificates of Participation and Securities	853	816	799	797	807
Other	3	2	2	2	1
Total Exposure	5,201	5,238	5,295	3,591	3,861

(*) Excludes deposits with the Argentine Central Bank, which constitute one of the items by which the Bank complies with the Argentine Central Bank's minimum cash requirement.

As of December 31, 2011, the Bank's deposits amounted to Ps.30,494 million, representing a 36.8% increase during the last twelve months and a 25.6% annualized increase during the quarter.

In millions of pesos

Table IX Deposits in Argentina (*)	FY2011			FY2010	
	4th Q	3rd Q	2nd Q	1st Q	4th Q
In Pesos	25,973	23,146	23,166	20,112	18,368
Current Accounts	7,260	6,834	7,217	5,893	5,582
Savings Accounts	5,482	4,963	4,874	4,217	4,185
Time Deposits	12,812	11,000	10,746	9,715	8,328
Adjusted Time Deposits	1	1	1	1	5
Other	418	348	328	286	268
In Foreign Currency	4,521	5,657	4,664	4,137	3,930
Total Deposits	30,494	28,803	27,830	24,249	22,298

(*) Includes deposits from the Bank's subsidiaries except Banco Galicia Uruguay (in liquidation).

As of December 31, 2011, the Bank's estimated market share of deposits in the Argentine financial system was 6.61%, compared to 6.40% of the prior quarter and to 5.94% of a year before.

Considering only private-sector deposits, the Bank's estimated market share reached 8.78% as of December 31, 2011, compared to 8.61% and 8.35% from September 30, 2011, and December 31, 2010, respectively.

Percentages

Table X Market Share (*)	FY2011				FY2010
	4 th Q	3 rd Q	2 nd Q	1 st Q	4 th Q
Total Deposits	6.61	6.40	6.51	6.09	5.94
Private Sector Deposits	8.78	8.61	8.87	8.45	8.35
Total Loans	7.77	7.81	8.14	8.14	7.98
Loans to the Private Sector	8.64	8.62	9.01	9.13	8.99

(*) Banco de Galicia y Buenos Aires S.A., only, within the Argentine financial system, according to the daily information on deposits and loans published by the Argentine Central Bank. End-of-period data. Deposits and Loans include only principal. The regional credit-card companies' data is not included.

As of December 31, 2011, other financial liabilities amounted to Ps.14,769 million, Ps.6,067 million or 69.7% higher than the Ps.8,702 million recorded a year before. This increase was mainly as a consequence of repurchase agreement transactions from Banco Galicia, of an increase of financing from merchants in connection with credit card activities and of the balance of negotiable obligations.

In millions of pesos

Table XI Other Financial Liabilities	FY2011				FY2010
	4 th Q	3 rd Q	2 nd Q	1 st Q	4 th Q
Domestic Financial Institutions and Credit Entities	796	777	671	645	613
Foreign Financial Institutions and Credit Entities	1,470	962	815	748	703
Negotiable Obligations (*)	3,991	3,637	3,627	2,296	1,821
Obligations in Connection with Spot Transactions Pending Settlement and Repurchase Agreement Transactions	2,269	1,059	2,453	1,813	1,180
Other (**)	6,243	5,447	4,783	4,395	4,385
Total	14,769	11,882	12,349	9,897	8,702

(*) Includes subordinated negotiable obligations.

(**) Includes, mainly, debt with merchants in connection with credit-card activities.

As of December 31, 2011, the Bank had 2.2 million deposit accounts, which represent an increase of approximately 242 thousand accounts as compared with the same date of the previous year. Likewise, the number of credit cards reached 8.5 million, 1.5 million more than those managed a year before. (See the table *Additional Information*)

ASSET QUALITY

The Bank's non-accrual loan portfolio amounted to Ps.845 million as of December 31, 2011, representing 2.63% of total loans to the private-sector, recording a 0.75 percentage points decrease from the 3.38% recorded a year before.

The coverage of the non-accrual loan portfolio with allowances for loan losses reached 151.95% as of the end of the fourth quarter of 2011, higher than the 137.48% as of December 31, 2010.

In millions of pesos, except percentages

Table XII Loan Portfolio Quality	FY2011			FY2010	
	4 th Q	3 rd Q	2 nd Q	1 st Q	4 th Q
Non-Accrual Loans (*)	845	853	833	787	755
With Preferred Guarantees	17	29	30	30	28
With Other Guarantees	13	33	27	25	37
Without Guarantees	815	791	776	732	690
Allowance for Loan Losses	1,284	1,240	1,175	1,103	1,038
Non-Accrual Loans to Private-Sector Loans (%)	2.63	2.89	3.06	3.24	3.38
Allowance for Loan Losses to Private-Sector Loans (%)	3.99	4.20	4.31	4.55	4.64
Allowance for Loan Losses to Non-Accrual Loans (%)	151.95	145.37	141.06	140.15	137.48
Non-Accrual Loans with Guarantees to Non-Accrual Loans (%)	3.55	7.27	6.84	6.99	8.61

(*) The non-accrual portfolio includes loans classified under the following categories of the Argentine Central Bank classification: With Problems and Medium Risk, High Risk of Insolvency and High Risk, Uncollectible and Uncollectible due to Technical Reasons.

During the quarter, Ps.209 million were charged off against the allowance for loan losses and direct charges to the income statement for Ps.5 million were made.

In millions of pesos

Table XIII Consolidated Analysis of Loan Loss Experience	FY2011			FY2010	
	4 th Q	3 rd Q	2 nd Q	1 st Q	4 th Q
Allowance for Loan Losses at the Beginning of the Quarter	1,240	1,175	1,103	1,038	988
Changes in the Allowance for Loan Losses					
Provisions Charged to Income	264	200	186	169	151
Provisions Reversed	(11)	(10)	-	-	-
Charge Offs	(209)	(125)	(114)	(104)	(101)
Allowance for Loan Losses at Quarter End	1,284	1,240	1,175	1,103	1,038
Charge to the Income Statement					
Provisions Charged to Income	264	200	186	169	149
Direct Charge Offs	5	5	5	4	4
Bad Debts Recovered	(58)	(45)	(44)	(35)	(40)
Provisions Reversed (*)	(11)	(10)	-	-	-
Net Charge to the Income Statement	200	150	147	138	113

(*) Recorded under "Net Other Income/(Loss)".

In the following table, asset quality information is also shown in terms of "total credit." Total credit is defined as loans, certain accounts included in "Other Receivables Resulting from Financial Brokerage" representing credit transactions, assets under financial leases, guarantees granted and unused balances of loans granted.

In millions of pesos, except percentages

Table XIV	FY2011 FY2010				
	4 th Q	3 rd Q	2 nd Q	1 st Q	4 th Q
Asset Quality - Total Credit					
Non-Accrual Portfolio (*)	855	864	844	800	768
With Preferred Guarantees	18	30	32	31	30
With Other Guarantees	13	33	27	26	39
Without Guarantees	824	801	785	743	699
Allowance for Credit Losses	1,303	1,257	1,192	1,121	1,055
Non-Accrual Portfolio to Private-Sector Credit (%)	2.32	2.55	2.70	2.87	2.97
Allowance for Credit Losses to Private-Sector Credit (%)	3.54	3.70	3.82	4.02	4.07
Allowance for Credit Losses to Non-Accrual Portfolio (%)	152.40	145.49	141.23	140.13	137.37
Non-Accrual Portfolio with Guarantees to Non-Accrual Portfolio (%)	3.63	7.29	6.99	7.13	8.98

(*) Includes credits classified under the categories mentioned in the note to Table XII.

CAPITALIZATION AND LIQUIDITY

As of December 31, 2011, the Bank's consolidated computable capital exceeded by Ps.1,556 million the Ps.2,860 million minimum capital requirement. This excess was of Ps.1,587 million as of December 31, 2010.

The Ps.853 million increase in the minimum capital requirement compared with December 31, 2010, was mainly attributable to the Ps.839 million higher requirements in connection with financing to the private sector, due to the growth of this portfolio.

In millions of pesos, except ratios

Table XV	FY2011 FY2010				
	4 th Q	3 rd Q	2 nd Q	1 st Q	4 th Q
Consolidated Regulatory Capital					
Minimum Capital Required (A)	2,860	2,533	2,405	2,155	2,007
Allocated to Financial Assets	2,358	2,084	1,920	1,750	1,519
Allocated to Fixed Assets	209	182	176	174	165
Allocated to Other Assets	146	138	138	92	99
Allocated to Market Risk	41	6	17	10	6
Allocated to Interest-Rate Risk	10	11	28	16	70
Allocated to Lending to the Public Sector	96	112	126	113	148
Computable Capital (B)	4,416	4,071	3,901	3,811	3,594
Core Capital	2,827	2,621	2,593	2,719	2,193
Supplemental Capital	1,976	1,674	1,382	1,113	1,333
Deductions	(380)	(206)	(105)	(33)	48
Additional Capital – Market Variation	(7)	(18)	31	12	20
Excess over Required Capital (B) - (A)	1,556	1,538	1,496	1,656	1,587
Total Capital Ratio (%)	12.63	13.15	13.37	14.55	15.19

As of December 31, 2011, the Bank's liquid assets represented 76.12% of the Bank's transactional deposits and 37.85% of its total deposits.

Table XVI Liquidity (unconsolidated)	FY2011 FY2010				
	4th Q	3rd Q	2nd Q	1st Q	4th Q
Liquid Assets ^(*) as a percentage of Transactional Deposits	76.12	72.39	74.08	66.77	63.38
Liquid Assets ^(*) as a percentage of Total Deposits	37.85	38.32	39.64	34.48	33.98

() Liquid assets include cash and due from banks (including deposits with the Argentine Central Bank and the special escrow accounts with the monetary authority), holdings of Lebac and Nobac (Argentine Central Bank's bills and notes, respectively), net call money interbank loans, short-term placements with correspondent banks and reverse repurchase agreement transactions with the local market.*

This report is a summary analysis of the Bank's financial condition and results of operations as of and for the period indicated. For a correct interpretation, this report must be read in conjunction with the Bank's financial statements, as well as with all other material periodically filed with the National Securities Commission (www.cnv.gob.ar) and the Buenos Aires Stock Exchange (www.bolsar.com). In addition, the Argentine Central Bank (www.bcra.gov.ar) may publish information related to the Bank as of a date subsequent to the last date for which the Bank has published information.

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SELECTED FINANCIAL INFORMATION – CONSOLIDATED DATA ^(*)

In millions of pesos

			FY2011		FY2010
	4th Q	3rd Q	2nd Q	1st Q	4th Q
Cash and Due from Banks	6,412.2	6,882.4	5,536.1	5,282.7	5,634.5
Government and Corporate Securities	5,176.5	3,693.9	5,177.2	3,211.9	2,206.3
Net Loans	30,881.0	28,288.0	26,057.4	23,155.9	21,333.7
Other Receivables Resulting from Financial Brokerage	4,813.5	3,465.5	4,421.2	3,797.8	3,207.0
Equity Investments in Other Companies	75.4	74.0	64.5	69.2	65.8
Bank Premises and Equipment, Miscellaneous and Intangible Assets	1,885.3	1,708.7	1,605.5	1,522.3	1,448.8
Other Assets	1,413.7	1,622.7	1,555.7	1,415.8	1,402.8
Total Assets	50,657.6	45,735.2	44,417.6	38,455.6	35,298.9
Deposits	30,149.2	28,542.3	27,127.0	23,823.2	22,242.7
Other Liabilities Resulting from Financial Brokerage	13,781.2	10,919.0	11,406.0	8,991.5	7,443.9
Subordinated Negotiable Obligations	988.1	963.4	943.2	905.0	1,258.0
Other	1,794.7	1,755.6	1,707.8	1,658.1	1,532.7
Minority Interests	341.6	311.1	255.1	246.8	225.9
Total Liabilities	47,054.8	42,491.4	41,439.1	35,624.6	32,703.2
Shareholders' Equity	3,602.8	3,243.8	2,978.5	2,831.0	2,595.7
Foreign-Currency Assets and Liabilities					
Assets	7,669.7	8,367.7	7,498.7	7,089.0	6,703.3
Liabilities	11,094.8	11,551.0	10,475.8	8,341.3	7,495.8
Net Forward Purchases/(Sales) of Foreign Currency ⁽¹⁾	3,469.6	3,221.8	3,179.5	1,472.7	853.7

(*) Banco de Galicia y Buenos Aires S.A., consolidated with subsidiary companies (Section 33 - Law No. 19,550).

(1) Recorded off-balance sheet.

SELECTED FINANCIAL INFORMATION – CONSOLIDATED DATA ^(*)

In millions of pesos

	FY2011					FY2010
	4th Q	3rd Q	2nd Q	1st Q	4th Q	
FINANCIAL INCOME	1,893.6	1,506.9	1,378.2	1,204.3	1,168.5	
Interest on Cash and Due from Banks	-	0.2	0.1	0.2	0.2	
Interest on Loans to the Financial Sector	12.2	6.5	3.8	2.1	3.5	
Interest on Overdrafts	158.8	100.4	80.5	58.8	56.2	
Interest on Promissory Notes	273.8	196.1	166.3	160.9	142.7	
Interest on Mortgage Loans	29.6	27.3	28.9	26.9	26.6	
Interest on Pledge Loans	7.7	6.3	5.5	4.9	3.8	
Interest on Credit-Card Loans	522.2	421.2	415.1	385.7	342.0	
Interest on Financial Leases	31.4	24.4	22.0	19.7	18.3	
Interest on Other Loans	545.3	484.5	447.7	403.9	361.8	
Net Income from Government and Corporate Securities	292.0	198.5	139.0	95.3	154.7	
Interest on Other Receivables Resulting from Financial Brokerage	7.6	7.3	7.4	4.5	4.5	
Net Income from Secured Loans - Decree No.1387/01	-	-	-	-	-	
CER Adjustment	0.1	0.1	0.1	0.1	0.1	
Other	36.4	37.2	44.6	26.1	21.8	
Quotation Differences on Gold and Foreign Currency	(23.5)	(3.1)	17.2	15.2	32.3	
FINANCIAL EXPENSES	715.2	585.3	519.5	439.5	401.7	
Interest on Savings-Account Deposits	1.1	2.1	1.9	1.8	1.6	
Interest on Time Deposits	453.9	311.6	273.7	236.6	208.1	
Interest on Subordinated Obligations	28.3	27.7	26.4	32.1	35.3	
Other Interest	6.6	4.8	5.5	9.0	3.6	
Interest on Interbank Loans Received (Call Money Loans)	2.2	0.1	0.4	0.1	1.4	
Interest on Other Financing from Financial Entities	14.6	10.5	9.5	9.3	4.4	
Net Losses from Options	0.1	-	-	-	-	
Interest on Other Liabilities Resulting from Financial Brokerage	113.5	97.0	77.0	50.1	44.0	
Contributions to the Deposit Insurance Fund	12.7	11.9	10.6	9.7	8.6	
CER Adjustment	-	-	0.1	-	0.1	
Other	82.2	119.6	114.4	90.8	94.6	
GROSS FINANCIAL MARGIN	1,178.4	921.6	858.7	764.8	766.8	
PROVISIONS FOR LOAN LOSSES	271.6	205.5	191.9	174.4	162.3	
INCOME FROM SERVICES, NET	760.2	698.0	644.7	586.9	554.3	
ADMINISTRATIVE EXPENSES	1,124.6	1,072.8	988.8	877.9	838.4	
Personnel Expenses	621.1	592.4	565.7	516.7	476.6	
Directors' and Syndics' Fees	4.3	3.2	3.1	3.3	3.9	
Other Fees	52.5	47.0	39.4	35.6	30.0	
Advertising and Publicity	81.5	82.3	69.0	44.2	62.0	
Taxes	76.0	70.4	64.5	53.4	52.1	
Depreciation of Premises and Equipment	24.2	23.8	22.0	21.3	20.5	
Amortization of Organization Expenses	34.5	27.0	22.5	19.6	17.2	
Other Operating Expenses	140.4	138.7	125.1	113.8	108.4	
Other	90.1	88.0	77.5	70.0	67.7	
MINORITY INTERESTS RESULTS	(30.4)	(28.9)	(23.7)	(25.7)	(19.0)	
INCOME FROM EQUITY INVESTMENTS	35.1	56.4	22.1	31.0	32.3	
NET OTHER INCOME / (LOSS)	122.0	70.7	39.5	60.6	(51.0)	
INCOME TAX	310.1	174.2	112.9	130.0	84.9	
NET INCOME / (LOSS)	359.0	265.3	247.7	235.3	197.8	

(*) Banco de Galicia y Buenos Aires S.A., consolidated with subsidiary companies (Section 33 – Law No. 19,550).

SELECTED FINANCIAL INFORMATION – CONSOLIDATED DATA ^(*)

	<i>In millions of Pesos</i>	
	FY2011	FY2010
FINANCIAL INCOME	5,983.0	3,613.1
- Interest on Cash and Due from Banks	0.5	0.7
- Interest on Loans to the Financial Sector	24.6	8.4
- Interest on Overdrafts	398.5	186.4
- Interest on Promissory Notes	797.1	498.4
- Interest on Mortgage Loans	112.7	103.9
- Interest on Pledge Loans	24.4	11.5
- Interest on Credit-Card Loans	1,744.2	1,143.6
- Interest on Financial Leases	97.5	65.5
- Interest on Other Loans	1,881.4	981.7
- Net Income from Government and Corporate Securities	724.8	389.5
- Interest on Other Receivables Resulting from Financial Brokerage	26.8	15.3
- CER Adjustment	0.4	3.2
- Other	144.3	107.6
- Quotation Differences on Gold and Foreign Currency	5.8	97.4
FINANCIAL EXPENSES	2,259.5	1,400.7
- Interest on Current-Account Deposits	-	5.5
- Interest on Savings-Account Deposits	6.9	5.4
- Interest on Time Deposits	1,257.8	749.5
- Interest on Subordinated Obligations	114.5	137.8
- Other Interest	25.9	6.4
- Interest on Interbank Loans Received (call Money Loans)	2.8	6.2
- Interest on Other Financing from the Financial Sector	43.9	6.5
- Net Losses from Options	0.1	0.4
- Interest on Other Liabilities Resulting from Financial Brokerage	337.6	152.3
- Contributions to the Deposit Insurance Fund	44.9	31.8
- CER Adjustment	0.1	0.3
- Other	407.0	298.6
GROSS FINANCIAL MARGIN	3,723.5	2,212.4
PROVISIONS FOR LOAN LOSSES	843.4	551.5
INCOME FROM SERVICES, NET	2,689.8	1,949.3
ADMINISTRATIVE EXPENSES	4,064.1	2,752.4
- Personnel Expenses	2,295.9	1,568.0
- Directors' and Syndics' Fees	13.9	9.6
- Other Fees	174.5	90.4
- Advertising and Publicity	277.0	186.0
- Taxes	264.3	171.6
- Depreciation of Premises and Equipment	91.3	75.6
- Amortization of Organization Expenses	103.6	61.1
- Other Operating Expenses	518.0	367.6
- Other	325.6	222.5
MINORITY INTERESTS RESULTS	(108.7)	(78.4)
INCOME FROM EQUITY INVESTMENTS	144.6	66.4
NET OTHER INCOME / (LOSS)	292.8	(132.6)
INCOME TAX	727.2	244.1
NET INCOME / (LOSS)	1,107.3	469.1

(*) Banco de Galicia y Buenos Aires S.A., consolidated with subsidiary companies (Art.33 – Law 19550).

ADDITIONAL INFORMATION

	FY2011				FY2010
	4th Q	3rd Q	2nd Q	1st Q	4th Q
Mutual Funds (In millions of pesos) ^(*)	1,961.5	1,790.7	1,561.8	1,693.6	1,417.0
Physical Data (Number of)					
Employees	12,440	12,375	11,927	11,529	11,323
Bank in Argentina	5,525	5,501	5,372	5,257	5,185
Other companies	5,703	5,675	5,373	5,109	4,978
CFA	1,212	1,199	1,182	1,163	1,160
Branches	491	486	478	475	466
Bank Branches	244	242	241	241	240
Regional Credit-Card Companies Offices	188	185	178	175	167
CFA	59	59	59	59	59
Other Points of Sale	180	153	156	161	148
Regional Credit-Card Companies	144	117	120	125	113
CFA	36	36	36	36	36
Deposit Accounts (in thousands)	2,211	2,183	2,080	2,029	1,969
Credit Cards (in thousands)	8,519	8,100	7,659	7,353	7,062
Inflation and Exchange Rates					
Retail Price Index (%) (**)	2.08	2.48	2.30	2.32	2.43
Wholesale Price Index (IPIM) (%) (**)	2.80	3.08	3.21	3.02	2.82
CER Coefficient (%) (**)	2.12	2.34	2.43	2.32	2.32
Exchange Rate (Pesos per US\$) (***)	4.3032	4.2045	4.1110	4.0520	3.9758

(*) Market value of the FIMA mutual fund units under custody.

(**) Variation within the quarter.

(***) As of the last working day of the quarter.

RECENT DEVELOPMENTS

BANCO GALICIA AND ITS SUBSIDIARIES

DISTRIBUTION NETWORK

Banco Galicia continued to increase its distribution network, with the opening of three branches during the quarter, in Puerto Madero, Saladillo and Pinamar, and one in January 2012, in Villa Adelina.

The regional credit card companies, in turn, opened 3 branches and 27 points of sale during the quarter, adding 21 branches and 32 points of sales to its distribution network during 2011.

At the end of the fiscal year, the distribution network of Banco Galicia and its subsidiaries totaled 671 points of contact with clients.

FOREIGN DEBT

On December 14, 2011, Banco Galicia decided to partially redeem the portion of capitalized interests corresponding to its subordinated negotiable obligations due in 2019 (5% annual interest, payable semiannually) accrued from January 1, 2011, to June 30, 2011, and which was going to be cancelled in January 1, 2014. The cash settlement took place on December 21, 2011, and represented 2.5% of face value. In addition, this payment included the 11% annual interest accrued and unpaid since July 1, 2011 to December 20, 2011, on the amount redeemed in advance, equivalent to 0.129861% of face value. After this payment, for a total principal amount of US\$ 5.5 million, the outstanding principal amount of said negotiable obligations amounted to US\$ 218.2 million.

REGULATORY CHANGES

CAPITAL REQUIREMENTS AND DIVIDEND DISTRIBUTION

After the end of the fiscal year, the Argentine Central Bank modified the regulations regarding capital requirements and dividend distribution. The new regulation established an additional capital requirement to cover operational risks, beginning on February 1, 2012. Said additional requirement is equivalent to 15% of the annual average of financial income and net income from services from the 36 months prior to the date of calculation, excluding certain items considered extraordinary or not strictly related to operational risk. The regulation also established a schedule to fulfill with this additional requirement, which reaches 100% in December 2012.

Regarding dividend distribution, the excess of computable capital over the minimum requirement was increased from 30% to 75%, including 100% of the above mentioned requirement for operational risk.

Due to these regulations, the Bank will not pay dividends in fiscal year 2011.

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