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**BANCO DE GALICIA Y BUENOS AIRES S.A. REPORTS EARNINGS FOR
THE QUARTER ENDED JUNE 30, 2011**

(Buenos Aires, Argentina, August 9, 2011) – Banco de Galicia y Buenos Aires S.A. (the “Bank”, Buenos Aires Stock Exchange: GALI) today announced its financial results for the quarter ended June 30, 2011.

- **Net income for the second quarter of FY2011 amounted to Ps.247.7 million, compared to a Ps.72.8 million profit for the same quarter of FY2010.**
- **This growth was a consequence of a significant increase in the volume of activity with the private sector and of the incorporation of profits from CFA⁽¹⁾.**
- **The Bank’s credit exposure to the private sector reached Ps.31,220 million, up 48.3% during the last twelve months, and deposits reached Ps.27,830 million, up 49.8% during the same period. As of June 30, 2011, the Bank’s estimated market share of loans to the private sector was 8.96%, with a 0.31 percentage points (“p.p.”) increase from the prior year, while its estimated market share of deposits from the private sector was 8.89%, increasing 0.95 p.p. in the same period.**
- **During the quarter the Bank continued improving its asset quality. The non-accrual loan portfolio of total loans to the private sector decreased to 3.06% and its coverage with allowances for loan losses increased to 141.06%, from 4.57% and 113.80%, respectively, from the previous year.**

(1) Compañía Financiera Argentina S.A., Cobranzas & Servicios S.A. and Procesadora Regional S.A.

NET INCOME FOR THE QUARTER ENDED JUNE 30, 2011

In the second quarter of FY2011, the Bank recorded a Ps.247.7 million profit, compared with a Ps.72.8 million profit for the same quarter of the previous year.

Net income for the quarter included the profit from CFA, for Ps.63.2 million, and a Ps.25.9 million profit from the amortization of the negative goodwill from its acquisition.

The variation in income was mainly a consequence of the Ps.550.1 million increase in operating income⁽¹⁾ and higher net other income, for Ps.125.4 million. These were partially offset by increases of administrative expenses, for Ps.380.5 million, of loan loss provisions, for Ps.76.9 million, and of income tax, for Ps.63.6 million. It is worth mentioning that net other income for the second quarter of FY2010 included a Ps.129.6 million loss from the amortization of deferred losses from *amparo* claims.

Results from CFA for the quarter included a Ps.173.2 million operating income, provisions for loan losses for Ps.9.8 million, administrative expenses for Ps.86.9 million, other income for Ps.17.7

million and income tax for Ps.31.0 million.

The operating income for the quarter totaled Ps.1,513.3 million, up 57.1% from the Ps.963.2 million recorded in the second quarter of the prior year. This positive development was due both to a higher net financial income (up Ps.365.7 million) and a higher net income from services (up Ps.184.4 million), Ps.173.2 million of which corresponded to CFA (a Ps.163.5 million net financial income and a Ps.9.7 million net income from services).

	<i>In pesos</i>			
Table I	FY 2011	FY 2010	Six Months Ended	
Earnings per Share	2nd Q	2nd Q	06/30/11	06/30/10
Average Shares Outstanding (in thousands)	562,327	562,327	562,327	562,327
Book Value per Share	5.297	4.019	5.297	4.019
Earnings per Share	0.440	0.129	0.859	0.237

(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.

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.

On June 30, 2010, the assets and liabilities of Compañía Financiera Argentina S.A., Cobranzas y Servicios S.A. and Procesadora Regional S.A. have been consolidated on a line-by-line basis due to the acquisition of said companies. Given the incorporation date, results stemming from CFA were recorded since July 1, 2010.

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 Regionales S.A. and its subsidiaries, Galicia Valores S.A. Sociedad de Bolsa, Galicia Administradora de Fondos S.A., Compañía Financiera Argentina S.A., Cobranzas y Servicios S.A. and Procesadora Regional S.A.

SECOND QUARTER OF FY2011 RESULTS

Table II	Percentages			
	FY 2011	FY 2010	Six Months Ended	
Profitability and Efficiency	2 nd Q	2 nd Q	06/30/11	06/30/10
Return on Average Assets ^(*)	2.73	1.39	2.82	1.29
Return on Average Shareholders’ Equity ^(*)	34.28	13.10	34.45	12.17
Financial Margin ^(*) (1)	11.10	9.60	11.19	8.83
Net Income from Services as a % of Operating Income ⁽²⁾	42.88	47.95	43.14	49.60
Net Income from Services as a % of Administrative Expenses	65.20	75.67	65.98	75.62
Administrative Expenses as a % of Operating Income ⁽²⁾	65.77	63.37	65.38	65.60

(*) 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 second quarter of FY2011, including the Ps.9.9 million financial income from security margins of repurchase agreement transactions, amounted to Ps.868.6 million (including Ps.163.5 million from CFA), up Ps.365.7 million from the second quarter of the previous fiscal year.

The quarter’s net financial income includes a Ps.1.6 million loss from quotation differences, including the results from foreign-currency forward transactions. This loss was composed of a Ps.50.7 million gain from FX brokerage and of a Ps.52.3 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.11.3 million (composed of a Ps.36.7 million gain from FX brokerage and of a Ps.25.4 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.870.2 million, with a Ps.378.6 million increase as compared to the Ps.491.6 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, of a higher average spread and of the increase recorded in non interest bearing liabilities, together with the incorporation of the net financial income from CFA, for Ps.163.5 million.

The average interest-earning assets grew Ps.10,117 million as compared to the same quarter of the previous fiscal year, mainly as a consequence of the Ps.9,571 million increase in the average portfolio of loans to the private sector (including Ps.1,477 million from CFA). Interest-bearing liabilities increased only Ps.6,358 million during the same period, due to the increase of the average balances of saving

accounts, time deposits and debt securities, together with the incorporation of CFA's interest-bearing liabilities.

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

Table III Average Balances, Yield and Rates ^(*)	FY2011								FY2010	
	2 nd Q		1 st Q		4 th Q		3 rd Q		2 nd Q	
	Av. B.	Int.	Av. B.	Int.	Av. B.	Int.	Av. B.	Int.	Av. B.	Int.
Interest-Earning Assets	30,939	17.41	27,107	17.52	24,352	18.63	22,603	15.33	20,822	15.25
Government Securities ^(**)	3,593	13.77	2,965	14.00	2,720	21.53	2,857	(0.02)	3,313	15.45
Loans to the Private Sector	24,940	18.75	22,596	18.82	20,046	19.04	17,926	18.96	15,369	16.72
Financial Trusts Securities	613	1.68	615	(5.06)	681	3.81	756	(4.69)	869	(4.38)
Other Interest-Earning Assets	1,793	11.57	931	12.09	905	11.98	1,064	9.60	1,271	10.41
Interest-Bearing Liabilities	22,175	7.22	19,937	6.94	17,567	6.92	16,043	6.46	15,817	6.45
Current Accounts	4	-	4	-	6	(0.14)	6	0.13	580	1.17
Savings Accounts	5,518	0.19	5,192	0.20	4,634	0.20	4,287	0.19	3,679	0.19
Time Deposits	11,578	9.62	10,641	9.21	9,394	8.99	8,481	8.52	8,093	8.58
Debt Securities	3,085	10.23	2,180	10.63	1,909	11.27	2,121	10.07	2,152	10.64
Other Interest-Bearing Liabilities	1,990	8.07	1,920	8.46	1,624	9.08	1,148	8.07	1,313	6.34

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

(**) Until August 31, 2010 it included Discount Bonds and GDP-Linked Units, valued in accordance with Communiqué "A" 4270. In September 2010 a valuation allowance for the holdings of said securities was recorded. Since that date the total amount of such holdings was sold.

Provisions for loan losses for the second quarter of FY2011 amounted to Ps.191.9 million, Ps.76.9 million higher than in the same quarter of the prior year. The latter figure included Ps.9.8 million corresponding to CFA.

Net income from services amounted to Ps.644.7 million (including Ps.9.7 million from CFA), up 40.1% (or 38.0% excluding gains from CFA) from the Ps.460.3 million recorded in the second 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 the credit-related fees (69.5%), fees related to national and regional credit cards (47.5%), to foreign trade (36.9%) and to deposits (35.5%).

In millions of pesos

Table IV Income from Services, Net	FY2011			FY2010	
	2 nd Q	1 st Q	4 th Q	3 rd Q	2 nd Q
National Cards	208.7	193.5	201.4	166.1	153.1
Regional Credit Cards	359.3	305.9	289.4	248.9	231.9
CFA	18.7	17.3	17.0	16.1	-
Deposit Accounts	109.9	93.2	88.1	81.0	81.1
Insurance	40.8	36.9	33.3	35.1	34.0
Financial Fees	12.9	11.4	14.2	14.8	14.5
Credit-Related Fees	56.1	50.4	49.1	40.1	33.1
Foreign Trade	21.5	18.8	19.7	17.4	15.7
Collections	16.5	13.6	13.1	11.8	10.9
Utility-Bills Collection Services	12.6	11.2	11.0	9.8	8.6
Mutual Funds	2.4	2.0	1.8	1.6	1.5
Other	54.1	50.0	47.6	47.3	44.8
Total Income	913.5	804.2	785.7	690.0	629.2
Total Expenditures	268.8	217.3	231.4	185.5	168.9
Income from Services, Net	644.7	586.9	554.3	504.5	460.3

Administrative expenses for the quarter totaled Ps.988.8 million (including Ps.86.9 million from CFA), up 62.6% from the same quarter of the previous year. Personnel expenses amounted to Ps.565.7 million, growing 62.2% as a consequence of the incorporation of CFA (Ps.40.2 million), the salary increase agreement with the Union and the growth of staff (282 people in Banco Galicia and 793 people in the regional credit card companies). The remaining administrative expenses amounted to Ps.423.1 million, with a Ps.163.6 million increase (63.0%) as compared to Ps.259.5 million from the second quarter of FY2010. From this increase Ps.46.7 million corresponded to CFA. Excluding the latter amount, the increase was 45.0%, due to the greater level of activity, the expansion of the distribution network (22 branches) and the inflation during the period.

Income from equity investments for the quarter amounted to Ps.22.1 million, recording a Ps.20.7 million increase from the Ps.1.4 million for the second quarter of 2010. This increase was mainly the consequence of the Ps.25.9 million amortization of the negative goodwill stemming from the acquisition of Compañía Financiera Argentina SA and of Cobranzas y Servicios SA.

Net other income for the quarter amounted to Ps.39.5 million, compared to a Ps.92.6 million loss in the same quarter of the prior year. The profit for the quarter was mainly as a consequence of gains from: (i) loans recovered, for Ps.44.0 million; and (ii) punitive interests, for Ps.21.2 million, partially offset by net provisions recorded, for Ps.20.9 million. Losses for the second quarter of 2010 were mainly due to the amortization of deferred losses from *amparo* claims, for Ps.129.6 million, which were partially offset by: (i) profits from loans recovered (Ps.15.1 million); and (ii) punitive interests (Ps.10.7 million).

The income tax charge was Ps.112.9 million, Ps.63.6 million higher than in the second quarter of FY2010. This charge corresponds, mainly, to: (i) the regional credit card companies, for Ps.68.7 million; (ii) CFA, for Ps.31.0 million; and (iii) Banco Galicia, for Ps.13.0 million.

LEVEL OF ACTIVITY

As of June 30, 2011, the Bank's total exposure to the private sector reached Ps.31,220 million, which were 48.3% higher than a year before and recorded a 57.8% annualized increase during the quarter.

Total loans include Ps.5,368 million corresponding to the regional credit card companies, which recorded a 50.7% increase during the last twelve months and a 56.8% annualized increase during the quarter.

They also include Ps.1,603 million from CFA, which were 26.4% up during the last twelve months and recorded a 39.1% annualized increase during the quarter.

The Bank's market share of loans to the private sector as of June 30, 2011, without considering those granted by the regional credit card companies, was of 8.96%, compared to a 9.08% and a 8.65% from March 31, 2011, and June 30, 2010, respectively.

In millions of pesos

Table V Exposure to the Private Sector	FY2011			FY2010	
	2 nd Q	1 st Q	4 th Q	3 rd Q	2 nd Q
Loans	27,231	24,258	22,369	19,370	17,939
Financial Leases	516	473	442	388	383
Corporate Securities	113	64	78	26	21
Other Financing ^(*)	3,360	3,061	3,013	2,756	2,531
Total Credit	31,220	27,856	25,902	22,540	20,874
Securitized Loans	-	-	-	91	185
Total	31,220	27,856	25,902	22,631	21,059

(*) 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 (88.2%), individuals (49.7%) and SMEs (46.0%). By sector of activity, the higher growth was recorded in the manufacturing industry (69.7%), in retail and wholesale trade (55.6%), in consumer (50.5%), and in the agriculture and livestock sector (42.4%).

In millions of pesos

Table VI Loans by Type of Borrower	FY2011			FY2010	
	2 nd Q	1 st Q	4 th Q	3 rd Q	2 nd Q
Large Corporations	4,222	3,027	2,768	2,560	2,243
Middle-Market Companies	7,314	7,235	6,642	5,374	5,010
Individuals	15,145	13,709	12,641	11,012	10,115
Financial Sector	550	287	318	424	571
Non-Financial Public Sector	1	1	3	1	1
Total Loans	27,232	24,259	22,372	19,371	17,940
Allowances	1,175	1,103	1,038	988	932
Total Loans, Net	26,057	23,156	21,334	18,383	17,008

In millions of pesos

Table VII Loans by Sector of Activity	FY2011				FY2010
	2 nd Q	1 st Q	4 th Q	3 rd Q	2 nd Q
Financial Sector	550	287	318	424	571
Services	1,825	1,654	1,484	1,310	1,285
- Public Sector	1	1	3	1	1
- Other	1,824	1,653	1,481	1,309	1,284
Agriculture & Livestock	2,426	2,585	2,268	1,892	1,704
Consumer	14,654	13,269	12,233	10,609	9,740
Retail & Wholesale Trade	2,760	2,607	2,439	1,864	1,774
Construction	384	313	318	287	193
Manufacturing	4,127	3,297	3,012	2,713	2,432
Other	506	247	300	272	241
Total Loans	27,232	24,259	22,372	19,371	17,940
Allowances	1,175	1,103	1,038	988	932
Total Loans, Net	26,057	23,156	21,334	18,383	17,008

As of June 30, 2011, the Bank's exposure to the public sector amounted to Ps.5,295 million. Excluding debt securities issued by the Argentine Central Bank said exposure reached Ps.1,499 million while as of June 30, 2010, it amounted to Ps.2,200 million. Thus, net exposure to the non-financial public sector decreased by Ps.701 million during the year, representing a 31.9% decrease.

In millions of pesos

Table VIII Exposure to the Argentine Public Sector ^(*)	FY2011				FY2010
	2 nd Q	1 st Q	4 th Q	3 rd Q	2 nd Q
Government Securities' Net Position	4,493	2,791	3,050	2,687	2,580
Held for Trading	3,797	2,123	2,408	1,638	1,332
Bonar 2014 Bonds	-	-	-	22	-
Bonar 2015 Bonds	696	668	642	644	636
Discount Bonds and GDP-Linked Negotiable Securities	-	-	-	383	612
Loans	1	1	3	1	1
Other Receivables Resulting from Financial Brokerage	801	799	808	806	901
Trust Certificates of Participation and Securities	799	797	807	805	900
Other	2	2	1	1	1
Total Exposure	5,295	3,591	3,861	3,494	3,482

(*) 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 June 30, 2011, the Bank's deposits amounted to Ps.27,830 million, representing a 49.8% increase during the last twelve months and a 73.5% annualized increase during the quarter.

In millions of pesos

Table IX Deposits (*)	FY2011				FY2010
	2nd Q	1st Q	4th Q	3rd Q	2nd Q
In Pesos	23,166	20,112	18,368	16,337	15,206
Current Accounts	7,217	5,893	5,582	5,061	4,784
Savings Accounts	4,874	4,217	4,185	3,521	3,525
Time Deposits	10,746	9,715	8,328	7,493	6,601
Adjusted Time Deposits	1	1	5	5	5
Other	328	286	268	257	291
In Foreign Currency	4,664	4,137	3,930	3,634	3,368
Total Deposits	27,830	24,249	22,298	19,971	18,574

(*) Includes deposits from subsidiaries, except Banco Galicia Uruguay SA (in liquidation).

As of June 30, 2011, the Bank's estimated market share of deposits in the Argentine financial system was 6.52%, and considering only private-sector deposits, its estimated market share reached 8.89%, increasing 0.80 p.p. and 0.95 p.p., respectively, from June 30, 2010.

Table X Market Share (*)	FY2011				FY2010
	2nd Q	1st Q	4th Q	3rd Q	2nd Q
Total Deposits	6.52	6.09	5.94	5.78	5.72
Private Sector Deposits	8.89	8.44	8.35	8.14	7.94
Total Loans	8.07	8.11	7.95	7.68	7.72
Loans to the Private Sector	8.96	9.08	8.95	8.64	8.65

(*) 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. Beginning in June 30, 2010, figures include the balances from Compañía Financiera Argentina S.A. End-of-period data. Deposits and Loans include only principal. The regional credit-card companies' data is not included.

As of June 30, 2011, other financial liabilities amounted to Ps.12,349 million, Ps.4,583 million or 59.0% higher than the Ps.7,766 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. Regarding the latter, it is worth mentioning that the Ps.1,353 million (or 59.5%) increase as compared to June 30, 2010, was due to: (i) a Ps.824 million increase in negotiable obligations issued by the subsidiaries of Tarjetas Regionales SA, mainly as a consequence of the US\$ 200 million issued by Tarjeta Naranja SA in January 2011; (ii) the Ps.100 million issued by CFA in March 2011; and (iii) the US\$300 million issued by Banco Galicia on May 4, 2011. This increase was offset by: (i) the redemption of all the negotiable obligations issued by Banco Galicia due in 2014 carried out in November 2010, for an outstanding principal amount of US\$102.3 million; and (ii) the redemption in February 2011 of the portion of capitalized interests corresponding to Banco Galicia's subordinated negotiable obligations due in 2019, for US\$ 91.5 million.

In millions of pesos

Table XI Other Financial Liabilities	FY2011			FY2010	
	2nd Q	1st Q	4th Q	3rd Q	2nd Q
Domestic Financial Institutions and Credit Entities	671	645	613	423	298
Foreign Financial Institutions and Credit Entities	815	748	703	736	661
Negotiable Obligations ^(*)	3,627	2,296	1,821	2,202	2,274
Obligations in Connection with Spot Transactions Pending Settlement and Repurchase Agreement Transactions	2,453	1,813	1,180	346	1,101
Other ^(**)	4,783	4,395	4,385	3,563	3,432
Total	12,349	9,897	8,702	7,270	7,766

() Includes subordinated negotiable obligations.*

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

As of June 30, 2011, the Bank had 2.1 million deposit accounts, which represent an increase of approximately 296 thousand accounts as compared with the same date of the previous year. Likewise, the number of credit cards reached 7.5 million, 1.1 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.833 million as of June 30, 2011, representing 3.06% of total loans to the private-sector, recording a 1.51 p.p. decrease from the 4.57% recorded a year before.

The coverage of the non-accrual loan portfolio with allowances for loan losses reached 141.06% as of the end of the second quarter of 2011, higher than the 113.80% as of June 30, 2010.

In millions of pesos, except percentages

Table XII Loan Portfolio Quality	FY2011			FY2010	
	2nd Q	1st Q	4th Q	3rd Q	2nd Q
Non-Accrual Loans ^(*)	833	787	755	744	819
With Preferred Guarantees	30	30	28	27	27
With Other Guarantees	27	25	37	38	94
Without Guarantees	776	732	690	679	698
Allowance for Loan Losses	1,175	1,103	1,038	988	932
Non-Accrual Loans to Private-Sector Loans (%)	3.06	3.24	3.38	3.84	4.57
Allowance for Loan Losses to Private-Sector Loans (%)	4.31	4.55	4.64	5.10	5.20
Allowance for Loan Losses to Non-Accrual Loans (%)	141.06	140.15	137.48	132.80	113.80
Non-Accrual Loans with Guarantees to Non-Accrual Loans (%)	6.84	6.99	8.61	8.74	14.77

() 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.114 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	
	2 nd Q	1 st Q	4 th Q	3 rd Q	2 nd Q
Allowance for Loan Losses at the Beginning of the Quarter	1,103	1,038	988	932	811
Changes in the Allowance for Loan Losses					
Incorporation of CFA	-	-	-	-	107
Provisions Charged to Income	186	169	151	230	113
Provisions Reversed	-	-	-	-	-
Charge Offs	(114)	(104)	(101)	(174)	(99)
Allowance for Loan Losses at Quarter End	1,175	1,103	1,038	988	932
Charge to the Income Statement					
Provisions Charged to Income	186	169	149	147	110
Direct Charge Offs	5	4	4	5	4
Bad Debts Recovered	(44)	(35)	(40)	(35)	(15)
Provisions Reversed (*)	-	-	-	-	-
Net Charge to the Income Statement	147	138	113	117	99

(*) 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 Asset Quality - Total Credit	FY2011			FY2010	
	2 nd Q	1 st Q	4 th Q	3 rd Q	2 nd Q
Non-Accrual Portfolio (*)	844	800	768	758	838
With Preferred Guarantees	32	31	30	29	30
With Other Guarantees	27	26	39	39	95
Without Guarantees	785	743	699	690	713
Allowance for Credit Losses	1,192	1,121	1,055	1,001	946
Non-Accrual Portfolio to Private-Sector Credit (%)	2.70	2.87	2.97	3.36	4.01
Allowance for Credit Losses to Private-Sector Credit (%)	3.82	4.02	4.07	4.44	4.53
Allowance for Credit Losses to Non-Accrual Portfolio (%)	141.23	140.13	137.37	132.06	112.89
Non-Accrual Portfolio with Guarantees to Non-Accrual Portfolio (%)	6.99	7.13	8.98	8.97	14.92

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

CAPITALIZATION AND LIQUIDITY

As of June 30, 2011, the Bank's consolidated computable capital exceeded by Ps.1,496 million the Ps.2,405 million minimum capital requirement. This excess was of Ps.1,099 million as of June 30, 2010.

The Ps.632 million increase in the minimum capital requirement compared with June 30, 2010, was mainly attributable to the Ps.720 million higher requirements in connection with financing to the private sector, due to the growth of this portfolio, partially offset by the Ps.138 million decrease related to the non-financial public sector, mainly due to the sale of government securities during the last twelve months.

The Ps.1,029 million increase in computable capital, as compared to June 30, 2010, was mainly a consequence of: (i) higher core capital, for Ps.419 million, mainly due to 2010 fiscal year's net income

offset by the payment of the Ps.100.1 million cash dividend; (ii) higher supplemental capital, for Ps.323 million, due to the increase in the balance of the Bank's subordinated debt, attributable to the increase in the quotation of the US Dollar and to the higher quarter's net income; and (iii) the negative goodwill stemming from the acquisition of CFA (included in "Deductions").

In millions of pesos, except ratios

Table XV	FY2011				FY2010
	2 nd Q	1 st Q	4 th Q	3 rd Q	2 nd Q
Consolidated Regulatory Capital					
Minimum Capital Required (A)	2,405	2,155	2,007	1,911	1,773
Allocated to Financial Assets	1,920	1,750	1,519	1,379	1,200
Allocated to Fixed Assets	176	174	165	170	177
Allocated to Other Assets	138	92	99	90	82
Allocated to Market Risk	17	10	6	5	15
Allocated to Interest-Rate Risk	28	16	70	76	35
Allocated to Lending to the Public Sector	126	113	148	191	264
Computable Capital (B)	3,901	3,811	3,594	3,461	2,872
Core Capital	2,593	2,719	2,193	2,183	2,174
Supplemental Capital	1,382	1,113	1,333	1,181	1,059
Deductions	(105)	(33)	48	80	(375)
Additional Capital – Market Variation	31	12	20	17	14
Excess over Required Capital (B) - (A)	1,496	1,656	1,587	1,550	1,099
Total Capital Ratio (%)	13.37	14.55	15.19	15.60	13.64

As of June 30, 2011, the Bank's liquid assets represented 74.08% of the Bank's transactional deposits and 39.64% of its total deposits.

Table XVI	FY2011				FY2010
	2 nd Q	1 st Q	4 th Q	3 rd Q	2 nd Q
Liquidity (unconsolidated)					
Liquid Assets ^(*) as a percentage of Transactional Deposits	74.08	66.77	63.38	68.97	66.05
Liquid Assets ^(*) as a percentage of Total Deposits	39.64	34.48	33.98	36.31	35.27

() 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.

Readers of this report must note that this is a translation made from an original version written and expressed in Spanish. Therefore, any matters of interpretation should be referred to the original version in Spanish.

SELECTED FINANCIAL INFORMATION – CONSOLIDATED DATA ^(*)

In millions of pesos

	FY2011			FY2010	
	2 nd Q	1 st Q	4 th Q	3 rd Q	2 nd Q
Cash and Due from Banks	5,536.1	5,282.7	5,634.5	5,196.9	3,990.8
Government and Corporate Securities	5,177.2	3,211.9	2,206.3	2,854.0	3,541.0
Net Loans	26,057.4	23,155.9	21,333.7	18,382.9	17,007.9
Other Receivables Resulting from Financial Brokerage	4,421.2	3,797.8	3,207.0	2,175.3	3,128.1
Equity Investments in Other Companies	64.5	69.2	65.8	61.9	66.8
Bank Premises and Equipment, Miscellaneous and Intangible Assets	1,605.5	1,522.3	1,448.8	1,440.7	1,432.1
Other Assets	1,555.7	1,415.8	1,402.8	1,116.4	1,101.1
Total Assets	44,417.6	38,455.6	35,298.9	31,228.1	30,267.8
Deposits	27,127.0	23,823.2	22,242.7	19,930.5	18,581.7
Other Liabilities Resulting from Financial Brokerage	11,406.0	8,991.5	7,443.9	6,050.3	6,553.5
Subordinated Negotiable Obligations	943.2	905.0	1,258.0	1,220.1	1,213.0
Other	1,707.8	1,658.1	1,532.7	1,422.8	1,472.3
Minority Interests	255.1	246.8	225.9	206.6	187.2
Total Liabilities	41,439.1	35,624.6	32,703.2	28,830.3	28,007.7
Shareholders' Equity	2,978.5	2,831.0	2,595.7	2,397.8	2,260.1
Foreign-Currency Assets and Liabilities					
Assets	7,498.7	7,089.0	6,703.3	6,010.3	5,334.1
Liabilities	10,475.8	8,341.3	7,495.8	6,996.5	6,854.7
Net Forward Purchases/(Sales) of Foreign Currency ⁽¹⁾	3,179.5	1,472.7	853.7	1,009.7	1,610.8

() 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	
	2 nd Q	1 st Q	4 th Q	3 rd Q	2 nd Q
FINANCIAL INCOME	1,378.2	1,204.3	1,168.5	899.8	812.2
Interest on Cash and Due from Banks	0.1	0.2	0.2	0.2	0.2
Interest on Loans to the Financial Sector	3.8	2.1	3.5	3.2	1.0
Interest on Overdrafts	80.5	58.8	56.2	50.9	43.1
Interest on Promissory Notes	166.3	160.9	142.7	128.3	113.7
Interest on Mortgage Loans	28.9	26.9	26.6	26.2	25.7
Interest on Pledge Loans	5.5	4.9	3.8	2.9	2.5
Interest on Credit-Card Loans	415.1	385.7	342.0	299.0	279.2
Interest on Financial Leases	22.0	19.7	18.3	16.1	16.0
Interest on Other Loans	447.7	403.9	361.8	322.8	157.1
Net Income from Government and Corporate Securities	139.0	95.3	154.7	(5.9)	128.4
Interest on Other Receivables Resulting from Financial Brokerage	7.4	4.5	4.5	2.1	3.6
CER Adjustment	0.1	0.1	0.1	1.3	0.8
Other	44.6	26.1	21.8	22.9	33.5
Quotation Differences on Gold and Foreign Currency	17.2	15.2	32.3	29.8	7.4
FINANCIAL EXPENSES	519.5	439.5	401.7	358.6	312.5
Interest on Current-Account Deposits	-	-	-	-	1.7
Interest on Savings-Account Deposits	1.9	1.8	1.6	1.5	1.2
Interest on Time Deposits	273.7	236.6	208.1	180.1	173.2
Interest on Subordinated Obligations	26.4	32.1	35.3	35.2	33.9
Other Interest	5.5	9.0	3.6	1.0	0.9
Interest on Interbank Loans Received (Call Money Loans)	0.4	0.1	1.4	1.1	2.3
Interest on Other Financing from Financial Entities	9.5	9.3	4.4	2.1	-
Net Losses from Options	-	-	-	-	0.2
Interest on Other Liabilities Resulting from Financial Brokerage	77.0	50.1	44.0	38.8	39.1
Contributions to the Deposit Insurance Fund	10.6	9.7	8.6	8.0	7.8
CER Adjustment	0.1	-	0.1	0.1	-
Other	114.4	90.8	94.6	90.7	52.2
GROSS FINANCIAL MARGIN	858.7	764.8	766.8	541.2	499.7
PROVISIONS FOR LOAN LOSSES	191.9	174.4	162.3	153.2	115.0
INCOME FROM SERVICES, NET	644.7	586.9	554.3	504.5	460.3
ADMINISTRATIVE EXPENSES	988.8	877.9	838.4	736.4	608.3
Personnel Expenses	565.7	516.7	476.6	412.3	348.8
Directors' and Syndics' Fees	3.1	3.3	3.9	1.7	1.8
Other Fees	39.4	35.6	30.0	28.7	16.3
Advertising and Publicity	69.0	44.2	62.0	48.4	40.2
Taxes	64.5	53.4	52.1	45.8	40.0
Depreciation of Premises and Equipment	22.0	21.3	20.5	19.4	18.0
Amortization of Organization Expenses	22.5	19.6	17.2	16.4	14.6
Other Operating Expenses	125.1	113.8	108.4	102.0	80.9
Other	77.5	70.0	67.7	61.7	47.7
MINORITY INTERESTS RESULTS	(23.7)	(25.7)	(19.0)	(18.9)	(23.4)
INCOME FROM EQUITY INVESTMENTS	22.1	31.0	32.3	29.5	1.4
NET OTHER INCOME / (LOSS)	39.5	60.6	(51.0)	34.8	(92.6)
INCOME TAX	112.9	130.0	84.9	63.7	49.3
NET INCOME / (LOSS)	247.7	235.3	197.8	137.8	72.8

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

ADDITIONAL INFORMATION

	FY2011			FY2010	
	2 nd Q	1 st Q	4 th Q	3 rd Q	2 nd Q
Mutual Funds (In millions of pesos)^(*)	1,561.8	1,693.6	1,417.0	1,197.1	1,110.9
Physical Data (Number of)					
Employees	11,657	11,253	11,069	10,831	10,569
Bank in Argentina	5,372	5,257	5,185	5,140	5,090
Other companies	5,103	4,833	4,724	4,537	4,310
CFA	1,182	1,163	1,160	1,154	1,169
Branches	478	475	466	460	456
Bank Branches	241	241	240	238	238
Regional Credit-Card Companies Offices	178	175	167	163	159
CFA	59	59	59	59	59
Deposit Accounts (in thousands)	2,109	2,029	1,969	1,916	1,813
Credit Cards (in thousands)	7,540	7,261	6,995	6,741	6,405
Inflation and Exchange Rates					
Retail Price Index (%) (**)	2.30	2.32	2.43	2.28	2.33
Wholesale Price Index (IPIM) (%) (**)	2.98	3.02	2.82	2.93	3.62
CER Coefficient (%) (**)	2.43	2.32	2.32	2.29	2.85
Exchange Rate (Pesos per US\$) (***)	4.1110	4.0520	3.9758	3.9607	3.9318

(*) 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

TARJETA NARANJA: INTERNATIONAL EXPANSION

In July 2011, Tarjeta Naranja acquired a 24% ownership stake in Tarjeta Naranja Perú SAC. The exclusive purpose of this company, registered in Perú, is to develop the “Tarjeta Naranja” business model for the promotion and for the commercial and operating management of a credit card for the consumer segment, to be issued and commercialized in said country by Banco de Crédito del Perú.

BANCO GALICIA: GALICIA ÉMININENT

At the beginning of August the Bank launched Galicia Éminent, an exclusive combination of services designed to fulfill the most demanding financial needs and giving priority to personalized customer services. Éminent Officials have a limited number of clients, aiming to establish and to develop a close relationship with each one of them, knowing their needs and providing services to them with the highest priority.

NEGOTIABLE OBLIGATIONS

Tarjeta Naranja: on July 14, 2011, the company issued two series. One for Ps.20.0 million, with a 13.5% interest rate per annum, with interests payable quarterly, and the aggregate principal amount will mature on March 10, 2012. The second series, for a principal amount of Ps.79.9 million, will be amortized in three installments, on September 4 2012 (equivalent to 33.33%), on December 14, 2012 (equivalent to 33.33%) and on March 14, 2013 (equivalent to 33.34%), and bears a floating interest rate (equal to private BADLAR + 3.40%) and with interests payable quarterly.

Tarjetas Cuyanas: on July 29, 2011, the company issued two series, for a total amount of Ps.90.2 million. The first series, for Ps.12.9 million, due on April 24, 2012, will bear a 14% interest rate per annum with interests payable quarterly. The second series, for Ps.77.3 million, due on January 29, 2013, will bear an interest rate equal to private BADLAR + 4% per annum and with interests payable quarterly.

Compañía Financiera Argentina: on July 19, 2011, the company issued negotiable obligations for Ps.102.0 million. The aggregate principal amount will mature on January 19, 2013, with floating interest rate (equal to private BADLAR + 4%) and with interests payable quarterly.

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