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BANCO DE GALICIA Y BUENOS AIRES S.A. REPORTS EARNINGS
FOR THE QUARTER ENDED JUNE 30, 2009

(Buenos Aires, Argentina, August 10, 2009) – 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, 2009.

- **Net income for the second quarter of FY 2009 amounted to Ps.41.1 million and adjusted net income to Ps.68.9 million, representing increases of 7.9% and 19.8% respectively, as compared to the same quarter of the previous year.**

- **As of June 30, 2009, the Bank’s credit exposure to the private sector reached Ps.14,482 million. Out of the Ps.11,528 million of loans outstanding to the private sector, 83.2% correspond to financing granted to SMEs and individuals. On the other hand, total deposits raised in Argentina amounted to Ps.15,121 million, with a 17.5% increase year-over-year.**

- **Exposure to the non financial public sector decreased by Ps.1,500 million during the last twelve months, representing a decrease over total assets of more than 8 percentage points.**

- **During the last 12 months, the Bank recorded a significant improvement in the efficiency ratio, due to the increase in absolute values of operating income -which tripled the increase of administrative expenses- based on the improvement in the structure of assets and liabilities.**

- **In order to consolidate its expansion strategy in the Argentine financial market, the Bank entered into an agreement with American International Group Inc. (“AIG”), to purchase 80% of the shares of Compañía Financiera Argentina S.A. (“CFA”), which is subject to the approval of the Argentine Central Bank. CFA is a leading provider of personal loans in Argentina, with 93 branches, distribution agreements with more than 3,900 retailers and approximately 1 million customers.**

NET INCOME FOR THE QUARTER ENDED JUNE 30, 2009

In the second quarter of FY 2009, the Bank recorded a Ps.41.1 million profit, compared with a Ps.38.1 million profit for the same quarter of the previous year.

Excluding the Ps.27.8 million loss from the amortization of deferred losses from *amparo* claims, the adjusted net income for the second quarter of FY 2009 amounted to Ps.68.9 million, compared to a Ps.57.5 million profit in the same quarter of the previous year. The latter figure excludes a Ps.6.8 million loss from the adjustment to the valuation of public-sector assets and a Ps.12.6 million loss from the amortization of deferred losses from *amparo* claims.

The higher amortization of deferred losses from *amparo* claims recorded during the second quarter of FY 2009, with respect to those of the same quarter of the prior year, is attributable to the fact that beginning in January 2009, the Bank began to amortize in 36 monthly installments the amount deferred beyond the original schedule, as of December 31, 2008.

The improvement in adjusted net income was mainly a consequence of the Ps.120.3 million increase in the adjusted operating income⁽¹⁾, partially offset by higher loan loss provisions (which were up Ps.50.7 million) and higher administrative expenses (which were up Ps.39.1 million).

The adjusted operating income for the quarter totaled Ps.719.5 million, up 20.1% from the Ps.599.2 million recorded in the second quarter of the prior year. This positive development was due both to a higher adjusted net financial income (up Ps.69.2 million) and a higher net income from services (up Ps.51.1 million).

Table I	<i>In pesos</i>			
	FY 2009	FY 2008	Six Months Ended	
Earnings per Share	2 nd Q	2 nd Q	06/30/09	06/30/08
Average Shares Outstanding (in thousands)	562,327	562,327	562,327	562,327
Book Value per Share	3.603	3.265	3.603	3.265
Earnings per Share	0.073	0.068	0.127	0.137

(1) Adjusted operating income: net adjusted financial income⁽²⁾ plus net income from services.

(2) Adjusted net financial income: Financial Income excluding the adjustment to the valuation of Secured Loans, government securities included in the Argentine's debt exchange offer and Bogar Bonds, in accordance with Argentine Central Bank rules, plus net financial income from security margins of repo transactions (the latter are 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.

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. (“Galicia Uruguay”), Galicia (Cayman) Limited and its subsidiary, Tarjetas Regionales S.A. and its subsidiaries, Galicia Factoring y Leasing S.A., Galicia Valores S.A. Sociedad de Bolsa and Galicia Administradora de Fondos S.A.

SECOND QUARTER OF FY 2009 RESULTS

Table II	<i>Percentages</i>			
	FY 2009	FY 2008	Six Months Ended	
Profitability and Efficiency	2 nd Q	2 nd Q	06/30/09	06/30/08
Return on Average Assets ^(*)	0.76	0.73	0.68	0.74
Return on Average Shareholders’ Equity ^(*)	8.21	8.39	7.14	8.53
Financial Margin ^{(*) (1)}	8.04	5.73	8.04	5.44
Net Income from Services as a % of Operating Income ⁽²⁾	49.33	51.24	48.69	51.54
Net Income from Services as a % of Administrative Expenses	74.12	69.04	75.44	71.36
Administrative Expenses as a % of Operating Income ⁽²⁾	66.55	74.21	64.54	72.22

(*) 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 FY 2009 amounted to Ps.361.0 million, up Ps.75.1 million from the second quarter of the previous fiscal year. Including the Ps.7.0 million financial income from security margins of repurchase agreement transactions, the Bank’s adjusted net financial income for the second quarter of FY 2009 amounted to Ps.368.0 million. Excluding the Ps. 6.8 million loss from the adjustment to the valuation of public sector assets and including the Ps. 6.1 million financial income from security margins of repurchase agreement transactions, the adjusted net financial income for the second quarter of FY 2008 was Ps.298.8 million.

The quarter’s net financial income includes a Ps.35.1 million profit from quotation differences, net of the results from foreign-currency forward transactions. This profit was composed of a Ps.35.9 million gain from FX brokerage, offset by a Ps.0.8 million loss from the valuation of the Bank’s net foreign-currency position. In the same quarter of the prior year, the gain from quotation differences was of Ps.30.9 million (composed by a Ps.49.2 million gain from FX brokerage and a Ps.18.3 million loss from the valuation of the foreign-currency net position).

The quarter’s adjusted net financial income before quotation differences amounted to Ps.332.9 million, with a Ps. 65.0 million increase as compared to the Ps.267.9 million income of the same quarter of 2008, mainly as a consequence of the profits associated with the Peso-denominated matched portfolio, offset by the loss on the foreign-currency denominated matched portfolio.

The increase in the adjusted net financial income was a consequence of the improvement in the structure of interest-bearing liabilities, due to an increase in the participation of transactional deposits and a reduction of the Bank’s restructured foreign debt, and of a higher return on private sector and public sector interest-earning assets.

The average interest-earning assets decreased by Ps.2,002 million as compared to the same quarter of the previous fiscal year, mainly as a result that the balances held with the Argentine Central Bank in order to fulfill the minimum cash requirements established for term liabilities are no longer being remunerated.

The average yield on interest-earning assets increased 361 basis points (“b.p.”) during the year, due to: (i) an 820 b.p. increase in the average yield on government securities, and (ii) a 276 b.p. increase in the interest rate of loans to the private sector together with an increase in the relative weight of such loans within total interest-earning assets. The average yield on interest-earning assets was partially offset by the negative average yield on financial trust securities (-1,212 b.p.), mainly as a consequence of the valuation of the underlying assets held by Galtrust I Financial Trust pursuant to Communiqué “A” 4898 of the Argentine Central Bank.

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

Table III Average Balances, Yield and Rates ^(*)	FY 2009								FY 2008	
	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	17,969	15.04	18,051	14.56	20,041	13.06	19,832	11.36	19,971	11.43
Government Securities ^(**)	4,727	11.54	4,636	6.68	3,539	5.07	3,363	3.43	3,776	3.34
Loans	10,970	18.68	11,152	19.33	12,103	18.37	12,063	16.21	12,191	15.79
- Private Sector	10,965	18.69	10,684	19.35	10,802	19.41	10,785	16.89	10,938	15.93
- Public Sector	5	3.40	468	19.01	1,301	9.73	1,278	10.47	1,253	14.57
Financial Trusts Securities	1,113	(1.15)	1,127	1.89	1,118	6.12	1,062	3.67	1,029	10.97
Other Interest-Earning Assets	1,159	10.31	1,136	12.48	3,281	4.43	3,344	4.26	2,975	4.03
Interest-Bearing Liabilities	15,731	7.91	15,577	7.77	15,608	9.42	15,318	8.31	15,510	7.32
Current Accounts	1,369	0.99	1,158	1.09	1,128	2.45	858	2.53	935	2.02
Savings Accounts	2,882	0.18	2,788	0.19	2,657	0.19	2,596	0.19	2,534	0.18
Time Deposits	7,128	11.62	7,172	12.96	6,543	14.23	6,824	12.16	6,585	9.52
Debt Securities	2,736	10.33	2,756	4.63	2,764	10.41	2,648	9.10	2,876	10.21
Other Interest-Bearing Liabilities	1,616	7.15	1,703	7.94	2,516	8.73	2,392	7.35	2,580	7.43

() Does not include the adjustment to the valuation of public-sector assets pursuant to Communiqué “A” 3911 of the Argentine Central Bank, nor quotation differences. Annual nominal rates were calculated using a 360-day denominator.*

*(**) Includes Discount Bonds and GDP-Linked Units, valued in accordance with Communiqué “A” 4270.*

Provisions for loan losses for the second quarter of FY 2009 amounted to Ps.144.7 million, Ps.50.7 million more than in the same quarter of the prior year. The amount recorded during the quarter corresponds, mainly, to the individuals’ portfolio.

Net income from services amounted to Ps.351.5 million, up 17.0% from the Ps.300.4 million recorded in the second quarter of the previous fiscal year. The increase of fees related with national and regional credit cards (22.8%) and with deposit accounts (30.7%) stands out. This result reflects the increase in the Bank’s volume of transactions, together with certain adjustments in the price of some services, in line with the dynamics of the Argentine financial market.

In millions of pesos

Table IV Income from Services, Net	FY 2009			FY 2008	
	2nd Q	1st Q	4th Q	3rd Q	2nd Q
National Cards	104.3	99.5	106.7	93.0	88.6
Regional Credit Cards	183.2	170.1	167.0	157.9	145.6
Deposit Accounts	62.2	56.7	56.8	51.5	47.6
Insurance	29.9	29.1	29.3	28.3	28.3
Financial Fees	12.9	11.7	11.8	11.0	10.0
Credit-Related Fees	19.7	19.7	21.7	25.2	26.1
Foreign Trade	12.0	10.8	12.1	11.8	11.5
Collections	8.5	7.7	8.5	9.0	8.5
Utility-Bills Collection Services	6.3	5.3	5.3	5.2	4.8
Mutual Funds	1.1	1.2	1.0	1.1	1.1
Other	29.6	26.9	25.6	27.0	23.2
Total Income	469.7	438.7	445.8	421.0	395.3
Total Expenditures	118.2	103.5	115.0	93.4	94.9
Income from Services, Net	351.5	335.2	330.8	327.6	300.4

Administrative expenses for the quarter totaled Ps.474.2 million, up 9.0% from the same quarter of the previous year. Personnel expenses grew 15.6%, mainly as a consequence of a salary increase agreement with the Union. The staff decreased by 845 employees (8.7%) between the second quarters of 2008 and 2009. The remaining administrative expenses increased only 1.2%, due to the significant decrease of Ps.17.1 million on advertising and publicity expenses. Excluding this item, the remaining administrative expenses grew 12.3%, mainly as a consequence of the inflation during the period.

Net other losses for the quarter amounted to Ps.18.2 million, compared to a Ps.6.0 million profit for the same quarter of the prior fiscal year. The decrease of the quarter's loss was mainly due to: (i) higher amortization of deferred losses from *amparo* claims, for Ps.15.2 million, as a consequence that, beginning in January 2009, the Bank began to amortize in 36 monthly installments the amount deferred beyond the original schedule as of December 31, 2008 and (ii) higher net establishment of reserves, for Ps.15.4 million.

The income tax charge was of Ps.29.8 million, Ps.7.7 million higher than in the second quarter of FY 2008. This charge corresponds mainly to the regional credit-card companies.

LEVEL OF ACTIVITY

As of June 30, 2009, the Bank's total exposure to the private sector reached Ps.14,482 million, with loans amounting to Ps.11,528 million. The last figure includes Ps.2,542 million corresponding to the regional credit card companies, increasing 12.1% during the last twelve months.

The Bank's market share of loans to the private sector as of June 30, 2009 was of 6.58%, compared to a 6.48% and a 7.05% from March 31, 2009 and June 30, 2008, respectively.

In millions of pesos

Table V Exposure to the Private Sector	FY 2009				FY 2008
	2 nd Q	1 st Q	4 th Q	3 rd Q	2 nd Q
Loans	11,528	11,214	10,820	11,416	11,015
Leasing	399	432	450	463	430
Corporate Securities	8	6	6	6	15
Other Financing ^(*)	1,842	1,827	1,899	1,957	1,653
Total Credit	13,777	13,479	13,175	13,842	13,113
Securitized Loans ^(**)	705	834	1,052	1,229	839
Total	14,482	14,313	14,227	15,071	13,952

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

(**) As of June 30, 2009, includes the outstanding balances of the loans transferred to the following trusts: "Galicia Personales VI", "Galicia Personales VII", "Galicia Personales VIII", "Galicia Créditos Inmobiliarios I", "Galicia Créditos Inmobiliarios II" and "Galicia Leasing I." Also includes the outstanding balances of the loans securitized by the regional credit-card companies.

Total gross loans as of June 30, 2009, amounted to Ps.11,535 million, including only Ps.7 million of exposure to the financial and non-financial public sectors. A year before these figures amounted to Ps.12,395 million and to Ps.1,380 million, respectively. The decrease of the exposure to the financial and non-financial public sectors was mainly due to the Bank's swap at market prices of National Secured Loans for other public-sector assets, made during January 2009.

Out of the total loans to the private sector, the higher annual growth was registered in loans granted to large corporations (26.1%) and to individuals (10.6%), while those granted to SMEs decreased (10.4%). By sector of activity, growth was concentrated, mainly, in consumer loans (10.3%).

In millions of pesos

Table VI Loans by Type of Borrower	FY 2009				FY 2008
	2 nd Q	1 st Q	4 th Q	3 rd Q	2 nd Q
Large Corporations	1,847	1,519	1,149	1,541	1,465
Middle-Market Companies	3,666	3,954	3,717	4,133	4,093
Individuals	5,921	5,575	5,578	5,231	5,355
Financial Sector	95	167	484	619	210
Non-Financial Public Sector	6	7	1,320	1,295	1,272
Total Loans	11,535	11,222	12,248	12,819	12,395
Allowances	702	632	527	459	520
Total Loans, Net	10,833	10,590	11,721	12,360	11,875

In millions of pesos

Table VII Loans by Sector of Activity	FY 2009			FY 2008	
	2nd Q	1st Q	4th Q	3rd Q	2nd Q
Financial Sector	95	167	484	619	210
Services	1,025	1,008	2,233	2,256	2,419
- Public Sector	6	7	1,320	1,295	1,272
- Other	1,019	1,001	913	961	1,147
Agriculture & Livestock	1,277	1,404	1,275	1,148	1,266
Consumer	5,614	5,292	5,295	4,979	5,089
Retail & Wholesale Trade	1,400	1,298	1,184	1,547	1,360
Construction	126	89	82	154	182
Manufacturing	1,782	1,779	1,591	1,985	1,790
Other	216	185	104	131	79
Total Loans	11,535	11,222	12,248	12,819	12,395
Allowances	702	632	527	459	520
Total Loans, Net	10,833	10,590	11,721	12,360	11,875

As of June 30, 2009 the Bank's total exposure to the public sector amounted to Ps.5,302 million, with a Ps.566 million reduction (9.6%) from the same date of the prior year. Excluding debt securities issued by the Argentine Central Bank, net exposure to the non-financial public sector decreased by Ps.1,500 million (or 26.9%), from Ps.5,568 million as of June 30, 2008 to Ps.4,068 million as of June 30, 2009. Such decrease was not only due to the reception of assets issued by the Argentine Central Bank as part of the exchange of National Secured Loans carried out by the end of January, 2009, but also due to sales of other public sector assets received in such exchange. Likewise, this decrease was boosted by the Ps.673 million decrease in the balance of Boden 2012, as a consequence of the sale of the 15th interest and amortization coupon, and to the collection of the amortization installment of August, 2008, partially offset by the depreciation of the Peso during the period.

Out of the Ps.5,302 million exposure to the public sector, Ps.1,234 million corresponded to securities issued by the Argentine Central Bank.

In millions of pesos

Table VIII Exposure to the Argentine Public Sector ^(*)	FY 2009			FY 2008	
	2 nd Q	1 st Q	4 th Q	3 rd Q	2 nd Q
Government Securities' Net Position	4,346	4,957	3,603	3,440	3,580
Held for Trading	972	637	585	640	302
Special Investment	800	1,157	-	-	-
- Nobac 2010 Bills	339	337	-	-	-
- Bogar 2018 Bonds	109	180	-	-	-
- Boden 2014 Bonds ⁽¹⁾	352	452	-	-	-
- Discount Bonds 2033	-	188	-	-	-
Boden 2012 Bonds	1,913	2,502	2,351	2,114	2,586
Discount Bonds and GDP-Linked Negotiable Securities	661	661	667	686	692
Loans	7	8	1,428	1,403	1,380
Secured Loans, Net	4	6	1,320	1,295	1,272
Other	3	2	108	108	108
Other Receivables Resulting from Financial Brokerage	949	937	927	919	908
Trust Certificates of Participation and Securities	949	937	927	919	908
Total Exposure	5,302	5,902	5,958	5,762	5,868

(*) 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.

(1) In Special Investment from April 1, 2009 on. Until March 31, 2009 they were registered as established by caption 2 of Communiqué "A" 4989 of the Argentine Central Bank.

Equity investments amounted to Ps.59.4 million.

The item "Bank Premises and Equipment, Miscellaneous and Intangible Assets" includes Ps.294 million of net deferred losses associated to *amparo* claims.

The Bank's consolidated deposits amounted to Ps.15,115 million, of which Ps.236 million were deposits in Galicia Uruguay.

As of June 30, 2009, the Bank's deposits in Argentina amounted to Ps.15,121 million, representing a 17.5% increase as compared to June 30, 2008, and a 11.9% annualized increase during the quarter.

As regards the share of Dollar-denominated deposits in total deposits, the Bank showed a similar behavior to that of the Argentine financial system as a whole, with a 72.3% increase during the last twelve months and a 35.2% annualized growth during the quarter. The increase in Dollar-denominated deposits includes the variation of the exchange rate during the period. In addition, Peso-denominated deposits recorded a 9.0% increase year-over-year and a 7.0% annualized increase during the quarter.

In millions of pesos

Table IX	FY 2009				FY 2008
	2nd Q	1st Q	4th Q	3rd Q	2nd Q
Deposits in Argentina					
In Pesos	12,159	11,954	11,848	12,246	11,150
Current Accounts	3,328	2,904	3,126	3,173	2,892
Savings Accounts	2,917	2,672	2,819	2,637	2,522
Time Deposits	5,688	6,136	5,644	6,174	5,429
Adjusted Time Deposits	3	5	26	32	65
Other	223	237	233	230	242
In Foreign Currency	2,962	2,747	2,161	1,843	1,719
Total Deposits	15,121	14,701	14,009	14,089	12,869

As of June 30, 2009, the Bank's estimated market share of deposits in the Argentine financial system, considering its deposits in Argentina only, was 6.07%, compared with 6.02% as of the end of the prior quarter, and with 5.71% as same date of 2008.

Considering only private-sector deposits, the Bank's estimated deposit market share reached 7.64% as of June 30, 2009, compared with 7.73% as of the same date of 2008, and remained at the same level of the previous quarter.

Table X	FY 2009				FY 2008
	2nd Q	1st Q	4th Q	3rd Q	2nd Q
Market Share (*)					
Total Deposits	6.07	6.02	5.93	5.89	5.71
Private Sector Deposits (**)	7.64	7.64	7.61	7.97	7.73
Total Loans	5.95	5.92	6.16	6.64	6.73
Loans to the Private Sector	6.58	6.48	6.12	6.78	7.05

(*) *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.*

(**) *Beginning in December 2008, deposits from AFJPs are included as deposits from the public sector.*

Other financial liabilities amounted to Ps.7,718 million, Ps.398 million higher than in the same quarter of fiscal year 2008, mainly due to an increase in the balance of spot transactions pending settlement, of repurchase agreement transactions with the Argentine Central Bank and of financing to merchants in connection with credit-card activities. These increases were partially offset by the reduction of foreign currency denominated debt, as a consequence of the cancellation of repurchase agreement transactions and of a US\$ 166 million decrease in the balance of negotiable obligations due to amortizations and cancellations in advance of the Bank's Head Office restructured foreign debt, and by the prepayment of the remaining debt of Banco Galicia Uruguay.

In millions of pesos

Table XI Other Financial Liabilities	FY 2009			FY 2008	
	2 nd Q	1 st Q	4 th Q	3 rd Q	2 nd Q
Domestic Financial Institutions and Credit Entities	262	227	249	295	442
Foreign Financial Institutions and Credit Entities	528	598	772	752	761
Negotiable Obligations ^(*)	2,791	2,836	2,877	2,669	2,831
Obligations in Connection with Spot Transactions Pending Settlement and Repurchase Agreement Transactions	1,637	1,020	1,378	1,614	1,395
Other ^(**)	2,500	2,413	2,297	1,988	1,891
Total	7,718	7,094	7,573	7,318	7,320

(*) Includes subordinated negotiable obligations.

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

As of June 30, 2009, the Bank had 1.6 million deposit accounts, which represents an increase of approximately 134 thousand accounts as compared with the same date of the previous year. Likewise, the number of credit cards reached 5.7 million, with a 168 thousand decrease from those managed a year before, due to the clean-up of the regional credit card companies' client base that these companies have been carrying on during the last quarters. (See the *Additional Information* table)

ASSET QUALITY

The Bank's non-accrual loan portfolio amounted to Ps.680 million as of June 30, 2009, compared to Ps.465 million as of the same date of the prior year. The non-accrual loan portfolio represented 5.90% of total loans to the private-sector as of June 30, 2009, compared to 4.22% as of June 30, 2008.

Allowances for loan losses as a percentage of total loans to the private sector increased to 6.09% as of June 30, 2009 from 4.72% as of June 30, 2008. The coverage of the non-accrual loan portfolio with allowances for loan losses reached 103.24% as of the end of the second quarter of FY 2009, while at the same date of the prior fiscal year the coverage was 111.83%.

In millions of pesos, except percentages

Table XII Loan Portfolio Quality	FY 2009			FY 2008	
	2 nd Q	1 st Q	4 th Q	3 rd Q	2 nd Q
Non-Accrual Loans ^(*)	680	563	428	362	465
With Preferred Guarantees	49	47	42	39	38
With Others Guarantees	59	47	10	3	6
Without Guarantees	572	469	376	320	421
Allowance for Loan Losses	702	632	527	459	520
Non-Accrual Loans to Total Loans (%)	5.90	5.02	3.49	2.82	3.75
Non-Accrual Loans to Private-Sector Loans (%)	5.90	5.02	3.96	3.17	4.22
Allowance for Loan Losses to Total Loans (%)	6.09	5.63	4.30	3.58	4.20
Allowance for Loan Losses to Private-Sector Loans (%)	6.09	5.64	4.87	4.02	4.72
Allowance for Loan Losses to Non-Accrual Loans (%)	103.24	112.26	123.13	126.80	111.83
Non-Accrual Loans with Guarantees to Non-Accrual Loans (%)	15.88	16.70	12.15	11.60	9.46

(*) 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.74 million were charged off against the allowance for loan losses and direct charges to the income statement for Ps.2 million were made.

In millions of pesos

Table XIII Consolidated Analysis of Loan Loss Experience	FY 2009			FY 2008	
	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	632	527	459	520	461
Changes in the Allowance for Loan Losses					
Provisions Charged to Income	144	180	131	84	96
Provisions Reversed	-	-	-	(6)	-
Charge Offs	(74)	(75)	(63)	(139)	(37)
Allowance for Loan Losses at Quarter End	702	632	527	459	520
Charge to the Income Statement					
Provisions Charged to Income	140	174	128	82	91
Direct Charge Offs	2	2	2	2	2
Bad Debts Recovered	(8)	(8)	(6)	(52)	(10)
Provisions Reversed ^(*)	-	-	-	(6)	-
Net Charge to the Income Statement	134	168	124	26	83

(*) Recorded under "Net Other Income".

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	FY 2009			FY 2008	
	2 nd Q	1 st Q	4 th Q	3 rd Q	2 nd Q
Non-Accrual Portfolio ^(*)	696	576	436	370	479
With Preferred Guarantees	52	49	43	40	40
With Other Guarantees	60	47	11	3	6
Without Guarantees	584	480	382	327	433
Allowance for Credit Losses	717	646	540	470	533
Non-Accrual Portfolio to Total Credit (%)	5.05	4.27	2.99	2.43	3.31
Non-Accrual Portfolio to Private-Sector Credit (%)	5.05	4.27	3.31	2.67	3.65
Allowance for Credit Losses to Total Credit (%)	5.20	4.79	3.70	3.08	3.68
Allowance for Credit Losses to Private-Sector Credit (%)	5.20	4.79	4.10	3.40	4.06
Allowance for Credit Losses to Non-Accrual Portfolio (%)	103.02	112.15	123.85	127.03	111.27
Non-Accrual Portfolio with Guarantees to Non-Accrual Portfolio (%)	16.09	16.67	12.39	11.62	9.60

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

CAPITALIZATION AND LIQUIDITY

As of June 30, 2009, the Bank's consolidated computable capital exceeded by Ps.1,025 million the Ps.1,657 million minimum capital requirement. This excess was of Ps.854 million as of June 30, 2008.

The Ps.106 million increase in the minimum capital requirement compared with June 30, 2008 was mainly attributable to the Ps.78 million higher requirements in connection with financing to the non-financial public sector, mainly due to the increase of the coefficient "Alfa 1" from 0.75 to 1.00, thus eliminating the reduction coefficient from January 2009 on.

The Ps.277 million increase in computable capital, as compared to June 30, 2008, was mainly a consequence of: (i) higher core capital, for Ps.198 million, mainly due to 2008 fiscal year's net income, and (ii) higher supplemental capital, for Ps.135 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. Offsetting these effects, an increase of Ps.75 million was recorded, due to higher organization and development expenses.

In millions of pesos, except ratios

Table XV	FY 2009				FY 2008
	2nd Q	1st Q	4th Q	3rd Q	2nd Q
Consolidated Regulatory Capital					
Minimum Capital Required (A)	1,657	1,646	1,564	1,522	1,551
Allocated to Financial Assets	892	871	945	888	904
Allocated to Fixed Assets	170	170	169	166	160
Allocated to Other Assets	90	86	69	61	63
Allocated to Market Risk	18	13	5	4	7
Allocated to Interest-Rate Risk	59	53	51	59	67
Allocated to Lending to the Public Sector	428	453	325	344	350
Computable Capital (B)	2,682	2,646	2,552	2,414	2,405
Core Capital	1,981	2,002	1,789	1,787	1,783
Supplemental Capital	947	874	995	834	812
Deductions	(272)	(263)	(245)	(212)	(197)
Additional Capital – Market Variation	26	33	13	5	7
Excess over Required Capital (B) - (A)	1,025	1,000	988	892	854
Total Capital Ratio (%)	13.74	13.60	13.92	13.54	13.27

As of June 30, 2009, the Bank's unconsolidated liquid assets (held by the Bank's Argentine operation only) represented 72.26% of the Bank's transactional deposits and 35.71% of its total deposits in Argentina. Including government securities available, at their market value, the latter ratio was 44.54%.

Table XVI	FY 2009				FY 2008
	2nd Q	1st Q	4th Q	3rd Q	2nd Q
Liquidity (unconsolidated)					
Liquid Assets ^(*) as a percentage of Transactional Deposits	72.26	66.84	68.10	68.84	47.61
Liquid Assets ^(*) as a percentage of Total Deposits	35.71	30.00	32.46	31.22	22.15

() 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 repos 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.gov.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

	FY 2009			FY 2008	
	2 nd Q	1 st Q	4 th Q	3 rd Q	2 nd Q
Cash and Due from Banks	3,968.4	3,223.3	3,404.6	3,291.0	3,037.6
Government and Corporate Securities	3,146.3	3,002.5	1,489.6	1,056.0	1,186.5
Net Loans	10,833.4	10,590.2	11,720.5	12,359.5	11,874.9
Other Receivables Resulting from Financial Brokerage	4,243.6	3,884.6	4,075.5	4,197.0	3,787.7
Equity Investments in Other Companies	59.4	57.8	57.3	94.0	52.6
Bank Premises and Equipment, Miscellaneous and Intangible Assets	1,491.8	1,490.1	1,481.8	1,414.5	1,373.5
Other Assets	1,854.9	2,270.1	2,210.5	1,816.8	1,603.7
Total Assets	25,597.8	24,518.6	24,439.8	24,228.8	22,916.5
Deposits	15,115.0	14,741.4	14,097.4	14,258.8	13,108.0
Other Liabilities Resulting from Financial Brokerage	6,604.6	6,034.1	6,585.6	6,447.4	6,477.9
Subordinated Negotiable Obligations	1,113.0	1,060.1	987.0	870.2	841.8
Other	607.2	565.9	689.8	619.1	540.0
Minority Interests	132.1	132.3	125.3	119.4	112.6
Total Liabilities	23,571.9	22,533.8	22,485.1	22,314.9	21,080.3
Shareholders' Equity	2,025.9	1,984.8	1,954.7	1,913.9	1,836.2
Foreign-Currency Assets and Liabilities					
Assets	7,359.7	7,053.0	7,100.7	6,096.6	6,092.4
Liabilities	7,664.1	7,221.9	7,263.0	6,853.9	6,758.7
Net Forward Purchases/(Sales) of Foreign Currency ⁽¹⁾	1,080.5	647.4	471.1	959.5	782.3

(*) 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

	FY 2009			FY 2008	
	2 nd Q	1 st Q	4 th Q	3 rd Q	2 nd Q
FINANCIAL INCOME	703.7	741.4	740.2	586.3	639.9
Interest on Cash and Due from Banks	0.2	0.2	0.8	1.6	2.1
Interest on Loans to the Financial Sector	1.2	1.6	1.8	1.0	0.7
Interest on Overdrafts	51.3	54.7	55.8	49.8	40.8
Interest on Promissory Notes	88.6	104.3	120.0	115.0	101.3
Interest on Mortgage Loans	29.9	31.3	33.3	32.1	30.9
Interest on Pledge Loans	3.0	3.0	4.0	4.0	3.6
Interest on Credit-Card Loans	208.0	200.8	198.8	157.2	161.1
Interest on Other Loans	103.2	96.2	89.5	79.0	78.2
Net Income from Government and Corporate Securities	125.2	84.3	54.6	38.5	62.9
Interest on Other Receivables Resulting from Financial Brokerage	3.7	7.1	7.1	8.0	8.9
Net Income from Secured Loans Decree No.1387/01	-	4.6	13.5	13.2	13.1
CER Adjustment	1.2	19.1	20.1	24.1	39.0
Other	53.0	117.7	151.2	54.8	29.4
Quotation Differences on Gold and Foreign Currency	35.2	16.5	(10.3)	8.0	67.9
FINANCIAL EXPENSES	342.7	378.7	367.4	355.0	354.0
Interest on Current-Account Deposits	3.3	3.2	6.9	5.4	4.7
Interest on Savings-Account Deposits	0.8	0.9	0.7	0.9	0.9
Interest on Time Deposits	206.6	232.0	232.2	206.6	153.9
Interest on Subordinated Obligations	31.0	29.6	27.4	24.7	24.4
Other Interest	0.8	0.7	0.6	0.7	0.9
Interest on Interbank Loans Received (Call Money Loans)	1.6	0.2	3.6	-	2.0
Interest on Financing from the Financial Sector	-	0.1	0.1	0.2	0.2
Interest on Other Liabilities Resulting from Financial Brokerage	57.8	64.3	72.1	70.1	69.7
Contributions to the Deposit Insurance Fund	6.5	6.1	6.1	5.8	6.0
CER Adjustment	0.1	0.1	0.6	1.0	3.3
Other	34.2	41.5	17.1	39.6	88.0
GROSS FINANCIAL MARGIN	361.0	362.7	372.8	231.3	285.9
PROVISIONS FOR LOAN LOSSES	144.7	177.5	132.0	84.2	94.0
INCOME FROM SERVICES, NET	351.5	335.2	330.8	327.6	300.4
ADMINISTRATIVE EXPENSES	474.2	436.1	463.7	456.3	435.1
Personnel Expenses	272.0	238.6	255.4	248.1	235.2
Directors' and Syndics' Fees	1.4	1.3	2.5	1.3	1.4
Other Fees	13.8	11.8	13.2	13.9	12.8
Advertising and Publicity	24.8	29.0	36.3	42.5	41.9
Taxes	27.3	26.9	25.7	23.4	23.5
Depreciation of Premises and Equipment	18.4	17.8	15.8	15.1	14.9
Amortization of Organization Expenses	10.3	9.9	10.7	9.7	9.0
Other Operating Expenses	68.3	66.7	63.9	65.6	61.4
Other	37.9	34.1	40.2	36.7	35.0
MINORITY INTERESTS RESULTS	(4.8)	(5.2)	(5.9)	(6.8)	(4.0)
INCOME FROM EQUITY INVESTMENTS	0.3	(1.2)	0.6	56.2	1.0
NET OTHER INCOME	(18.2)	(20.4)	(37.3)	25.0	6.0
INCOME TAX	29.8	27.4	24.4	15.2	22.1
NET INCOME / (LOSS)	41.1	30.1	40.9	77.6	38.1

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

ADDITIONAL INFORMATION

	FY 2009			FY 2008	
	2 nd Q	1 st Q	4 th Q	3 rd Q	2 nd Q
Mutual Funds (In millions of pesos) (*)	791.5	821.4	776.0	787.6	651.1
Physical Data (Number of)					
Employees	8,850	8,965	9,246	9,674	9,695
Bank in Argentina	5,112	5,174	5,324	5,494	5,591
Other companies	3,738	3,791	3,922	4,180	4,104
Branches	389	391	390	382	378
Bank Branches	237	239	239	234	234
Regional Credit-Card Companies Offices	152	152	151	148	144
Deposit Accounts (in thousands)	1,568	1,557	1,541	1,520	1,434
Credit Cards (in thousands)	5,710	5,684	5,981	5,995	5,878
Inflation and Exchange Rates					
Retail Price Index (%) (**)	1.09	1.61	1.11	1.35	2.04
Wholesale Price Index (IPIM) (%) (**)	1.91	1.00	0.01	2.16	3.54
CER Coefficient (%) (**)	1.33	1.28	1.31	1.50	2.52
Exchange Rate (Pesos per US\$) (***)	3.7952	3.7135	3.4537	3.1302	3.0242

(*) 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 Uruguay

On May 15, 2009 Banco Galicia Uruguay cancelled in advance the remaining outstanding balance of its restructured debt, the original due date of which was September 2011.

On May 2009, an extraordinary meeting of Banco Galicia Uruguay's shareholders approved a voluntary reduction of its capital.

Agreement to purchase Compañía Financiera Argentina

In order to consolidate its expansion strategy in the Argentine market, on June 2, 2009, the Bank entered into an agreement with American International Group Inc. ("AIG"), to purchase 80% of the shares of Compañía Financiera Argentina S.A. ("CFA"), Cobranzas & Servicios S.A. and AIG Universal Processing Center S.A. The Bank agreed to pay Ps.133.2 million, once the Argentine Central Bank's approval is granted.

CFA is a leading provider of personal loans in Argentina, with 93 branches nationwide, distribution agreements with more than 3,900 retailers and approximately 1 million customers. As of March 31, 2009, (last public information available), its total assets amounted to approximately Ps.1.5 billion, its loans to Ps.1.0 billion and its shareholders' equity to Ps.833 million.

In addition, the Bank has an option to buy the remaining 20% of the shares that can be exercised 90 days after the takeover of the company.

Development of Microfinance

In July 2009, the Bank signed an agreement with Red Argentina de Instituciones de Microcrédito (RADIM, an Argentine microfinance institutions network). The objective of this alliance is to strengthen local microfinance institutions ("MFIs"). To that purpose, the Bank launched a credit line for the development of MFIs which, in turn, grant microcredits to low-income homes, which usually don't have strong financial collaterals. Microcredits are short term loans for small amounts, for activities in connection to self-employment and home improvement activities, which aim is to improve life conditions of the poorest sectors.

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.gov.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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