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**BANCO DE GALICIA Y BUENOS AIRES S.A. REPORTS EARNINGS FOR
THE QUARTER ENDED JUNE 30, 2010**

(Buenos Aires, Argentina, August 10, 2010) – 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, 2010.

- **As of June 30, 2010, the Bank’s assets and liabilities have been consolidated on a line-by-line basis with those of Compañía Financiera Argentina S.A. (“CFA”), Cobranzas y Servicios S.A. and Universal Processing Center S.A. (we refer to these three companies in aggregate as “CFA Group”) due to the acquisition of said companies. Given the incorporation date, no results stemming from said companies were recorded. (See *Recent Developments*)**

- **Net income for the second quarter of FY 2010 amounted to Ps.72.8 million, compared to a Ps.41.1 million profit for the second quarter of FY 2009. Net income before the amortization of deferred losses from *amparo* claims recorded a significant increase, reaching a Ps.202.4 million profit, from the Ps.68.9 million profit of the prior year. This improvement enabled the Bank to accelerate the amortization of the total remaining balance of deferred amortizations of losses from *amparo* claims, for Ps.102.5 million.**

- **The increase in the operating income was a consequence of a significant increase in the volume of activity with the private sector, together with the continuous improvement of the Bank’s financial condition, through the reduction of its exposure to the public sector and of its foreign debt.**

- **As of June 30, 2010, the Bank’s credit exposure to the private sector reached Ps.21,059 million, including Ps.3,684 million from the regional credit-card companies and Ps.1,299 million from CFA. The Bank’s estimated market share of loans to the private sector as of June 30, 2010 was 8.68%, 0.73 percentage points corresponding to CFA.**

- **The Bank’s total deposits reached Ps.18,574 million, including Ps.304 million from CFA. The Bank’s estimated market share of deposits from the private sector was 7.95%, 0.14 percentage points corresponding to CFA.**

- **The reduction of the exposure to the non financial public sector amounted to Ps.1,868 million since June 2009, which represented an 8.6 percentage points decrease to total assets (from 15.9% to 7.3%).**

NET INCOME FOR THE SECOND QUARTER ENDED JUNE 30, 2010

In the second quarter of FY 2010, the Bank recorded a Ps.72.8 million profit, compared with a Ps.41.1 million profit for the same quarter of the previous year.

Excluding the Ps.129.6 million loss from the amortization of deferred losses from *amparo* claims, the profit for the second quarter of FY 2010 amounted to Ps.202.4 million, with a Ps.133.5 million increase as compared to the Ps.68.9 million profit in the same quarter of the previous year. The latter figure excludes a Ps.27.8 million loss from the amortization of deferred losses from *amparo* claims.

The Ps.101.8 million increase in the amortization of deferred losses from *amparo* claims, as compared to the same quarter of the prior year, stems from the decision of accelerating the amortization of the total remaining amount of deferred amortizations of losses from *amparo* claims

The improvement in the income before the amortization of deferred losses from *amparo* claims was mainly a consequence of the Ps.243.7 million increase in the adjusted operating income⁽¹⁾, together with a Ps.29.7 million decrease in loan loss provisions. This increase was partially offset by higher administrative expenses, for Ps.134.1 million, and a higher income tax, for Ps.19.5 million.

The adjusted operating income for the quarter totaled Ps.963.2 million, up 33.9% from the Ps.719.5 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.134.9 million) and a higher net income from services (up Ps.108.8 million).

| Table I | <i>In pesos</i> | | | |
|---|-------------------|-------------------|------------------|----------|
| | FY 2010 | FY 2009 | Six Months Ended | |
| Earnings per Share | 2 nd Q | 2 nd Q | 06/30/10 | 06/30/09 |
| Average Shares Outstanding (in thousands) | 562,327 | 562,327 | 562,327 | 562,327 |
| Book Value per Share | 4.019 | 3.603 | 4.019 | 3.603 |
| Earnings per Share | 0.129 | 0.073 | 0.237 | 0.127 |

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

(2) Adjusted net financial income: net financial income/loss 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.

It is worth mentioning that on June 30, 2010, the assets and liabilities of Compañía Financiera Argentina S.A., Cobranzas y Servicios S.A. and Universal Processing Center S.A. have been consolidated on a line-by-line basis due to the acquisition of said companies. Given the incorporation date, no results stemming from CFA Group were recorded. (See *Recent Developments*)

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 Universal Processing Center S.A.

SECOND QUARTER OF FY 2010 RESULTS

| Table II | <i>Percentages</i> | | | |
|--|-------------------------|-------------------------|-------------------------|-----------------|
| | FY 2010 | FY 2009 | Six Months Ended | |
| Profitability and Efficiency | 2nd Q | 2nd Q | 06/30/10 | 06/30/09 |
| Return on Average Assets ^(*) | 1.39 | 0.76 | 1.29 | 0.68 |
| Return on Average Shareholders’ Equity ^(*) | 13.10 | 8.21 | 12.17 | 7.14 |
| Financial Margin ^(*) (1) | 9.60 | 8.04 | 8.83 | 8.04 |
| Net Income from Services as a % of Operating Income ⁽²⁾ | 47.95 | 49.33 | 49.61 | 48.69 |
| Net Income from Services as a % of Administrative Expenses | 75.67 | 74.12 | 75.62 | 75.44 |
| Administrative Expenses as a % of Operating Income ⁽²⁾ | 63.37 | 66.55 | 65.61 | 64.54 |

(*) 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 2010 amounted to Ps.499.6 million, up Ps.138.6 million from the second quarter of the previous fiscal year. Including the Ps.3.3 million financial income from security margins of repurchase agreement transactions, the Bank’s adjusted net financial income for the second quarter of FY 2010 amounted to Ps.502.9 million. Including the Ps.7.0 million financial income from security margins of repurchase agreement transactions, the adjusted net financial income for the second quarter of FY 2009 was Ps.368.0 million.

The quarter’s net financial income includes a Ps.11.3 million gain from quotation differences, including the results from foreign-currency forward transactions. This gain was composed of a Ps.36.7 million gain from FX brokerage and of a Ps.25.4 million loss from the valuation of the Bank’s foreign-currency net position and the results from foreign-currency forward transactions. In the same quarter of the prior year, the gain from quotation differences was of Ps.35.1 million (composed by a Ps.35.9 million gain from FX brokerage and a Ps.0.8 million loss from the valuation of the foreign-currency net position and the results from foreign-currency forward transactions).

The quarter’s adjusted net financial income before quotation differences amounted to Ps.491.6 million, with a Ps.158.7 million increase as compared to the Ps.332.9 million income of the same quarter of 2009, mainly as a consequence of a significant increase in the volume of activity with the private sector and of a higher average spread, not only due to the performance of interest rates on assets and liabilities, but also due to an improvement in the structure of funding as a result of an increase in non interest-bearing liabilities.

The average interest-earning assets grew by Ps.2,853 million as compared to the same quarter of the previous fiscal year, as a consequence of the Ps.4,404 million increase in the average portfolio of loans to the private sector, partially offset by the Ps.1,414 million decrease in the average balance of the portfolio of public sector securities. Interest-bearing liabilities increased only Ps.86.0 million during the same period, due to the 8.6% increase of interest-bearing deposits, offset mainly by the 21.3% decrease in the balance of foreign-debt securities.

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

| Table III Average Balances, Yield and Rates ^(*) | FY 2010 | | | | | | | | FY 2009 | |
|--|-------------------|--------------|-------------------|--------------|-------------------|--------------|-------------------|--------------|-------------------|--------------|
| | 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 | 20,822 | 15.25 | 20,156 | 13.71 | 19,374 | 15.19 | 18,190 | 16.07 | 17,969 | 15.04 |
| Government Securities ^(**) | 3,313 | 15.45 | 4,485 | 10.02 | 4,930 | 12.63 | 4,453 | 16.68 | 4,727 | 11.54 |
| Loans | 15,369 | 16.72 | 13,863 | 16.24 | 12,558 | 17.92 | 11,247 | 18.32 | 10,970 | 18.68 |
| - Private Sector | 15,369 | 16.72 | 13,861 | 16.25 | 12,554 | 17.91 | 11,243 | 18.32 | 10,965 | 18.69 |
| - Public Sector | - | - | 2 | 2.55 | 4 | 45.28 | 4 | 21.33 | 5 | 3.40 |
| Financial Trusts Securities | 869 | (4.38) | 943 | (3.84) | 1,000 | (2.68) | 1,046 | (0.32) | 1,113 | (1.15) |
| Other Interest-Earning Assets | 1,271 | 10.41 | 865 | 11.29 | 886 | 10.96 | 1,444 | 8.57 | 1,159 | 10.31 |
| Interest-Bearing Liabilities | 15,817 | 6.45 | 16,690 | 6.24 | 16,242 | 7.22 | 15,984 | 7.55 | 15,731 | 7.91 |
| Current Accounts | 580 | 1.17 | 1,440 | 1.05 | 1,278 | 0.99 | 1,345 | 0.94 | 1,369 | 0.99 |
| Savings Accounts | 3,679 | 0.19 | 3,466 | 0.19 | 3,241 | 0.19 | 3,147 | 0.19 | 2,882 | 0.18 |
| Time Deposits | 8,093 | 8.58 | 8,296 | 9.09 | 7,931 | 10.74 | 7,366 | 11.46 | 7,128 | 11.62 |
| Debt Securities | 2,152 | 10.64 | 2,125 | 8.61 | 2,453 | 8.61 | 2,599 | 9.18 | 2,736 | 10.33 |
| Other Interest-Bearing Liabilities | 1,313 | 6.34 | 1,363 | 6.00 | 1,339 | 6.85 | 1,527 | 6.94 | 1,616 | 7.15 |

() Does not include 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 2010 amounted to Ps.115.0 million, Ps.29.7 million lower than in the same quarter of the prior year, as a consequence of an improvement in the performance of the credit portfolio during the period.

Net income from services amounted to Ps.460.3 million, up 31.0% from the Ps.351.5 million recorded in the second quarter of the previous fiscal year. All items recorded a significant increase as compared with the same quarter of 2009, particularly credit-related fees (52.5%), fees related to national and regional credit cards (33.9%), to foreign trade (30.8%) and to deposits (29.1%). This result reflects the increase in the Bank's volume of transactions during the year, 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 2010 | | | FY 2009 | |
|---|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| | 2nd Q | 1st Q | 4th Q | 3rd Q | 2nd Q |
| National Cards | 153.1 | 144.1 | 148.2 | 121.7 | 104.3 |
| Regional Credit Cards | 231.9 | 209.4 | 205.7 | 194.0 | 183.2 |
| Deposit Accounts | 81.1 | 75.3 | 68.7 | 65.7 | 62.8 |
| Insurance | 34.0 | 31.4 | 30.3 | 29.4 | 29.9 |
| Financial Fees | 14.5 | 13.2 | 12.8 | 12.7 | 12.9 |
| Credit-Related Fees | 33.1 | 28.4 | 20.2 | 19.7 | 21.7 |
| Foreign Trade | 15.7 | 14.4 | 15.2 | 13.8 | 12.0 |
| Collections | 10.9 | 9.1 | 8.6 | 8.2 | 8.5 |
| Utility-Bills Collection Services | 8.6 | 7.5 | 7.3 | 6.8 | 6.3 |
| Mutual Funds | 1.5 | 1.3 | 1.4 | 1.2 | 1.1 |
| Other | 44.8 | 43.1 | 44.8 | 42.1 | 27.0 |
| Total Income | 629.2 | 577.2 | 563.2 | 515.3 | 469.7 |
| Total Expenditures | 168.9 | 147.0 | 154.4 | 139.3 | 118.2 |
| Income from Services, Net | 460.3 | 430.2 | 408.8 | 376.0 | 351.5 |

Administrative expenses for the quarter totaled Ps.608.3 million, up 28.3% from the same quarter of the previous year. Personnel expenses grew 28.2%, mainly as a consequence of a salary increase agreement with the Union, in force since January 2010. The remaining administrative expenses amounted to Ps.259.5 million, with a Ps.57.3 million increase (28.3%) as compared to Ps.202.2 million from the second quarter of FY 2009. Half of this increase, is explained by higher advertising and publicity expenses and by higher taxes.

Net other losses for the quarter amounted to Ps.92.5 million, Ps.74.3 million higher than in the same quarter of the prior year, mainly as a consequence of the acceleration of the amortization of the total remaining balance of deferred amortizations of losses from *amparo* claims, for Ps.102.5 million.

The income tax charge was of Ps.49.3 million, Ps.19.5 million higher than in the second quarter of FY 2009. This charge corresponds to the regional credit-card companies.

LEVEL OF ACTIVITY

As of June 30, 2010, the Bank's total exposure to the private sector reached Ps.21,059 million, Ps.1,299 million of which corresponded to CFA. Excluding the latter figure, the Bank's total exposure to the private sector reached Ps.19,760 million, with a 36.5% increase during the last twelve months and a 47.6% annualized increase during the quarter.

The Bank's market share of loans to the private sector as of June 30, 2010, without considering those granted by the regional credit card companies and by CFA, was of 7.95%, compared to a 7.86% and a 6.59% from March 31, 2010, and June 30, 2009, respectively. Including loans granted by CFA, said market share reached 8.68% as of June 30, 2010.

In millions of pesos

| Table V Exposure to the Private Sector | FY 2010 | | | | FY 2009 |
|---|-------------------|-------------------|-------------------|-------------------|-------------------|
| | 2 nd Q | 1 st Q | 4 th Q | 3 rd Q | 2 nd Q |
| Loans | 17,939 | 14,851 | 14,259 | 12,098 | 11,529 |
| Leasing | 356 | 341 | 343 | 371 | 399 |
| Corporate Securities | 21 | 21 | 31 | 11 | 8 |
| Other Financing ^(*) | 2,558 | 2,410 | 2,246 | 2,056 | 1,841 |
| Total Credit | 20,874 | 17,623 | 16,879 | 14,536 | 13,777 |
| Securitized Loans ^(**) | 185 | 306 | 444 | 502 | 705 |
| Total | 21,059 | 17,929 | 17,323 | 15,038 | 14,482 |

(*) 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, 2010, includes the outstanding balances of the loans transferred to the following trusts: "Galicia Personales VII" and "Galicia Créditos Inmobiliarios II". Also includes the outstanding balances of the loans securitized by the regional credit-card companies and CFA Series VII.

During the year, loans to the private sector by type of borrower (excluding loans granted by CFA) registered growth in those granted to individuals (50.1%), SMEs (36.7%) and large corporations (21.4%). By sector of activity, the higher growth was recorded in consumer (51.6%), the manufacturing industry (36.5%), the agriculture and livestock sector (33.4%) and in retail and wholesale trade (26.7%).

In millions of pesos

| Table VI Loans by Type of Borrower | FY 2010 | | | | FY 2009 |
|---------------------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| | 2 nd Q | 1 st Q | 4 th Q | 3 rd Q | 2 nd Q |
| Large Corporations | 2,243 | 1,848 | 1,801 | 1,714 | 1,847 |
| Middle-Market Companies | 5,010 | 5,108 | 4,844 | 3,880 | 3,666 |
| Individuals | 10,115 | 7,637 | 7,143 | 6,366 | 5,921 |
| Financial Sector | 571 | 258 | 471 | 138 | 95 |
| Non-Financial Public Sector | 1 | 1 | 5 | 5 | 6 |
| Total Loans | 17,940 | 14,852 | 14,264 | 12,103 | 11,535 |
| Allowances | 932 | 811 | 806 | 753 | 702 |
| Total Loans, Net | 17,008 | 14,041 | 13,458 | 11,350 | 10,833 |

In millions of pesos

| Table VII Loans by Sector of Activity | FY 2010 | | | | FY 2009 |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|
| | 2 nd Q | 1 st Q | 4 th Q | 3 rd Q | 2 nd Q |
| Financial Sector | 571 | 258 | 471 | 138 | 95 |
| Services | 1,285 | 1,120 | 1,082 | 1,026 | 1,025 |
| - Public Sector | 1 | 1 | 5 | 5 | 6 |
| - Other | 1,284 | 1,119 | 1,077 | 1,021 | 1,019 |
| Agriculture & Livestock | 1,704 | 1,965 | 1,804 | 1,396 | 1,277 |
| Consumer | 9,740 | 7,313 | 6,782 | 6,035 | 5,614 |
| Retail & Wholesale Trade | 1,774 | 1,686 | 1,651 | 1,457 | 1,400 |
| Construction | 193 | 198 | 177 | 150 | 126 |
| Manufacturing | 2,432 | 2,149 | 2,085 | 1,776 | 1,782 |
| Other | 241 | 163 | 212 | 125 | 216 |
| Total Loans | 17,940 | 14,852 | 14,264 | 12,103 | 11,535 |
| Allowances | 932 | 811 | 806 | 753 | 702 |
| Total Loans, Net | 17,008 | 14,041 | 13,458 | 11,350 | 10,833 |

As of June 30, 2010, the Bank's exposure to the public sector amounted to Ps.3,482 million. Excluding debt securities issued by the Argentine Central Bank said exposure reached Ps.2,200 million. Net exposure to the non-financial public sector decreased by Ps.1,868 million, which represents a 45.9% decrease from June 30, 2009. Such decrease was mainly due to the sell out of the Bank's holdings of Boden 2012 Bonds.

In millions of pesos

| Table VIII Exposure to the Argentine Public Sector (*) | FY 2010 | | | FY 2009 | |
|---|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| | 2nd Q | 1st Q | 4th Q | 3rd Q | 2nd Q |
| Government Securities' Net Position | 2,580 | 4,005 | 4,872 | 4,751 | 4,346 |
| Held for Trading | 1,332 | 1,517 | 1,749 | 1,473 | 972 |
| Nobac 2010 Bills | - | - | 270 | 337 | 339 |
| Bogar 2018 Bonds | - | - | - | - | 109 |
| Boden 2014 Bonds | - | - | - | - | 352 |
| Bonar 2015 Bonds | 636 | 610 | 324 | 350 | - |
| Boden 2012 Bonds | - | 1,266 | 1,907 | 1,940 | 1,913 |
| Discount Bonds and GDP-Linked Negotiable Securities | 612 | 612 | 622 | 651 | 661 |
| Loans | 1 | 1 | 5 | 5 | 6 |
| Secured Loans, Net | - | - | 4 | 4 | 4 |
| Other | 1 | 1 | 1 | 1 | 2 |
| Other Receivables Resulting from Financial Brokerage | 901 | 911 | 925 | 938 | 950 |
| Trust Certificates of Participation and Securities | 900 | 910 | 924 | 937 | 949 |
| Other | 1 | 1 | 1 | 1 | 1 |
| Total Exposure | 3,482 | 4,917 | 5,802 | 5,694 | 5,302 |

(*) 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.

Equity investments amounted to Ps.66.8 million, up 12.5% from the Ps.59.4 million recorded during the second quarter of 2009.

The item "Bank Premises and Equipment, Miscellaneous and Intangible Assets" includes Ps.115 million of net deferred losses associated to *amparo* claims.

As of June 30, 2010, the Bank's deposits in Argentina amounted to Ps.18,574 million. Excluding those from CFA, said deposits amounted to Ps.18,270 million, representing a 20.8% increase as compared to June 30, 2009.

In millions of pesos

| Table IX Deposits in Argentina | FY 2010 | | | FY 2009 | |
|---|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| | 2nd Q | 1st Q | 4th Q | 3rd Q | 2nd Q |
| In Pesos | 15,206 | 14,904 | 14,118 | 12,777 | 12,159 |
| Current Accounts | 4,784 | 3,941 | 3,744 | 3,257 | 3,328 |
| Savings Accounts | 3,525 | 3,549 | 3,402 | 2,884 | 2,917 |
| Time Deposits | 6,601 | 7,136 | 6,713 | 6,362 | 5,688 |
| Adjusted Time Deposits | 5 | 1 | 1 | 2 | 3 |
| Other | 291 | 277 | 258 | 272 | 223 |
| In Foreign Currency | 3,368 | 3,083 | 2,965 | 3,034 | 2,962 |
| Total Deposits | 18,574 | 17,987 | 17,083 | 15,811 | 15,121 |

As of June 30, 2010, the Bank's estimated market share of deposits in the Argentine financial system was 5.72%. Considering only private-sector deposits, the Bank's estimated deposit market share reached

7.95% as of June 30, 2010. Excluding deposits raised by CFA, said market shares were 5.63% and 7.81%, respectively.

| Table X Market Share (*) | <i>Percentages</i> | | | | |
|-----------------------------|--------------------|-------------------|-------------------|-------------------|-------------------|
| | FY 2010 | | | | FY 2009 |
| | 2 nd Q | 1 st Q | 4 th Q | 3 rd Q | 2 nd Q |
| Total Deposits | 5.72 | 6.09 | 6.29 | 6.04 | 6.06 |
| Private Sector Deposits | 7.95 | 8.01 | 7.81 | 7.67 | 7.63 |
| Total Loans | 7.74 | 6.87 | 6.91 | 5.95 | 5.95 |
| Loans to the Private Sector | 8.68 | 7.86 | 7.67 | 6.82 | 6.59 |

(*) 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 June 30, 2010, figures include the balances from Compañía Financiera Argentina S.A.

Other financial liabilities amounted to Ps.7,766 million. Even though this amount is similar to that of the prior year, a significant change in its structure has been recorded, with a reduction of foreign-currency denominated liabilities and an increase of financing to merchants in connection with credit card activities.

| Table XI Other Financial Liabilities | <i>In millions of pesos</i> | | | | |
|---|-----------------------------|-------------------|-------------------|-------------------|-------------------|
| | FY 2010 | | | | FY 2009 |
| | 2 nd Q | 1 st Q | 4 th Q | 3 rd Q | 2 nd Q |
| Domestic Financial Institutions and Credit Entities | 298 | 209 | 251 | 218 | 262 |
| Foreign Financial Institutions and Credit Entities | 661 | 599 | 596 | 569 | 528 |
| Negotiable Obligations (*) | 2,274 | 2,191 | 2,519 | 2,726 | 2,791 |
| Obligations in Connection with Spot Transactions Pending Settlement and Repurchase Agreement Transactions | 1,101 | 1,187 | 794 | 1,039 | 1,637 |
| Other (**) | 3,432 | 3,039 | 2,983 | 2,710 | 2,500 |
| Total | 7,766 | 7,225 | 7,143 | 7,262 | 7,718 |

(*) Includes subordinated negotiable obligations.

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

As of June 30, 2010, the Bank had 1.8 million deposit accounts, which represents an increase of approximately 245 thousand accounts as compared with the same date of the previous year. Likewise, the number of credit cards reached 6.4 million, 695 thousand more than those managed a year before, 60 thousand of which corresponded to CFA. (See the *Additional Information* table)

ASSET QUALITY

The Bank's non-accrual loan portfolio amounted to Ps.819 million as of June 30, 2010. The increase recorded compared to the same date of the prior year, was due to the incorporation of the CFA portfolio. The non-accrual loan portfolio represented 4.57% of total loans to the private-sector as of June 30, 2010.

Allowances for loan losses as a percentage of total loans to the private sector reached 5.20% as of June 30, 2010, and the coverage of the non-accrual loan portfolio with allowances for loan losses reached 113.80% as of the end of the second quarter of FY 2010.

In millions of pesos, except percentages

| Table XII Loan Portfolio Quality | FY 2010 | | | FY 2009 | |
|---|-------------------|-------------------|-------------------|-------------------|-------------------|
| | 2 nd Q | 1 st Q | 4 th Q | 3 rd Q | 2 nd Q |
| Non-Accrual Loans (*) | 819 | 642 | 680 | 663 | 680 |
| With Preferred Guarantees | 27 | 27 | 34 | 53 | 49 |
| With Others Guarantees | 94 | 98 | 98 | 62 | 59 |
| Without Guarantees | 698 | 517 | 548 | 548 | 572 |
| Allowance for Loan Losses | 932 | 811 | 806 | 753 | 702 |
| Non-Accrual Loans to Total Loans (%) | 4.57 | 4.32 | 4.77 | 5.48 | 5.90 |
| Non-Accrual Loans to Private-Sector Loans (%) | 4.57 | 4.32 | 4.77 | 5.48 | 5.90 |
| Allowance for Loan Losses to Total Loans (%) | 5.20 | 5.46 | 5.65 | 6.22 | 6.09 |
| Allowance for Loan Losses to Private-Sector Loans (%) | 5.20 | 5.46 | 5.65 | 6.22 | 6.09 |
| Allowance for Loan Losses to Non-Accrual Loans (%) | 113.80 | 126.32 | 118.53 | 113.57 | 103.24 |
| Non-Accrual Loans with Guarantees to Non-Accrual Loans (%) | 14.77 | 19.47 | 19.41 | 17.35 | 15.88 |

(*) 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.99 million were charged off against the allowance for loan losses and direct charges to the income statement for Ps.4 million were made.

In millions of pesos

| Table XIII Consolidated Analysis of Loan Loss Experience | FY 2010 | | | FY 2009 | |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|
| | 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 | 811 | 806 | 753 | 702 | 632 |
| Changes in the Allowance for Loan Losses | | | | | |
| Incorporation of Compañía Financiera Argentina S.A. | 107 | - | - | - | - |
| Provisions Charged to Income | 113 | 118 | 173 | 141 | 144 |
| Provisions Reversed | - | - | (4) | - | - |
| Charge Offs | (99) | (113) | (116) | (90) | (74) |
| Allowance for Loan Losses at Quarter End | 932 | 811 | 806 | 753 | 702 |
| Charge to the Income Statement | | | | | |
| Provisions Charged to Income | 110 | 116 | 170 | 141 | 140 |
| Direct Charge Offs | 4 | 4 | 3 | 3 | 2 |
| Bad Debts Recovered | (15) | (15) | (10) | (12) | (8) |
| Provisions Reversed (*) | - | - | (4) | - | - |
| Net Charge to the Income Statement | 99 | 105 | 159 | 132 | 134 |

(*) 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 | FY 2010 | | | FY 2009 | |
|---|-------------------|-------------------|-------------------|-------------------|-------------------|
| | 2 nd Q | 1 st Q | 4 th Q | 3 rd Q | 2 nd Q |
| Non-Accrual Portfolio (*) | 838 | 659 | 696 | 682 | 696 |
| With Preferred Guarantees | 30 | 31 | 37 | 58 | 52 |
| With Other Guarantees | 95 | 99 | 99 | 63 | 60 |
| Without Guarantees | 713 | 529 | 560 | 561 | 584 |
| Allowance for Credit Losses | 946 | 825 | 821 | 767 | 717 |
| Non-Accrual Portfolio to Total Credit (%) | 4.01 | 3.74 | 4.12 | 4.69 | 5.05 |
| Non-Accrual Portfolio to Private-Sector Credit (%) | 4.01 | 3.74 | 4.12 | 4.69 | 5.05 |
| Allowance for Credit Losses to Total Credit (%) | 4.53 | 4.68 | 4.86 | 5.27 | 5.20 |
| Allowance for Credit Losses to Private-Sector Credit (%) | 4.53 | 4.68 | 4.86 | 5.28 | 5.20 |
| Allowance for Credit Losses to Non-Accrual Portfolio (%) | 112.89 | 125.19 | 117.96 | 112.46 | 103.02 |
| Non-Accrual Portfolio with Guarantees to Non-Accrual Portfolio (%) | 14.92 | 19.73 | 19.54 | 17.74 | 16.09 |

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

CAPITALIZATION AND LIQUIDITY

As of June 30, 2010, the Bank's consolidated computable capital exceeded by Ps.1,099 million the Ps.1,773 million minimum capital requirement. This excess was of Ps.1,025 million as of June 30, 2009.

In millions of pesos, except ratios

| Table XV Consolidated Regulatory Capital | FY 2010 | | | FY 2009 | |
|---|-------------------|-------------------|-------------------|-------------------|-------------------|
| | 2 nd Q | 1 st Q | 4 th Q | 3 rd Q | 2 nd Q |
| Minimum Capital Required (A) | 1,773 | 1,719 | 1,611 | 1,578 | 1,657 |
| Allocated to Financial Assets | 1,200 | 1,095 | 977 | 906 | 892 |
| Allocated to Fixed Assets | 177 | 170 | 169 | 170 | 170 |
| Allocated to Other Assets | 82 | 91 | 86 | 83 | 90 |
| Allocated to Market Risk | 15 | 12 | 14 | 10 | 18 |
| Allocated to Interest-Rate Risk | 35 | 26 | 21 | 33 | 59 |
| Allocated to Lending to the Public Sector | 264 | 325 | 344 | 376 | 428 |
| Computable Capital (B) | 2,872 | 2,833 | 2,789 | 2,756 | 2,682 |
| Core Capital | 2,174 | 2,184 | 1,991 | 1,986 | 1,981 |
| Supplemental Capital | 1,059 | 968 | 1,070 | 1,024 | 947 |
| Deductions | (375) | (331) | (312) | (289) | (272) |
| Additional Capital – Market Variation | 14 | 12 | 40 | 35 | 26 |
| Excess over Required Capital (B) - (A) | 1,099 | 1,114 | 1,178 | 1,178 | 1,025 |
| Total Capital Ratio (%) | 13.64 | 13.71 | 14.35 | 14.61 | 13.74 |

As of June 30, 2010, the Bank's liquid assets held in Argentine represented 66.05% of the Bank's transactional deposits and 35.27% of its total deposits in Argentina. Including government securities available, at their market value, the latter ratio was 37.66%.

| Table XVI Liquidity (unconsolidated) | FY 2010 | | | FY 2009 | |
|--|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| | 2nd Q | 1st Q | 4th Q | 3rd Q | 2nd Q |
| Liquid Assets ^(*) as a percentage of Transactional Deposits | 66.05 | 68.89 | 69.62 | 85.40 | 72.26 |
| Liquid Assets ^(*) as a percentage of Total Deposits | 35.27 | 33.41 | 33.77 | 39.46 | 35.71 |

() 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.*

Does not include figures from Compañía Financiera Argentina S.A.

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 2010 | | | FY 2009 | |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|
| | 2 nd Q | 1 st Q | 4 th Q | 3 rd Q | 2 nd Q |
| Cash and Due from Banks | 3,990.8 | 3,989.2 | 3,683.3 | 3,936.4 | 3,968.4 |
| Government and Corporate Securities | 3,541.0 | 4,043.1 | 3,837.1 | 4,240.1 | 3,146.3 |
| Net Loans | 17,007.9 | 14,041.0 | 13,457.5 | 11,350.5 | 10,833.4 |
| Other Receivables Resulting from Financial Brokerage | 3,152.4 | 3,526.1 | 3,297.8 | 3,522.7 | 4,243.6 |
| Equity Investments in Other Companies | 66.8 | 68.2 | 65.2 | 64.1 | 59.4 |
| Bank Premises and Equipment, Miscellaneous and Intangible Assets | 1,432.1 | 1,490.1 | 1,501.8 | 1,490.2 | 1,491.8 |
| Other Assets | 1,076.8 | 1,197.0 | 1,382.0 | 1,402.6 | 1,854.9 |
| Total Assets | 30,267.8 | 28,354.7 | 27,224.7 | 26,006.6 | 25,597.8 |
| Deposits | 18,581.7 | 17,976.6 | 17,056.5 | 15,865.8 | 15,115.0 |
| Other Liabilities Resulting from Financial Brokerage | 6,553.5 | 6,061.1 | 6,001.1 | 6,137.1 | 6,604.6 |
| Subordinated Negotiable Obligations | 1,213.0 | 1,164.2 | 1,141.9 | 1,125.3 | 1,113.0 |
| Other | 1,472.3 | 802.6 | 743.9 | 663.0 | 607.2 |
| Minority Interests | 187.2 | 163.0 | 154.8 | 142.5 | 132.1 |
| Total Liabilities | 28,007.7 | 26,167.5 | 25,098.2 | 23,933.7 | 23,571.9 |
| Shareholders' Equity | 2,260.1 | 2,187.2 | 2,126.5 | 2,072.9 | 2,025.9 |
| Foreign-Currency Assets and Liabilities | | | | | |
| Assets | 5,334.1 | 6,098.9 | 6,799.1 | 6,963.4 | 7,359.7 |
| Liabilities | 6,854.7 | 6,797.4 | 6,975.1 | 7,177.2 | 7,664.1 |
| Net Forward Purchases/(Sales) of Foreign Currency ⁽¹⁾ | 1,610.8 | 718.0 | 260.0 | 431.2 | 1,080.5 |

(*) 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 2010 | | | FY 2009 | |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|
| | 2 nd Q | 1 st Q | 4 th Q | 3 rd Q | 2 nd Q |
| FINANCIAL INCOME | 812.1 | 732.6 | 790.4 | 739.2 | 703.7 |
| Interest on Cash and Due from Banks | 0.2 | 0.1 | 0.1 | 0.1 | 0.2 |
| Interest on Loans to the Financial Sector | 1.0 | 0.7 | 0.9 | 1.0 | 1.2 |
| Interest on Overdrafts | 43.1 | 36.2 | 42.5 | 50.9 | 51.3 |
| Interest on Promissory Notes | 113.7 | 113.7 | 111.6 | 96.4 | 88.6 |
| Interest on Mortgage Loans | 25.7 | 25.4 | 28.5 | 28.7 | 29.9 |
| Interest on Pledge Loans | 2.5 | 2.3 | 2.4 | 2.9 | 3.0 |
| Interest on Credit-Card Loans | 279.2 | 223.4 | 228.9 | 199.8 | 208.0 |
| Interest on Other Loans | 157.1 | 140.0 | 125.7 | 110.2 | 103.2 |
| Net Income from Government and Corporate Securities | 128.3 | 112.3 | 153.6 | 184.1 | 125.2 |
| Interest on Other Receivables Resulting from Financial Brokerage | 3.6 | 5.1 | 7.5 | 3.7 | 3.7 |
| Net Income from Secured Loans - Decree No.1387/01 | - | - | 0.4 | 0.2 | - |
| CER Adjustment | 0.8 | 0.9 | 1.2 | 1.5 | 1.2 |
| Other | 49.5 | 44.5 | 59.0 | 30.3 | 53.0 |
| Quotation Differences on Gold and Foreign Currency | 7.4 | 28.0 | 28.1 | 29.4 | 35.2 |
| FINANCIAL EXPENSES | 312.5 | 327.8 | 365.9 | 367.5 | 342.7 |
| Interest on Current-Account Deposits | 1.7 | 3.8 | 3.2 | 3.2 | 3.3 |
| Interest on Savings-Account Deposits | 1.2 | 1.1 | 1.0 | 1.0 | 0.8 |
| Interest on Time Deposits | 173.2 | 188.1 | 212.5 | 210.6 | 206.6 |
| Interest on Subordinated Obligations | 33.9 | 33.4 | 32.2 | 32.5 | 31.0 |
| Other Interest | 0.9 | 0.9 | 0.9 | 0.8 | 0.8 |
| Interest on Interbank Loans Received (Call Money Loans) | 2.3 | 1.4 | 1.1 | 0.8 | 1.6 |
| Net Losses from Options | 0.2 | 0.2 | 0.2 | 0.2 | - |
| Interest on Other Liabilities Resulting from Financial Brokerage | 39.1 | 30.4 | 57.6 | 44.5 | 57.8 |
| Contributions to the Deposit Insurance Fund | 7.8 | 7.4 | 6.8 | 6.6 | 6.5 |
| CER Adjustment | - | 0.1 | - | 0.1 | 0.1 |
| Other | 52.2 | 61.0 | 50.4 | 67.2 | 34.2 |
| GROSS FINANCIAL MARGIN | 499.6 | 404.8 | 424.5 | 371.7 | 361.0 |
| PROVISIONS FOR LOAN LOSSES | 115.0 | 121.0 | 174.4 | 142.9 | 144.7 |
| INCOME FROM SERVICES, NET | 460.3 | 430.2 | 408.8 | 376.0 | 351.5 |
| ADMINISTRATIVE EXPENSES | 608.3 | 569.3 | 541.2 | 496.6 | 474.2 |
| Personnel Expenses | 348.8 | 330.3 | 304.3 | 276.6 | 272.0 |
| Directors' and Syndics' Fees | 1.8 | 2.2 | 2.4 | 1.8 | 1.4 |
| Other Fees | 16.3 | 15.4 | 18.2 | 16.9 | 13.8 |
| Advertising and Publicity | 40.2 | 35.4 | 38.2 | 33.2 | 24.8 |
| Taxes | 40.0 | 33.7 | 31.1 | 32.0 | 27.3 |
| Depreciation of Premises and Equipment | 18.0 | 17.7 | 18.5 | 17.9 | 18.4 |
| Amortization of Organization Expenses | 14.6 | 12.9 | 13.7 | 10.9 | 10.3 |
| Other Operating Expenses | 80.9 | 76.3 | 73.2 | 67.7 | 68.3 |
| Other | 47.7 | 45.4 | 41.6 | 39.6 | 37.9 |
| MINORITY INTERESTS RESULTS | (23.4) | (17.1) | (12.3) | (10.3) | (4.8) |
| INCOME FROM EQUITY INVESTMENTS | 1.4 | 3.2 | 0.8 | 16.2 | 0.3 |
| NET OTHER INCOME / (LOSS) | (92.5) | (23.9) | (13.6) | (33.6) | (18.2) |
| INCOME TAX | 49.3 | 46.2 | 39.0 | 33.5 | 29.8 |
| NET INCOME / (LOSS) | 72.8 | 60.7 | 53.6 | 47.0 | 41.1 |

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

ADDITIONAL INFORMATION

| | FY 2010 | | | FY 2009 | |
|---|-------------------|-------------------|-------------------|-------------------|-------------------|
| | 2 nd Q | 1 st Q | 4 th Q | 3 rd Q | 2 nd Q |
| Mutual Funds (In millions of pesos) ^(*) | 1,110.9 | 1,130.6 | 1,097.8 | 786.0 | 791.5 |
| Physical Data (Number of) | | | | | |
| Employees | 10,569 | 9,123 | 8,988 | 8,872 | 8,850 |
| Bank in Argentina | 5,090 | 5,067 | 5,028 | 5,058 | 5,112 |
| Other companies | 4,310 | 4,056 | 3,960 | 3,814 | 3,738 |
| CFA Group | 1,169 | - | - | - | - |
| Branches | 456 | 394 | 389 | 388 | 389 |
| Bank Branches | 238 | 238 | 238 | 237 | 237 |
| Regional Credit-Card Companies Offices | 159 | 156 | 151 | 151 | 152 |
| CFA Group | 59 | - | - | - | - |
| Deposit Accounts (in thousands) | 1,813 | 1,767 | 1,734 | 1,653 | 1,568 |
| Credit Cards (in thousands) | 6,405 | 6,125 | 5,974 | 5,841 | 5,710 |
| Inflation and Exchange Rates | | | | | |
| Retail Price Index (%) (**) | 2.33 | 3.46 | 2.58 | 2.21 | 1.09 |
| Wholesale Price Index (IPIM) (%) (**) | 3.34 | 4.47 | 3.26 | 3.35 | 2.09 |
| CER Coefficient (%) (**) | 2.85 | 3.16 | 2.39 | 1.79 | 1.33 |
| Exchange Rate (Pesos per US\$) (***) | 3.9318 | 3.8763 | 3.7967 | 3.8427 | 3.7952 |

(*) 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

Acquisition of Compañía Financiera Argentina.

On June 24, 2010, the payment to American International Inc. (“AIG”) and AIG Consumer Finance Group Inc. was made, for the acquisition of the shares of CFA Group, which provides financial and complementary activities. Banco Galicia purchased 95% of the shares and Tarjetas Regionales S.A. the remaining 5%. The total cost for the 100% of the shares was Ps.334 million (including acquisition costs), generating a negative goodwill of Ps.622 million, resulting from the difference between the amount paid as acquisition cost and the equity method value.

CFA is a leading provider of personal loans in Argentina, with 475 thousand customers, 59 branches and 36 commercial offices nationwide. As of June 30, 2010, its total assets amounted to approximately Ps.1,438 million and its shareholders’ equity to Ps.933 million. CFA Group has a staff of 1,169 people.

With this purchase Banco Galicia consolidates even more its expansion strategy in the Argentine less bancarized market, and continues to develop its businesses and to increase its geographical expansion in Argentina (Efectivo Sí, CFA’s main brand, is well recognized in the city of Buenos Aires and in the Great Buenos Aires Area by its target clients).

Foreign Debt Reduction

After the end of the second quarter of FY 2010, the Bank paid the second amortization installment of its negotiable obligations due in 2014, for a principal amount of US\$ 18.0 million, and cancelled in advance US\$ 18.8 million of face value of said negotiable obligations, which were acquired at market conditions.

Taking into account such transactions, the outstanding principal of the negotiable obligations issued by the Bank amounts to US\$ 403.1 million (negotiable obligations due in 2014, for US\$ 102.3 million, and subordinated negotiable obligations due in 2019, for US\$ 300.8 million), as of the date of this report.

Banco Galicia Uruguay

On June 17, 2010, Banco Galicia Uruguay communicated to the authorities of the Oriental Republic of Uruguay its decision to discontinue its operations in Uruguay and to initiate a voluntary dissolution process.

This decision was made after having cancelled in advance its debt restructured in 2002, which consisted in the refund of 100% of deposits in their original currency, plus corresponding interest.

Quality Certification

In April Galicia Administradora de Fondos received the ISO 9001:2008 international certification from Bureau Veritas Certification for its Quality Management System, which includes the processes of asset management, transactions and commercial support.

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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