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

(Buenos Aires, Argentina, November 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 September 30, 2010.

- **Net income for the third quarter of FY 2010 amounted to Ps.137.8 million, with a significant increase from the Ps.47.0 million profit for the same quarter of FY 2009. Net income before the amortization of deferred losses from amparo claims amounted to Ps.175.2 million, from the Ps.74.2 million profit of the prior year.**
- **During the last twelve months net exposure to the non-financial public sector was reduced by Ps.1,922 million, down 51.2%. This decrease also includes the establishment, during the quarter, of a valuation allowance for the Bank’s holdings of Discount Bonds and GDP-Linked Negotiable Securities, for Ps.84.5 million. After the end of the third quarter, the reduction of the exposure to the public sector continued, amounting to Ps.2,426 million as of the date of this report.**
- **The increase in the operating income was a consequence of the improvement of the Bank’s financial condition due to a significant increase in the volume of activity with the private sector, the above mentioned reduction of its exposure to the public sector and the decrease of its foreign debt. In addition, results from Compañía Financiera Argentina SA, Cobranzas & Servicios SA and Universal Processing Center SA (“CFA”) were incorporated during the quarter, which amounted Ps.46.0 million.**
- **As of September 30, 2010, the Bank’s credit exposure to the private sector reached Ps.22,631 million, including Ps.3,941 million from the regional credit-card companies and Ps.1,333 million from CFA. The Bank’s estimated market share of loans to the private sector as of September 30, 2010 was 8.63%, with a 1.81 percentage points increase from the prior year, of which 0.70 percentage points corresponded to CFA.**
- **The Bank’s total deposits reached Ps.19,971 million, including Ps.253 million from CFA. The Bank’s estimated market share of deposits from the private sector was 8.12%, increasing 0.45 percentage points from September 30, 2009, of which 0.10 percentage points corresponded to CFA.**
- **During the third quarter a significant improvement in the asset quality was recorded. The non-accrual loan portfolio to total loans ratio reached 3.84%, and its coverage with allowances for loan losses reached 132.80%. These ratios compare to 5.84% and 113.57% from the same quarter of 2009, respectively.**

- **During the quarter a Ps.37.4 million loss from the amortization of deferred losses from amparo claims was recorded, Ps.27.7 million of which corresponded to the Bank's decision of accelerating the amortization of deferred amortizations of losses from amparo claims which were coming due from January 1, 2013 onwards. For the first nine months of the fiscal year this amortization amounted to Ps.196.2 million.**
- **On November 5, 2010, the Bank redeemed all its negotiable obligations due in 2014, , for an outstanding principal amount of US\$102.3 million.**

NET INCOME FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2010

In the third quarter of FY 2010, the Bank recorded a Ps.137.8 million profit, compared with a Ps.47.0 million profit for the same quarter of the previous year.

Excluding the Ps.37.4 million loss from the amortization of deferred losses from amparo claims, the profit for the third quarter of FY 2010 amounted to Ps.175.2 million, with a Ps.101.0 million increase as compared to the Ps.74.2 million profit in the same quarter of the previous year (the latter figure excludes a Ps.27.2 million loss from the amortization of deferred losses from amparo claims).

Losses from the amortization of deferred losses from amparo claims for the third quarter included a Ps.27.7 million loss stemming from the Bank's decision of accelerating the amortization of these losses which were coming due from January 1, 2013 onwards.

Net income before the amortization of deferred losses from amparo claims included profits from CFA, for Ps.46.0 million, the amortization of the negative goodwill from CFA's acquisition (a Ps.25.9 million profit) and the establishment of a valuation allowance for the Bank's holdings of Discount Bonds and GDP-Linked Negotiable Securities, for Ps.84.5 million,

The variation in income before the amortization of deferred losses from amparo claims was mainly a consequence of the Ps.295.5 million increase in the adjusted operating income⁽¹⁾, together with higher net other income and income from equity investment, for Ps.81.1 million and Ps.13.3 million, respectively. These increases were partially offset by higher administrative expenses, for Ps.239.8 million, and a higher income tax, for Ps.30.2 million.

During the quarter, results from CFA were incorporated, which included a Ps.143.0 million operating income, provisions for loan losses for Ps.20.9 million, administrative expenses for Ps.70.0 million, other income for Ps.18.0 million and income tax for Ps.24.1 million.

The adjusted operating income for the quarter totaled Ps.1,048.4 million, up 39.2% from the Ps.752.9 million recorded in the third quarter of the prior year. This positive development was due both to a higher adjusted net financial income (up Ps.167.0 million) and a Ps.128.5 million higher net income from services, Ps.143.0 million of which corresponded to CFA (Ps.135.9 million net financial income and Ps.7.1 million net income from services).

Table I	<i>In pesos</i>			
	FY 2010	FY 2009	Nine Months Ended	
Earnings per Share	3rd Q	3rd Q	09/30/10	09/30/09
Average Shares Outstanding (in thousands)	562,327	562,327	562,327	562,327
Book Value per Share	4.264	3.686	4.264	3.686
Earnings per Share	0.245	0.084	0.482	0.210

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

(2) Adjusted net financial income: net financial income plus 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.

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, 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 Universal Processing Center S.A.

THIRD QUARTER OF FY 2010 RESULTS

Table II	<i>Percentages</i>			
	FY 2010	FY 2009	Nine Months Ended	
Profitability and Efficiency	3rd Q	3rd Q	09/30/10	09/30/09
Return on Average Assets ^(*)	2.13	0.93	1.58	0.76
Return on Average Shareholders’ Equity ^(*)	23.51	9.10	16.11	7.81
Financial Margin ^(*) (1)	9.60	8.17	9.10	8.08
Net Income from Services as a % of Operating Income ⁽²⁾	48.19	50.29	49.09	49.24
Net Income from Services as a % of Administrative Expenses	68.51	75.71	72.88	75.53
Administrative Expenses as a % of Operating Income ⁽²⁾	70.35	66.42	67.35	65.19

(*) 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 third quarter of FY 2010, including the Ps.1.6 million financial income from security margins of repurchase agreement transactions, amounted to Ps.543.9 million (including Ps.135.9 million from CFA), up Ps.167.0 million from the third quarter of the previous fiscal year.

The quarter’s net financial income includes a Ps.3.5 million gain from quotation differences, including the results from foreign-currency forward transactions. This gain was composed of a Ps.32.9 million gain from FX brokerage and of a Ps.29.4 million loss from the valuation of the foreign-currency net position and the results from foreign-currency forward transactions. In the same quarter of 2009 losses from quotation differences amounted to Ps.12.9 million (composed of a Ps.29.0 million gain from FX brokerage and of a Ps.41.9 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.540.4 million, with a Ps.150.6 million increase as compared to the Ps.389.8 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, 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.

The average interest-earning assets grew by Ps.4,413 million as compared to the same quarter of the previous fiscal year, as a consequence of the Ps.6,683 million increase in the average portfolio of loans to the private sector (including Ps.1,237 million from CFA), partially offset by the Ps.1,596 million decrease

in the average balance of the portfolio of public sector securities. Interest-bearing liabilities increased only Ps.59.0 million during the same period, as the increase of the average balances of current accounts and saving accounts together with the incorporation of CFA interest-bearing liabilities were nearly offset by the elimination of interest bearing current accounts (due to Argentine Central Bank regulations) and the decrease in the balance of the Bank's US Dollar denominated debt.

The average yield on interest-earning assets decreased 74 basis points ("b.p.") since September 30, 2009, mainly due to the negative yield on the government securities portfolio, essentially as a consequence of the establishment of a valuation allowance for the Bank's holdings of Discount Bonds and GDP-Linked Negotiable Securities.

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

Table III Average Balances, Yield and Rates ^(*)	FY 2010								FY 2009	
	3 rd Q		2 nd Q		1 st Q		4 th Q		3 rd Q	
	Av. B.	Int.	Av. B.	Int.	Av. B.	Int.	Av. B.	Int.	Av. B.	Int.
Interest-Earning Assets	22,603	15.33	20,822	15.25	20,156	13.71	19,374	15.19	18,190	16.07
Government Securities ^(**)	2,857	(0.02)	3,313	15.45	4,485	10.02	4,930	12.63	4,453	16.68
Loans	17,926	18.96	15,369	16.72	13,863	16.24	12,558	17.92	11,247	18.32
- Private Sector	17,926	18.96	15,369	16.72	13,861	16.25	12,554	17.91	11,243	18.32
- Public Sector	-	-	-	-	2	2.55	4	45.28	4	21.33
Financial Trusts Securities	756	(4.69)	869	(4.38)	943	(3.84)	1,000	(2.68)	1,046	(0.32)
Other Interest-Earning Assets	1,064	9.60	1,271	10.41	865	11.29	886	10.96	1,444	8.57
Interest-Bearing Liabilities	16,043	6.46	15,817	6.45	16,690	6.24	16,242	7.22	15,984	7.55
Current Accounts	6	0.13	580	1.17	1,440	1.05	1,278	0.99	1,345	0.94
Savings Accounts	4,287	0.19	3,679	0.19	3,466	0.19	3,241	0.19	3,147	0.19
Time Deposits	8,481	8.52	8,093	8.58	8,296	9.09	7,931	10.74	7,366	11.46
Debt Securities	2,121	10.07	2,152	10.64	2,125	8.61	2,453	8.61	2,599	9.18
Other Interest-Bearing Liabilities	1,148	8.07	1,313	6.34	1,363	6.00	1,339	6.85	1,527	6.94

(*) 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 third quarter of FY 2010 amounted to Ps.153.2 million, Ps.10.3 million higher than in the same quarter of the prior year. This figure included Ps.20.9 million corresponding to CFA.

Net income from services amounted to Ps.504.5 million (including Ps.7.1 million from CFA), up 34.2% (or 32.3% excluding gains from CFA) from the Ps.376.0 million recorded in the third quarter of the previous fiscal year. All items recorded a significant increase as compared with the same quarter of 2009, particularly credit-related fees (103.6%), fees related to national and regional credit cards (31.5%), to foreign trade (26.1%) and to deposits (23.3%). This result reflects the significant 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	FY 2010			FY 2009	
	3rd Q	2nd Q	1st Q	4th Q	3rd Q
Income from Services, Net					
National Cards	166.1	153.1	144.1	148.2	121.7
Regional Credit Cards	248.9	231.9	209.4	205.7	194.0
CFA	16.1	-	-	-	-
Deposit Accounts	81.0	81.1	75.3	68.7	65.7
Insurance	35.1	34.0	31.4	30.3	29.4
Financial Fees	14.8	14.5	13.2	12.8	12.7
Credit-Related Fees	40.1	33.1	28.4	20.2	19.7
Foreign Trade	17.4	15.7	14.4	15.2	13.8
Collections	11.8	10.9	9.1	8.6	8.2
Utility-Bills Collection Services	9.8	8.6	7.5	7.3	6.8
Mutual Funds	1.6	1.5	1.3	1.4	1.2
Other	47.3	44.8	43.1	44.8	42.1
Total Income	690.0	629.2	577.2	563.2	515.3
Total Expenditures	185.5	168.9	147.0	154.4	139.3
Income from Services, Net	504.5	460.3	430.2	408.8	376.0

Administrative expenses for the quarter totaled Ps.736.4 million (including Ps.70.0 million from CFA), up 48.3% from the same quarter of the previous year. Personnel expenses amounted to Ps.412.3 million, growing 49.1%, mainly as a consequence of the incorporation of CFA (Ps.31.4 million, the salary increase agreement with the Union, in force since January 2010 and the 9.1% staff growth. The remaining administrative expenses amounted to Ps.324.1 million, with a Ps.104.1 million increase (47.3%) as compared to Ps.220.0 million from the third quarter of FY 2009. From this increase Ps.38.6 million corresponded to CFA.

Income from equity investments for the quarter amounted to Ps.29.5 million, recording an 82.1% increase from the Ps.16.2 million for the third quarter of 2009. 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, which has to be amortized in 60 months using the straight-line method, in accordance to regulations of the Argentine Central Bank. The remainder of the variation was mainly due to losses from our interest in the company AECSA and to lower dividends from our interest in Visa Argentina SA.

Net other income for the quarter amounted to Ps.33.7 million, compared to a Ps.33.6 million loss in the same quarter of the prior year. The profit for the quarter was mainly as a consequence of: (i) loans recovered and punitive interests for Ps.51.9 million, and (ii) net reversal of provisions for Ps.12.7 million. These effects were offset, primarily, by the amortization of deferred losses from amparo claims, for Ps.37.4 million, which included a Ps.27.7 million loss stemming from the Bank's decision of accelerating the amortization of these losses which were coming due from January 1, 2013 onwards. Losses for the third quarter of 2009 were mainly due to: (i) net provisions recorded, for Ps.36.9 million, and (ii) amortization of deferred losses from amparo claims, for Ps.27.2 million. These losses were partially offset by profits from: (i) loans recovered and punitive interests, for Ps.20.8 million, and (ii) security margins of repurchase agreement transactions, for Ps.5.2 million.

The income tax charge was of Ps.63.7 million, Ps.30.2 million higher than in the third quarter of FY 2009. This charge corresponds to: (i) the regional credit-card companies, for Ps.39.4 million, and (ii) CFA, for Ps.24.1 million.

LEVEL OF ACTIVITY

As of September 30, 2010, the Bank's total exposure to the private sector reached Ps.22,631 million, Ps.1,333 million of which corresponded to CFA. Excluding the latter figure, the Bank's total exposure to the private sector reached Ps.21,298 million, with a 41.6% increase during the last twelve months and a 35.0% annualized increase during the quarter.

The Bank's market share of loans to the private sector as of September 30, 2010, without considering those granted by the regional credit card companies and by CFA, was of 7.93%, compared to a 7.92% and a 6.82% from June 30, 2010, and September 30, 2009, respectively. Including loans granted by CFA, said market share reached 8.63% as of September 30, 2010.

In millions of pesos

Table V Exposure to the Private Sector	FY 2010				FY 2009
	3 rd Q	2 nd Q	1 st Q	4 th Q	3 rd Q
Loans	19,370	17,939	14,851	14,259	12,098
Financial Leases	388	383	367	370	405
Corporate Securities	26	21	21	31	11
Other Financing ^(*)	2,756	2,531	2,384	2,219	2,022
Total Credit	22,540	20,874	17,623	16,879	14,536
Securitized Loans ^(**)	91	185	306	444	502
Total	22,631	21,059	17,929	17,323	15,038

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

(**) As of September 30, 2010, includes the outstanding balances of the loans transferred to the following trusts: "Galicia Personales VII" and "Galicia Créditos Inmobiliarios II".

During the year, loans to the private sector by type of borrower (excluding loans granted by CFA) registered growth in those granted to large corporations (49.4%), individuals (52.9%) and SMEs (38.5%). By sector of activity, the higher growth was recorded in consumer (54.6%), in the manufacturing industry (52.8%), in the agriculture and livestock sector (35.5%) and in retail and wholesale trade (27.9%).

In millions of pesos

Table VI Loans by Type of Borrower	FY 2010				FY 2009
	3 rd Q	2 nd Q	1 st Q	4 th Q	3 rd Q
Large Corporations	2,560	2,243	1,848	1,801	1,714
Middle-Market Companies	5,374	5,010	5,108	4,844	3,880
Individuals	11,012	10,115	7,637	7,143	6,366
Financial Sector	424	571	258	471	138
Non-Financial Public Sector	1	1	1	5	5
Total Loans	19,371	17,940	14,852	14,264	12,103
Allowances	988	932	811	806	753
Total Loans, Net	18,383	17,008	14,041	13,458	11,350

In millions of pesos

Table VII Loans by Sector of Activity	FY 2010				FY 2009
	3rd Q	2nd Q	1st Q	4th Q	3rd Q
Financial Sector	424	571	258	471	138
Services	1,310	1,285	1,120	1,082	1,026
- Public Sector	1	1	1	5	5
- Other	1,309	1,284	1,119	1,077	1,021
Agriculture & Livestock	1,892	1,704	1,965	1,804	1,396
Consumer	10,609	9,740	7,313	6,782	6,035
Retail & Wholesale Trade	1,864	1,774	1,686	1,651	1,457
Construction	287	193	198	177	150
Manufacturing	2,713	2,432	2,149	2,085	1,776
Other	272	241	163	212	125
Total Loans	19,371	17,940	14,852	14,264	12,103
Allowances	988	932	811	806	753
Total Loans, Net	18,383	17,008	14,041	13,458	11,350

As of September 30, 2010, the Bank's exposure to the public sector amounted to Ps.3,494 million. Excluding debt securities issued by the Argentine Central Bank said exposure reached Ps.1,902 million. Net exposure to the non-financial public sector decreased by Ps.1,992 million, which represents a 51.2% decrease from September 30, 2009. Such decrease was mainly due to the sell out of the Bank's holdings of Boden 2012 Bonds and by the sale of part of the Bank's holdings of Discount Bonds and GDP-Linked Negotiable Securities. In addition, during the third quarter of 2010, a valuation allowance for Ps.84.5 million was established, in connection with the above mentioned holdings, equivalent to the estimated difference between the book value and the realizable value that the Bank considered reasonable.

As of the date of this report, the Bank has sold out its holdings of Discount Bonds, GDP-Linked Negotiable Securities, Bonar 2014 Bonds and Bonar 2015 Bonds, which were not valued as investment portfolio. As a consequence, the reduction of the exposure to the non-financial public sector amounted to Ps.2,426 million since September 30, 2009.

In millions of pesos

Table VIII Exposure to the Argentine Public Sector (*)	FY 2010			FY 2009	
	3rd Q	2nd Q	1st Q	4th Q	3rd Q
Government Securities' Net Position	2,687	2,580	4,005	4,872	4,751
Held for Trading	1,638	1,332	1,517	1,749	1,473
Nobac 2010 Bills	-	-	-	270	337
Bonar 2014 Bonds	22	-	-	-	-
Bonar 2015 Bonds	644	636	610	324	350
Boden 2012 Bonds	-	-	1,266	1,907	1,940
Discount Bonds and GDP-Linked Negotiable Securities	383	612	612	622	651
Loans	1	1	1	5	5
Secured Loans, Net	-	-	-	4	4
Other	1	1	1	1	1
Other Receivables Resulting from Financial Brokerage	806	901	911	925	938
Trust Certificates of Participation and Securities	805	900	910	924	937
Other	1	1	1	1	1
Total Exposure	3,494	3,482	4,917	5,802	5,694

(*) 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.61.9 million, down 3.4% from the Ps.64.1 million recorded during the third quarter of 2009.

The item "Bank Premises and Equipment, Miscellaneous and Intangible Assets" includes Ps.80.7 million of net deferred losses associated to amparo claims.

As of September 30, 2010, the Bank's deposits in Argentina amounted to Ps.19,931 million. Excluding those from CFA, said deposits amounted to Ps.19,730 million, representing a 24.4% increase as compared to September 30, 2009.

In millions of pesos

Table IX Deposits in Argentina (*)	FY 2010			FY 2009	
	3rd Q	2nd Q	1st Q	4th Q	3rd Q
In Pesos	16,337	15,206	14,904	14,118	12,777
Current Accounts	5,061	4,784	3,941	3,744	3,257
Savings Accounts	3,521	3,525	3,549	3,402	2,884
Time Deposits	7,493	6,601	7,136	6,713	6,362
Adjusted Time Deposits	5	5	1	1	2
Other	257	291	277	258	272
In Foreign Currency	3,634	3,368	3,083	2,965	3,034
Total Deposits	19,971	18,574	17,987	17,083	15,811

(*) Includes CFA.

As of September 30, 2010, the Bank's estimated market share of deposits in the Argentine financial system was 5.77%. Considering only private-sector deposits, the Bank's estimated deposit market share reached 8.12% as of September 30, 2010. Excluding deposits raised by CFA, said market shares were 5.70% and 8.02%, respectively.

Percentages

Table X Market Share (*)	FY 2010				FY 2009
	3 rd Q	2 nd Q	1 st Q	4 th Q	3 rd Q
Total Deposits	5.77	5.72	6.09	6.29	6.04
Private Sector Deposits	8.12	7.94	8.01	7.81	7.67
Total Loans	7.68	7.72	6.86	6.91	5.95
Loans to the Private Sector	8.63	8.65	7.84	7.67	6.82

(*) 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.

Other financial liabilities amounted to Ps.7,260 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.

In millions of pesos

Table XI Other Financial Liabilities	FY 2010				FY 2009
	3 rd Q	2 nd Q	1 st Q	4 th Q	3 rd Q
Domestic Financial Institutions and Credit Entities	423	298	209	251	218
Foreign Financial Institutions and Credit Entities	736	661	599	596	569
Negotiable Obligations (*)	2,202	2,274	2,191	2,519	2,726
Obligations in Connection with Spot Transactions Pending Settlement and Repurchase Agreement Transactions	336	1,101	1,187	794	1,039
Other (**)	3,563	3,432	3,039	2,983	2,710
Total	7,260	7,766	7,225	7,143	7,262

(*) Includes subordinated negotiable obligations.

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

As of September 30, 2010, the Bank had 1.9 million deposit accounts, which represents an increase of approximately 263 thousand accounts as compared with the same date of the previous year. Likewise, the number of credit cards reached 6.7 million, 900 thousand more than those managed a year before, 55 thousand of which corresponded to CFA. (See the Additional Information table)

ASSET QUALITY

The Bank's non-accrual loan portfolio amounted to Ps.744 million as of September 30, 2010. The increase recorded compared to the same date of the prior year, was mainly due to the incorporation of the CFA portfolio. The non-accrual loan portfolio represented 3.84% of total loans to the private-sector as of September 30, 2010, recording a 1.64 percentage points decrease from the 5.48% recorded a year before.

The coverage of the non-accrual loan portfolio with allowances for loan losses reached 132.80% as of the end of the third quarter of 2010, improving when compared to September 30, 2009, when such figure was 113.57%.

In millions of pesos, except percentages

Table XII Loan Portfolio Quality	FY 2010			FY 2009	
	3rd Q	2nd Q	1st Q	4th Q	3rd Q
Non-Accrual Loans (*)	744	819	642	680	663
With Preferred Guarantees	27	27	27	34	53
With Others Guarantees	38	94	98	98	62
Without Guarantees	679	698	517	548	548
Allowance for Loan Losses	988	932	811	806	753
Non-Accrual Loans to Private-Sector Loans (%)	3.84	4.57	4.32	4.77	5.48
Allowance for Loan Losses to Private-Sector Loans (%)	5.10	5.20	5.46	5.65	6.22
Allowance for Loan Losses to Non-Accrual Loans (%)	132.80	113.80	126.32	118.53	113.57
Non-Accrual Loans with Guarantees to Non-Accrual Loans (%)	8.74	14.77	19.47	19.41	17.35

(*) 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.174 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	FY 2010			FY 2009	
	3rd Q	2nd Q	1st Q	4th Q	3rd Q
Allowance for Loan Losses at the Beginning of the Quarter	932	811	806	753	702
Changes in the Allowance for Loan Losses					
Incorporation of CFA	-	107	-	-	-
Provisions Charged to Income	230	113	118	173	141
Provisions Reversed	-	-	-	(4)	-
Charge Offs	(174)	(99)	(113)	(116)	(90)
Allowance for Loan Losses at Quarter End	988	932	811	806	753
Charge to the Income Statement					
Provisions Charged to Income	147	110	116	170	141
Direct Charge Offs	5	4	4	3	3
Bad Debts Recovered	(35)	(15)	(15)	(10)	(12)
Provisions Reversed (*)	-	-	-	(4)	-
Net Charge to the Income Statement	117	99	105	159	132

(*) 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	FY 2010				FY 2009
	3 rd Q	2 nd Q	1 st Q	4 th Q	3 rd Q
Asset Quality - Total Credit					
Non-Accrual Portfolio (*)	758	838	659	696	682
With Preferred Guarantees	29	30	31	37	58
With Other Guarantees	39	95	99	99	63
Without Guarantees	690	713	529	560	561
Allowance for Credit Losses	1,001	946	825	821	767
Non-Accrual Portfolio to Private-Sector Credit (%)	3.36	4.01	3.74	4.12	4.69
Allowance for Credit Losses to Private-Sector Credit (%)	4.44	4.53	4.68	4.86	5.28
Allowance for Credit Losses to Non-Accrual Portfolio (%)	132.06	112.89	125.19	117.96	112.46
Non-Accrual Portfolio with Guarantees to Non-Accrual Portfolio (%)	8.97	14.92	19.73	19.54	17.74

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

CAPITALIZATION AND LIQUIDITY

As of September 30, 2010, the Bank's consolidated computable capital exceeded by Ps.1,550 million the Ps.1,911 million minimum capital requirement. This excess was of Ps.1,178 million as of September 30, 2009.

The Ps.333 million increase in the minimum capital requirement compared with September 30, 2009, was mainly attributable to the Ps.473 million higher requirements in connection with financing to the private sector, due to the growth of this portfolio, partially offset by the Ps.185 million decrease related to the non-financial public sector, mainly due to the sale of government securities during the last twelve months.

The Ps.705 million increase in computable capital, as compared to September 30, 2009, was mainly a consequence of: (i) higher core capital, for Ps.197 million, mainly due to 2009 fiscal year's net income, (ii) higher supplemental capital, for Ps.157 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 of fiscal year'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	FY 2010				FY 2009
	3 rd Q	2 nd Q	1 st Q	4 th Q	3 rd Q
Consolidated Regulatory Capital					
Minimum Capital Required (A)	1,911	1,773	1,719	1,611	1,578
Allocated to Financial Assets	1,379	1,200	1,095	977	906
Allocated to Fixed Assets	170	177	170	169	170
Allocated to Other Assets	90	82	91	86	83
Allocated to Market Risk	5	15	12	14	10
Allocated to Interest-Rate Risk	76	35	26	21	33
Allocated to Lending to the Public Sector	191	264	325	344	376
Computable Capital (B)	3,461	2,872	2,833	2,789	2,756
Core Capital	2,183	2,174	2,184	1,991	1,986
Supplemental Capital	1,181	1,059	968	1,070	1,024
Deductions	80	(375)	(331)	(312)	(289)
Additional Capital – Market Variation	17	14	12	40	35
Excess over Required Capital (B) - (A)	1,550	1,099	1,114	1,178	1,178
Total Capital Ratio (%)	15.60	13.64	13.71	14.35	14.61

As of September 30, 2010, the Bank's liquid assets held in Argentine represented 68.97% of the Bank's transactional deposits and 36.31% of its total deposits in Argentina. Including government securities available, at their market value, the latter ratio was 38.81%.

Table XVI Liquidity (unconsolidated)	FY 2010			FY 2009	
	3 rd Q	2 nd Q	1 st Q	4 th Q	3 rd Q
Liquid Assets (*) as a percentage of Transactional Deposits	68.97	66.05	68.89	69.62	85.40
Liquid Assets (*) as a percentage of Total Deposits	36.31	35.27	33.41	33.77	39.46

(*) 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.

Data corresponding to CFA is not included.

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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SELECTED FINANCIAL INFORMATION – CONSOLIDATED DATA ^(*)

In millions of pesos

	FY 2010			FY 2009	
	3 rd Q	2 nd Q	1 st Q	4 th Q	3 rd Q
Cash and Due from Banks	5,196.9	3,990.8	3,989.2	3,683.3	3,936.4
Government and Corporate Securities	2,854.0	3,541.0	4,043.1	3,837.1	4,240.1
Net Loans	18,382.9	17,007.9	14,041.0	13,457.5	11,350.5
Other Receivables Resulting from Financial Brokerage	2,175.3	3,128.1	3,502.1	3,272.7	3,490.9
Equity Investments in Other Companies	61.9	66.8	68.2	65.2	64.1
Bank Premises and Equipment, Miscellaneous and Intangible Assets	1,440.7	1,432.1	1,490.1	1,501.8	1,490.2
Other Assets	1,116.4	1,101.1	1,221.0	1,407.1	1,434.4
Total Assets	31,228.1	30,267.8	28,354.7	27,224.7	26,006.6
Deposits	19,930.5	18,581.7	17,976.6	17,056.5	15,865.8
Other Liabilities Resulting from Financial Brokerage	6,039.5	6,553.5	6,061.1	6,001.1	6,137.1
Subordinated Negotiable Obligations	1,220.1	1,213.0	1,164.2	1,141.9	1,125.3
Other	1,433.6	1,472.3	802.6	743.9	663.0
Minority Interests	206.6	187.2	163.0	154.8	142.5
Total Liabilities	28,830.3	28,007.7	26,167.5	25,098.2	23,933.7
Shareholders' Equity	2,397.8	2,260.1	2,187.2	2,126.5	2,072.9
Foreign-Currency Assets and Liabilities					
Assets	6,010.3	5,334.1	6,098.9	6,799.1	6,963.4
Liabilities	6,996.5	6,854.7	6,797.4	6,975.1	7,177.2
Net Forward Purchases/(Sales) of Foreign Currency ⁽¹⁾	1,009.7	1,610.8	718.0	260.0	431.2

(*) 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	
	3 rd Q	2 nd Q	1 st Q	4 th Q	3 rd Q
FINANCIAL INCOME	900.9	812.1	732.6	790.4	739.2
Interest on Cash and Due from Banks	0.2	0.2	0.1	0.1	0.1
Interest on Loans to the Financial Sector	3.2	1.0	0.7	0.9	1.0
Interest on Overdrafts	50.9	43.1	36.2	42.5	50.9
Interest on Promissory Notes	128.3	113.7	113.7	111.6	96.4
Interest on Mortgage Loans	26.2	25.7	25.4	28.5	28.7
Interest on Pledge Loans	2.9	2.5	2.3	2.4	2.9
Interest on Credit-Card Loans	299.0	279.2	223.4	228.9	199.8
Interest on Financial Leases	16.1	16.0	15.1	16.6	20.8
Interest on Other Loans	322.8	157.1	140.0	125.7	110.2
Net Income from Government and Corporate Securities	(4.8)	128.3	112.3	153.6	184.1
Interest on Other Receivables Resulting from Financial Brokerage	2.1	3.6	5.1	7.5	3.7
Net Income from Secured Loans - Decree No.1387/01	-	-	-	0.4	0.2
CER Adjustment	1.3	0.8	0.9	1.2	1.5
Other	22.9	33.5	29.4	42.4	9.5
Quotation Differences on Gold and Foreign Currency	29.8	7.4	28.0	28.1	29.4
FINANCIAL EXPENSES	358.6	312.5	327.8	365.9	367.5
Interest on Current-Account Deposits	-	1.7	3.8	3.2	3.2
Interest on Savings-Account Deposits	1.5	1.2	1.1	1.0	1.0
Interest on Time Deposits	180.1	173.2	188.1	212.5	210.6
Interest on Subordinated Obligations	35.2	33.9	33.4	32.2	32.5
Other Interest	1.0	0.9	0.9	0.9	0.8
Interest on Interbank Loans Received (Call Money Loans)	1.1	2.3	1.4	1.1	0.8
Interest on Other Financing from Financial Entities	2.1	-	-	-	-
Net Losses from Options	-	0.2	0.2	0.2	0.2
Interest on Other Liabilities Resulting from Financial Brokerage	38.8	39.1	30.4	57.6	44.5
Contributions to the Deposit Insurance Fund	8.0	7.8	7.4	6.8	6.6
CER Adjustment	0.1	-	0.1	-	0.1
Other	90.7	52.2	61.0	50.4	67.2
GROSS FINANCIAL MARGIN	542.3	499.6	404.8	424.5	371.7
PROVISIONS FOR LOAN LOSSES	153.2	115.0	121.0	174.4	142.9
INCOME FROM SERVICES, NET	504.5	460.3	430.2	408.8	376.0
ADMINISTRATIVE EXPENSES	736.4	608.3	569.3	541.2	496.6
Personnel Expenses	412.3	348.8	330.3	304.3	276.6
Directors' and Syndics' Fees	1.7	1.8	2.2	2.4	1.8
Other Fees	28.7	16.3	15.4	18.2	16.9
Advertising and Publicity	48.4	40.2	35.4	38.2	33.2
Taxes	45.8	40.0	33.7	31.1	32.0
Depreciation of Premises and Equipment	19.4	18.0	17.7	18.5	17.9
Amortization of Organization Expenses	16.4	14.6	12.9	13.7	10.9
Other Operating Expenses	102.0	80.9	76.3	73.2	67.7
Other	61.7	47.7	45.4	41.6	39.6
MINORITY INTERESTS RESULTS	(18.9)	(23.4)	(17.1)	(12.3)	(10.3)
INCOME FROM EQUITY INVESTMENTS	29.5	1.4	3.2	0.8	16.2
NET OTHER INCOME / (LOSS)	33.7	(92.5)	(23.9)	(13.6)	(33.6)
INCOME TAX	63.7	49.3	46.2	39.0	33.5
NET INCOME / (LOSS)	137.8	72.8	60.7	53.6	47.0

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

ADDITIONAL INFORMATION

	FY 2010			FY 2009	
	3 rd Q	2 nd Q	1 st Q	4 th Q	3 rd Q
Mutual Funds (In millions of pesos) ^(*)	1,197.1	1,110.9	1,130.6	1,097.8	786.0
Physical Data (Number of)					
Employees	10,831	10,569	9,123	8,988	8,872
Bank in Argentina	5,140	5,090	5,067	5,028	5,058
Other companies	4,537	4,310	4,056	3,960	3,814
CFA	1,154	1,169	-	-	-
Branches	460	456	394	389	388
Bank Branches	238	238	238	238	237
Regional Credit-Card Companies Offices	163	159	156	151	151
CFA	59	59	-	-	-
Deposit Accounts (in thousands)	1,916	1,813	1,767	1,734	1,653
Credit Cards (in thousands)	6,741	6,405	6,125	5,974	5,841
Inflation and Exchange Rates					
Retail Price Index (%) (**)	2.28	2.33	3.46	2.58	2.21
Wholesale Price Index (IPIM) (%) (**)	2.93	3.62	4.47	3.26	3.35
CER Coefficient (%) (**)	2.29	2.85	3.16	2.39	1.79
Exchange Rate (Pesos per US\$) (***)	3.9607	3.9318	3.8763	3.7967	3.8427

(*) 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 CFA: National Commission for the Defense of Competition

On August 31, 2010, through Resolution No. 299, the National Commission for the Defense of Competition approved the acquisition of Compañía Financiera Argentina SA, Cobranzas & Servicios SA and Universal Processing Center SA, completing with this authorization the administrative process for the acquisition of said companies by the Bank and Tarjetas Regionales SA.

Negative Goodwill from the Acquisition of CFA

The initial amount of the negative goodwill, of Ps.622 million, resulting from the difference between the amount paid as acquisition cost and the equity method value, was reduced due to adjustments primarily related to the establishment of provisions for loan losses regarding CFA assets to make them consistent with those established by the Bank. After these adjustments the negative goodwill amounted to Ps.517.4 million, which began to be amortized in 60 months using the straight-line method, beginning in July 2010.

Sale of Public Sector Assets

After the end of the third quarter the sale of public sector assets continued. As of the date of this report the Bank sold the total amount of its holdings of Discount Bonds and of GDP-Linked Negotiable Securities (Ps.383 million in Table VIII), the Bonar 2014 Bonds (Ps.22 million in Table VIII) and Ps.28.9 million of Bonar 2015 Bonds which were not recorded under investment accounts.

Foreign Debt

On November 5, 2010, the Bank redeemed all its negotiable obligations due in 2014, for an outstanding principal amount of US\$102.3 million. Said securities were acquired at their technical value, thus not generating economic results.

Ratings

The improvement of the Bank's financial condition and results stemming from the favorable evolution of its business was acknowledged by different rating agencies.

On September 8, 2010, Moody's changed the outlook on the Bank's rating from "stable" to "positive".

On September 15, 2010, Standard & Poor's raised the ratings on the Bank's long term negotiable obligations from "raA" to "raAA-" and those on its subordinated negotiable obligations from "raA-" to "raA+".

On October 20, 2010, Evaluadora Latinoamericana raised the ratings on the Bank's long term negotiable obligations from "A+" to "AA-" and those on its subordinated negotiable obligations from "raA" to "raA+".

Agreements with International Entities

Within its strategy to increase the available offering of medium and long term credit lines for corporates, the Bank entered into an agreement with the International Finance Corporation (IFC) for US\$ 40 million and with the Inter-American Development Bank (IDB) for US\$ 30 million.

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