

Banco CMF S.A.

**Separate financial statements as of December 31, 2018,
jointly with the Independent Auditors' Report and the
Statutory Audit Committee's Report**

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SEPARATE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2018

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BANCO CMF S.A		
Registered office: Macacha Güemes 150 – Buenos Aires		
Main business activity: Commercial bank	C.U.I.T. (Argentine taxpayer identification number): 30-57661429-9	
Organization date: June 21, 1978		
Registration with the Buenos Aires City Public Registry of Commerce	Date	(1) Of the articles of incorporation: 06/21/1978
		(2) Of the latest amendment: 08/09/2016
	Book	Stock Corporations Book: 88 - Tomo A
		Number: 1926
Expiry of the articles of incorporation: June 20, 2077		
Fiscal year No. 42		
Beginning date: January 1, 2018	Closing date: December 31, 2018	
Capital structure		
Number and characteristics of shares	In Argentine pesos	
	Subscribed	Paid-in
323,900,000 book-entry shares of common stock of ARS 1 face value and entitled to five votes each	323.900.000	323.900.000

JOSÉ A. BENEGAS LYNCH
Chairman

Bank name: Banco CMF S.A.
Name of the undersigned auditor: José A. Coya Testón
Professional association: Pistrelli, Henry Martin y Asociados S.R.L.
Report for the year ended 12/31/2018
Type of report: 1– Unqualified audit report

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SEPARATE STATEMENT OF FINANCIAL POSITION AS OF DECEMBER 31, 2018, 2017 AND 2016

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

ASSETS	Notes	12/31/2018	12/31/2017	12/31/2016
Cash and deposits with banks		2,471,172	1,243,601	1,171,526
– Cash		62,837	34,859	33,746
– Financial institutions and correspondents		2,408,335	1,208,742	1,137,780
– Central Bank of Argentina (BCRA)		2,211,640	1,177,268	980,549
– Other Local and Foreign Entities		196,695	31,474	157,231
Debt securities at fair value through profit or loss		363,589	164,090	102,693
Derivative Financial Instruments	8	240,231	77,256	13,265
Repo transactions	4	270,385	153,094	-
Other financial assets		221,014	918,124	338,408
Loans and other financing		4,806,041	4,466,722	3,312,639
– Other financial institutions		124,710	87,284	150,459
– Non Financial Private Sector and Foreign Residents		4,681,331	4,379,438	3,162,180
Subtotal Debt Securities		2,694,797	912,857	82,988
Financial Assets delivered as guarantee	5	117,946	179,179	263,144
Current income tax assets	15	-	32,617	23,453
Investments in equity instruments		463	797	797
Investments in subsidiaries	2	1,208,839	663,438	549,241
Property, Plant and Equipment	11	315,668	322,173	327,196
Other non financial assets		114,737	100,742	99,912
TOTAL ASSETS		12,824,882	9,234,690	6,285,262

JOSÉ A. BENEGAS LYNCH
Chairman

SEPARATE STATEMENT OF FINANCIAL POSITION AS OF DECEMBER 31, 2018, 2017 AND 2016

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

LIABILITIES	Notes	12/31/2018	12/31/2017	12/31/2016
Deposits		7,488,420	3,851,525	2,262,255
– Financial sector		672	970	1,194
– Non financial Private Sector and Foreign Residents		7,487,748	3,850,555	2,261,061
Liabilities at fair value through profit or loss		115,585	451,764	613,881
Derivative Financial Instruments	8	37,112	8,261	4,854
Repo transactions	4	-	370,545	509,805
Other financial liabilities		529,061	1,081,661	78,565
Financing received from financial institutions		1,534,235	1,140,275	520,718
Corporate bonds issued	31	602,833	777,097	770,733
Current income tax liabilities	15	107,401	673	1,561
Deferred income tax liabilities	15	15,895	36,421	65,928
Other nonfinancial liabilities		232,098	133,897	129,872
TOTAL LIABILITIES		10,662,640	7,852,119	4,958,172
SHAREHOLDERS' EQUITY				
Capital stock	23	323,900	323,900	323,900
Appropriated retained earnings		758,659	617,911	239,401
Unappropriated retained earnings		150,289	235,285	254,639
Other accumulated comprehensive income		613,545	80,717	-
Profit for the year		315,849	124,758	509,150
TOTAL SHAREHOLDERS' EQUITY		2,162,242	1,382,571	1,327,090

The accompanying notes 1 through 37 to the separate financial statements and exhibits A through F, and H, I, K, L, N, O, P, Q and R are an integral part of these separate financial statements.

JOSÉ A. BENEGAS LYNCH
Chairman

**SEPARATE STATEMENT OF INCOME
FOR THE FISCAL YEARS ENDED DECEMBER 31, 2018 AND 2017**

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

STATEMENT OF INCOME	Notes	12/31/2018	12/31/2017
Interest income		2,617,227	988,606
Interest expense		(1,403,849)	(531,216)
Interest income, net		1,213,378	457,390
Commission income		69,394	129,205
Commission expense		(1,617)	(2,657)
Commission income, net		67,777	126,548
Net gain on financial instruments at fair value through profit or loss		145,969	31,979
Foreign exchange difference	17	(176,513)	(27,699)
Other operating income	16	102,809	57,169
Loan loss provision		(213,382)	(77,103)
Net operating income		1,140,038	568,284
Employee benefits payable	12	(333,829)	(237,926)
Administrative expenses	18	(247,220)	(190,268)
Depreciation and amortization of assets		(18,049)	(9,956)
Other operating expenses	19	(195,410)	(97,243)
Operating income		345,530	32,891
Gain on investments in associates and joint ventures		76,934	64,170
Profit from continuing operations before income tax		422,464	97,061
Income tax on continuing operations	15	(106,615)	27,697
NET PROFIT FOR THE YEAR		315,849	124,758

The accompanying notes 1 through 37 to the separate financial statements and exhibits A through F, and H, I, K, L, N, O, P, Q and R are an integral part of these separate financial statements.

JOSÉ A. BENEGAS LYNCH
Chairman

**SEPARATE STATEMENT OF OTHER COMPREHENSIVE INCOME
FOR THE FISCAL YEARS ENDED DECEMBER 31, 2018 AND 2017**

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

STATEMENT OF OTHER COMPREHENSIVE INCOME	12/31/2018	12/31/2017
Net profit for the year	315,849	124,758
Differences on translation of financial statements	532,828	80,717
Total other comprehensive income	532,828	80,717
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	848,677	205,475

The accompanying notes 1 through 37 to the separate financial statements and exhibits A, B, C, D, E, F, H, I, K, L, N, O, P, Q y R attached hereto are an integral part of these separate financial statements.

JOSÉ A. BENEGAS LYNCH
Chairman

SEPARATE STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE FISCAL YEAR ENDED DECEMBER 31, 2018

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

Changes	Capital stock	Other comprehensive income	Appropriated retained earnings		Unappropriated retained earnings (accumulated losses)	Total shareholders' equity as of December 31, 2018
	Outstanding shares	Foreign exchange differences on conversion of financial statements	Legal reserve	Optional reserve		
Amount at the beginning of the fiscal year	323,900	80,717	294,175	323,736	360,043	1,382,571
– Distribution of unappropriated retained earnings approved by the Shareholders' Meeting of April 24, 2018(1)						
– Reserves	-	-	41,950	98,798	(140,748)	-
– Cash dividends					(69,000)	(69,000)
– Net profit for the year	-	-	-	-	315,849	315,849
– Other comprehensive income	-	532,828	-	-	-	532,828
– Other changes	-	-	-	-	(6)	(6)
Amount at the end of the fiscal year	323,900	613,545	336,125	422,534	466,138	2,162,242

(1) On April 24, 2018, the Regular and Special Shareholders' Meeting approved the allocation of 69,000 to the payment of cash dividends. Through its note dated July 6, 2018, the BCRA authorized the distribution thereof. On the same date, the Board of Directors decided to make them available to the shareholders.

The accompanying notes 1 through 37 to the separate financial statements and exhibits A, B, C, D, E, F, H, I, K, L, N, O, P, Q y R attached hereto are an integral part of these separate financial statements.

JOSÉ A. BENEGAS LYNCH
Chairman

SEPARATE STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE FISCAL YEAR ENDED DECEMBER 31, 2017

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

Changes	Capital stock	Other comprehensive income	Appropriated retained earnings		Unappropriated retained earnings (accumulated losses)	Total Shareholders' Equity as of December 31, 2017
	Outstanding shares	Foreign exchange differences on conversion of financial statements	Legal reserve	Optional reserve		
Amount at the beginning of the fiscal year	323,900	-	239,401	-	763,789	1,327,090
- Distribution of unappropriated retained earnings approved by the Shareholders' Meeting of April 4, 2017	-	-	-	-	-	-
- Reserves	-	-	54,774	323,736	(378,510)	-
- Cash dividends (1)	-	-	-	-	(150,000)	(150,000)
- Net profit for the year	-	-	-	-	124,758	124,758
- Other comprehensive income	-	80,717	-	-	-	80,717
- Other changes	-	-	-	-	6	6
Amount at the end of the fiscal year	323,900	80,717	294,175	323,736	360,043	1,382,571

(1) Through the Regular and Special Shareholders' Meeting held on April 4, 2017, BANCO CMF S.A. appointed 150,000 for a cash dividend distribution. The BCRA authorized the distribution through a note dated July 18, 2017. The Board of Directors Meeting held on 07/19/2017, decided to make these dividends available for shareholders on that date.

The accompanying notes 1 through 37 to the separate financial statements and exhibits A through F, H, I, K, L, N, O, P, Q and R are an integral part of these separate financial statements.

JOSÉ A. BENEGAS LYNCH
Chairman

**SEPARATE STATEMENTS OF CASH FLOWS
FOR THE FISCAL YEARS ENDED DECEMBER 31, 2018 AND 2017**

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

	12/31/2018	12/31/2017
Cash flows provided by operating activities		
Profit for the year before income tax	422,464	97,061
Adjustments to determine cash flows provided by operating activities:		
Amortization, depreciation and impairment in value	18,049	10,337
Loan loss provision	213,382	77,103
Other adjustments	(653,915)	(184,501)
Increases/decreases from operating assets, net:		
Debt securities at fair value through profit or loss	188,479	(39,433)
Derivatives	189,751	(424,642)
Repo transactions	(100,750)	(133,166)
Loans and other financing		
Other financial institutions	(36,999)	63,420
Nonfinancial private sector and Foreign Residents	1,420,583	(228,203)
Subtotal debt securities	(1,298,354)	(783,082)
Financial assets delivered in guarantee	347,878	133,944
Investments in equity instruments	334	-
Other assets	169,905	(146,725)
Increases/decreases from operating liabilities, net:		
Deposits		
Financial sector	(298)	(224)
Non financial Private Sector and Foreign Residents	2,751,435	1,339,646
Liabilities at fair value through profit or loss	(336,179)	(171,825)
Derivatives	28,851	3,407
Repo transactions	(484,697)	(230,150)
Other liabilities	(1,227,487)	496,439
Income tax payments	(20,413)	(24,510)
Total operating activities (A)	1,592,019	(145,104)

JOSÉ A. BENEGAS LYNCH
Chairman

SEPARATE STATEMENTS OF CASH FLOWS FOR THE FISCAL YEARS ENDED DECEMBER 31, 2018 AND 2017

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

	<u>12/31/2018</u>	<u>12/31/2017</u>
Cash flows provided by investing activities		
Payments:		
Purchase of property, plant and equipment, intangible assets and other assets	(579)	(204,166)
Obtention of control in subsidiaries or other businesses	64,361	42,276
Other payments related to investing activities	<u>1,617</u>	<u>107,955</u>
Total investing activities (B)	65,399	(53,935)
 Cash flows provided by financing activities		
Payments:		
Dividends	(69,000)	(150,000)
Unsubordinated corporate bonds	(468,560)	(127,591)
BCRA	35	-
Financing received from financial institutions in Argentina	<u>284,191</u>	<u>561,396</u>
Total financing activities (C)	(253,334)	283,805
 Effect of changes in the exchange rate (D)	(176,513)	(12,691)
 Total changes in cash flows		
 Increase (decrease) in cash and cash equivalents, net (A+B+C+D)	<u>1,227,571</u>	<u>72,075</u>
 Cash and cash equivalents at beginning of year (note 21)	<u>1,243,601</u>	<u>1,171,526</u>
 Cash and cash equivalents at end of year (note 21)	<u><u>2,471,172</u></u>	<u><u>1,243,601</u></u>

The accompanying notes 1 through 37 to the separate financial statements and exhibits A through F, and H, I, K, L, N, O, P, Q and R are an integral part of these separate financial statements.

JOSÉ A. BENEGAS LYNCH
Chairman

NOTES TO THE SEPARATE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2018

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

1. CORPORATE INFORMATION

Banco CMF S.A. (the “Bank”), is a sociedad anónima (Argentine business association type akin to a stock corporation) duly organized under the laws of Argentina on June 21, 1978. Its duration term is 99 (ninety-nine) years, expiring in 2077 and may be extended. The current shareholders purchased the Bank in 1990. Subsequently, on April 10, 1996, through Resolution No. 208/96, and on May 5, 1996, through Communiqué “B” No. 6,010, the BCRA approved its transformation into a commercial bank. Finally, on March 23, 1999, through Communiqué “B”, the BCRA approved the corporate name change and the adoption of the current corporate name, Banco CMF S.A. In addition, the Bank operates through its subsidiaries Metrocorp Valores S.A., Eurobanco Bank Ltd. and CMF Asset Management S.A.U.

Since it is a financial entity governed by Financial Institutions Law No. 21,526, it should meet BCRA provisions because it is its regulatory agency.

On March 8, 2019, the Board of Directors of Banco CMF S.A. approved the issuance of the accompanying separate financial statements.

2. SIGNIFICANT ACCOUNTING POLICIES FOR FINANCIAL STATEMENTS

Basis for preparation

Accounting standards applied

On February 12, 2014, the BCRA issued Communiqué “A” 5541 establishing the general guidelines for the process of convergence with the IFRS (International Financial Reporting Standards) issued by the IASB (International Accounting Standards Board), for preparing financial statements of the banks under its supervision for the fiscal years beginning on or after January 1, 2018, as well as the related interim periods.

Moreover, through BCRA Communiqué “A” No. 6114, the BCRA established specific guidelines within this convergence process, among which it was defined: (i) the temporary exception to the application of section 5.5 “Impairment in value” of IFRS 9 “Financial Instruments” (points 5(1) through B5.5.55) for fiscal years until those beginning as from January 1, 2020, and (ii) that in order to calculate the effective deposit and lending rates required for measurement purposes pursuant to IFRS 9, the effective interest rate of a group of financial assets or liabilities with similar application may be calculated globally. As of the date of the Bank’s accompanying separate financial statements, the Bank is quantifying the effect of the application of section 5.5 “Impairment in value” mentioned in point (i) above. Finally, BCRA Communiqué “A” Nos. 6323 and 6324, as amended and supplemented, defined the minimum chart of accounts and the provisions applicable to the preparation and presentation of the financial statements of the financial institutions beginning on January 1, 2018, respectively.

As of December 31, 2018, the conditions for adjusting for inflation the Bank’s financial statements for the year then ended according to IAS 29 “Financial Reporting in Hyperinflationary Economies” were met. However, due to reasons detailed under “Measuring unit” herein, banks cannot apply this standard temporarily.

These separate financial statements were prepared in accordance with the accounting framework established by the BCRA based on IFRS (BCRA Communiqué “A” 6114 and supplementary), subject to the exceptions mentioned in the previous paragraph. Considering these exceptions, the accounting framework comprises the standards and interpretations adopted by the IASB, which are:

- IFRS,
- International Accounting Standards (IAS) and
- The interpretations originated by the IFRS Interpretations Committee (IFRIC) or the former Standard Interpretations Committee (SIC).

**NOTES TO THE SEPARATE FINANCIAL STATEMENTS
AS OF DECEMBER 31, 2018**

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

NOTES TO THE SEPARATE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2018

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

SIGNIFICANT ACCOUNTING POLICIES FOR FINANCIAL STATEMENTS (Contd.)

In preparing these separate financial statements, the Bank considered the exceptions and exemptions provided for by IFRS 1 "First-time adoption of IFRS", and those which were applied are described in the section "First-time adoption of IFRS", in accordance with BCRA Communiqué "A" No. 6114 under this note.

Until the fiscal year ended December 31, 2017, the Bank prepared its separate financial statements in accordance with the standards issued by the BCRA. The financial information on prior years, included in these separate financial statements for comparative purposes, has been modified and is presented in accordance with the basis described in the previous paragraphs. The effects of changes between professional accounting standards applied until the year ended December 31, 2017, and IFRS adopted by the BCRA through Communiqué "A" 6114 are explained in the reconciliations disclosed in note 3 "First-time adoption of IFRS" in accordance with BCRA Communiqué "A" No. 6114 under this note.

These accounting policies comply with the IFRS that are currently approved and applied in preparing the first IFRS annual separate financial statements in agreement with the IFRS adopted by the BCRA according to Communiqué "A" No. 6114, as amended and supplemented. In general, the BCRA does not allow for the early adoption of any IFRS, unless otherwise specified.

Subsidiaries

As indicated in note 1, the Bank performs certain transactions through its subsidiaries. Subsidiaries are defined as the companies over which the Bank exerts control. As mentioned in note 2. to the consolidated financial statements, a Bank controls a company when it is exposed to, or has rights over, variable returns of its equity in the subsidiary and it has the capacity of using the power to direct the company's operating and financial policies to exert an influence over these returns.

In the statements of financial position of the separate financial statements, investments in associates are measured using the equity method established in IAS 28, in line with the provisions of BCRA Communiqué "A" No. 6114. In using this method, investments in subsidiaries are initially recognized at cost, and the amount subsequently increases or decreases to recognize the equity interest of the parent company in the subsidiary's profit (loss).

As of December 31, 2018, the Bank consolidated its financial statements with those of the following companies:

Company	Shares		% to		Activity
	Class	Number	Capital stock	Votes	
Metrocorp Valores S.A.	Common	6.491.430	99%	99%	Comprehensive settlement and clearing agent and trading agent, and mutual funds placement and distribution agent.
Eurobanco Bank Ltd.	Common	2.970.000	99%	99%	Financial institution
CMF Asset Management S.A.U.	Common	5.000.000	100%	100%	Managing agent in charge of mutual funds collective investment products (AA PIC FCI)

Figures stated in thousands of Argentine pesos

These separate financial statements disclose figures stated in thousands of Argentine pesos and are rounded up to the nearest amount in Argentine pesos, except when otherwise noted.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2018

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

2. SIGNIFICANT ACCOUNTING POLICIES FOR FINANCIAL STATEMENTS (Contd.)

Presentation of the separate statement of financial position

The Bank files the statement of financial position in order of liquidity pursuant to the model established in BCRA Communiqué “A” 6324. The analysis referring to the recovery of assets and settlement of liabilities within the 12 months subsequent to the reporting date and over 12 months subsequent to the reporting date is disclosed in note 13.

Financial assets and liabilities are usually informed using gross amounts in the statement of financial position. These amounts are only offset and reported in net form when holding the legal and unconditional right to offset them and Management intends to settle those amounts on a net basis or to realize assets and settle liabilities simultaneously.

The accompanying financial statements were prepared on the basis of their historical amounts, except for the assets disclosed in note 20, which were valued at fair value.

Comparative information

These financial statements are presented comparatively with those of the prior fiscal year-end.

In addition, by application of IFRS 1 “First-Time Adoption of International Financial Reporting Standards”, and considering that the accompanying financial statements are the first to be prepared under IFRS, the opening statement of financial position as of the transition date (December 31, 2016) is also included.

Measuring unit

IFRS require the restatement in functional currency of an entity’s financial statements when the functional currency used is that of a hyperinflationary economy. To ensure consistency in identifying such an economic context, IAS 29 establishes (i) certain nonexclusive qualitative indicators, such as analyzing the behavior of the population, prices, interest rates and salaries considering the changes in the price indexes and the loss in the purchasing power of the currency, and (ii) a quantitative indicator –which is the condition mostly used in actual facts–, which consists in checking whether the cumulative inflation rate over three years approaches or exceeds 100%. Even though the general level of prices increased over the last few years in Argentina, the inflation rate accumulated over a three-year period remained below such percentage. However, due to different macroeconomic factors, the three-year inflation rate stood above 100% in 2018. Moreover, the Argentine government targets and other available projections show that this trend will not be reversed in the short term.

Consequently, the Argentine economy is currently considered hyperinflationary and the entities under the BCRA’s control, which are required to apply the IFRS adopted through Communiqué “A” 6114 and which functional currency is the Argentine peso, should restate their financial statements. This restatement should be made as if the economy had always been hyperinflationary using a general price index that reflects the changes in the purchasing power of the currency. To make such restatement, a series of indexes prepared and published monthly by the FACPCE (Argentine Federation of Professional Councils in Economic Sciences) will be used, which combine the Argentine consumer price index published by the INDEC (Argentine Institute of Statistics and Censuses) as from January 2018 (base month: December 2016) with the wholesale domestic price index published by the INDEC until that date, computing the changes in the consumer price index for the City of Buenos Aires for November and December 2015 since the INDEC published no information concerning the domestic wholesale price index for these months.

Considering this index, inflation stood at 47.64% and 24.79% for the years ended December 31, 2018 and 2017, respectively.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2018

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

2. SIGNIFICANT ACCOUNTING POLICIES FOR FINANCIAL STATEMENTS (Contd.)

However, as established in BCRA Communiqué “A” 6651, banks should start adopting the method for restating the financial statements into constant currency, as provided for by IAS 29, as from the years beginning January 1, 2020.

The lack of recognition of the changes in the general purchasing power of the currency in a hyperinflationary economy may distort the accounting information; therefore, this situation should be considered upon interpreting the information disclosed by the Bank in the financial statements on the financial position, results of operations and cash flows.

Below is a description of the main potential effects from implementing IAS 29:

- (a) The financial statements should be adjusted to consider the changes in the purchasing power of the currency so that they are restated into the current measuring unit as of the end of the reporting period.
- (b) In brief, the general restatement mechanism established in IAS 29 is the following:
 - i) Monetary items (those with a fixed nominal value in local currency) will not be restated, as they are no longer stated in the constant currency as of the end of the reporting period. In an inflationary period, maintaining monetary assets will lose purchasing power and maintaining monetary liabilities will gain purchasing power, provided that these items are not subject to an adjustment mechanism that somehow offsets these effects. Net monetary gains or losses will be included in profit (loss) for the reporting period.
 - ii) The assets and liabilities subject to adjustment based on specific agreements will be adjusted based on such arrangements.
 - iii) Nonmonetary items measured at their current values as of the end of the reporting period will not be restated to be filed in the statement of financial position, but the adjustment process should be completed to determine the profit (loss) generated by holding these nonmonetary items in constant pesos.
 - iv) The nonmonetary items measured at a historical cost or current cost of a date prior to the end of the reporting period will be restated by coefficients that reflect the changes in the general level of prices from the date of acquisition or revaluation until the closing date, and the restated amounts of these assets will then be compared to the recoverable values. The charges to profit (loss) for the period for the depreciation of property, plant and equipment and the amortization of intangible assets or any other consumption of nonmonetary assets will be determined based on the new restated amounts.
 - v) When finance costs are capitalized under nonmonetary assets, the portion of these costs used to offset the creditor for inflation purposes will not be capitalized.
 - vi) The restatement of nonmonetary assets in the current unit of measure as of the end of the reporting period with no equivalent adjustment for tax purposes gives rise to a taxable temporary difference and the recognition of a deferred tax liability which contra account is recognized in profit (loss) for the period. If, in addition to the restatement, nonmonetary assets are restated, the deferred tax amount related to the restatement is recognized in profit (loss) for the period and the deferred tax amount related to the revaluation (excess of value restated over the restated value) is recognized in other comprehensive income.
 - vii) Expenses and revenues are restated as from their booking, except for (1) the income statement accounts that reflect or include in their assessment the consumption of assets measured in the currency of purchasing power of a date prior to booking the consumption, which will be restated based on the date of origin of the asset related to the item, and (2) profit (loss) that arises from comparing two measurements stated in the currency of purchasing power of different dates, which requires identifying the amounts compared, restating them and comparing them separately using the restated amounts.

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2. SIGNIFICANT ACCOUNTING POLICIES (Contd.)

- viii) At the beginning of the first year of application of the restatement of the financial statements into constant currency, the components of equity, except for retained earnings (accumulated losses) are restated pursuant to IAS 29 and retained earnings (accumulated losses) are determined by difference once the remaining equity components are restated.

As of the date of issuance of these financial statements, the Bank has not quantified the potential effects of applying IAS 29, but it estimates that they may be material.

Summary of significant accounting policies

The significant accounting policies applied by the Bank in the preparation of its separate financial statements are consistent with the significant accounting policies applied in the preparation of the Bank's consolidated financial statements as of December 31, 2018, which are described in note 2 to such statements.

Accounting opinions, estimates and assumptions

The significant accounting opinions, estimates and assumptions in preparing the accompanying separate financial statements are consistent with those described in note 2 to the consolidated financial statements as of December 31, 2018.

3. FIRST-TIME ADOPTION OF IFRS IN ACCORDANCE WITH BCRA COMMUNIQUE "A" 6114

As required by BCRA Communiqué "A" 6324, as supplemented, the main adjustments of the transition to IFRS are explained further ahead, and the following reconciliations related to such transition are presented:

- Between separate equity assessed pursuant to BCRA's regulations and separate equity assessed pursuant to the BCRA's new accounting framework under IFRS as of December 31, 2016, (date of transition to IFRS) and as of December 31, 2017.
- Between separate net equity assessed pursuant to the BCRA's standards for the year ended December 31, 2017, and the separate total comprehensive income assessed pursuant to the BCRA's new accounting framework as of the same date.

In preparing these reconciliations, the Bank's Management has considered the currently approved IFRS that are applicable in the preparation of these separate financial statements, which are the first annual financial statements presented according to the BCRA's new accounting framework under IFRS, but giving effect to the exceptions and exemptions provided in IFRS 1 described in note 3 to the Bank's consolidated financial statements.

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FIRST TIME ADOPTION OF IFRS IN ACCORDANCE WITH BCRA COMMUNIQUE “A” 6114 (Contd.)

Reconciliations required:

- Reconciliation of separate equity as of December 31, 2016 (date of transition to IFRS)

	Previous BCRA standards	Transition adjustments and reclassifications	IFRS
Total assets	5,999,453	285,809	6,285,262
Total liabilities + third-party equity interests	(4,907,645)	(50,527)	(4,958,172)
Shareholders' equity	1,091,808	235,282	1,327,090

Amount as of 12/31/16

As per previous BCRA standards

Shareholders' equity

1,091,808

Effective rate	(15,881)
Financial instruments	36,280
Property, plant and equipment	302,807
Deferred tax	(77,514)
Accrual for employee benefits	(11,439)
Other	1,031

Total adjustments

235,282

Amounts as December 31, 2016 under IFRS

1,327,090

- Reconciliation of consolidated equity as of December 31, 2017

	Previous BCRA standards	Transition adjustments and reclassifications	IFRS
Total assets	9,983,356	(748,666)	9,234,690
Total liabilities + third-party equity interests	(8,831,800)	979,681	(7,852,119)
Shareholders' equity	1,151,556	231,015	1,382,571

Amount as of 12/31/2017

As per previous BCRA standards

Shareholders' equity

1,151,556

Effective rate	(15,054)
Financial instruments	13
Property, plant and equipment	301,205
Deferred tax	(36,941)
Accrual for employee benefits	(18,208)

Total adjustments and reclassifications

231,015

Amounts as 12/31/2017, under IFRS

1,382,571

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3. FIRST-TIME ADOPTION OF IFRS IN ACCORDANCE WITH BCRA COMMUNIQUE “A” 6114 (Contd.)

- Reconciliation of consolidated profit or loss and total comprehensive income for the year ended December 31, 2017

	Net profit for the year as of 12/31/2017	Other comprehensive income	Total profit for the year as of 12/31/2017
As per previous BCRA standards	209,745	-	209,745
Reclassification - Other comprehensive income	(80,717)	80,717	-
Effective rate	823	-	823
Financial instruments	(36,783)	-	(36,783)
Property, plant and equipment and intangible assets	8,954	-	8,954
Accrual for employee benefits	(6,769)	-	(6,769)
Deferred tax	29,505	-	29,505
According to IFRS	124,758	80,717	205,475

Explanatory notes to IFRS transition adjustments

Below is a brief summary of the main adjustments arising from the transition to IFRS affecting shareholders' equity as of December 31, 2016 (transition date to IFRS) and as of December 31, 2017, and the statement of profit or loss and the statement of comprehensive income for the fiscal year ended December 31, 2017, which arise from comparing the accounting standards applied by the Bank in preparing the financial statements until the prior year-end, December 31, 2017, (BCRA) and the accounting policies applied by the Bank in preparing financial statements as from the year beginning 1 January 2018 (new IFRS-based accounting framework).

Debt securities

The adjustments to this account mainly arise when the valuation set for each business model in which the holdings were classified differs from the valuation established under BCRA regulations.

In addition, reverse repo transactions were carried out, the underlying securities of which should be recognized as Ban's assets under BCRA standards. Under IFRS, these securities received from third parties do not meet the requirements for the recognition thereof.

In addition, financial trust debt securities formerly included under "Other profit (loss) from financial intermediation" were valued in accordance with a business model whereby the purpose of these holdings is to obtain contractual cash flows; therefore, they were valued at amortized cost by using the effective interest rate method. Under BCRA standards, these instruments were also valued at amortized cost.

Loans and other financing

The loan portfolio held by the Bank was generated within a business model structure which main purpose is to obtain contractual cash flows (made up by principal and interest). Under IFRS 9, the loan portfolio should be valued at amortized cost using the effective interest rate method, which implies that commission income and direct incremental costs arising from granting financing are deferred and recognized over the financing term.

Under BCRA standards, interest was accrued according to exponential distribution over the fiscal years in which they were earned or accrued, and commission income and direct costs were recognized in the moment in which they were generated.

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3. FIRST-TIME ADOPTION OF IFRS IN ACCORDANCE WITH BCRA COMMUNIQUE “A” 6114 (Contd.)

Investments in other companies

Foreign subsidiary: (i) assets and liabilities were converted at the exchange rate effective as of the end of the quarter; (ii) profit was converted at the average exchange rate of each month, and (iii) the difference was charged to other comprehensive income.

Local subsidiaries: Interests in investment companies were adjusted at fair value considering the recoverable value thereof. The Bank also adjusted the intangible assets not allowed by IFRS.

Other companies: They were stated at fair value.

Financial assets

The assets related to purchases (sales) of financial instruments with the non optional repurchase commitment at a determined price (repos) are booked in the reconciliation as financing granted (received) based on the nature of the related debtor (creditor) in “Financing received from financial institutions.”

The difference between the purchase and sale prices of these instruments is booked as interest, which is accrued during the term of the transactions using the effective interest rate method.

Property, plant and equipment

In determining the book balances as of the transition date, the exemption mentioned in the section “Optional exemptions” was used, which entailed using this fair value as the deemed cost. To determine the fair value of all assets, the Bank used appraisals.

Given that the Bank opted for the cost model, the new deemed cost under IFRS entailed an increase in depreciation charges.

Intangible assets

Intangible assets comprise the costs of acquiring and implementing systems development projects in a local subsidiary and are adjusted to IFRS in case of inconsistency.

Deferred income tax assets and liabilities

Under IAS 12 “Income tax”, the amount to be booked is (i) the portion related to the current tax expected to be paid or recovered and (ii) the deferred tax is defined as that expected to be calculated or recovered in connection with income tax as a result of accumulated NOLs and the temporary differences that may arise from the tax bases of assets and liabilities and their carrying amounts. Under BCRA standards, the Bank assessed income tax by applying the effective rate to the estimated taxable income disregarding the effect of differences between book and taxable profit.

Other nonfinancial liabilities

Under IFRS 15, revenues from ordinary activities were recognized in a way that they represent the transfer of goods and services under a contract with customers, in exchange for an amount reflecting the consideration to which an entity expects to be entitled in exchange for such goods or services.

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3. FIRST-TIME ADOPTION OF IFRS IN ACCORDANCE WITH BCRA COMMUNIQUE “A” 6114 (Contd.)

In addition, pursuant to IAS 19 “Employee Benefits”, vacation is considered as accumulated irrevocable compensated absences, and will be measured at the expected cost of such absences as the additional amount that the entity expects to pay as a result of the unused days accrued by the employees at the end of the reporting period. Under BCRA standards, vacation charges were booked when the personnel used them; that is to say, when they were paid.

Corporate bonds issued

The Bank issued subordinated and unsubordinated corporate bonds, which were valued at amortized cost in accordance to IFRS 9 using the effective interest rate method, which implied booking the direct placement costs as a lower liability. Under BCRA standards, they were valued in accordance with the outstanding amount of principal and accrued interest, and the expenses were charged to profit or loss for the year.

Other guarantees granted, on agreements on checking account

Assets and liabilities items were adjusted, as the case may be, to reflect the fair value of the commission earned.

Explanations on material adjustments to the cash flow statement

The direct method is adopted except for the presentation of operating activities, for which the indirect method is used. As regards cash-equivalent securities, based on the policy established by the Bank, they should be issued by the Argentine government or the BCRA, and the lapse between the purchase date and the maturity of the security should not exceed 90 days, whereas under BCRA standards, the requirements were as follows: they had to be exposed to immaterial changes and the lapse between the purchase date should not exceed 90 days.

New resolutions

The standards and interpretations issued but not yet in effect as of the date of issuance of separate financial statements are disclosed in note 2 to the consolidated financial statements as of December 31, 2018. The Bank will adopt these standards, if applicable, when they become effective and upon approval by the BCRA, and reflect the conditions prevailing as of those dates.

4. REPO TRANSACTIONS

In the regular course of business, the Bank entered into repo transactions. Under IFRS 9, the securities involved in repo and reverse repo transactions received from and delivered to third parties, respectively, do not meet the requirements for recognition or derecognition.

As of December 31, 2018, the Bank does not have any repo transactions. As of December 31, 2017, and 2016, the Bank has entered into repo transactions involving government securities and BCRA bills standing at ARS 370,545 and 509,805, respectively, the expiration dates of which were the immediately following business day of each fiscal year. In addition, as of the same dates, the securities delivered guaranteeing repo transactions stand at 414,603 and 566,459, respectively, and they were booked under “Other financial assets” and “Financial assets delivered in guarantee”, respectively.

Moreover, as of December 31, 2018 and 2017, the Bank has entered into reverse repo transactions involving government securities and BCRA bills standing at ARS 270,385 and 153,094, respectively, the expiration dates of which were the immediately following business day of each fiscal year. As of the same dates, the securities received which guarantee reverse repo transactions stand at 299,033 and 170,386. The assets received in guarantee are booked under off-balance items.

4. REPO TRANSACTIONS (Contd.)

NOTES TO THE SEPARATE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2018

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The profits generated by the Bank as a result of the reverse repo transactions entered into over the fiscal year ended December 31, 2018, stand at 13,639, an amount booked under "Interest income". Moreover, the losses generated by the Bank as a result of the repo transactions carried out over the fiscal years ended December 31, 2018 and 2017, stand at 114,152 and 89,687, respectively, and they are booked under "Interest expense".

5. FINANCIAL ASSETS DELIVERED IN GUARANTEE AND RESTRICTED ASSETS

As of December 31, 2018, 2017 and 2016, the Bank delivered in guarantee the financial assets described in note 5 to the consolidated financial statements as of December 31, 2018.

6. ADJUSTMENT DUE TO LOSSES. PROVISION FOR LOSSES FROM LOANS AND OTHER FINANCING FACILITIES

The changes in this provision during the years ended December 31, 2018 and 2017 are disclosed in Exhibit R "Adjustment due to losses – Loan loss provision".

The net loan loss provision arising from loans and other financing breaks down as follows:

	12/31/2018	12/31/2017
Loan loss provision	213,382	77,103
Provisions reversed and receivables recovered (Other operating income)	(13,730)	(18,429)
Loan loss provision arising from loans and other financing, net of recoverable amounts.	<u>199,652</u>	<u>58,674</u>

The method for assessing the loan loss provision related to loans and other financing is explained in note 2 ("Accounting opinions, estimates and assumptions").

7. CONTINGENT TRANSACTIONS

To meet customers' specific financial needs, the Bank's credit policy also includes granting sureties, guarantees, letters of credit and documentary credits. Although these transactions are not recognized in the statement of financial position because they entail an additional responsibility for the Bank, they expose it to credit risks additional to those recognized in the statement of financial position and therefore, they are an integral part of the Bank's total risk.

As of December 31, 2018, 2017 and 2016, the Bank's contingent transactions are as follows:

	12/31/2018	12/31/2017	12/31/2016
Guarantees provided	393,506	367,501	339,100
Obligations arising from foreign-trade transactions – Letters of credit	136,929	253,853	74,852
Total	<u>530,435</u>	<u>621,354</u>	<u>413,952</u>

The risks related to the contingent transactions mentioned above are evaluated and monitored under the Bank's credit risk policy mentioned in note 34.

8. DERIVATIVE FINANCIAL INSTRUMENTS

The Bank enters into derivative transactions for trading purposes. Note 8 to the consolidated financial statements discloses the reasons and type of transactions involving financial derivatives entered into by the Bank.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2018

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8. DERIVATIVE FINANCIAL INSTRUMENTS (Contd.)

At the beginning, derivatives only imply a mutual exchange of promises and little or no investments. However, these instruments usually entail high leverage and they are highly volatile. A relatively small change in the value of the underlying asset may have a significant impact on profit (loss). Likewise, over-the-counter derivatives may expose the Bank and its subsidiaries to risks associated to the lack of an exchange market where an open position may be closed. The exposure of the Bank and its subsidiaries resulting from derivative agreements is regularly monitored as part of its general risk framework. The information on their objectives and credit risk management policies is included in note 33 to the consolidated financial statements.

The chart below shows the notional values of these instruments stated in thousands at the currency of origin. Notional values state the volume of outstanding transactions at year-end and they are not indicative of the market risk or the credit risk, and they are booked as off-balance items. It also includes the fair value consisting in the value in Argentine pesos of the underlying asset (US dollar). The “Derivatives” account in the statement of financial position discloses the amounts pending settlement arising from the related derivatives. The changes in fair values were charged to profit or loss; a breakdown is provided in note 17.

Derivatives financial assets (amounts in thousands of ARS)	12/31/2018		12/31/2017		12/31/2016	
	Notional value	Fair value	Notional value	Fair value	Notional value	Fair value
Forward foreign currency purchases without delivery of the underlying asset - MAE	100	3,781	-	-	31,500	499,281
Forward foreign currency purchases without delivery of the underlying asset - Private	-	-	4,600	86,361	7,085	112,299
Forward foreign currency purchases without delivery of the underlying asset - ROFEX	38,094	1,440,269	24,488	459,743	-	-
Forward foreign currency sales without delivery of the underlying asset - MAE	-	-	-	-	(7,000)	(110,951)
Forward foreign currency sale transactions without delivery of the underlying asset - Private	(9,400)	(355,398)	(3,300)	(61,954)	(30,500)	(483,431)
Forward foreign currency sale transactions without delivery of the underlying asset - Rofex	-	-	(1,829)	(34,338)	-	-
Total derivatives held by the Bank, net	28,794	1,088,652	23,959	449,812	1,085	17,198

9. RELATED PARTIES

A related party is any person or entity that is related to the entity:

- has control or joint control over the entity;
- has significant influence over the entity;
- is a member of the key management personnel of the entity or of a parent of the entity;
- is a member of the same group.
- is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member).

Key management personnel is defined as those persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly. The Bank regards the members of the Board of Directors, top management and management as key personnel under IAS 24.

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9. RELATED PARTIES (Contd.)

As of December 31, 2018, 2017 and 2016, the transactions performed with related parties break down as follows:

	Amount as of 12/31/18	Amount as of 12/31/17	Amount as of 12/31/16
Loans	94,286	70,666	66,123
Notes	93,606	-	-
Personal loans	180	-	-
Overdrafts	-	8,591	8,021
Government securities loaned	-	61,575	57,602
Guarantees provided	500	500	500
Deposits	300,642	107,348	381,710

Loans granted to and deposits with related parties are in line with market conditions for other customers.

As of December 31, 2018, 2017 and 2016, loans to employees, including those granted to managers, stand at 917, 540 and 782, respectively.

The Bank has granted no share-backed loans to directors or other key management personnel.

The compensation of key management personnel comprising salaries, wages and bonuses, stands at ARS 58,100, 58,036 and 39,012 as of December 31, 2018 and 2017, respectively. It should be noted that there are no other benefits available to key management personnel.

10. TRANSACTIONS WITH COMPANIES UNDER SECTION 33, LAW No. 19,550

As required by Law No. 19,550, as of December 31, 2018, 2017 and 2016, the equity amounts related to the transactions performed with companies under section 33 of the abovementioned law are as follows:

	12/31/2018	12/31/2017	12/31/2016
Assets - Loans			
Metrocorp Valores S.A.	-	18	-
Assets - Other receivables from financial intermediation			
Metrocorp Valores S.A.	46,787	163,390	1,301
Liabilities - Deposits			
CMF Asset Management S.A.U.	21	5	-
Metrocorp Valores S.A.	60,861	89,622	19,298
Liabilities - Other liabilities from financial intermediation			
Metrocorp Valores S.A.	51,858	94,210	-

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10. TRANSACTIONS WITH COMPANIES UNDER SECTION 33, LAW No. 19,550 (Contd.)

In addition, the income (expense) arising from the fiscal years ended as of December 31, 2018, 2017 and 2016, regarding the transactions carried out with these companies are as follows:

	<u>12/31/2018</u>	<u>12/31/2017</u>	<u>12/31/2016</u>
Finance income			
Metrocorp Valores S.A.	73	15	69
Finance expense			
Metrocorp Valores S.A.	9,940	20,267	489
Service-charge income			
Metrocorp Valores S.A.	770	660	660
CMF Asset Management S.A.U.	660	333	-
Service-charge expenses			
Metrocorp Valores S.A.	132	-	-
Other profit			
Metrocorp Valores S.A.	60	29	18
CMF Asset Management S.A.U.	63	30	10

As regards off-balance items, the amounts are related to transactions carried out with Metrocorp Valores S.A. As of December 31, 2018, 2017 and 2016, the amounts stand at 462, 314 and 1,089, respectively.

11. PROPERTY, PLANT AND EQUIPMENT

The account includes the tangible assets owned by the Bank, used for its specific activity.

The changes in these assets as of December 31, 2018, 2017 and 2016 are disclosed under Exhibit F "Property, Plant and Equipment".

12. EMPLOYEE BENEFITS PAYABLE

The following chart summarizes the items making up the net expenses related to employee benefits payable recognized in the statement of profit or loss.

Short-term benefits

	<u>12/31/2018</u>	<u>12/31/2017</u>
Salaries & wages, annual statutory bonus and payroll taxes:	312,916	217,959
Vacation accrual	5,425	6,769
Severance pay, bonuses and other employee benefits	15,488	13,198
	<u>333,829</u>	<u>237,926</u>

13. ANALYSIS OF FINANCIAL ASSETS TO BE RECOVERED AND FINANCIAL LIABILITIES TO BE SETTLED

The Bank presented the statement of financial position based on the degree of liquidity under BCRA Communiqué "A" 6324, as it provides more significant information according to the nature of its activities.

The following tables show an analysis of the amounts of financial assets and liabilities which are expected to be recovered or settled as of December 31, 2018, 2017 and 2016:

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13. ANALYSIS OF FINANCIAL ASSETS TO BE RECOVERED AND FINANCIAL LIABILITIES TO BE SETTLED (Contd.)

Item	Reduction in assets and liabilities as of 12/31/2018						Total
	Without due date	Up to 1 month	From 1 to 3 months	From 3 to 6 months	From 6 to 12 months	Over 12 months	
ASSETS							
Cash and deposits with banks	2,471,172	-	-	-	-	-	2,471,172
Debt securities at fair value through profit or loss	363,589	-	-	-	-	-	363,589
Derivatives	-	224,304	15,927	-	-	-	240,231
Repo transactions	-	270,385	-	-	-	-	270,385
Other financial assets	2,011	219,003	-	-	-	-	221,014
Loans and other financing	109,010	2,345,887	1,012,365	570,767	343,605	424,407	4,806,041
Subtotal debt securities	-	1,572,887	444,927	305,332	155,942	215,709	2,694,797
Financial assets delivered in guarantee	117,946	-	-	-	-	-	117,946
Investments in equity instruments	463	-	-	-	-	-	463
TOTAL	3,064,191	4,632,466	1,473,219	876,099	499,547	640,116	11,185,638

Item	Reduction in assets and liabilities as of 12/31/2018						Total
	Without due date	Up to 1 month	From 1 to 3 months	From 3 to 6 months	From 6 to 12 months	Over 12 months	
LIABILITIES							
Deposits	6,292,203	1,072,518	123,699	-	-	-	7,488,420
Liabilities at fair value through profit or loss	-	93,990	21,595	-	-	-	115,585
Derivatives	-	31,164	5,948	-	-	-	37,112
Other financial liabilities	-	422,868	13,911	873	18,285	73,124	529,061
Financing received from financial institutions	-	125,155	146,317	70,014	961,526	231,223	1,534,235
Corporate bonds	-	-	256,697	-	231,229	114,907	602,833
TOTAL	6,292,203	1,745,695	568,167	70,887	1,211,040	235,246	10,307,246

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13. ANALYSIS OF FINANCIAL ASSETS TO BE RECOVERED AND FINANCIAL LIABILITIES TO BE SETTLED (Contd.)

Item	Reduction in assets and liabilities as of 12/31/2017						Total
	Without due date	Up to 1 month	From 1 to 3 months	From 3 to 6 months	From 6 to 12 months	Over 12 months	
ASSETS							
Cash and deposits with banks	1,243,601	-	-	-	-	-	1,243,601
Debt securities at fair value through profit or loss	164,090	-	-	-	-	-	164,090
Derivatives	-	76,056	533	667	-	-	77,256
Repo transactions	-	153,094	-	-	-	-	153,094
Other financial assets	-	918,124	-	-	-	-	918,124
Loans and other financing	-	1,497,679	1,111,414	881,209	519,893	456,527	4,466,722
Subtotal debt securities	-	119,386	157,660	219,457	352,551	63,803	912,857
Financial assets delivered in guarantee	179,179	-	-	-	-	-	179,179
Investments in equity instruments	797	-	-	-	-	-	797
TOTAL	1,587,667	2,764,339	1,269,607	1,101,333	872,444	520,330	8,115,720

Item	Reduction in assets and liabilities as of 12/31/2017						Total
	Without due date	Up to 1 month	From 1 to 3 months	From 3 to 6 months	From 6 to 12 months	Over 12 months	
LIABILITIES							
Deposits	3,004,004	484,628	28,138	334,725	-	30	3,851,525
Liabilities at fair value through profit or loss	-	451,764	-	-	-	-	451,764
Derivatives	-	8,261	-	-	-	-	8,261
Repo transactions	-	370,545	-	-	-	-	370,545
Other financial liabilities	-	971,577	-	407	18,271	91,406	1,081,661
Financing received from financial institutions	-	250,675	337,945	227,042	294,508	30,105	1,140,275
Corporate bonds	-	-	210,597	250,000	-	316,500	777,097
TOTAL	3,004,004	2,537,450	576,680	812,174	312,779	438,041	7,681,128

NOTES TO THE SEPARATE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2018

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13. ANALYSIS OF FINANCIAL ASSETS TO BE RECOVERED AND FINANCIAL LIABILITIES TO BE SETTLED (Contd.)

Item	Reduction in assets and liabilities as of 12/31/2016						Total
	Without due date	Up to 1 month	From 1 to 3 months	From 3 to 6 months	From 6 to 12 months	Over 12 months	
ASSETS							
Cash and deposits with banks	1,171,526	-	-	-	-	-	1,171,526
Debt securities at fair value through profit or loss	102,693	-	-	-	-	-	102,693
Derivatives	-	9,984	3,281	-	-	-	13,265
Other financial assets	-	338,408	-	-	-	-	338,408
Loans and other financing	-	923,987	779,503	681,046	555,848	372,255	3,312,639
Subtotal debt securities	-	22,773	15,947	17,867	21,097	5,304	82,988
Financial assets delivered in guarantee	263,144	-	-	-	-	-	263,144
Investments in equity instruments	797	-	-	-	-	-	797
TOTAL	1,538,160	1,295,152	798,731	698,913	576,945	377,559	5,285,460

Item	Reduction in assets and liabilities as of 12/31/2016						
	Without due date	Up to 1 month	From 1 to 3 months	From 3 to 6 months	From 6 to 12 months	Over 12 months	Total
LIABILITIES							
Deposits	1,376,150	544,918	307,402	33,759	-	26	2,262,255
Liabilities at fair value through profit or loss	-	613,881	-	-	-	-	613,881
Derivatives	-	4,854	-	-	-	-	4,854
Repo transactions	-	509,805	-	-	-	-	509,805
Other financial liabilities	-	78,565	-	-	-	-	78,565
Financing received from financial institutions	-	137,182	59,596	247,403	76,537	-	520,718
Corporate bonds	-	158,539	12,194	-	150,000	450,000	770,733
TOTAL	1,376,150	2,047,744	379,192	281,162	226,537	450,026	4,760,811

14. SEGMENT REPORTING

For management purposes, the management of the Bank and its subsidiaries determined that it has only one segment related to the banking business. In this regard, management oversees the profit (loss) of the segment to make decisions in connection with resource allocation and performance assessment, which is measured based on the profits or losses arising from the financial statements.

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15. INCOME TAX

Income tax

Income tax should be booked by the liability method, which consists in recognizing (as receivable or payable) the tax effect of temporary differences between the book and tax valuation of assets and liabilities, and in subsequently charging them to profit or loss for the year in which such differences are reversed, having duly considered the likelihood of using NOLs in the future.

The deferred tax assets and liabilities in the statement of financial position are as follows:

	<u>12/31/2018</u>	<u>12/31/2017</u>	<u>12/31/2016</u>
<u>Deferred tax assets:</u>			
Loans and other financing	63,820	34,742	42,282
Other liabilities	6,826	8,604	4,004
Total deferred assets (a)	<u>70,646</u>	<u>43,346</u>	<u>46,286</u>
<u>Deferred tax liabilities:</u>			
Securities	2,388	143	12,698
Debt securities	5,641	1,909	2,596
Other financial assets	3,883	2,779	3,272
Property, Plant and Equipment	74,629	74,936	93,648
Total deferred liabilities (b)	<u>86,541</u>	<u>79,767</u>	<u>112,214</u>
Deferred tax liabilities, net (a-b)	<u>(15,895)</u>	<u>(36,421)</u>	<u>(65,928)</u>

As of December 31, 2018, the Branch carries no NOLs.

The changes in deferred tax liabilities, net, as of December 31, 2018 and 2017 is summarized as follows:

	<u>12/31/2018</u>	<u>12/31/2017</u>
Deferred tax liabilities at beginning of year, net	(36,421)	(65,928)
Decrease in deferred taxes recognized through profit or loss	20,526	29,507
Deferred tax liabilities at end of year, net	<u>(15,895)</u>	<u>(36,421)</u>

The income tax charge disclosed in the statement of profit or loss differs from the income tax charge that would result if the current tax rate had been applied on all profits.

The following table shows a reconciliation between the income tax charge and the amounts arising from the effective tax rate in Argentina to taxable profit.

	<u>12/31/2018</u>	<u>12/31/2017</u>
Accounting profit before income tax	422.464	97.061
Statutory income tax rate	30%	35%
Tax on accounting profit	126.739	33.971
Long-term differences and other tax adjustments	(20.124)	(61.668)
Total income tax	<u>106.615</u>	<u>(27.697)</u>

**NOTES TO THE SEPARATE FINANCIAL STATEMENTS
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15. INCOME TAX (Contd.)

As of December 31, 2018, the Bank did not carry any current income tax assets; however, it carried 107,401 as current income tax liabilities. As of December 31, 2018, 2017 and 2016, the Bank carried ARS 0, 32,617 and 23,453 as current income tax assets, respectively, arising from income tax prepayments and current income tax liabilities amounting to 107,401, 673 and 1,561, respectively. As of December 2018, and 2016, the income tax charge was higher than the minimum presumed income tax. As of December 31, 2017, the Bank assessed an ARS 4,965 minimum presumed income tax.

16. OTHER OPERATING INCOME

	12/31/2018	12/31/2017
Commission on investments in mutual guarantee companies	47,677	10,270
Commissions on services	36,320	20,722
Provisions reversed and receivables recovered	13,730	18,429
Rentals	3,584	2,424
Punitive interest	1,383	352
Income on investment properties and other nonfinancial assets	115	4,972
	102,809	57,169

17. FOREIGN EXCHANGE DIFFERENCE

	12/31/2018	12/31/2017
Income from foreign exchange forward transactions	238,757	15,008
Gain (loss) from the purchase and sale of foreign currency	195,194	46,944
Foreign exchange difference arising from assets and liabilities in foreign currency	(610,464)	(89,651)
	(176,513)	(27,699)

18. ADMINISTRATIVE EXPENSES

	12/31/2018	12/31/2017
Other fees	57,748	45,764
Administrative services hired	35,417	23,595
Directors' and statutory auditor's fees	59,609	54,122
Other	27,084	19,108
Taxes	26,866	21,762
Maintenance, conservation and repair expenses	14,690	8,404
Security services	7,851	6,521
Electric power and communications	6,317	3,923
Entertainment, traveling and living expenses	6,255	4,581
Stationery and office supplies	2,217	1,300
Advertising	1,382	151
Seguros	1,214	602
Rentals	570	435
	247,220	190,268

NOTES TO THE SEPARATE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2018

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19. OTHER OPERATING EXPENSES

	12/31/2018	12/31/2017
Turnover tax	175,830	82,255
For-profit agreement charges	6,868	5,197
Contribution to the deposit guarantee fund	6,658	3,924
Market fee	5,465	2,238
Donations	357	2,680
Other	232	949
	195,410	97,243

20. QUANTITATIVE AND QUALITATIVE INFORMATION ON FAIR VALUES AND CATEGORIES OF FINANCIAL ASSETS AND LIABILITIES

The fair value is defined as the amount for which an asset could be exchanged or a liability settled under mutually independence conditions between participants to the principal (or most advantageous) market, adequately informed and willing to do so in an orderly and current transaction, as of the measurement date under current market conditions, regardless if the price is directly observable or estimated using a valuation technique, under the assumption that the Bank is a going concern.

When a financial instrument is sold on a liquid and active market, its price on the market in an actual transaction provides the best evidence of its fair value. However, when there is no agreed-upon price on the market or it cannot indicate the fair value of the instrument, to determine such fair value the market value of another instrument of similar characteristics, the analysis of discounted flows or other applicable techniques can be used, which may be significantly affected by the assumptions used.

Although Management has used its best judgment in estimating the fair values of its financial instruments, any technique to make such estimate implies certain inherent fragility.

Fair value hierarchy

The Bank uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

- Level 1: Observable listed (unadjusted) prices on active markets, to which the Bank accesses as of the measurement date, for identical assets or liabilities.
- Level 2: valuation techniques for which data and variables which have a significant effect on the recorded or disclosed fair value are observable, either directly or indirectly. These data include listed prices for similar assets or liabilities on active markets, listed prices for identical instruments on inactive markets and observable data other than listed prices.

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20. QUANTITATIVE AND QUALITATIVE INFORMATION ON FAIR VALUES AND CATEGORIES OF FINANCIAL ASSETS AND LIABILITIES (Contd.)

- Level 3: valuation techniques for which the data and variables that have a significant effect on the recorded or disclosed fair value are not based on observable market data.

Exhibit P, “Categories of financial assets and liabilities” shows the fair value hierarchy for financial assets and liabilities measured at fair value in the statement of financial position.

Description of the measurement process

A description of the process for measuring the abovementioned assets and liabilities is provided in note 19 to the consolidated financial statements as of December 31, 2018.

Financial assets and liabilities not booked at fair value in the statement of financial position

The following tables show a comparison between the carrying amount and the fair value of financial instruments not booked at fair value as of December 31, 2018, 2017 and 2016:

Financial assets	Carrying amount	12/31/2018 (*)			
		Fair value			Total fair value
		Level 1	Level 2	Level 3	
Other financial assets	221,014	221,014	-	-	221,014
Loans and other financing	4,806,041	-	-	4,537,559	4,537,559
Other debt securities	2,694,797	-	2,694,797	-	2,694,797
TOTAL ASSETS	7,721,852	221,014	2,694,797	4,537,559	7,453,370
Financial liabilities					
Deposits	7,488,420	-	7,479,249	-	7,479,249
Other financial liabilities	529,061	-	551,054	-	551,054
Financing received from financial institutions	1,534,235	-	1,434,910	-	1,434,910
Corporate bonds issued	602,833	-	531,856	-	531,856
TOTAL LIABILITIES	10,154,549	-	9,997,069	-	9,997,069

(*) The “Property, Plant and Equipment” account includes real property items which, if reappraised, would entail an 292,851 increase in shareholders’ equity.

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(Figures stated in thousands of Argentine pesos)

20. QUANTITATIVE AND QUALITATIVE INFORMATION ON FAIR VALUES AND CATEGORIES OF FINANCIAL ASSETS AND LIABILITIES (Contd.)

12/31/2017					
Financial assets	Carrying amount	Fair value			Total fair value
		Level 1	Level 2	Level 3	
Reverse repo transactions	153,094	153,094	-	-	153,094
Other financial assets	631,479	631,479	-	-	631,479
Loans and other financing	4,393,718	-	-	4,048,898	4,048,898
Other debt securities	912,857	-	912,857	-	912,857
Financial assets delivered in guarantee	51,221	51,221	-	-	51,221
TOTAL ASSETS	6,142,369	835,794	912,857	4,048,898	5,797,549
Financial liabilities					
Deposits	3,851,525	-	3,782,566	-	3,782,566
Repo transactions	370,545	362,017	-	-	362,017
Other financial liabilities	1,081,661	-	1,084,478	-	1,084,478
Financing received from financial institutions	1,140,275	-	1,039,207	-	1,039,207
Corporate bonds issued	777,097	-	748,733	-	748,733
TOTAL LIABILITIES	7,221,103	362,017	6,654,984	-	7,017,001

12/31/2016					
Financial assets	Carrying amount	Fair value			Total fair value
		Level 1	Level 2	Level 3	
Other financial assets	1,784	1,784	-	-	1,784
Loans and other financing	3,202,155	-	-	2,928,233	2,928,233
Other debt securities	82,988	-	82,988	-	82,988
Financial assets delivered in guarantee	33,309	33,309	-	-	33,309
TOTAL ASSETS	3,320,236	35,093	82,988	2,928,233	3,046,314

NOTES TO THE SEPARATE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2018

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20. QUANTITATIVE AND QUALITATIVE INFORMATION ON FAIR VALUES AND CATEGORIES OF FINANCIAL ASSETS AND LIABILITIES (Contd.)

Financial liabilities	12/31/2016				
	Carrying amount	Fair value			Total fair value
		Level 1	Level 2	Level 3	
Deposits	2.262.255	-	2.239.067	-	2.239.067
Repo transactions	509.805	500.083	-	-	500.083
Other financial liabilities	78.865	-	78.565	-	78.565
Financing received from financial institutions	520.718	-	501.438	-	501.438
Corporate bonds issued	770.733	-	716.080	-	716.080
TOTAL LIABILITIES	4.142.376	500.083	3.535.150	-	4.035.233

21. LEASES

In the regular course of business, the Bank entered into finance lease transactions. A breakdown of these transactions is included in note 20 the consolidated financial statements as of December 31, 2018.

22. ADDITIONAL INFORMATION ABOUT THE STATEMENT OF CASH FLOWS

The statement of cash flows shows the changes in cash and cash equivalents arising from operating, investing and financing activities over the fiscal year. In preparing this statement, the Bank used the indirect method in the case of operating activities, and the direct method for investing and financing activities.

The Bank considers cash and cash equivalents as part of the "Cash and deposits with banks" account.

In preparing the statement of cash flows, the items described in note 21 to the consolidated financial statements as of December 31, 2018, have been considered.

23. CAPITAL STOCK

The Bank's issued, registered and paid-in capital stock as of December 31, 2018, 2017 and 2016 stands at 323,900 shares of common stock with 5 votes each.

24. DEPOSIT GUARANTEE INSURANCE

The note 23 to the consolidated financial statements as of December 31, 2018, explains the deposit guarantee insurance system.

25. TRUST BUSINESS

The note 24 to the consolidated financial statements as of December 31, 2018, discloses the trusts in which the Bank as a trust agent.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2018

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26. MUTUAL FUNDS

The Bank, in its capacity as depository company, holds membership interests of the Performance, Performance Plus, Long Performance and Long Performance Plus funds in custody, as per the breakdown disclosed in note 25 to the consolidated financial statements as of December 31, 2018.

27. COMPLIANCE WITH CNV REGULATIONS

The degree of compliance with the provisions to act in the different agent categories defined by the CNV is disclosed in note 26 to the consolidated financial statements as of December 31, 2018.

28. SAFEKEEPING OF DOCUMENTATION, ISSUER COMPANIES - CNV GENERAL RESOLUTION NO. 629/2014 AND CNV GENERAL RESOLUTION NO. 632/2014

On August 14, 2014, and September 18, 2014, the CNV issued General Resolutions No. 629/14 and 632/14 (the "Resolutions"), respectively, which establish that issuer companies should archive the documentary support for their management and accounting transactions in appropriate spaces ensuring their preservation and inalterability.

The Bank's criterion is to deliver to third parties for safekeeping certain documentary support regarding its management and accounting transactions of a certain age, understood to be of dates prior to the last completed fiscal year. To comply with the requirements established in the Resolutions, the Bank entrusts Iron Mountain S.A., domiciled in Avenue Amancio Alcorta 2,482, Buenos Aires City, with the abovementioned documentation for safekeeping. Based on the information provided by the hired company, the documentation received was deposited in its warehouses located in: (I) Parque Patricios plant: (Av. Amancio Alcorta 2482, Buenos Aires City), (II) Barracas plant: (Azara 1245, Buenos Aires City), and (III) Ezeiza Plant: (San Miguel de Tucumán 601 – Ezeiza.)

Furthermore, the Bank entrusts the archiving of certain management and accounting records and documents of a certain age, as indicated previously, to ADDOC Administración de Documentos S.A., domiciled at Avenue Del Libertador 5,936, Piso 5° "B", Buenos Aires City, which has a warehouse located in Avenue Luis Lagomarsino 1,750 (former RN 8 Km 51,200), Pilar, Buenos Aires Province.

The Bank keeps the documentation given for safekeeping to the abovementioned companies available to the CNV at all times and in its registered place of business.

**NOTES TO THE SEPARATE FINANCIAL STATEMENTS
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29. ACCOUNTS THAT IDENTIFY COMPLIANCE WITH MINIMUM CASH AND CAPITAL REQUIREMENTS

Minimum cash

The items computable by Banco CMF S.A. (the requirement is only for the Argentine financial institution under BCRA requirements) to fulfill the minimum cash requirement in effect for December 2018 are broken down below; the closing amounts of the related accounts are as follows:

Item	BANCO CMF S.A.	
	In Argentine pesos	In foreign currency
Cash:		
– Amounts held in BCRA accounts	820,000	1,391,640
Other debt securities		
– Argentine treasury bills in Argentine pesos maturing in 2020 (TN20)	166,452	-
– Liquidity bills	99,266	-
Other receivables from financial intermediation:		
– BCRA special guarantee accounts	71,230	35,540

Minimum capital requirement

Below is a summary of the minimum capital requirements broken down by credit risk, market risk and operational risk together with the payment thereof (computable equity) in accordance with BCRA applicable standards for December 2018.

Item	BANCO CMF
Computable equity	928,652
Minimum capital requirement	
Market risk	30,466
Operational risk	39,385
Credit risk	570,278
Total requirement	640,129

NOTES TO THE SEPARATE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2018

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30. PENALTIES APPLIED TO THE FINANCIAL INSTITUTION AND SUMMARY PROCEEDINGS INITIATED BY THE BCRA

On January 8, 2015, the BCRA issued Communiqué “A” 5689 requesting that a note to the financial statement should detail all administrative and/or disciplinary penalties and all criminal penalties ordered by a trial court ruling that were imposed or initiated by the BCRA, the UFI (Financial Information Unit), the CNV and the SSN (Argentine insurance regulatory agency), as well as provide information on the summary proceedings initiated by the BCRA, regardless of its significance.

To date, the Bank and its subsidiaries do not have administrative and/or disciplinary penalties or criminal penalties ordered by a trial court.

31. CORPORATE BONDS ISSUANCE

The note 30 to the consolidated financial statements as of December 31, 2018, disclose the series issued by the Bank under the Global Simple Corporate Bond Program under the terms of Law No 23,576, as supplemented, and of CNV regulations.

32. OFF-BALANCE SHEET AMOUNTS

In addition to the comments made in note 8 and the amounts disclosed in Exhibit B, the Bank books different transactions involving off-balance accounts in accordance with the regulations issued by the BCRA.

The main off-balance accounts are made up as follows:

	<u>12/31/2018</u>	<u>12/31/2017</u>	<u>12/31/2016</u>
Custody of government securities and other assets owned by third parties	8,317,377	4,130,373	1,039,113
Checks to be debited	256,264	117,001	38,979
Certificates of deposit involving government securities and monetary regulation instruments	389,965	1,054,685	650,193
Preferred guarantees received from customers	662,440	276,022	362,682
Reverse repo transactions involving government securities and monetary regulation instruments	299,033	170,387	-

33. RESTRICTIONS ON EARNINGS DISTRIBUTION

The restrictions on earnings distribution are described in note 32 to the consolidated financial statements as of December 31, 2018.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2018

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34. RISK MANAGEMENT AND CORPORATE GOVERNMENT

The note 33 to the consolidated financial statements refers to the main characteristics of the risks model implemented and the corporate governance transparency policy, both for the Bank and as from a consolidated level.

35. CHANGES IN THE MACROECONOMIC ENVIRONMENT, AND THE SITUATIONS OF THE FINANCIAL AND CAPITAL SYSTEM

The international macroeconomic context generates certain degree of uncertainty regarding its future progress, as a result of the contractions in growth levels, the volatility of financial assets and of the foreign exchange market, also certain political developments and the economic growth level, among others. Particularly, in Argentina there is an increase in the prices of other significant economic variables, such as salary costs, the exchange rate, the interest rate and the prices of the main raw materials.

Therefore, the Bank's Management permanently monitors the change of the abovementioned situations in international markets and at the local level, to determine the possible actions to adopt and to identify the possible impacts on its financial situation that may need to be reflected in the financial statements for future periods.

36. FINANCIAL STATEMENTS PUBLICATION

Under Communiqué "A" 760, the BCRA's prior intervention is not required for the publication of these financial statements.

37. ACCOUNTING PRINCIPLES – EXPLANATION ADDED FOR TRANSLATION INTO ENGLISH

These separate financial statements were prepared in conformity with the accounting standards established by the BCRA. Certain accounting practices applied by the Bank may not conform to accounting principles generally accepted in other countries.

EXHIBIT "A"

DETAIL OF GOVERNMENT AND PRIVATE SECURITIES
AS OF DECEMBER 31, 2018, 2017 AND 2016

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

Item	Caja de Valores identification	HOLDINGS					POSITION			
		Fair value	Fair value level	Carrying amount as of 12/31/2018	Carrying amount as of 12/31/2017	Carrying amount as of 12/31/2016	Position without options	Options	Final position	
DEBT SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS										
In Argentina										
Government securities										
Treasury bills in USD maturing on 06/28/2019 – (L2DJ9)	5,276	-	1	186,693	-	-	186,693	-	186,693	
Treasury bills in USD maturing on 05/10/2019 – (L2DY9)	5,272	-	1	113,466	-	-	113,466	-	113,466	
Debt securities of the province of Buenos Aires maturing on 05/12/2015 (PBA25)	42,013	-	1	21,492	-	-	21,492	-	21,492	
Argentine government bonds in USD 8.75 % maturing in 2024 (AY24)	5,458	-	1	17,272	-	-	-	-	-	
Argentine government bonds in USD 5.625% maturing in 2022 (A2E2)	92,583	-	1	13,154	-	-	-	-	-	
Treasury bills in USD maturing on 01/31/2019 – (LPE9D)	5,265	-	1	10,368	-	-	10,368	-	10,368	
Bills convertible into equity in Argentine pesos (L2PF9) – (L2DA9)	5,273	-	1	1,057	-	-	1,057	-	1,057	
	5,255	-	1	87	-	-	5,806	-	5,806	
Treasury bills in USD maturing on 01/11/2019 – (LTDE9)	5,248	-	1	-	-	-	22,645	-	22,645	
Neuquén Treasury bills C2 S2 (BNJ18)	32,829	-	-	-	-	1,377	-	-	-	
Buenos Aires City debt settlement bond maturing in 2018	32,665	-	-	-	-	26,984	-	-	-	
Buenos Aires City debt security Class 6 in USD CG	32,311	-	-	-	-	15,301	-	-	-	
BCRA bills										
Internal BCRA bills in ARS maturing on 07/18/2018 (I18L8)	46,828	-	1	-	1,205	-	-	-	-	
Internal BCRA bills in ARS maturing on 08/15/2018 (I15G8)	46,829	-	1	-	82	-	-	-	-	
Internal BCRA bills in ARS maturing on 01/18/2017 (I18E7)	46,796	-	1	-	-	2,536	-	-	-	
Internal BCRA bills in ARS maturing on 01/19/2017 (I19L7)	46,814	-	1	-	-	388	-	-	-	
Internal BCRA bills in ARS maturing on 01/04/2017 (IO4E7)	46,790	-	1	-	-	56,107	-	-	-	

JOSÉ A. BENEGAS LYNCH
Chairman

**EXHIBIT “A”
(contd.)**

**DETAIL OF GOVERNMENT AND PRIVATE SECURITIES
AS OF DECEMBER 31, 2018, 2017 AND 2016**

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

Item	Caja de Valores identification	HOLDINGS					POSITION		
		Fair value	Fair value level	Carrying amount as of 12/31/2018	Carrying amount as of 12/31/2017	Carrying amount as of 12/31/2016	Position without options	Options	Final position
Internal BCRA bills in ARS maturing on 01/17/2018 (I17E8)	46,821	-	1	-	161,879	-	-	-	-
Internal BCRA bills in ARS maturing on 03/21/2018(I21M8)	46,823	-	1	-	50	-	-	-	-
Internal BCRA bills in ARS maturing on 06/21/2018 (I21J8)	46,827	-	1	-	76	-	-	-	-
Internal BCRA bills in ARS maturing on 09/19/2018 (I19S8)	46,830	-	1	-	798	-	-	-	-
TOTAL DEBT SECURITIES				363,589	164,090	102,693	361,527	-	361,527
OTHER DEBT SECURITIES									
Measured at amortized cost In Argentina									
Government securities									
Argentine treasury bills in Argentine pesos maturing in 2020 (TN20)	5,330	-	-	171,777	-	-	90,941	-	90,941
BCRA liquidity bills									
Liquidity bills maturing on 01/04/2019 (Y04E9)	13,310	-	-	844,560	-	-	844,560	-	844,560
Liquidity bills maturing on 01/08/2019 (Y08E9)	13,312	-	-	375,152	-	-	375,152	-	375,152
Liquidity bills maturing on 01/07/2019 (Y07E9)	13,311	-	-	118,656	-	-	118,656	-	118,656
Liquidity bills maturing on 01/02/2019 (Y02E9)	13,308	-	-	89,714	-	-	89,714	-	89,714
Private securities									
Sáenz Group financial trusts	-	-	-	751,296	902,289	67,726	751,296	-	751,296
VDF FF Privado Sáenz Tarjeta I – Lote 2	-	-	-	122,188	-	-	122,188	-	122,188
Agrocap II financial trust	10,500	-	-	78,502	-	-	78,502	-	78,502
VDF FF Privado Sáenz Tarjeta I	-	-	-	73,459	-	-	73,459	-	73,459

JOSÉ A. BENEGAS LYNCH
Chairman

EXHIBIT "A"
(contd.)

DETAIL OF GOVERNMENT AND PRIVATE SECURITIES
AS OF DECEMBER 31, 2018, 2017 AND 2016

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

Item	Caja de Valores identification	HOLDINGS					POSITION		
		Fair value	Fair value level	Carrying amount as of 12/31/2018	Carrying amount as of 12/31/2017	Carrying amount as of 12/31/2016	Position without options	Options	Posición Final
Garbarino financial trust (G144)	53,575	-	-	20,278	-	-	20,278	-	20,278
Petroagro Cl1 corporate bond maturing on 01/27/2020 (OPAG1)	53,495	-	-	17,645	-	-	17,645	-	17,645
Banco Sáenz corporate bond (BZS90)	52,603	-	-	15,916	-	-	15,916	-	15,916
Banco BICA SA corporate bond (FD53A)	53,733	-	-	12,822	-	-	12,822	-	12,822
Compañía Financiera XXVIII Class B corporate bond	52,584	-	-	3,985	-	-	3,985	-	3,985
Celulosa Campana corporate bond	-	-	-	8	17	25	8	-	8
Banco CMF Class 9 corporate bonds maturing on 06/20/2018 \$ ESC - BCC90	52,072	-	-	-	4,049	-	-	-	-
Banco CMF Class 6 corporate bond- BCC60	50,555	-	-	-	-	9,512	-	-	-
YPF SA CL 41 corporate bond- YCA80	50,879	-	-	-	-	5,725	-	-	-
Allowances	-	-	-	(1,161)	-	-	(1,161)	-	(1,161)
Other	-	-	-	-	6,519	-	-	-	-
TOTAL OTHER DEBT SECURITIES				2,694,797	912,874	82,988	2,613,961	-	2,613,958
EQUITY INSTRUMENTS									
Measured at fair value through profit or loss									
<i>In Argentina</i>									
Mercado Abierto Electrónico S.A.	1133628189159	-	2	425	425	425	425	-	425
Olivares de Cuyo S.A.	1130656685790	-	2	36	36	36	36	-	36
SEDESA	1130682415513	-	2	2	2	2	2	-	2
Mercado a Término de Buenos Aires S.A.	1130525698412	-	2	-	334	334	-	-	-
TOTAL EQUITY INSTRUMENTS				463	797	797	463	-	463

**CLASSIFICATION OF LOANS AND OTHER FINANCING
BY SITUATION AND COLLATERAL RECEIVED
AS OF DECEMBER 31, 2018, 2017 AND 2016**

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

	<u>12/31/2018</u>	<u>12/31/2017</u>	<u>12/31/2016</u>
CORPORATE PORTFOLIO			
Performing	4,803,040	4,118,594	2,587,237
With "A" preferred guarantees and counter-guarantees	319,176	129,501	154,206
With "B" preferred guarantees and counter-guarantees	164,759	132,195	198,806
Without preferred guarantees or counter-guarantees	4,319,105	3,856,898	2,234,225
Subject to special monitoring	215,444	16,864	36,215
In observation	215,444	16,864	14,772
With "A" preferred guarantees and counter-guarantees	132,331	1,514	1,387
With "B" preferred guarantees and counter-guarantees	-	-	-
Without preferred guarantees or counter-guarantees	83,113	15,350	13,385
In negotiation or under refinancing agreements	-	-	21,443
With "A" preferred guarantees and counter-guarantees	-	-	2,421
With "B" preferred guarantees and counter-guarantees	-	-	-
Without preferred guarantees or counter-guarantees	-	-	19,022
Troubled	-	-	-
With "A" preferred guarantees and counter-guarantees	-	-	-
With "B" preferred guarantees and counter-guarantees	-	-	-
Without preferred guarantees or counter-guarantees	-	-	-
With high risk of insolvency	11,849	-	-
With "A" preferred guarantees and counter-guarantees	-	-	-
With "B" preferred guarantees and counter-guarantees	11,503	-	-
Without preferred guarantees or counter-guarantees	346	-	-
Irrecoverable	-	39,159	-
With "A" preferred guarantees and counter-guarantees	-	-	-
With "B" preferred guarantees and counter-guarantees	-	4,870	-
Without preferred guarantees or counter-guarantees	-	34,289	-
TOTAL	5,030,333	4,174,617	2,623,452

JOSÉ A. BENEGAS LYNCH
Chairman

EXHIBIT "B"
(contd.)

	12/31/2018	12/31/2017	12/31/2016
CONSUMER AND HOME-MORTGAGE PORTFOLIO			
Performing	812,033	923,247	1,090,352
With "A" preferred guarantees and counter-guarantees	1,529	1,247	1,532
With "B" preferred guarantees and counter-guarantees	32,376	6,530	3,572
Without preferred guarantees or counter-guarantees	778,128	915,470	1,085,248
Low risk	62,162	175,867	91,452
With "A" preferred guarantees and counter-guarantees	-	-	-
With "B" preferred guarantees and counter-guarantees	-	165	689
Without preferred guarantees or counter-guarantees	62,162	175,702	90,763
Medium risk	21,716	13,192	52,626
With "A" preferred guarantees and counter-guarantees	-	-	-
With "B" preferred guarantees and counter-guarantees	-	-	-
Without preferred guarantees or counter-guarantees	21,716	13,192	52,626
High risk	18,357	8,751	5,222
With "A" preferred guarantees and counter-guarantees	-	-	-
With "B" preferred guarantees and counter-guarantees	-	-	69
Without preferred guarantees or counter-guarantees	18,357	8,751	5,153
Irrecoverable	1,183	58	270
With "A" preferred guarantees and counter-guarantees	-	-	-
With "B" preferred guarantees and counter-guarantees	766	-	-
Without preferred guarantees or counter-guarantees	417	58	270
Irrecoverable according to BCRA regulations	116	100	106
With "A" preferred guarantees and counter-guarantees	-	-	-
With "B" preferred guarantees and counter-guarantees	-	-	-
Without preferred guarantees or counter-guarantees	116	100	106
TOTAL	915,567	1,121,215	1,240,028
GRAND TOTAL (1)	5,945,900	5,295,832	3,863,480

(1) This exhibit discloses the contractual amounts in accordance with BCRA regulations. The reconciliation with the separate statement of financial position is broken down below:

- Loans and other financing	4,806,041	4,466,722	3,312,639
- Allowances	255,324	150,499	107,573
- Adjustments as per international standards	9,297	14,519	14,054
- Corporate bonds and debt securities from financial trusts – Measured at amortized cost	344,803	42,738	15,262
- Contingent - Other guarantees provided	393,506	367,501	339,100
- Contingent - Other covered by debtor classification standards	136,929	253,853	74,852
	5,945,900	5,295,832	3,863,480

JOSÉ A. BENEGAS LYNCH
Chairman

EXHIBIT “C”

**CONCENTRATION OF LOANS AND OTHER FINANCING FACILITIES
AS OF DECEMBER 31, 2018, 2017 AND 2016**

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

Number of customers	2018		2017		2016	
	Outstanding balance	% of total portfolio	Outstanding balance	% of total portfolio	Outstanding balance	% of total portfolio
10 largest customers	1,392,105	23%	892,518	17%	734,372	19%
50 next largest customers	2,610,915	44%	1,925,426	36%	1,203,190	31%
100 next largest customers	1,332,203	22%	1,196,483	23%	641,683	17%
Rest of customers	610,677	11%	1,281,405	24%	1,284,235	33%
Total (1)	5,945,900	100%	5,295,832	100%	3,863,480	100%

(1) See (1) in Exhibit B.

JOSÉ A. BENEGAS LYNCH
Chairman

EXHIBIT “D”

**BREAKDOWN OF LOANS AND OTHER FINANCING BY TERM
AS OF DECEMBER 31, 2018, 2017 AND 2016**

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

Item	Matured	Terms remaining to maturity						Total as of 12/31/2018
		Up to 1 month	From 1 to 3 months	From 3 to 6 months	From 6 to 12 months	From 12 to 24 months	Over 24 months	
Financial sector	-	51,538	45,703	25,494	9,536	5,485	1,660	139,416
Non financial Private Sector and Foreign Residents (1)	136,450	2,854,256	1,182,170	936,165	642,869	555,324	384,915	6,692,149
TOTAL	136,450	2,905,794	1,227,873	961,659	652,405	560,809	386,575	6,831,565

Item	Matured	Terms remaining to maturity						Total as of 12/31/2017
		Up to 1 month	From 1 to 3 months	From 3 to 6 months	From 6 to 12 months	From 12 to 24 months	Over 24 months	
Financial sector	-	36,417	9,162	14,886	19,847	17,338	3,497	101,147
Non financial Private Sector and Foreign Residents	72,196	1,609,388	1,138,164	970,190	627,985	660,390	-	5,078,313
TOTAL	72,196	1,645,805	1,147,326	985,076	647,832	677,728	3,497	5,179,460
Contingent obligations	-	139,398	129,944	74,477	194,259	80,711	2,565	621,354

Item	Matured	Terms remaining to maturity						» Total as of 12/31/2016
		Up to 1 month	From 1 to 3 months	From 3 to 6 months	From 6 to 12 months	From 12 to 24 months	Over 24 months	
Financial sector	-	83,080	12,960	19,056	29,849	24,152	1,240	170,337
Non financial Private Sector and Foreign Residents	35,416	953,852	800,029	752,776	669,212	439,510	197,946	3,848,741
TOTAL	35,416	1,036,932	812,989	771,832	699,061	463,662	199,186	4,019,078
Contingent obligations	-	100,511	34,578	26,428	160,808	91,588	40	413,953

(1) Including contingent obligations.

This exhibit discloses the reduction in certain contractual flows, including interest and related charges to be accrued upon the maturity thereof.

JOSÉ A. BENEGAS LYNCH
Chairman

EXHIBIT “E”

**DETAILED INFORMATION ON INTERESTS IN OTHER COMPANIES
AS OF DECEMBER 31, 2018 AND 2017**

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

Item		Shares				Amount		
Caja de Valores identification	Name	Class	Unit face value	Votes per share	Number	2018	2017	
In financial institutions								
– Controlled								
– Foreign								
9900319BS0056	– Eurobanco Bank Ltd.	Common	USD	1	1	2.970.000	1.064.011	524.574
Subtotal Foreign						1.064.011	524.574	
Total in financial institutions						1.064.011	524.574	
In supplementary services companies								
– Controlled								
– In Argentina								
1130653312152	– Metrocorp Valores S.A.	Common	\$	500	1	6.491.430	111.265	132.494
1130715403435	– CMF Asset Management S.A.U.	Common	\$	1	1	5.000.000	33.563	6.370
Subtotal in Argentina						144.828	138.864	
Total in supplementary services companies						144.828	138.864	
Total investments in other companies						1.208.839	663.438	

JOSÉ A. BENEGAS LYNCH
Chairman

**EXHIBIT “E”
(contd.)**

**DETAILED INFORMATION ON INTERESTS IN OTHER COMPANIES
AS OF DECEMBER 31, 18 AND 2017**

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

		Information on the issuer					
	Item	Data from latest financial statements					
Caja de Valores identification	Name	Main business activity	Year-end	Capital stock	Shareholder s' equity	Profit for the year	
	In financial institutions						
	–	Controlled					
	–	Foreign					
9900319BS0056	–	Eurobanco Bank Ltd.	Financial institution	12/31/17	56,323	529,872	25,619
	In supplementary services companies						
	–	Controlled					
	–	In Argentina					
1130653312152	–	Metrocorp Valores S.A.	Negotiation, settlement and clearing agent and comprehensive negotiation agent, pursuant to Law No. 26,831 and CNV regulations	12/31/18	6,557	114,037	4,025
1130715403435	–	CMF Asset Management S.A.U.	Performance of activities carried out by mutual fund managing companies in the whole Argentine territory	12/31/18	5,000	34,000	24,286

JOSÉ A. BENEGAS LYNCH
Chairman

EXHIBIT “F”

**CHANGE OF PROPERTY, PLANT AND EQUIPMENT
AS OF DECEMBER 31, 2018, 2017 AND 2016**

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

Item	Residual value at beginning of year 12/31/2017	Additions	Retirements	Years of useful life assigned	Depreciation for the year		Residual value at end of year 12/31/2018
					Residual value at the end of the useful life	Amount	
Real property	313.045	-	-	59	83.425	(3.959)	309.086
Machinery and equipment	9.128	400	-	10	-	(2.946)	6.582
Total	322.173	400	-		-	(6.905)	315.668

Item	Residual value at beginning of year 12/31/2016	Additions	Retirements	Years of useful life assigned	Depreciation for the year		Residual value at end of year 12/31/2017
					Residual value at the end of the useful life	Amount	
Real property (1)	317.004			59	83.425	(3.959)	313.045
Machinery and equipment	10.192	2.947	(1.076)	10	-	(2.935)	9.128
Total	327.196	2.947	(1.076)			(6.894)	322.173

(1) As of December 31, 2016, the deemed cost of the Bank's real property stands at 317,004 and the related adjustment amounted to 296,691.

JOSÉ A. BENEGAS LYNCH
Chairman

**DEPOSITS CONCENTRATION
AS OF DECEMBER 31, 2018, 2017 AND 2016**

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

Number of customers	12/31/2018		12/31/2017		12/31/2016	
	Outstanding balance	% over total portfolio	Outstanding balance	% over total portfolio	Outstanding balance	% over total portfolio
10 largest customers	3,054,827	41%	1,866,758	48%	959,479	43%
50 next largest customers	2,716,572	36%	1,337,757	35%	839,292	37%
100 next largest customers	1,141,379	15%	418,680	11%	321,194	14%
Rest of customers	575,642	8%	228,330	6%	142,290	6%
Total	7,488,420	100%	3,851,525	100%	2,262,255	100%

JOSÉ A. BENEGAS LYNCH
Chairman

**BREAKDOWN OF FINANCIAL LIABILITIES FOR RESIDUAL TERMS
AS OF DECEMBER 31, 2018, 2017 AND 2016**

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

Item	Terms remaining to maturity						Total as of 12/31/2018
	Up to 1 month	From 1 to 3 months	From 3 to 6 months	From 6 to 12 months	From 12 to 24 months	Over 24 months	
Deposits	7,420,843	129,504	-	-	-	-	7,550,347
- Financial sector	672	-	-	-	-	-	672
- Nonfinancial private sector	7,420,171	129,504	-	-	-	-	7,549,675
Liabilities at fair value through profit or loss	93,996	21,622	-	-	-	-	115,618
Derivatives	31,164	5,948	-	-	-	-	37,112
Repo transactions	-	-	-	-	-	-	-
Other financial liabilities	429,814	28,816	32,649	59,889	47,499	86,196	684,863
Financing received by the BCRA and other financial institutions	125,155	146,318	70,014	961,527	216,965	14,258	1,534,237
Corporate bonds issued	-	78,638	314,405	296,415	48,789	147,763	886,010
TOTAL	8,100,972	410,846	417,068	1,317,831	313,253	248,217	10,808,187

Item	Terms remaining to maturity						Total as of 12/31/2017
	Up to 1 month	From 1 to 3 months	From 3 to 6 months	From 6 to 12 months	From 12 to 24 months	Over 24 months	
Deposits	3,511,801	9,082	310,369	-	-	-	3,831,252
- Financial sector	970	-	-	-	-	-	970
- Nonfinancial private sector	3,510,831	9,082	310,369	-	-	-	3,830,282
Liabilities at fair value through profit or loss	451,764	-	-	-	-	-	451,764
Derivatives	8,261	-	-	-	-	-	8,261
Repo transactions	370,545	-	-	-	-	-	370,545
Other financial payables (1)	971,577	914	13,520	32,665	42,189	120,995	1,181,860

JOSÉ A. BENEGAS LYNCH
Chairman

EXHIBIT "I"
(Contd.)

**BREAKDOWN OF FINANCIAL LIABILITIES FOR RESIDUAL TERMS
AS OF DECEMBER 31, 2018, 2017 AND 2016**

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

Item	Terms remaining to maturity						Total as of 12/31/2017
	Up to 1 month	From 1 to 3 months	From 3 to 6 months	From 6 to 12 months	From 12 to 24 months	Over 24 months	
Financing received from financial institutions	251,888	336,080	235,369	291,594	52,978	-	1,167,909
Corporate bonds issued	-	251,550	289,182	44,921	359,740	-	945,393
Total	5,565,836	597,626	848,440	369,180	454,907	120,995	7,956,984

Item	Terms remaining to maturity						Total as of 12/31/2016
	Up to 1 month	From 1 to 3 months	From 3 to 6 months	From 6 to 12 months	From 12 to 24 months	Over 24 months	
Deposits	1,991,596	250,460	37,932	-	-	-	2,279,988
- Financial sector	1,194						1,194
- Nonfinancial sector private	1,990,402	250,460	37,932	-	-	-	2,278,794
Liabilities at fair value through profit or loss	613,881	-	-	-	-	-	613,881
Derivatives	4,854	-	-	-	-	-	4,854
Repo transactions	509,805	-	-	-	-	-	509,805
Other financial payables (1)	78,565	-	-	-	-	-	78,565
Financing received from financial institutions	137,183	59,596	247,403	76,537	-	-	520,719
Corporate bonds issued	171,681	35,647	26,400	221,310	491,495	-	946,533
Total	3,507,565	345,703	311,735	297,847	491,495	-	4,954,345

(1) As provided by the BCRA, interest from financing received from financial institutions is included under other financial liabilities.

This exhibit discloses the reduction in contractual flows, including interest and related charges to be accrued upon the maturity thereof.

JOSÉ A. BENEGAS LYNCH
Chairman

**COMPOSITION OF CAPITAL STOCK
AS OF DECEMBER 31, 2018, 2017 AND 2016**

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

Shares				Capital stock as of 12/31/2018		
Class	Number	Nominal value	Votes per share	Issued and outstanding	In portfolio	Paid-in
Common book-entry	323,900,000	1	5	323,900	-	323,900
Total	<u>323,900,000</u>			<u>323,900</u>		<u>323,900</u>

Shares				Capital stock as of 12/31/2017		
Class	Number	Nominal value	Votes per share	Issued and outstanding	In portfolio	Paid-in
Common book-entry	323,900,000	1	5	323,900	-	323,900
Total	<u>323,900,000</u>			<u>323,900</u>		<u>323,900</u>

Shares				Capital stock as of 12/31/2016		
Class	Number	Nominal value	Votes per share	Issued and outstanding	In portfolio	Paid-in
Common book-entry	323,900,000	1	5	323,900	-	323,900
Total	<u>323,900,000</u>			<u>323,900</u>		<u>323,900</u>

EXHIBIT “L”

**FOREIGN CURRENCY AMOUNTS
AS OF DECEMBER 31, 2018, 2017 AND 2016**

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

ITEMS	Head Office	Total	US dollar	Euro	Other	12/31/2017	12/31/2016
ASSETS							
Cash and deposits with banks	1,626,821	1,626,821	1,625,264	1,315	242	736,065	55,778
Debt securities at fair value through profit or loss	330,672	330,672	330,672	-	-	-	3,147
Derivatives	213,466	213,466	213,466	-	-	75,097	-
Other financial assets	26,396	26,396	26,396	-	-	444,787	21,238
Loans and other financing	1,212,055	1,212,055	1,204,707	7,348	-	832,923	29,679
Other debt securities	96,147	96,147	96,147	-	-	38,689	-
Financial assets delivered in guarantee	46,716	46,716	46,716	-	-	6,571	10
Receivables from financing leases	-	-	-	-	-	-	-
Investments in associates and joint ventures	1,064,011	1,064,011	1,064,011	-	-	524,574	26,590
Total assets	4,616,284	4,616,284	4,607,379	8,663	242	2,658,706	136,442
LIABILITIES							
Deposits	3,055,696	3,055,696	3,055,696	-	-	937,002	76,080
Liabilities at fair value through profit or loss	34,749	34,749	34,749	-	-	347,801	-
Other financial liabilities	71,226	71,226	71,208	18	-	60,521	2,388
Financing received by the BCRA and other financial institutions	1,464,098	1,464,098	1,456,773	7,325	-	861,986	24,760
Other nonfinancial liabilities	9,503	9,503	9,503	-	-	450	-
Total liabilities	4,635,272	4,635,272	4,627,929	7,343	-	2,207,760	103,228

(1) This item does not constitute the global net position in foreign currency according to the provisions of Communiqué “A” 4350, as amended and supplemented.

JOSÉ A. BENEGAS LYNCH
Chairman

EXHIBIT “N”

**CREDIT ASSISTANCE TO RELATED PARTIES
AS OF DECEMBER 31, 2018 AND 2017**

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

Items	Status Normal	Total	
		As of 12/31/2018	As of 12/31/2017
1. Loans and other financing	93,606	93,606	70,165
Overdrafts	-	-	8,590
Without preferred guarantees or counter-guarantees	-	-	8,590
Other	93,606	93,606	61,575
With “A” preferred guarantees and counter-guarantees	65,922	65,922	29,519
Without preferred guarantees or counter-guarantees	27,684	27,684	32,056
2. Equity instruments	-	-	663,999
3. Contingent commitments	-	-	500
TOTAL	93,606	93,606	734,664
ALLOWANCES	936	936	702

MARCOS PRIETO
General Manager

Signed for identification purposes with
nuestro informe de fecha 08-03-2019
PISTRELLI, HENRY MARTIN Y ASOCIADOS S.R.L.
C.P.C.E.C.A.B.A. Vol. 1 – Fo. 13

JOSÉ A. BENEGAS LYNCH
Chairman

GABRIEL GAMBACORTA
On behalf of Statutory Audit Committee

JOSÉ A. COYA TESTÓN
Partner
Contador Público U.B.A.
C.P.C.E.C.A.B.A. T° 308 - F° 061

DANIELA MERSÉ
Gerente de Contabilidad y RI

EXHIBIT “O”

**DERIVATIVE FINANCIAL INSTRUMENTS
AS OF DECEMBER 31, 2018**

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

Type of agreement	Purpose of the transactions	Underlying assets	Type of settlement	Negotiation environment or counter-party	Originally agreed-upon weighted monthly average term	Residual weighted monthly average term	Weighted daily average term of settlement of differences	Amount
Repo transactions	Intermediation – own account	Argentine Government securities	With delivery of underlying asset	MAE	-	-	1	49,319
Repo transactions	Intermediation – own account	Other - Instruments issued by B.C.R.A.	With delivery of underlying asset	MAE	-	-	1	221,066
Forward	Intermediation – own account	Foreign currency	Upon the due date of differences	OTC - Residents in Argentina – Nonfinancial sector	4	2	1	355,398
Future	Intermediation – own account	Foreign currency	Daily settlement of differences	ROFEX	1	1	1	1,440,269
Forward	Intermediation – own account	Foreign currency	Upon the due date of differences	OTC - Residents in Argentina – Nonfinancial sector	1	1	1	3,781

JOSÉ A. BENEGAS LYNCH
Chairman

EXHIBIT “P”

**CATEGORIES OF FINANCIAL ASSETS AND LIABILITIES
AS OF DECEMBER 31, 2018**

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

Items	Amortized cost	Fair value through profit or loss		Fair value rank		
		Initially measured at fair value or subsequently under IFRS 9, point 6(7)1	Mandatory measurement	Level 1	Level 2	Level 3
FINANCIAL ASSETS						
Cash and deposits with banks	-	2,471,172	-	2,471,172	-	-
Cash	-	62,837	-	62,837	-	-
Financial institutions and correspondents	-	2,408,335	-	2,408,335	-	-
Debt securities at fair value through profit or loss	-	363,589	-	363,589	-	-
Derivatives	-	240,231	-	240,231	-	-
Repo transactions	-	270,385	-	270,385	-	-
BCRA	-	221,066	-	221,066	-	-
Other financial institutions	-	49,318	-	49,318	-	-
Other financial assets	221,014	-	-	-	-	-
Loans and other financing	4,806,041	-	-	-	-	-
Other financial institutions	124,710	-	-	-	-	-
Overdrafts	978,752	-	-	-	-	-
Notes	1,948,261	-	-	-	-	-
Mortgage loans	102,932	-	-	-	-	-
Collateral loans	33,857	-	-	-	-	-
Personal loans	405,670	-	-	-	-	-
Financial leases	2,140	-	-	-	-	-
Other	1,209,719	-	-	-	-	-
Subtotal debt securities	2,694,797	-	-	-	-	-
Financial assets delivered in guarantee	-	117,946	-	117,946	-	-
Investments in equity instruments	-	463	-	-	463	-
Total financial assets	7,721,852	3,463,786	-	3,463,323	463	-

**EXHIBIT “P”
(Contd.)**

**CATEGORIES OF FINANCIAL ASSETS AND LIABILITIES
AS OF DECEMBER 31, 2018**

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

Items	Amortized cost	Fair value through profit or loss		Fair value rank		
		Initially measured at fair value or subsequently under IFRS 9, point 6(7)1	Mandatory measurement	Level 1	Level 2	Level 3
FINANCIAL LIABILITIES						
Deposits	7,488,420	-	-	-	-	-
Financial sector	672	-	-	-	-	-
Non financial Private Sector and Foreign Residents						
Checking accounts	1,556,915	-	-	-	-	-
Savings accounts	4,734,263	-	-	-	-	-
Certificates of deposit and term investments	1,196,219	-	-	-	-	-
Other	351	-	-	-	-	-
Liabilities at fair value through profit or loss	-	115,585	-	115,585	-	-
Derivatives	-	37,112	-	37,112	-	-
Other financial liabilities	529,061	-	-	-	-	-
Financing received by the BCRA and other financial institutions	1,534,235	-	-	-	-	-
Corporate bonds issued	602,833	-	-	-	-	-
Total financial liabilities	10,154,549	152,697	-	152,697	-	-

EXHIBIT “Q”

**BREAKDOWN OF STATEMENT OF INCOME
AS OF DECEMBER 31, 2018 AND 2017**

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

Items	12/31/2018	12/31/2017
Interest and adjustment from application of the effective interest rate on financial assets measured at amortized cost		
Interest income		
From government securities	239,608	31,254
From private securities	487,973	5,519
From loans and other financing		
Financial sector	92	186
Personal loans	125,024	-
Overdrafts	597,773	167,977
Notes	937,287	691,226
Mortgage loans	17,929	25,397
Collateral loans	12,605	3,780
Other	140,863	28,933
Financial leases	39,111	12,017
From repo transactions	16,541	19,928
Other	2,421	2,389
Total	2,617,227	988,606
Interest expense		
From deposits		
Checking accounts	(550,553)	(125,337)
Savings accounts	(1,773)	(761)
Certificates of deposit and term investments	(333,452)	(123,750)
From repo transactions	(114,152)	(89,687)
Other financial institutions	(109,753)	(58,161)
From corporate bonds	(294,186)	(133,520)
Total	(1,403,849)	(531,216)
Total interest and adjustments by application of rate measured at amortized cost	1,213,378	457,390
Arising from the measurement of financial instruments at fair value through profit or loss		
Profit from the sale or deletion of financial assets at fair value	1,986	-
Profit from private securities	52	34,355
Profit (loss) from government securities	143,931	(2,376)
Subtotal	145,969	31,979
Total arising from the measurement at fair value through profit or loss	145,969	31,979

**EXHIBIT “Q”
(contd.)**

**BREAKDOWN OF STATEMENT OF INCOME
AS OF DECEMBER 31, 2018 AND 2017**

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

Items	12/31/2018	12/31/2017
Commission income		
Commission related to receivables	19,430	60,739
Commission for guarantees granted	12,731	18,799
Commissions for collection management services	14,438	12,690
Commissions related to liabilities	11,728	31,466
Commissions for foreign exchange transactions	8,824	3,345
Commissions related to negotiable securities	2,243	2,166
Total commission income	69,394	129,205

EXHIBIT “R”

**VALUE ADJUSTMENT FOR CREDIT LOSSES – ALLOWANCES FOR UNCOLLECTIBILITY RISK
AS OF DECEMBER 31, 2018, 2017 AND 2016**

(Translation of separate financial statements originally issued in Spanish – see note 37)
(Figures stated in thousands of Argentine pesos)

Items	Amounts at beginning of year 12/31/2017	Increases (1)	Decrease		12/31/2018	12/31/2017	12/31/2016
			Reversals	Uses			
Loans and other financing	149,478	234,679	8,463	122,525	253,169	149,478	107,189
Other financial institutions	1,697	4,297	-	-	5,994	1,697	2,242
Non financial Private Sector and Foreign Residents	147,781	230,382	8,463	122,525	247,175	147,781	104,947
Overdrafts	23,501	25,703	-	-	49,204	23,501	11,345
Notes	63,482	154,425	-	117,004	100,903	63,482	23,224
Mortgage loans	4,967	2,202	-	2,483	4,686	4,967	4,631
Collateral loans	695	165	210	-	650	695	-
Personal loans	36,036	8,940	8,253	3,038	33,685	36,036	49,692
Other	19,100	38,947	-	-	58,047	19,100	16,055
Capital leases	1,021	1,134	-	-	2,155	1,021	334
Private securities	-	1,161	-	-	1,161	-	50
CHANGES IN ALLOWANCES	150,499	236,974	8,463	122,525	256,485	150,499	107,573

(1) Including the loss from the revaluation of the loan loss provision related to the financing portfolio in US dollars, which is disclosed under "Foreign exchange difference".

Booked based on the estimated uncollectibility risk of the loan portfolio and the guarantees supporting the related transactions and taking into account BCRA Communiqué “A” 2,950, as supplemented (including the amendments introduced by Communiqué “A” 3,918, as supplemented) and the Bank's policies for setting up provisions.

JOSÉ A. BENEGAS LYNCH
Chairman

