



BANCO PATAGONIA

INFORMATION REVIEW AS OF JUNE 30, 2010

Buenos Aires, Argentina, August 6, 2010 – Banco Patagonia S.A. (BCBA: BPAT; BOVESPA: BPAT11) reports on 2QFY10 income

SUMMARY

- Banco Patagonia closed 2QFY10 with ARS 10,185.1 million in Assets, ARS 5,163.9 million in Loans, ARS 7,270.1 million in Deposits, and ARS 1,813.3 million in Shareholders' Equity.
- Net income for the quarter was ARS 84.7 million, with retained earnings of ARS 183.7 million, accounting for a 19.9% ROE (average return on equity) and a 3.7% ROA (average return on assets).
- Loans granted to the non-financial private sector amounted to ARS 5,064.3 million, representing a 17.0% quarter-on-quarter increase (ARS 4,328.3 million), and a 38.1% year-over-year increase (ARS 3,666.8 million). Accumulated increase in the first semester amounts to 18.8%, higher than the 11.7% growth prevailing in the system.
- Total deposits amounted to ARS 7,270.1 million, which accounts for a 8.7% quarter-on-quarter increase (ARS 6,687.7 million) and a 32.6% year-over-year increase (ARS 5,480.7 million).
- The non-performing portfolio ratio on total loans is 1.9%, which means an improvement as compared to the previous quarter and lower than market levels. Furthermore, coverage of non-performing portfolio with provisions is 137.0%.
- Regarding liquidity, Banco Patagonia reached a 44.1% coverage on total deposits with liquid assets. In addition, the Company continues to record high capitalization indexes, with capital surplus of ARS 1,086.0 million over BCRA requirements.
- On July 15, 2010, the Central Bank of Argentina authorized the GMAC CFSA Stock Purchase Agreement signed on August 27, 2009, regarding the transfer of 85,968,713 common shares representing 99% of GMAC CFSA capital and votes, the price being paid in full on July 26, 2010.
- On July 19, 2010, the Special Shareholders' Meeting approved the capital reduction by 28,890,941 class "B" common, book-entry shares with a face value of ARS 1 each, entitling the holders to one vote per share, which were treasury stock as a result of the acquisitions made under the treasury stock acquisition plan.
- Banco Patagonia employs 2,811 people and has a wide network made up of 158 customer desks all over the country, distributed in the capital and major cities in each province.

I. INCOME OF THE QUARTER

Net income for 2QFY10 was ARS 84.7 million, with retained earnings of ARS 183.7 million, as compared to ARS 181.9 million of the same semester in the previous fiscal year, resulting in a 19.9% ROE (average return on equity) and a 3.7% ROA (average return on assets).

Gross interest income amounted to ARS 238.3 million and was mainly due to the positive change experienced by public sector assets quotations, to income resulting from foreign exchange appreciation and to income from interest of private sector loans, keeping a level similar to the one recorded during the previous quarter.

In addition, the non-performing portfolio on total loans index improved to 1.9%, and the uncollectibility charge was ARS 14.8 million in the period.

Net fee income rose by 1.9% as compared to the previous quarter, amounting to ARS 100.0 million (ARS 98.1 million in the previous quarter and ARS 83.4 million in the same quarter of the previous year (19.9%) as a result of the variance in volume and price of fee-earning transactions.

Administrative expenses increased by 8,8% as compared to the previous quarter (ARS 206.0 million vs. ARS 189.4 million).

Various income (net profits from miscellaneous losses) reached ARS 8.5 million and included profits from revaluation in equity interest in other companies, recovered receivables and gains from the sale of fixed assets and miscellaneous assets.

Summarized Statement of Income In million pesos	Quarter ended on			Change (%) as of	
	06/30/10	03/31/10	06/30/09	03/31/10	06/30/09
Financial Income	317.2	337.7	453.8	-6.1%	-30.1%
Financial Expenses	78.9	96.1	84.6	-17.9%	-6.7%
Gross Intermediation Spread	238.3	241.6	369.2	-1.4%	-35.5%
Uncollectibility Charge	14.8	6.3	39.0	134.9%	-62.1%
Net Revenue for Services	100.0	98.1	83.4	1.9%	19.9%
Administrative Expenses	206.0	189.4	178.0	8.8%	15.7%
Net Operative Income	117.5	144.0	235.6	-18.4%	-50.1%
Miscellaneous Income / Loss	8.5	5.5	-3.3	54.5%	n/a
Income before Income Tax	126.0	149.5	232.3	-15.7%	-45.8%
Income Tax	41.3	50.5	110.8	-18.2%	-62.7%
Net Income for the Quarter	84.7	99.0	121.5	-14.4%	-30.3%

a) EARNINGS PER SHARE

a) Earnings per Share In million pesos	Quarter ended on		
	06/30/2010	03/31/2010	06/30/2009
Net Income for the Quarter	84.7	99.0	121.5
Quarterly average number of Outstanding Shares	719.2	719.2	725.4
Quarterly average number of Treasury Shares	28.9	28.9	22.7
Shares Issued at Quarter End	748.1	748.1	748.1
Earnings per Share – Amounts in pesos	0.1178	0.1392	0.1675
Earnings per BDR (*) – Amounts in pesos	2.3554	2.7836	3.3499

(*) Each BDR is equivalent to 20 common shares.

b) NET FINANCIAL INCOME

Gross intermediation spread of the quarter was ARS 238.3 million, with an increase of 1.4% against ARS 241.6 million of the previous quarter and a year-over-year increase of 35.5% (ARS 369.2 million).

Financial income resulted mainly from profits derived from government securities amounting to ARS 65.2 million, against ARS 100.3 million in the previous quarter. Profits (losses) of the quarter reflected a drop in price levels recorded in May, which were recovering during June.

In addition, profits in the amount of ARS 21.9 million resulted from revaluation of the foreign currency asset position, since the exchange rate went from ARS 3.8763 per USD as of March 31, 2010 up to ARS 3.9318 per USD as of June 30, 2010.

Furthermore, there was an increase in income from interest generated by the greater volume of loans to the private sector, mainly due to an increase in the credit card business and overdrafts and documentary credits in pesos for commercial clients.

As regards financial expenses, there was an increase in interest paid for interbank loans as a result of greater volumes, and lower expenses for foreign exchange futures due to a decline in exposure and lower volatility reflected by said quotations.

Gross Intermediation Spread In million of Pesos (ARS)	Quarter ending as of:			% Variation as of:	
	06/30/10	03/31/10	06/30/09	03/31/10	06/30/09
Financial Revenues	317.2	337.7	453.8	-6.1%	-30.1%
Financial Expense	78.9	96.1	84.6	-17.9%	-6.7%
Gross Intermediation Spread	238.3	241.6	369.2	-1.4%	-35.5%

Financial Revenues In million of Pesos (ARS)	Quarter ending as of:			% Variation as of:	
	06/30/10	03/31/10	06/30/09	03/31/10	06/30/09
Interest for financial sector loans	6.0	7.5	8.8	-20.0%	-14.8%
Interest for advance payments	41.0	37.5	40.1	9.3%	-6.5%
Interest for instruments	54.9	48.0	46.7	14.4%	2.8%
Interest for mortgage loans	2.6	2.8	3.4	-7.1%	-17.6%
Interest for pledge backed loans	1.4	1.4	2.4	0.0%	-41.7%
Interest for credit card loans	27.1	21.9	21.6	23.7%	25.5%
Interest for other loans	85.6	75.1	60.9	14.0%	40.6%
Government and corporate securities net income	65.2	100.3	204.5	-35.0%	-68.1%
Interest for activ swaps	2.0	7.3	20.1	-72.6%	-90.0%
Forward transactions income	-1.5	0.0	-0.4	0.0%	n/a
Foreign currency quotation difference	21.9	26.6	32.7	-17.7%	-33.0%
Others	11.0	9.3	13.0	18.3%	-15.4%
Financial Revenues	317.2	337.7	453.8	-6.1%	-30.1%

Financial Expense In million of Pesos (ARS)	Quarter ending as of:			% Variation as of:	
	06/30/10	03/31/10	06/30/09	03/31/10	06/30/09
Interest for saving account deposits	1.2	1.3	1.4	-7.7%	-14.3%
Interest for term deposits	59.9	61.3	66.7	-2.3%	-10.2%
Interest on obtained inter-financial loans (obtained call)	1.5	0.9	1.1	66.7%	36.4%
Interest for financial sector financing	0.1	0.1	0.1	0.0%	0.0%
Other interest	0.1	0.1	0.2	0.0%	-50.0%
Interest for other liabilities for financial intermediation	0.4	0.4	0.4	0.0%	0.0%
Interest on subordinated corporate bonds	0.4	0.4	1.1	0.0%	-63.6%
Government and corporate securities net loose	0.0	0.0	-15.2	0.0%	-100.0%
Contributions to the guarantee fund of deposits	3.0	2.9	2.5	3.4%	20.0%
Forward transactions income	0.0	16.8	0.0	-100.0%	0.0%
Others	12.3	11.9	26.3	3.4%	-53.2%
Financial Expense	78.9	96.1	84.6	-17.9%	-6.7%

c) NET FEE INCOME

Net fee income of the quarter was ARS 100.0 million, with a quarter-on-quarter increase of 1.9% against ARS 98.1 million and a year-over-year increase of 19.9% from ARS 83.4 million.

Main increases are the result of fees collected in association with deposit accounts.

Net Service Revenues In million of Pesos (ARS)	Quarter ending as of:			% Variation as of:	
	06/30/10	03/31/10	06/30/09	03/31/10	06/30/09
Deposits	60.7	54.3	44.5	11.8%	36.4%
Related to the Credit	23.8	21.7	19.1	9.7%	24.6%
Safety boxes	5.3	5.1	3.6	3.9%	47.2%
Capital and securities market	3.1	5.4	3.1	-42.6%	0.0%
Credit and Debit Cards	41.9	43.0	36.4	-2.6%	15.1%
Foreign trade	6.6	6.1	6	8.2%	10.0%
Others	4.3	4.5	3.5	-4.4%	22.9%
Income from services	145.7	140.1	116.2	4.0%	25.4%
Expenses for services	-45.7	-42.0	-32.8	8.8%	39.3%
Net Service Revenues	100.0	98.1	83.4	1.9%	19.9%

d) ADMINISTRATIVE EXPENSES

Administrative expenses of the quarter reached ARS 206.0 million, showing a quarter-on-quarter increase of 8.8% (ARS 189.4 million) and a 15.7% year-over-year increase (ARS 178.0 million).

This change is mainly related to the operating expenses and taxes, specifically with the tax on bank credit and debits resulting from payment of the income tax on FY2009 cash dividends.

Coverage of administrative expenses with net fee income amounts to 50.1%, keeping at the same level as in the previous quarter, in which the coverage ratio had been 51.8%.

Administration Expenses In million of Pesos (ARS)	Quarter ending as of:			% Variation as of:	
	06/30/10	03/31/10	06/30/09	03/31/10	06/30/09
Staff expenses	119.6	118.0	96.6	1.4%	23.8%
Directors and trustees fees	3.3	2.0	2.5	65.0%	32.0%
Other fees	5.7	5.6	5.7	1.8%	0.0%
Advertising and publicity	7.0	6.9	5.7	1.4%	22.8%
Taxes	13.1	8.2	11.2	59.8%	17.0%
Depreciation of Property and equipment	3.2	3.5	3.5	-8.6%	-8.6%
Other operating expenses	46.7	36.7	46.0	27.2%	1.5%
Others	7.4	8.5	6.8	-12.9%	8.8%
Administration Expenses	206.0	189.4	178.0	8.8%	15.7%

e) MISCELLANEOUS INCOME / LOSS

Miscellaneous net income and losses amounted to ARS 8.5 million in the quarter. This income resulted mainly from the sale of fixed assets and miscellaneous assets for ARS 3.2 million, income from equity interest in other companies for ARS 3.0 and recovered receivables for ARS 3.7 million.

II. INFORMACIÓN FINANCIERA RELEVANTE

a) LOAN PORTFOLIO

The non-financial private sector loan portfolio reached ARS 5,064.3 million, representing a 17.0% quarter-on-quarter increase (ARS 4,328.3 million). This means a year-over-year increase of 38.1% (ARS 3,666.8 million). Accumulated increase in the first semester amounts to 18.8%, higher than the 11.7% growth prevailing in the system.

During the quarter, there was an increase in the placement of credit cards, and an increase in overdrafts and documentary credits in pesos for commercial customers.

Likewise, there was a decrease in loans granted to the non-financial public sector, as compared to the increase recorded in the previous quarter due to loans to the provinces of Rio Negro and Buenos Aires.

Loans In million of Pesos (ARS)	Quarter ending as of:			% Variation as of:	
	06/30/10	03/31/10	06/30/09	03/31/10	06/30/09
To the non-financial Public Sector	72.7	108.6	10.9	-33.1%	567.0%
To the Financial Sector	174.6	132.6	214.2	31.7%	-18.5%
To the non-financial Private Sector	5,064.3	4,328.3	3,666.8	17.0%	38.1%
Advances	889.2	663.9	622.6	33.9%	42.8%
Instruments	1,863.0	1,570.0	1,287.5	18.7%	44.7%
Mortgage loans	89.6	93.3	122.7	-4.0%	-27.0%
Pledge backed loans	32.8	37.9	85.3	-13.5%	-61.5%
Personal loans	963.6	918.3	827.7	4.9%	16.4%
Credit cards	627.2	547.4	445.4	14.6%	40.8%
Others	598.9	497.5	275.6	20.4%	117.3%
(Provisions)	-147.7	-143.5	-149.2	2.9%	-1.0%
Net loans	5,163.9	4,426.0	3,742.7	16.7%	38.0%

b) EXPOSURE TO THE PUBLIC SECTOR

As of June 30, 2010, exposure in assets to the public sector reached ARS 921.3 million, a quarter-on-quarter decrease of 13.7% (ARS 1,067.8 million) due to full payment of a 50 million loan granted to the province of Buenos Aires during 1Q and to the sale of V\$N 83.1 BODEN 2012 during the quarter. Participation on total assets decreased to 9.0%, as compared to 10.7% in the previous quarter.

Exposure to the Public Sector In million of Pesos (ARS)	Quarter ending as of:			% Variation as of:	
	06/30/10	03/31/10	06/30/09	03/31/10	06/30/09
Boden 2012	183.4	286.8	222.0	-36.1%	-17.4%
Others	665.2	672.4	427.5	-1.1%	55.6%
Government securities (*)	848.6	959.2	649.5	-11.5%	30.7%
Secured loans	0.5	0.7	4.0	-28.6%	-87.5%
Others	72.2	107.9	6.9	-33.1%	n/a
Loans to the Public Sector	72.7	108.6	10.9	-33.1%	n/a
Exposure to the Public Sector	921.3	1,067.8	660.4	-13.7%	39.5%
Share on Total Assets	9.0%	10.7%	7.7%	-15.5%	16.9%

(*) Includes "Equity Interest" plus "Loans" and "Spot Purchases to be Settled and Forward Purchases" less "Deposits" and "Spot Sales to be Settled and Forward Sales".

c) DEPOSITS

Total deposits increased by 8.7%, reaching ARS 7,270.1 million, as compared to ARS 6,687.7 in the previous quarter, representing a 32.6% year-over-year increase (ARS 5,480.7 million).

Non-financial private sector deposits recorded a 4.4% quarter-on-quarter increase (ARS 6,166.0 million vs ARS 5,907.9 million) and a 30.0% year-over-year increase (ARS 4,742.6 million), mainly due to deposits in checking accounts, which increased from ARS 1,157.3 million in the previous quarter to ARS 1,330.2 in 2QFY10, representing a 14.9% increase.

Total deposits accounted for 71.4% of the Company's total funding.

Deposits In million of Pesos (ARS)	Quarter ending as of:			% Variation as of:	
	06/30/10	03/31/10	06/30/09	03/31/10	06/30/09
Non-financial Public Sector	1,089.5	757.9	709.9	43.8%	53.5%
Financial Sector	14.6	21.9	28.2	-33.3%	-48.2%
Non-financial Private Sector	6,166.0	5,907.9	4,742.6	4.4%	30.0%
Current accounts	1,330.2	1,157.3	1,004.3	14.9%	32.5%
Savings account	2,054.1	2,031.9	1,531.9	1.1%	34.1%
Term deposits	2,444.7	2,412.9	1,903.1	1.3%	28.5%
Investment accounts	1.2	1.5	2.2	-20.0%	-45.5%
Others	335.8	304.3	301.1	10.4%	11.5%
Deposits	7,270.1	6,687.7	5,480.7	8.7%	32.6%

d) OTHER FUNDING SOURCES

During the quarter, foreign bank credit lines were placed in the amount of ARS 48.2 million, a 139.8% quarter-on-quarter increase (ARS 20.1 million) and a 125.2% year-over-year increase (ARS 21.4 million).

Total funding sources had a 35.6% quarter-on-quarter increase and a 22.4% year-over-year decrease, as a result of payment of principal on subordinated corporate bonds.

Other funding sources In million of Pesos (ARS)	Quarter ending as of:			% Variation as of:	
	06/30/10	03/31/10	06/30/09	03/31/10	06/30/09
Central Bank of Argentina (BCRA)	0.8	0.7	0.6	14.3%	33.3%
International banks and organizations	48.2	20.1	21.4	139.8%	125.2%
Subordinated Corporate Bonds	63.3	62.0	122.7	2.1%	-48.4%
Other funding sources	112.3	82.8	144.7	35.6%	-22.4%

e) LIQUIDITY

Banco Patagonia maintains liquid assets for ARS 3,208.4 million, which represents a slight quarter-on-quarter decrease (ARS 3,684.0 million), and a 4.6% year-over-year increase (ARS 3,068.1 million). In addition, the liquidity on total deposits ratio decreased by 19.9% down to 44.1% of total deposits, against 55.1% of the previous quarter, and 21.2% against the 56.0 percentage of the previous fiscal year. During 2Q10, the regular liquidity levels were kept following the policies set forth by the Bank's Board of Directors on this matter.

Liquid assets In million of Pesos (ARS)	Quarter ending as of:			% Variation as of:	
	06/30/10	03/31/10	06/30/09	03/31/10	06/30/09
Cash and cash equivalents	1,840.5	1,568.2	1,218.1	17.4%	51.1%
Collateral accounts with the Central Bank of Argentina	169.2	161.7	157.7	4.6%	7.3%
Net call granted	92.9	111.8	200.9	-16.9%	-53.8%
LEBAC / NOBAC	1,105.8	1,843.1	1,491.4	-40.0%	-25.9%
Liquid assets	3,208.4	3,684.8	3,068.1	-12.9%	4.6%
Deposits	7,270.1	6,687.7	5,480.7	8.7%	32.6%
Liquid Assets on Total of Deposits	44.1%	55.1%	56.0%	-19.9%	-21.2%

f) PORTFOLIO QUALITY

As of June 30, 2010 the non-performing portfolio index over total financing was 1.9%, and the non-performing portfolio index over total loans was 2.0%, both decreasing with respect to the previous quarter. Variation of indexes related to the portfolio is monitored on a permanent basis by the Bank Management in order to take the corresponding steps in each scenario.

Coverage with provisions on the non-performing loan and financing portfolio is 137.0%, which represents an increase as compared to the previous quarter as a result of an increase in loan volume and an improvement in portfolio quality. In turn, 97.1% of the total loan portfolio remains at normal levels, with an improved performance as compared to the previous quarter.

Loan Portfolio In million of Pesos (ARS)	Quarter ending as of:			% Variation as of:	
	06/30/10	03/31/10	06/30/09	03/31/10	06/30/09
Total of loans	5,312.0	4,570.0	3,892.0	16.2%	36.5%
Loans of the private sector	5,064.0	4,328.0	3,667.0	17.0%	38.1%
Portfolio under normal condition	4,917.0	4,174.0	3,515.0	17.8%	39.9%
Irregular portfolio	108.0	109.0	105.0	-0.9%	2.9%
Provisions	148.0	144.0	149.0	2.8%	-0.7%
Normal portfolio as % private sector loans	97.1%	96.4%	95.9%	0.7%	1.2%
Irregular portfolio as % private sector loans	2.1%	2.5%	2.9%	-15.3%	-26.5%
Irregular portfolio as % of total of loans	2.0%	2.4%	2.7%	-14.8%	-24.7%
Irregular portfolio as % of total of financing	1.9%	2.3%	2.5%	-17.4%	-24.1%
Provisions as % of total of loans	2.8%	3.2%	3.8%	-11.6%	-26.7%
Provisions as % private sector loans	2.9%	3.3%	4.1%	-12.2%	-28.7%
Provisions as % of irregular portfolio of loans	137.0%	132.1%	141.9%	3.7%	-3.4%
Provisions as % of irregular portfolio of financing	139.5%	132.1%	143.9%	5.6%	-3.0%

g) CAPITALIZATION

As of June 30 2010, Banco Patagonia's capitalization index showed excess cash of ARS 1,086.0 million over the requirements established in BCRA regulations, meaning a 13.3% decrease as compared to the excess cash of the previous quarter (ARS 1,253.0 million), mainly resulting from a decrease in basic capital due to payment of FY09 cash dividends. This index reflects a 2.6% year-over-year increase.

In this regard, the capitalization ratio that relates accountable corporate liability (RPC) to risk-weighted assets reached 31.2% against 38.4% of the previous quarter, and 34.0% for the same quarter of the previous fiscal year.

Capitalization In million of Pesos (ARS)	Quarter ending as of:			% Variation as of:	
	06/30/10	03/31/10	06/30/09	03/31/10	06/30/09
Demand of Minimum Capital (A)	667.0	631.0	475.0	5.7%	40.4%
Risk Assets Value	397.0	361.0	306.0	10.0%	29.7%
Fixed Assets Value	48.0	48.0	41.0	0.0%	17.1%
Market Risk Value	129.0	69.0	44.0	87.0%	193.2%
Interest Rate Risk Value	82.0	124.0	65.0	-33.9%	26.2%
Public Sector Financing	11.0	29.0	19.0	-62.1%	-42.1%
Integration (B)	1,753.0	1,884.0	1,533.0	-7.0%	14.4%
Basic capital	1,630.0	1,854.0	1,408.0	-12.1%	15.8%
Complementary capital	166.0	72.0	165.0	130.6%	0.6%
Deductions	-43.0	-42.0	-40.0	2.4%	7.5%
Difference (B) – (A)	1,086.0	1,253.0	1,058.0	-13.3%	2.6%

III. RELEVANT FACTS

- 1) On April 19, 2010, the International Finance Corporation (IFC), a member of the World Bank Group for the private sector, signed an agreement to grant a long-term loan in the amount of USD 30 million to Banco Patagonia S.A., with the purpose of providing greater access to credit for farmers and small- and medium-sized companies in the agroindustrial sector.

The IFC loan maturing at 5.5 years will allow Banco Patagonia to increase the volume of its transactions in rural areas and offer its clients loans with longer maturity terms, which are not available in the local market at present.

- 2) On April 21, 2010 Banco Patagonia S.A. majority shareholders, owners of 61.5827% of the outstanding corporate capital and votes, signed a Stock Purchase Agreement to sell 366,825,016 common, class "B", book-entry shares representing 51% of Banco Patagonia S.A. outstanding capital and votes in favour of Banco do Brasil S.A, a corporation organized under Brazilian law, the majority stockholder of which is the Brazilian Government, the Purchaser thus acquiring control over Banco Patagonia S.A.

The purchase price for the total number of shares sold is USD 479,660,391, representing USD 1.3076 per share.

On June 16, 2010 the Shareholders' Special Meeting of Banco do Brasil S.A. approved the acquisition of the equity interest in Banco Patagonia S.A.

Closing of this transaction is subject to certain conditions precedent, including approval by the Argentine Central Bank (BCRA) and antitrust authorities in Argentina, and by the Brazilian Central Bank. On July 21, 2010 the relevant authorization was requested to the Brazilian Central Bank.

Once the above-mentioned approvals are obtained, prior to but subject to the closing of the transaction, the parties shall formally and jointly promote an obligatory public tender offer (the "Obligatory PTO") in Argentina on Banco Patagonia's remaining shares of stock, in compliance with the provisions of Argentine market regulations.

- 3) On May 28, 2010, the Central Bank of Argentina authorized the profit distribution approved by the Regular Shareholders' Meeting held on April 26, 2010, corresponding to the fiscal year ended on December 31, 2009, including payment of cash dividends in the amount of ARS 224,413 thousand, equivalent to ARS 0.312 per each outstanding share, representing ARS 6.24 per BDR.

In accordance with the above, the dividends were placed at the shareholders' disposal on June 11, 2010.

IV. SUBSEQUENT EVENTS

- 1) On July 15, 2010 the Board of Directors of the Central Bank of Argentina authorized the GMAC Compañía Financiera S.A. ("GMAC CFSA") Stock Purchase Agreement signed on August 27, 2009, governing the transfer of 100% of GMAC CFSA capital and votes, Banco Patagonia S.A. acquiring 85,968,713 common shares representing 99% of the corporate capital and votes.

By virtue of the above, on July 26, 2010 the transaction was closed, the price of USD 22,770,990 being paid in full and GMAC CFSA's capital stock being transferred in favour of Banco Patagonia S.A.

- 2) On July 19, 2010, the Bank's Special Shareholders' Meeting approved the proposal to reduce the corporate capital by ARS 28,891 through cancellation of 28,890,941 class "B" common, book-entry shares with a face value of ARS 1.00 each, entitling the holders to one vote per share, said stock being treasury stock as a result of the acquisitions made under the treasury stock acquisition plan mentioned in the preceding item.

Accordingly, the Bank's capital stock is made up of 719,264,737 shares, comprising 22,768,818 Class "A" shares and 696,495,919 Class "B" shares, all of them book-entry shares with a face value of ARS 1.00 each and entitling the holders to one vote per share.

V. OUTLOOK

Taking into account the current macroeconomic context and the Argentine financial system, the Company's Board of Directors monitors on a permanent basis the evolution of all the economic and financial variables, in order to maintain the strong position as one of the leading banks, focusing on a reasonable administration of risk policies, an efficient management of resources, an adequate expenditure control, and the maintenance of a diversified funding structure.

Furthermore, the purpose of the strategic partnership between Banco do Brasil and Banco Patagonia is to enlarge Banco do Brasil's share in the Argentine market and thus support bilateral trade in the pursuit of regional integration. Both companies intend to boost the trade of financial products and services with Brazilian companies operating in Argentina, and with multinational and Argentine companies trading with Brazil, to enlarge business opportunities existing at present between Banco Patagonia and small and medium-sized companies, to grow in the agro-business sector, to continue identifying growth opportunities mainly through payroll services and to enlarge the present branch system.

VI. MAIN INDICATORS

Detail	Quarter ending as of:			
	06/30/10	03/31/10	06/30/09	06/30/08
Profitability Indexes				
Return on average assets (1)	3.7%	4.0%	4.0%	2.1%
Return on average assets before income tax (2)	5.6%	6.1%	7.8%	3.3%
Return on average shareholders' equity (3)	19.9%	20.8%	22.6%	12.0%
Return on shareholders' equity before income tax (4)	29.9%	31.4%	43.9%	18.1%
Indexes of Financial Margin and by Services				
Total Financial Margin (Net Financial Revenues / Average Assets)	9.7%	9.8%	12.9%	6.4%
Margin for net services (Revenues per net services / Average Assets)	4.0%	4.0%	3.6%	3.5%
Total Margin (Net total Revenues / Average Assets) (5)	13.7%	13.8%	16.4%	9.9%
Revenues for net services on net total revenues (5)	29.2%	28.9%	21.7%	35.2%
Indexes of Shareholders' Equity				
Shareholders' Equity on total assets	17.8%	19.7%	18.4%	16.4%
Creditworthiness (Shareholders' Equity on total liability)	21.7%	24.5%	22.6%	19.7%
Total Liability as multiple of Shareholders' Equity	4.6	4.1	4.4	5.1
RPC on Weighted Risk Assets (6)	31.2%	38.4%	34.0%	35.3%
Indexes of Portfolio Quality				
Provisions on total loans (before provisions)	2.8%	3.1%	3.8%	2.3%
Irregular portfolio on financing (before provisions) (7)	1.9%	2.3%	2.5%	1.4%
Provisions on irregular financing portfolio (7)	137.0%	132.1%	143.9%	158.3%
Efficiency Indexes				
Administration expenses on net total revenues (5)	58.3%	55.8%	44.8%	69.3%
Revenues for net services on administration expenses	50.1%	51.8%	48.4%	50.8%
Administration expenses on average assets (8)	8.0%	7.7%	7.4%	6.9%
Liquidity Indexes				
Liquid assets on deposits (9)	51.5%	65.0%	61.2%	49.5%
Loans (net of provisions) on assets	50.7%	44.6%	43.4%	45.3%
Deposits on liabilities	86.8%	83.8%	77.8%	68.5%
Loans on deposits	71.0%	66.2%	68.3%	79.1%
Freezing (10)	12.4%	11.2%	13.8%	9.9%

(1) defined as the quotient between the fiscal year income / year-on-year period and the average assets calculated according to the monthly balances.

(2) defined as the quotient between the fiscal year income before income tax / year-on-year period and the average assets calculated according to the monthly balances.

(3) defined as the quotient between the fiscal year income / year-on-year period and the average shareholders' equity calculated according to the monthly balances.

(4) defined as the quotient between the fiscal year income before income tax / year-on-year period and the average shareholders' equity calculated according to the monthly balances.

(5) total net revenues defined as the addition of the financial revenues and for net services.

(6) RPC means Adjusted stockholders' equity.

(7) irregular portfolio defined as the financing classified under condition 3 - 4 - 5 and 6.

(8) average assets calculated according to the monthly balances.

(9) defined as the quotient between the addition of cash and cash equivalents and the government and corporate securities and the total of deposits.

(10) defined as the quotient between the addition of property, plant and equipment, various and intangible assets, and the shareholders' equity.

VII. SUMMARIZED ACCOUNTING INFORMATION

a) COMPARATIVE FINANCIAL STRUCTURE

Balance Sheet In million of Pesos (ARS)	Quarter ending as of:									
	06/30/10	%	03/31/10	%	06/30/09	%	06/30/08	%	06/30/07	%
Cash and cash equivalents	1,840.5	18.1%	1,568.2	15.8%	1,218.1	14.1%	1,070.6	12.6%	920.9	14.7%
Government and Corporate Securities	1,906.9	18.7%	2,777.6	28.0%	2,134.4	24.7%	1,337.3	15.7%	1,552.8	24.8%
Loans	5,163.9	50.7%	4,426.0	44.6%	3,742.7	43.4%	3,848.9	45.3%	2,603.0	41.5%
To the Non-financial Public Sector	72.7	0.7%	108.6	1.1%	10.9	0.1%	33.3	0.4%	205.0	3.3%
Financial Sector	174.6	1.7%	132.6	1.3%	214.2	2.5%	245.5	2.9%	158.5	2.5%
Non-Financial Private Sector (Provisions)	5,064.3	49.7%	4,328.3	43.6%	3,666.8	42.5%	3,661.0	43.1%	2,329.1	37.2%
Other credits for financial intermediation	-147.7	-1.5%	-143.5	-1.4%	-149.2	-1.7%	-90.9	-1.1%	-89.6	-1.4%
Leased assets	549.3	5.4%	459.3	4.6%	922.4	10.7%	1,743.6	20.5%	799.5	12.8%
Other Assets	151.9	1.5%	138.0	1.4%	156.4	1.8%	174.9	2.1%	126.9	2.0%
Assets	10,185.1	100.0%	9,933.6	100.0%	8,630.2	100.0%	8,491.2	100.0%	6,267.2	100.0%

Balance Sheet En Millones de Pesos	Quarter ending as of:									
	06/30/10	%	03/31/10	%	06/30/09	%	06/30/08	%	06/30/07	%
Deposits	7,270.1	71.4%	6,687.7	67.3%	5,480.7	63.5%	4,864.3	57.3%	4,105.8	65.5%
Non-Financial Public Sector	1,089.5	10.7%	757.9	7.6%	709.9	8.2%	443.3	5.2%	266.6	4.3%
Financial Sector	14.6	0.1%	21.9	0.2%	28.2	0.3%	9.5	0.1%	13.7	0.2%
Non-Financial Private Sector	6,166.0	60.5%	5,907.9	59.5%	4,742.6	55.0%	4,411.5	52.0%	3,825.5	61.0%
Other Liabilities by financial intermediation	734.8	7.2%	631.0	6.4%	925.1	10.7%	1,905.4	22.4%	783.1	12.5%
Subordinated Corporate Bonds	63.3	0.6%	62.0	0.6%	122.7	1.4%	147.0	1.7%	201.8	3.2%
Other Liabilities	303.6	3.0%	599.9	6.0%	512.0	5.9%	179.8	2.1%	136.6	2.2%
Liabilities	8,371.8	82.2%	7,980.6	80.3%	7,040.5	81.6%	7,096.5	83.6%	5,227.3	83.4%
Shareholders' Equity	1,813.3	17.8%	1,953.0	19.7%	1,589.7	18.4%	1,394.7	16.4%	1,039.9	16.6%
Total Liabilities + Shareholders' Equity	10,185.1	100.0%	9,933.6	100.0%	8,630.2	100.0%	8,491.2	100.0%	6,267.2	100.0%

b) COMPARATIVE INCOME (LOSS) STRUCTURE

Summarized Profit and Loss Statement In million of Pesos (ARS)	Quarter ending as of:									
	06/30/10	%	03/31/10	%	06/30/09	%	06/30/08	%	06/30/07	%
Financial Revenues	317.2	100.0%	337.7	100.0%	453.8	100.0%	185.3	100.0%	138.5	100.0%
Financial Expense	78.9	24.9%	96.1	28.5%	84.6	18.6%	71.7	38.7%	47.0	33.9%
Gross Intermediation Spread	238.3	75.1%	241.6	71.5%	369.2	81.4%	113.6	61.3%	91.5	66.1%
Charge for Bad Debts	14.8	4.7%	6.3	1.9%	39.0	8.6%	9.0	4.9%	3.5	2.5%
Net Service Revenues	100.0	31.5%	98.1	29.0%	83.4	18.4%	68.7	37.1%	56.9	41.1%
Administration Expenses	206.0	64.9%	189.4	56.1%	178.0	39.2%	144.6	78.0%	90.4	65.3%
Operating Net Income	117.5	37.0%	144.0	42.6%	235.6	51.9%	28.7	15.5%	54.5	39.4%
Earnings / Various Losses	8.5	2.7%	5.5	1.6%	-3.3	-0.7%	14.5	7.8%	12.9	9.3%
Income before Income Tax	126.0	39.7%	149.5	44.3%	232.3	51.2%	43.2	23.3%	67.4	48.7%
Income tax	41.3	13.0%	50.5	15.0%	110.8	24.4%	14.4	7.8%	24.2	17.5%
Net Income	84.7	26.7%	99.0	29.3%	121.5	26.8%	28.8	15.5%	43.2	31.2%

c) FOREIGN CURRENCY

Foreign Currency Position In million of Pesos (ARS)	Quarter ending as of:				
	06/30/10	03/31/10	06/30/09	06/30/08	06/30/07
Cash and cash equivalents	1,011.6	881.2	642.6	422.3	361.4
Government and Corporate Securities	269.9	364.0	358.3	242.9	327.1
Loans	765.5	741.4	838.8	931.4	545.4
Other credits for financial intermediation	24.5	34.5	248.4	84.7	102.1
Leased assets	35.6	41.8	60.1	46.9	34.2
Other Assets	100.1	97.9	100.5	71.9	32.4
Assets	2,207.2	2,160.8	2,248.7	1,800.1	1,402.6
Deposits	1,298.3	1,173.2	1,010.4	640.5	431.9
Other Liabilities by financial intermediation	220.3	217.6	316.6	313.7	135.2
Subordinated Corporate Bonds	1.8	62.0	122.7	147.0	201.7
Other Liabilities	63.4	1.6	0.9	1.6	2.3
Liabilities	1,583.8	1,454.4	1,450.6	1,102.8	771.1
Foreign Currency Position	623.4	706.4	798.1	697.3	631.5
Reference Rate of Exchange	3.9318	3.8763	3.7952	3.0242	3.0908
Foreign Currency Position in Dollars	158.6	182.2	210.3	230.6	204.3

d) COMPARATIVE CONSOLIDATED FINANCIAL STRUCTURE

Pursuant to the procedures established by BCRA regulations (Communiqué "A" 2227 and complementary provisions), Banco Patagonia S.A. has fully consolidated its balance sheet and profit and loss statement for the above-mentioned fiscal periods, with the financial statements of Patagonia Valores S.A. Sociedad de Bolsa, Patagonia Inversora S.A. Sociedad Gerente de Fondos Comunes de Inversión and Banco Patagonia (Uruguay) S.A.I.F.E.

Balance Sheet In million of Pesos (ARS)	Quarter ending as of:									
	06/30/10	%	03/31/10	%	06/30/09	%	06/30/08	%	06/30/07	%
Cash and cash equivalents	1,928.9	18.5%	1,662.5	16.3%	1,301.6	14.5%	1,080.9	12.7%	958.4	15.2%
Government and Corporate Securities	1,930.5	18.5%	2,800.7	27.5%	2,150.4	24.0%	1,349.2	15.8%	1,562.7	24.7%
Loans	5,163.9	49.5%	4,426.0	43.5%	3,742.8	41.8%	3,848.9	45.1%	2,603.0	41.2%
To the Non-financial Public Sector	72.7	0.7%	108.5	1.1%	10.9	0.1%	33.3	0.4%	205.0	3.2%
Financial Sector	174.6	1.7%	132.7	1.3%	214.2	2.4%	245.4	2.9%	158.5	2.5%
Non-Financial Private Sector	5,064.3	48.6%	4,328.3	42.5%	3,666.9	41.0%	3,661.0	42.9%	2,329.1	36.8%
(Provisions)	-147.7	-1.4%	-143.5	-1.4%	-149.2	-1.7%	-90.8	-1.1%	-89.6	-1.4%
Other credits for financial intermediation	754.3	7.2%	652.5	6.4%	1,205.8	13.5%	1,816.6	21.3%	861.4	13.6%
Leased assets	151.9	1.5%	138.0	1.4%	156.4	1.7%	174.9	2.1%	126.9	2.0%
Other Assets	500.1	4.8%	493.7	4.9%	390.9	4.4%	259.9	3.0%	211.1	3.3%
Assets	10,429.6	100.0%	10,173.4	100.0%	8,947.9	100.0%	8,530.4	100.0%	6,323.5	100.0%

Balance Sheet En Millones de Pesos	Quarter ending as of:									
	06/30/10	%	03/31/10	%	06/30/09	%	06/30/08	%	06/30/07	%
Deposits	7,514.3	72.0%	6,925.0	68.1%	5,794.5	64.8%	4,902.9	57.5%	4,159.4	65.8%
Non-Financial Public Sector	1,089.5	10.4%	757.9	7.4%	709.9	7.9%	443.3	5.2%	266.5	4.2%
Financial Sector	14.6	0.1%	21.8	0.2%	28.1	0.3%	9.5	0.1%	13.7	0.2%
Non-Financial Private Sector	6,410.2	61.5%	6,145.3	60.4%	5,056.5	56.5%	4,450.1	52.2%	3,879.2	61.3%
Other Liabilities by financial intermediation	733.9	7.0%	630.7	6.2%	925.6	10.3%	1,905.2	22.3%	784.4	12.4%
Subordinated Corporate Bonds	63.3	0.6%	62.0	0.6%	122.7	1.4%	147.0	1.7%	201.7	3.2%
Other Liabilities	304.8	2.9%	602.7	5.9%	515.4	5.8%	180.6	2.1%	138.1	2.2%
Liabilities	8,616.3	82.6%	8,220.4	80.8%	7,358.2	82.2%	7,135.7	83.7%	5,283.6	83.6%
Shareholders' Equity	1,813.3	17.4%	1,953.0	19.2%	1,589.7	17.8%	1,394.7	16.3%	1,039.9	16.4%
Total Liabilities + Shareholders' Equity	10,429.6	100.0%	10,173.4	100.0%	8,947.9	100.0%	8,530.4	100.0%	6,323.5	100.0%

e) COMPARATIVE CONSOLIDATED PROFIT AND LOSS STRUCTURE

Summarized Profit and Loss Statement In million of Pesos (ARS)	Quarter ending as of:									
	06/30/10	%	03/31/10	%	06/30/09	%	06/30/08	%	06/30/07	%
Financial Revenues	318.2	100.0%	338.9	100.0%	456.6	100.0%	185.8	100.0%	140.2	100.0%
Financial Expense	78.9	24.8%	96.1	28.4%	84.5	18.5%	71.9	38.7%	47.0	33.5%
Gross Intermediation Spread	239.3	75.2%	242.8	71.6%	372.1	81.5%	113.9	61.3%	93.2	66.5%
Charge for Bad Debts	14.8	4.7%	6.3	1.9%	38.9	8.5%	9.0	4.8%	3.6	2.6%
Net Service Revenues	102.2	32.1%	99.8	29.4%	84.4	18.5%	69.8	37.6%	58.3	41.6%
Administration Expenses	207.4	65.2%	190.6	56.2%	179.3	39.3%	145.6	78.4%	91.4	65.2%
Operating Net Income	119.3	37.5%	145.7	43.0%	238.3	52.2%	29.1	15.7%	56.5	40.3%
Earnings / Various Losses	7.0	2.2%	4.2	1.2%	-5.1	-1.1%	14.0	7.5%	11.2	8.0%
Income before Income Tax	126.3	39.7%	149.9	44.2%	233.2	51.1%	43.1	23.2%	67.7	48.3%
Income tax	41.6	13.1%	50.9	15.0%	111.7	24.5%	14.3	7.7%	24.5	17.5%
Net Income	84.7	26.6%	99.0	29.2%	121.5	26.6%	28.8	15.5%	43.2	30.8%

Jorge G. Stuart Milne
Presidente

CONFERENCE CALL

Banco Patagonia S.A. will hold a conference call to discuss the profits/losses corresponding to 2Q10 on August 10 2010 at 01:00 p.m. (Buenos Aires time), 12:00 p.m. (New York time). To participate, please dial:
Number: 001 (973) 9358 893
Code: 89598390

DISCLAIMER

This report might include forward-looking statements. If included, these statements are mainly based on the current opinions, expectations and projections by the Bank and its management about future events and operating and financial trends that will affect the Bank's business. There are many important factors that could cause the Bank's actual results to differ substantially from those results anticipated in our forward-looking statements, such as, but not limited to: inflation; changes in interest rates and the costs of deposits; Argentine government regulations affecting the Bank's operations; adverse judicial or administrative decisions; general credit risks, such as increases in defaults by borrowers; unexpected increases in financing or other costs; fluctuation or depreciation of the value of the Argentine public debt held in treasury by the Bank; competition in the banking or financial market or in other related Argentine markets; withdrawal of deposits by Bank's clients; deterioration in the regional, national and international business and economic conditions; and fluctuations in the Argentine peso exchange rate.

The words "opinion," "might," "will," "estimate," "continue," "anticipate," "intend," "expect," "forecast" and similar words are intended to identify forward-looking statements.

Such statements include information concerning results of operations, business strategies, financing plans, competitive position, industry environment, potential growth opportunities, effects of future regulations and effects of competition that possibly or supposedly may happen in the future. These statements are valid only as of the date they were made, and the Bank assumes no obligation to publicly update or to revise any of the forward-looking statements after the distribution of this report as a result of new information, future events or other factors. These expectations and projections are subject to material risks and uncertainties and may not be accurate or may change significantly. In light of these risks and uncertainties, the future events and circumstances discussed in this report are not to be taken as guarantees of future performance.

This report is a summary analysis of the results of Banco Patagonia and its subsidiaries. For a proper interpretation, this report must be read in conjunction with any other material periodically filed with the Comisión Nacional de Valores (www.cnv.gov.ar), Comissão de Valores Mobiliários (www.cvm.gov.br), Bolsa de Comercio de Buenos Aires (www.bolsar.com.ar), and Bolsa de Valores de São Paulo (www.bovespa.com.br). In addition, the Argentine Central Bank (www.bcra.gov.ar) may publish information related to Banco Patagonia as of a date subsequent to the last date for which the Bank has published information.

INVESTOR RELATIONS

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