

Report on Banks

January 2010



BANCO CENTRAL
DE LA REPÚBLICA ARGENTINA

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Year VII, No. 5



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Note | Information for January 2010 available by February 24, 2010 is included. This Report is focussed on the performance of the financial system, including breakdowns by homogeneous subsectors. The data reported (particularly, those referring to profitability) are provisional and are subject to changes later. Except the opposite was indicated the data included corresponds to BCRA Information Regimes (end of month data).

Published on March 18, 2010

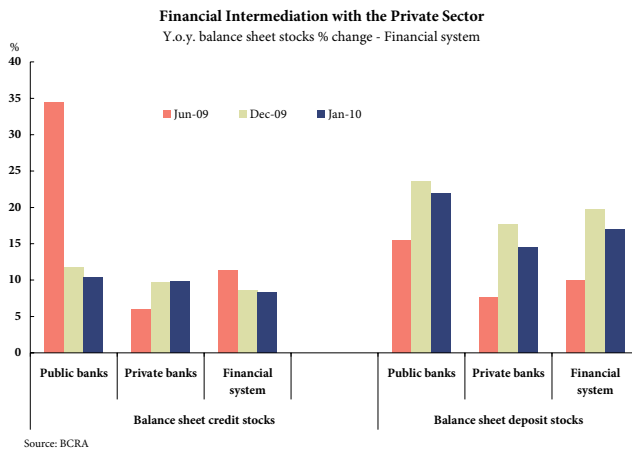
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Summary

- **In January 2010 the financial system reported some moderation in its activity growth rate.** During the period financial intermediation with the private sector as well as the provision of means of payment were influenced by seasonal factors. In the case of the payments system, it should be noted that the declining trend in the ratio of documents rejected by lack of funds has been maintained. **The financial system began 2010 showing relative high levels of soundness indicators.**
- **Balance sheet total deposit rose 1.6% in January (14.5% y.o.y.), mainly from the performance of public sector deposits.** Households and companies total deposits remained steady during the month, with increases in time deposits offset by reductions in sight accounts. Total private sector deposits recorded a year-on-year change of 17%, channeled to both public banks (21.9% y.o.y.) and private entities (14.6% y.o.y.)
- **Banks increased their liquidity levels in January.** The liquidity ratio (taking into account items denominated in both national and foreign currency) rose during the month to 31% of total deposits, increasing more than 2 p.p. compared with the end of December and the end of January 2009. The broad liquidity indicator (which includes holdings of Lebac and Nobac not related to repos with the Central Bank) stood at 44% of deposits, 2.5 p.p. higher than the level at the beginning of 2009. These liquidity reserves reflect the potential of the financial system to increase lending to the private sector once the uncertainty caused by the international financial crisis has been overcome.
- **Lending to the private sector balance sheet stocks contracted slightly during the month, mainly from the seasonal decline in commercial credit line.** Public banks posted a moderate increase in their balance sheet loan stocks to companies and households in January, while private banks and non-bank financial entities recorded declines. In year-on-year terms, lending to the private sector has risen by 8%. Over the last 12 months, national private banks and public banks have slightly increased their share in total lending stock to the private sector.
- **The financial system has begun 2010 facing a limited credit risk from the private sector.** This can be seen from lending to companies and households delinquency ratio, which has remained steady at 3.5% during the month, while the coverage of non-performing loans by provisions stood at 129%, above the level recorded one year earlier.
- **Banks record high solvency indicators.** Financial system consolidated net worth went up 1.4% in January, accumulating a year-on-year expansion of 20%. **Financial system capital compliance was twice the regulatory capital requirement in January**, with excess capital compliance being recorded by all groups of financial entities. Banks monthly book profits stood at 2.3%a. of assets, led mainly by private entities. In the last 12 months, accrued profits have totaled 2.4%a. of assets, 0.8 p.p. more than in the same period of the previous year, in part because of the increased gain on securities as a result of the recovery in main bond prices. If the headings connected with instruments derived from the effects of the 2001-2002 crisis were to be offset (mainly adjustments to the valuation of government securities, and to a lesser extent the amortization payment for court-ordered releases), accumulated annual profitability would stand at levels similar to those posted 12 months earlier.

Chart 1



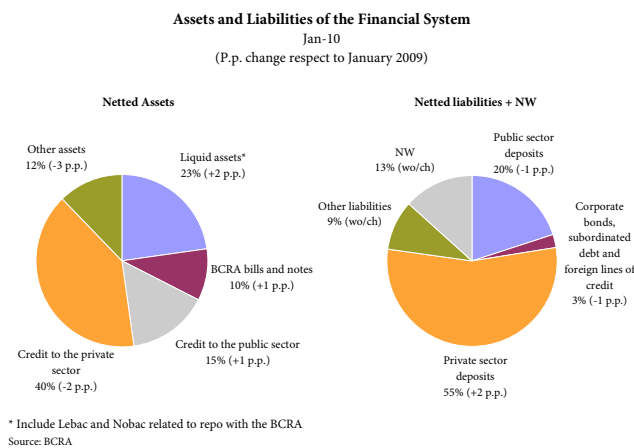
Activity

Growth in financial intermediation slowed at the start of 2010

At the beginning of the year the financial system recorded a moderate year-on-year increase in financial intermediation with the private sector (see Chart 1). Financial entities netted assets rose 1.2% in January, accumulating a growth of 13% y.o.y., mainly from the performance by public banks (19% y.o.y.).

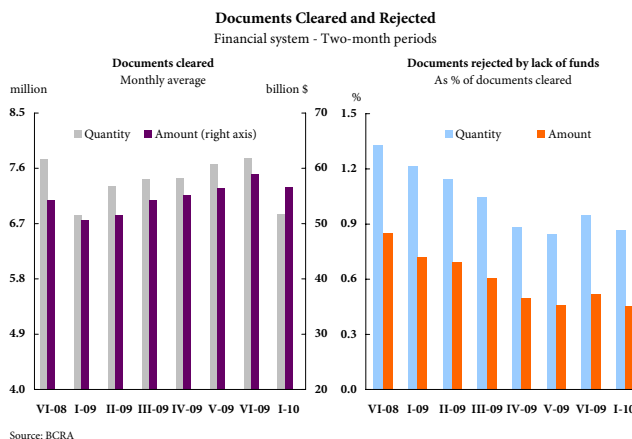
Financial entities increased their proportion of liquid assets in total portfolio over the last 12 months (see Chart 2). Credit to the private sector showed a slight drop in total netted assets compared with January 2009, to stand at 40% of total, while liquid assets grew 2 p.p. to 23% in the period, reaching 33% if holdings of Lebac and Nobac not related to repos with the Central Bank are included. The total increase over the last 12 months in company and household deposits was behind the improvement in bank funding.

Chart 2



In the case of the monthly flow of funds for financial entities as a whole estimated from balance sheet figures, during January the main sources of funds were the increase in public sector deposits and the reduction in the government securities portfolio (mainly from repo settlements). The increase in liquid assets (mostly in official banks) and to a lesser extent the increase in holdings of Lebac and Nobac not related to repo transactions with the Central Bank were the most notable uses of funds for the month. These monthly increases have taken place in a context in which lending to the private sector has been affected by seasonal factors and a quarterly position for minimum cash requirements (covering the December-February period) has been in effect.

Chart 3

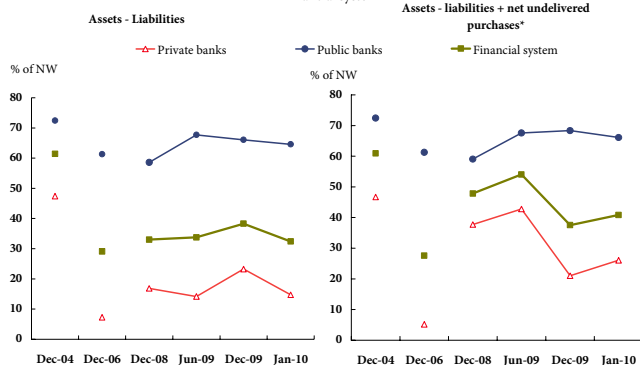


The value and number of cleared checks dropped at the beginning of 2010 (see Chart 3), while there were lower levels of rejected checks by lack of funds. Rejected documents amounted to 0.4% of the total cleared by the financial system at the beginning of the year, with a similar performance being reported by both public and private banks (0.5% and 0.4% respectively).

Broad financial system foreign currency mismatching, which includes asset and liability items as well as net undelivered forward purchases of foreign currency, rose at the beginning of the year to 40.9% of net worth (see Chart 4), mainly from the increase in these purchases made by private banks. It should be noted that the financial system continues to record a low proportion

Chart 4

Currency Mismatching
Financial system

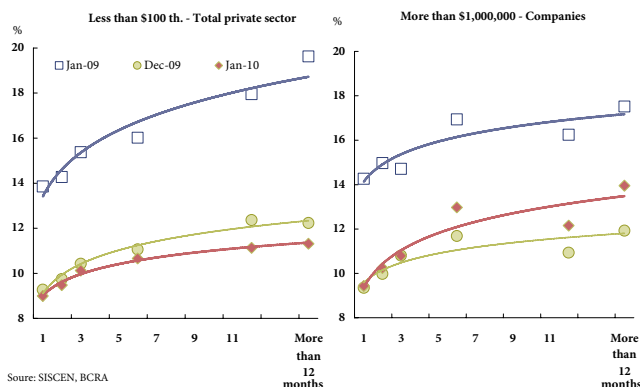


* Memorandum accounts
Source: BCRA

Chart 5

Private Sector Time Deposits in Pesos

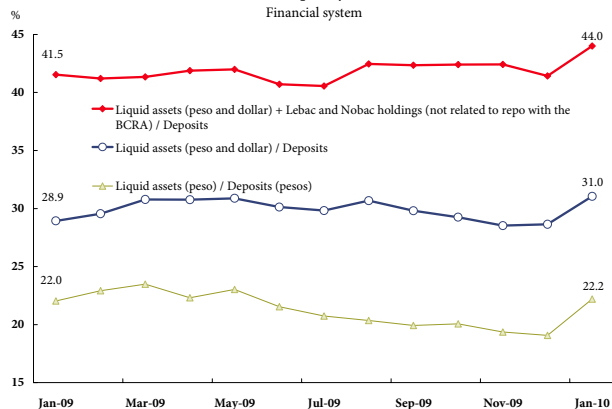
Annual percentage rate operated by contractual maturity - Financial system



Source: SISCEM, BCRA

Chart 6

Liquidity
Financial system



Source: BCRA

of loans and deposits in foreign currency. Only 14% of total private sector balance-sheet loan stocks is denominated in foreign currency, and consists mainly of credit granted to the export sector. In the case of private sector deposits, 19% consist of transactions in foreign currency.

Deposits and liquidity

Deposits rose during the month, mainly from those made by the public sector

Total balance-sheet deposit stocks increased \$4.5 billion (1.6%) in January, mainly because of the placements made by the public sector (5.8%). Total private sector deposit stocks remained steady at the beginning of the year, with an increase in time deposits that was offset by a reduction in sight accounts, within the context of the reduced dynamism for which this heading is noted at the start of every year. Balance-sheet private sector deposit stocks in pesos rose 0.5% in January, while foreign currency deposit totals contracted by 1.5%¹.

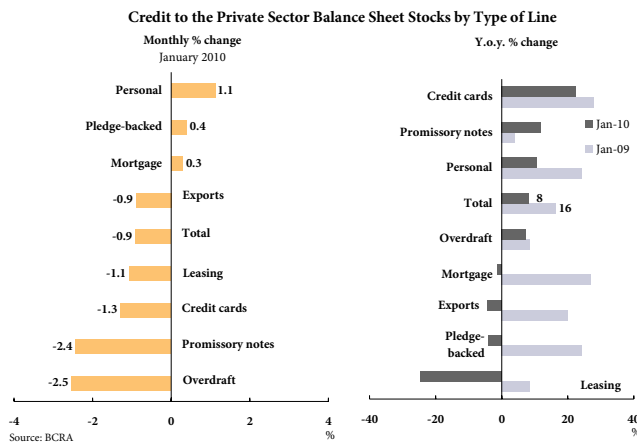
It should be noted that in recent months total deposits have maintained their dynamism, recording growth of close to 14.5% y.o.y. in January, while company and household deposits rose 17% in the same period. Private sector deposits were directed towards both public banks (up 21.9% y.o.y.) and private financial entities (14.6% y.o.y.). This annual performance is taking place in a scenario of lower nominal interest rates on time deposits in both the wholesale and retail segments (see Chart 5).

Financial system liquidity rose in January (led by an increase in the net repo stocks with the Central Bank), thus rising above the levels at the close of 2009. The liquidity ratio in peso increased almost 3.1 p.p. in the month, to stand at similar levels to those of 12 months earlier. The liquidity figures take into account items in both domestic and foreign currency² went up by 2.4 p.p. of total deposits, to 31% (see Chart 6). The increase in January of financial system Lebac and Nobac holdings not related to repos with the Central Bank (\$1.1 billion for the month), took broad financial system liquidity to 44% of deposits, above the level recorded one year earlier.

¹ In terms of currency of origin, the reduction posted was 2.1%.

² Defined here as the sum of liquidity at the BCRA, other cash items and net holdings of BCRA securities for repo transactions in cash in terms of total deposits.

Chart 7



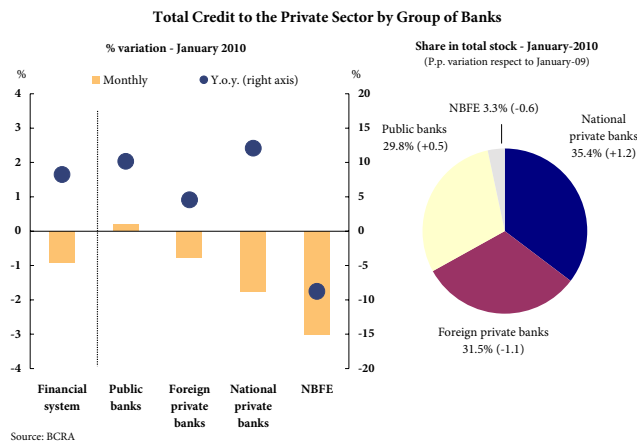
Within a framework of increased financial system liquidity, in January there was a drop in call market daily average traded amounts, with lower interest rates being agreed (a reduction for the month of 0.2 p.p. to 8.8%).

Financing

Commercial loans have mainly accounted for the decline in lending to the private sector in January

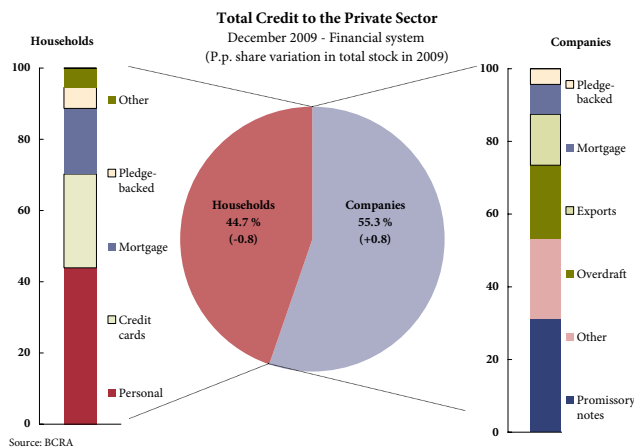
Balance-sheet lending to the private sector stocks dropped 0.9% in the month³, a movement largely explained by the reduction in commercial credit lines and in credit cards, while personal loans and collateralized loans went up during January (see Chart 7). As a result, the rate of year-on-year growth in lending to the private sector has been lower than that recorded one year earlier.

Chart 8



The monthly drop in lending to companies and households has been accounted for by private banks and non-bank financial entities, while public banks slightly increased their balance-sheet stocks. As a result, private domestic banks and public banks have slightly increased their share of lending to the private sector in the last 12 months (see Chart 8).

Chart 9



Growth recorded in lending to the corporate sector⁴ (10.2% in 2009) led it to gain share of total bank lending (at December 2009, the latest date for which this break-out is available) (see Chart 9). In the last quarter of 2009 greater dynamism was seen in lending to companies, particularly those in the agricultural, construction, commerce and service-related sectors. As a result, at the close of 2009 the rate of growth in lending to the productive sector had doubled (see Chart 10).

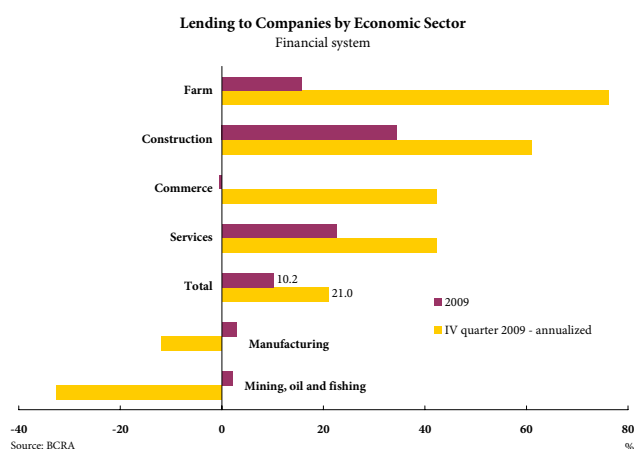
In the second half of 2009 bank lending to households recovered its dynamism, growing at an annualized rate of 15%, mainly explained by consumer credit lines. Those relatively larger loans segmented by residual stock range (over \$10,000) were behind the dynamism of consumer lending to households.

Private sector loan non-performance held steady at 3.5% during the month, accumulating a reduction of 0.3 p.p. since the peak reached in mid-2009. This

³ If credit balance-sheet stocks are adjusted for the issue of financial trusts during the month made by banks, the change in lending to companies and households would total -0.8% in January.

⁴ Loans to companies are those granted to legal persons and commercial loans granted to individuals; remaining loans to individuals are considered within the households heading.

Chart 10



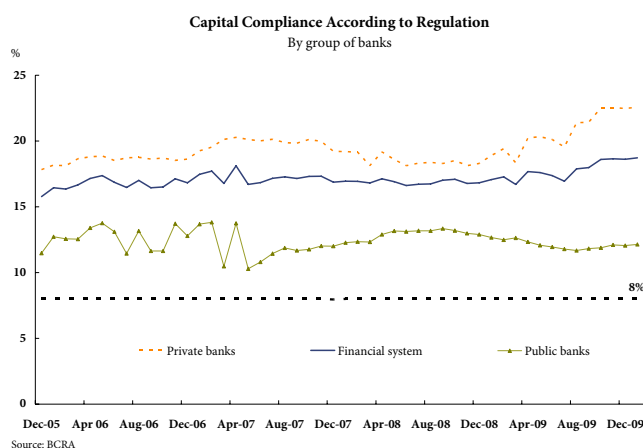
reduction was driven by household consumer credit lines, particularly those with intermediate-size residual balance sheet stocks (from \$2,500 to \$5,000). **The coverage ratio for private sector non-performing loans by provisions stood at 129%**, slightly above the level recorded one year earlier.

Solvency

Financial system net worth continues to increase

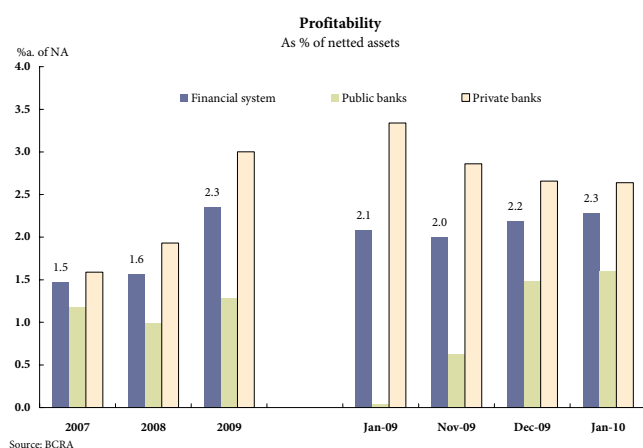
Financial system consolidated net worth increased 1.4% in January, accumulating year-on-year growth of 20% (more than 9 p.p. above the level in the same month of 2009). Net worth growth for the month was largely explained by private bank performance, and to a lesser extent, by official entities.

Chart 11



Financial system capital compliance increased slightly in the month to 18.7% of risk-weighted assets (RWA). Over the last 12 months this indicator has risen by 1.6 p.p. of RWA, mainly from the performance by private banks (see Chart 11). As a result, **financial system capital compliance has doubled the regulatory requirement in January**, with excess capital compliance being recorded by all groups of financial entities.

Chart 12



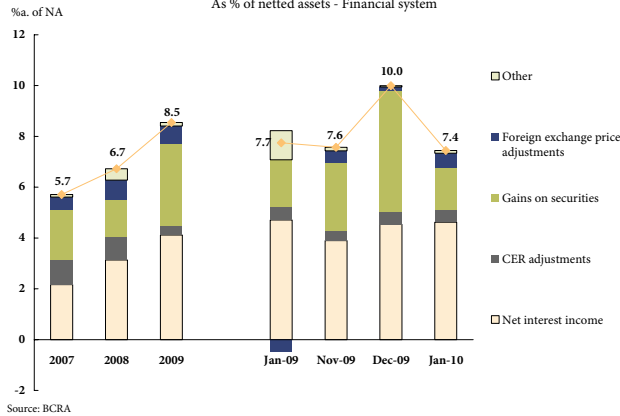
Book profits for financial entities as a whole stood at 2.3%a. of assets in January, led mainly by private banks (see Chart 12). Recovery by sundry profits (affected in December by one specific transaction) and a drop in operating costs and loan loss provisions more than compensated for the reduction in financial margin. **In the last 12 months financial system book profits totaled 2.4%a. of assets**, 0.8 p.p. more than in the same period of the previous year, in part because of the improvement in gains on securities. Nevertheless, if the impact of the adjustments to the valuation of government securities and the amortization of court-ordered releases were to be netted⁵, the accumulated profit would stand at levels similar to those observed 12 months earlier.

Financial margin for banks as a whole fell 2.6 p.p. of assets in January to 7.4%a., reflecting the impact of lower gains on securities, a heading that had reached a high level in last December (see Chart 13). The rest of the financial margin components posted monthly increases, with a notable improvement by foreign exchange price adjustments (in the context of a slight increase in the nominal foreign exchange rate between

⁵ Headings linked to the crisis in 2001-2002.

Chart 13

Financial Margin
As % of netted assets - Financial system

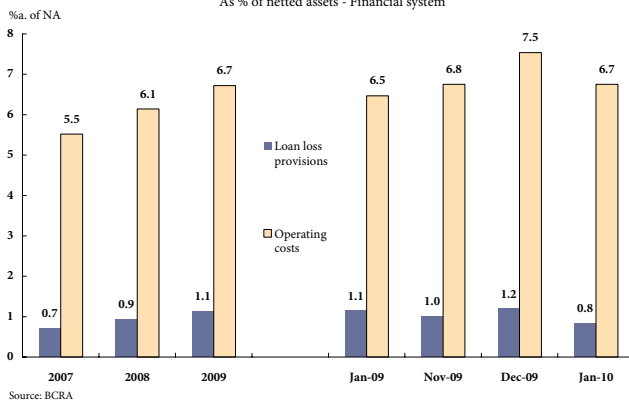


ends of the months) and a moderate improvement in net interest income. In line with the seasonal behavior recorded at the beginning of the year, **service income margin was down by 0.4 p.p. of assets for the month to 3.8%a.**, a level similar to that of January 2009.

Main expenditures of financial entities were lower for the month. Operating costs were down by 0.8 p.p. of assets in January to 6.7%a., following the increase usually recorded by this heading at the end of the year. As a result, structural costs were at similar levels to those of January 2009. Loan loss provisions began the year with a monthly drop of 0.4 p.p. of assets to 0.8%a. and as a result posted a fall of 0.3 p.p. of assets compared with the same month of 2009 (see Chart 14).

Chart 14

Main Expenditures of Financial Entities
As % of netted assets - Financial system



Consequently, the financial system began 2010 with an improvement in its solvency indicators. It is expected that in coming months, financial intermediation with the private sector increases, financial entities as a whole will continue to reinforce this trend. Current liquidity levels are a reflection of the potential within the financial system for increased levels of lending to the private sector in the near future, once the uncertainty caused by the international financial crisis has been overcome.

Latest regulations

This section contains a summary of the main regulations related to the business of financial intermediation issued during the month (referenced by the date on which they came into force).

Communication “A” 5034 – 22/01/10

Deposits and term investments. An increase to \$ 400,000 has been announced in the minimum deposit that establishes the classification as a qualified investor for: i) share companies and limited liability companies, cooperatives, mutual entities, welfare funds, civil associations, foundations and associations of professionals with union standing; ii) individuals with real address in the country.

Communication “A” 5035 – 22/01/10

Savings account deposits, payment of wages, and special deposits. Regulations on holders of savings accounts and basic accounts have been adjusted to the terms of Law 26,579 setting 18 as the age of majority.

Methodology

- (a) Aggregate balance sheet information is taken from the monthly accounting information system (unconsolidated balance sheets). In order to calculate aggregate data for the financial system, for financial entities that have not provided data for the month reviewed, the most recent information available is repeated in the aggregate balance sheet. On the other hand, for profitability analysis only the banks providing data for that month are considered.
- (b) Due to possible lack of data for some banks at the time this Report was drafted, and due to possible corrections to the data provided by financial entities later, the data included is of a preliminary nature –particularly for the last month included-. Therefore, and due to the fact that the most recent data available always used, data in connection with earlier periods may not match what was mentioned in earlier issues of the Report. In such cases, the latter release should be regarded as being of better quality.
- (c) Unless otherwise indicated, data about deposits and loans refer to balance sheet information, and do not necessarily agree with those compiled by the Centralized Information Requirement System (SISCEN). Reasons for discrepancies include the precise date considered in order to calculate monthly changes and the items included in the definition adopted in either case.
- (d) Profit ratio calculations are based on monthly results estimated from changes in the aggregate result amounts during the current fiscal year. Unless otherwise specified, profit ratios are annualized.
- (e) Initially, the breakdown by group of banks was determined based on majority decision making role –in terms of voting rights at shareholder meetings - distinguishing between private sector financial entities and public sector banks. In order to increase depth of the analysis, private sector entities were also classed according to the geographic and business scope of their operations. Wholesale banks were therefore defined as those specializing in the large corporations and investor sector, which in general do not rely on deposits from the private sector for their funding. On the other hand, retail banks were divided into those carrying out business nationwide, those located in certain geographic regions –municipalities, provinces, or regions- and entities that specialize in a financial sector niche market –usually smaller entities-. Finally, it is worth noting that the classifications defined above are solely for analytical purposes and does not mean it is the only methodology criteria by which to group them; while on the other hand, the listing of features for each financial entity group has been established in a general manner.
- (f) Indicators exhibited in Tables 1 and 5 of Statistical Appendix: 1.- (Paid in liquidity at the BCRA + Other cash holding + Holdings of BCRA securities for repo transactions in cash) / Total deposits; 2.- (Position in government securities (not including Lebac nor Nobac) + Loans to the public sector + Compensations to be received) / Total assets; 3.- (Loans to the non-financial private sector + Leasing operations) / Total assets; 4.- Irregular portfolio with the non-financial private sector / Loans to the non-financial private sector; 5.- (Total irregular portfolio – Bad loan provisions) / Equity. The irregular portfolio includes loans classed in situations 3, 4, 5 and 6; 6.- Cumulative annual result / Average monthly netted assets - % annualized; 8.- (Financial margin (Net interest income + CER and CVS adjustments + Gains on securities + Foreign exchange price adjustments + Other financial income) + Service income margin) / Cumulative annual operating costs; 9.- Paid in capital (Calculated Equity Requirement) / Risk weighted assets, according to the BCRA rule on minimum capital; 10.- Total capital position (Paid in capital less requirement, including flexibilities) / Capital requirement.

Glossary

%a.: annualized percentage.

%i.a.: interannual percentage.

Adjusted profit: Total profit excluding payments made due to court-ordered releases and adjustments to the valuation of public sector assets according to Com. "A" 3911 and modifications.

ASE: Adjusted stockholders' equity, for RPC in Spanish. The measure for compliance with bank capital regulations.

Consolidated (or aggregate) assets and liabilities: Those arising from excluding operations between financial entities.

Consolidated result: Excludes results related to shares and participations in other local financial entities.

CEDRO: Certificado de Depósito Reprogramado. Rescheduled Stabilization Coefficient.

Financial margin: Income less outlays of a financial nature. Includes interest income, gains from securities, CER/CVS adjustments, exchange rate differences and other financial results. Does not include the items affected by Com. A 3911.

Gains from securities: Includes income from government securities, short-term investments, corporate bonds, subordinated debt, options and from other income from financial intermediation. In the case of government securities, it includes the results accrued from income, quotation differences, exponential increase on the basis of the internal rate of return (IRR), and from sales, as well as the charge for impairment to value.

Income from services: Commissions collected less commissions paid. Includes commissions on liabilities, credits, securities, guarantees granted, rental of safe deposits boxes and foreign trade and exchange transactions, excluding in the case of the latter results from the trading of foreign currency, which are recorded in the "Exchange difference" accounts (here included under the heading "Other financial results"). Outflows include commissions paid, contributions to the Banking Social Services Institute (ISSB), other contributions on service income and charges accrued for gross income tax.

Interest income (interest margin): Interest collected less interest paid on financial intermediation, on an accrual basis – taken from balance sheet – rather than on a cash basis. Includes interest on loans of government securities and premiums on repos and reverse repos.

Lebac and Nobac: Bills and notes of the BCRA.

Liquid assets: Minimum cash compliance – cash, current account at BCRA and special accounts in guarantee – and other liquid items (mainly correspondent accounts) plus repo position in cash with the BCRA.

Liquidity ratio: Liquid assets as a percentage of total deposits.

mill.: million.

NBFE: Non-banking financial entity.

Netted assets (NA) and liabilities: Those net of accounting duplications inherent to the recording of repurchase agreements, term transactions or unsettled spot transactions.

Net worth exposure to counterpart risk: Non-performing portfolio net of allowances in terms of net worth.

Non-performing portfolio: Portfolio in categories 3 to 6, as per the debtor classification system.

Operating costs: Includes remuneration, social security payments, services and fees, miscellaneous expenses, taxes and amortization.

ON: Corporate bonds (Obligaciones Negociables).

OS: Subordinated debt (Obligaciones Subordinadas).

Other financial results: Income from financial leasing, adjustments to valuation of credit to the public sector, contribution to the deposit guarantee fund, interest on liquid funds, difference in market price of gold and foreign exchange, premiums on the sale of foreign currency and other unidentified income (net).

PN: Net worth (Patrimonio Neto).

p.p.: percentage points.

Private sector credit: Loans to the private sector and private sector securities.

Public sector credit: Loans to the public sector, holdings of government securities, compensation receivable from the Federal Government and other credits to the public sector.

Quotation differences: Income from the monthly updating of foreign currency-denominated assets and liabilities. The heading also includes income arising from the purchase and sale of foreign currency, arising from the difference in the price agreed (net of direct costs generated by the transaction) and the book value.

ROA: Net profits as a percentage of netted assets. When referring to accumulated results the denominator includes the average netted assets for the reference months.

ROE: Net profits as a percentage of net worth. When referring to accumulated results the denominator includes the average net worth for the reference months.

RPC: Adjusted stockholder's equity, calculated towards meeting capital regulations. (Responsabilidad Patrimonial Computable)

RWA: Risk weighted assets.

SME: Small and Medium Enterprises.

US\$: United States dollars.

Statistics annex | Financial system

Chart 1 | Financial Soundness Indicators (see Methodology)

As %	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	Jan 2009	2009	Jan 2010
1.- Liquidity	22.3	26.1	23.1	25.0	23.4	19.6	22.8	29.1	29.6	20.1	22.5	23.0	27.9	28.9	28.6	31.0
2.- Credit to the public sector	16.9	16.2	16.2	18.0	17.3	23.0	48.9	47.0	40.9	31.5	22.5	16.3	12.7	12.5	14.4	14.3
3.- Credit to the private sector	50.8	47.7	48.4	44.9	39.9	42.7	20.8	18.1	19.6	25.8	31.0	38.2	39.4	38.0	38.4	37.5
4.- Private non-performing loans	16.2	13.8	12.2	14.0	16.0	19.1	38.6	33.5	18.6	7.6	4.5	3.2	3.1	3.3	3.5	3.5
5.- Net worth exposure to the private sector	24.9	22.5	20.6	24.7	26.2	21.9	17.3	12.4	-1.0	-4.1	-3.3	-3.0	-3.3	-2.8	-2.8	-3.0
6.- ROA	0.6	1.0	0.5	0.2	0.0	0.0	-8.9	-2.9	-0.5	0.9	1.9	1.5	1.6	2.1	2.3	2.3
7.- ROE	4.1	6.3	3.9	1.7	0.0	-0.2	-59.2	-22.7	-4.2	7.0	14.3	11.0	13.4	17.6	19.3	18.2
8.- Efficiency	142	136	138	142	147	143	189	69	125	151	167	160	167	178	185	167
9.- Capital compliance	23.8	20.8	20.3	21.0	20.1	21.4	-	14.5	14.0	15.3	16.8	16.9	16.8	17.1	18.6	18.7
10.- Excess capital compliance	64	73	49	54	58	54	-	116	185	173	134	93	90	86	98	100

Source: BCRA

Chart 2 | Balance Sheet

In million of current pesos	Dec 00	Dec 01	Dec 02	Dec 03	Dec 04	Dec 05	Dec 06	Dec 07	Dec 08	Jan 09	Dec 09	Jan 10	Change (in %)			
													Last month	Last 12 months		
Assets	163,550	123,743	187,532	186,873	212,562	221,962	258,384	297,963	346,762	357,381	385,924	391,983	1.6	9.7		
Liquid assets ¹	20,278	13,005	17,138	27,575	29,154	20,819	37,991	46,320	58,676	57,829	71,084	72,459	1.9	25.3		
Public bonds	10,474	3,694	31,418	45,062	55,382	66,733	64,592	62,678	65,255	74,829	84,851	88,886	4.8	18.8		
Lebac/Nobac	-	-	-	-	17,755	28,340	29,289	36,022	37,093	43,042	43,867	50,432	15.0	17.2		
Portfolio	-	-	-	-	11,803	21,067	25,767	31,598	25,652	27,709	34,748	35,820	3.1	29.3		
Repo ²	-	-	-	-	5,953	7,273	3,521	4,424	11,442	15,333	9,119	14,612	60.2	-4.7		
Private bonds	633	543	332	198	387	389	813	382	203	212	308	246	-19.9	16.0		
Loans	83,277	77,351	84,792	68,042	73,617	84,171	103,668	132,157	154,719	150,669	169,880	168,827	-0.6	12.1		
Public sector	15,164	22,694	44,337	33,228	30,866	25,836	20,874	16,772	17,083	14,143	20,570	20,958	1.9	48.2		
Private sector	64,464	52,039	38,470	33,398	41,054	55,885	77,832	110,355	132,844	132,059	145,259	144,052	-0.8	9.1		
Financial sector	3,649	2,617	1,985	1,417	1,697	2,450	4,962	5,030	4,793	4,467	4,052	3,817	-5.8	-14.6		
Provisions over loans	-6,907	-6,987	-11,952	-9,374	-7,500	-4,930	-3,728	-4,089	-4,744	-4,884	-5,825	-5,811	-0.3	19.0		
Other netted credits due to financial intermediation	42,361	21,485	39,089	27,030	32,554	26,721	26,039	29,712	38,152	44,691	33,484	35,340	5.5	-20.9		
Corporate bonds and subordinated debt	794	751	1,708	1,569	1,018	873	773	606	912	901	1,146	1,210	5.7	34.3		
Unquoted trusts	2,053	2,065	6,698	4,133	3,145	3,883	4,881	5,023	5,714	5,794	5,928	5,722	-3.5	-1.2		
Compensation receivable	0	0	17,111	14,937	15,467	5,841	763	377	357	361	16	16	0.0	-95.7		
Other	39,514	18,669	13,572	6,392	12,924	16,124	19,622	23,706	31,169	37,636	26,395	28,392	7.6	-24.6		
Leasing	786	771	567	397	611	1,384	2,262	3,469	3,935	3,850	2,934	2,902	-1.1	-24.6		
Shares in other companies	2,645	2,688	4,653	4,591	3,871	4,532	6,392	6,430	7,236	7,335	6,817	6,902	1.2	-5.9		
Fixed assets and miscellaneous	4,939	4,804	8,636	8,164	7,782	7,546	7,619	7,643	7,903	7,932	8,239	8,270	0.4	4.3		
Foreign branches	1,115	1,057	3,522	3,144	3,524	3,647	2,782	2,912	3,153	3,181	3,926	3,932	0.2	23.6		
Other assets	3,950	5,334	9,338	12,043	13,180	10,950	9,953	10,347	12,275	11,738	10,227	10,030	-1.9	-14.6		
Liabilities	146,267	107,261	161,446	164,923	188,683	195,044	225,369	261,143	305,382	315,380	337,580	342,973	1.6	8.7		
Deposits	86,506	66,458	75,001	94,635	116,655	136,492	170,898	205,550	236,217	241,317	271,785	276,269	1.6	14.5		
Public sector ³	7,204	950	8,381	16,040	31,649	34,019	45,410	48,340	67,151	67,718	69,108	73,097	5.8	7.9		
Private sector ³	78,397	43,270	59,698	74,951	83,000	100,809	123,431	155,048	166,378	170,583	199,244	199,527	0.1	17.0		
Current account	6,438	7,158	11,462	15,071	18,219	23,487	26,900	35,245	39,619	39,188	45,752	45,560	-0.4	16.3		
Savings account	13,008	14,757	10,523	16,809	23,866	29,078	36,442	47,109	50,966	51,353	62,806	61,401	-2.2	19.6		
Time deposit	53,915	18,012	19,080	33,285	34,944	42,822	54,338	65,952	69,484	73,451	83,934	85,511	1.9	16.4		
CEDRO	0	0	12,328	3,217	1,046	17	13	0	0	0	0	0	-	-		
Other netted liabilities due to financial intermediation	55,297	36,019	75,737	61,690	64,928	52,072	46,037	46,225	57,662	62,722	50,673	51,779	2.2	-17.4		
Interbanking obligations	3,545	2,550	1,649	1,317	1,461	2,164	4,578	4,310	3,895	3,572	3,251	2,995	-7.9	-16.2		
BCRA lines	102	4,470	27,837	27,491	27,726	17,005	7,686	2,362	1,885	1,846	270	261	-3.4	-85.9		
Outstanding bonds	4,954	3,777	9,096	6,675	7,922	6,548	6,603	6,938	5,984	5,808	5,033	4,652	-7.6	-19.9		
Foreign lines of credit	8,813	7,927	25,199	15,196	8,884	4,684	4,240	3,864	4,541	4,340	3,369	3,139	-6.8	-27.7		
Other	37,883	17,295	11,955	11,012	18,934	21,671	22,930	28,752	41,357	47,157	38,750	40,733	5.1	-13.6		
Subordinated debts	2,255	2,260	3,712	2,028	1,415	1,381	1,642	1,672	1,763	1,744	1,922	1,893	-1.5	8.5		
Other liabilities	2,210	2,524	6,997	6,569	5,685	5,099	6,792	7,695	9,740	9,596	13,200	13,031	-1.3	35.8		
Net worth	17,283	16,483	26,086	21,950	23,879	26,918	33,014	36,819	41,380	42,001	48,344	49,011	1.4	16.7		
Memo																
Netted assets	129,815	110,275	185,356	184,371	202,447	208,275	244,791	280,336	321,075	325,391	363,268	367,635	1.2	13.0		
Consolidated netted assets	125,093	106,576	181,253	181,077	198,462	203,286	235,845	271,652	312,002	316,507	355,660	360,218	1.3	13.8		

(¹) Includes margin accounts with the BCRA and excludes financial entities repos against BCRA. (²) Booked value from balance sheet. (³) Does not include accrual on interest or CER.

Source: BCRA

Statistics annex | Financial system (cont.)

Chart 3 | Profitability Structure

Amount in million of pesos	Annual										First month		Monthly			Last
	2000	2001	2002 ¹	2003	2004	2005	2006	2007	2008	2009	2009	2010	Nov-09	Dec-09	Jan-10	12 months
Financial margin	7,291	6,943	13,991	1,965	6,075	9,475	13,262	15,134	20,526	28,860	2,072	2,255	2,223	2,998	2,255	29,042
Net interest income	5,106	4,625	-3,624	-943	1,753	3,069	4,150	5,744	9,574	13,918	1,259	1,399	1,144	1,362	1,399	14,058
CER and CVS adjustments	0	0	8,298	2,315	1,944	3,051	3,012	2,624	2,822	1,198	137	155	121	142	155	1,215
Foreign exchange price adjustments	185	268	5,977	-890	866	751	944	1,357	2,304	2,278	-129	172	131	40	172	2,578
Gains on securities	1,481	1,490	3,639	1,962	1,887	2,371	4,923	5,144	4,462	11,003	498	496	787	1,439	496	11,002
Other financial income	519	559	-299	-480	-375	233	235	264	1,363	463	307	34	40	15	34	190
Service income margin	3,582	3,604	4,011	3,415	3,904	4,781	6,243	8,248	10,868	13,057	1,001	1,153	1,192	1,252	1,153	13,208
Loan loss provisions	-3,056	-3,096	-10,007	-2,089	-1,511	-1,173	-1,198	-1,894	-2,832	-3,812	-305	-255	-298	-357	-255	-3,762
Operating costs	-7,375	-7,362	-9,520	-7,760	-7,998	-9,437	-11,655	-14,634	-18,748	-22,699	-1,731	-2,045	-1,984	-2,261	-2,045	-23,012
Tax charges	-528	-571	-691	-473	-584	-737	-1,090	-1,537	-2,315	-3,268	-237	-295	-281	-289	-295	-3,327
Income tax	-446	-262	-509	-305	-275	-581	-595	-1,032	-1,342	-4,036	-234	-182	-376	-211	-182	-3,983
Adjust. to the valuation of gov. securities ²	0	0	0	-701	-320	-410	-752	-837	-1,757	-184	-50	-24	-11	-6	-24	-157
Amort. payments for court-ordered releases	0	0	0	-1,124	-1,686	-1,867	-2,573	-1,922	-994	-454	181	-31	-47	-103	-31	-667
Other	535	702	-3,880	1,738	1,497	1,729	2,664	2,380	1,366	462	-141	115	169	-369	115	718
Monetary results	0	0	-12,558	69	0	0	0	0	0	0	0	0	0	0	0	0
Total results³	3	-42	-19,162	-5,265	-898	1,780	4,306	3,905	4,773	7,926	556	692	588	656	692	8,061
Adjusted results ⁴	-	-	-	-3,440	1,337	4,057	7,631	6,665	7,523	8,564	425	746	646	764	746	8,885
<i>Annualized indicators - As % of netted assets</i>																
Financial margin	5.7	5.7	6.5	1.1	3.1	4.6	5.8	5.7	6.7	8.5	7.7	7.4	7.6	10.0	7.4	8.5
Net interest income	4.0	3.8	-1.7	-0.5	0.9	1.5	1.8	2.2	3.1	4.1	4.7	4.6	3.9	4.5	4.6	4.1
CER and CVS adjustments	0.0	0.0	3.9	1.3	1.0	1.5	1.3	1.0	0.9	0.4	0.5	0.5	0.4	0.5	0.5	0.4
Foreign exchange price adjustments	0.1	0.2	2.8	-0.5	0.4	0.4	0.4	0.5	0.8	0.7	-0.5	0.6	0.4	0.1	0.6	0.8
Gains on securities	1.2	1.2	1.7	1.1	1.0	1.2	2.2	1.9	1.5	3.3	1.9	1.6	2.7	4.8	1.6	3.2
Other financial income	0.4	0.5	-0.1	-0.3	-0.2	0.1	0.1	0.4	0.1	1.1	0.1	0.1	0.1	0.1	0.1	0.1
Service income margin	2.8	3.0	1.9	1.9	2.0	2.3	2.7	3.1	3.6	3.9	3.7	3.8	4.1	4.2	3.8	3.9
Loan loss provisions	-2.4	-2.6	-4.7	-1.1	-0.8	-0.6	-0.5	-0.7	-0.9	-1.1	-1.1	-0.8	-1.0	-1.2	-0.8	-1.1
Operating costs	-5.8	-6.1	-4.4	-4.2	-4.1	-4.6	-5.1	-5.5	-6.1	-6.7	-6.5	-6.7	-6.8	-7.5	-6.7	-6.7
Tax charges	-0.4	-0.5	-0.3	-0.3	-0.3	-0.4	-0.5	-0.6	-0.8	-1.0	-0.9	-1.0	-1.0	-1.0	-1.0	-1.0
Income tax	-0.3	-0.2	-0.2	-0.2	-0.1	-0.3	-0.3	-0.4	-0.4	-1.2	-0.9	-0.6	-1.3	-0.7	-0.6	-1.2
Adjust. to the valuation of gov. securities ²	0.0	0.0	0.0	-0.4	-0.2	-0.2	-0.3	-0.3	-0.6	-0.1	-0.2	-0.1	0.0	0.0	-0.1	0.0
Amort. payments for court-ordered releases	0.0	0.0	0.0	-0.6	-0.9	-0.9	-1.1	-0.7	-0.3	-0.1	0.7	-0.1	-0.2	-0.3	-0.1	-0.2
Other	0.4	0.6	-1.8	0.9	0.8	0.8	1.2	0.9	0.4	0.1	-0.5	0.4	0.6	-1.2	0.4	0.2
Monetary results	0.0	0.0	-5.8	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
ROA³	0.0	0.0	-8.9	-2.9	-0.5	0.9	1.9	1.5	1.6	2.3	2.1	2.3	2.0	2.2	2.3	2.4
ROA adjusted ⁴	0.0	0.0	-8.9	-1.9	0.7	2.0	3.4	2.5	2.5	2.5	1.6	2.5	2.2	2.5	2.5	2.6
ROE ³	0.0	-0.2	-59.2	-22.7	-4.2	7.0	14.3	11.0	13.4	19.3	17.6	18.2	15.9	17.4	18.2	19.3

(¹) Data at December 2002 currency (²) Com. "A" 3911. Adjustments to the valuation of government unlisted securities according to Com. "A" 4084 are included under the "gains from securities" heading.

(³) As of January 2008, data to calculate financial system consolidated result is available. This indicator excludes results and asset headings related to shares and participation in other local financial entities.

(⁴) Excluding amortization of payments for court-ordered releases and the effects of Com. "A" 3911 and 4084.

Source: BCRA

Chart 4 | Portfolio Quality

As percentage	Dec 00	Dec 01	Dec 02	Dec 03	Dec 04	Dec 05	Dec 06	Dec 07	Dec 08	Jan 09	Dec 09	Jan 10
Non-performing loans (overall)	12.9	13.1	18.1	17.7	10.7	5.2	3.4	2.7	2.7	2.9	3.0	3.0
Non-performing loans to the non-financial private sector	16.0	19.1	38.6	33.5	18.6	7.6	4.5	3.2	3.1	3.3	3.5	3.5
Provisions / Non-performing loans	61.1	66.4	73.8	79.2	102.9	124.5	129.9	129.6	131.4	125.8	125.7	128.2
(Total non-performing - Provisions) / Overall financing	5.0	4.4	4.7	3.7	-0.3	-1.3	-1.0	-0.8	-0.8	-0.8	-0.8	-0.8
(Total non-performing - Provisions) / Net worth	26.2	21.6	17.2	11.9	-1.0	-4.1	-3.3	-3.0	-3.3	-2.8	-2.8	-3.0

(*) Include commercial loans treated as consumer loans for classification purposes.

Source: BCRA

Statistics annex | Private banks

Chart 5 | Financial Soundness Indicators (see Methodology)

As %	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	Jan 2009	2009	Jan 2010
1.- Liquidity	23.6	26.9	22.8	24.3	24.1	23.6	24.8	27.6	29.2	21.5	23.7	25.7	34.1	33.9	29.8	31.8
2.- Credit to the public sector	13.5	13.7	13.6	16.1	14.7	20.8	50.0	47.7	41.6	28.5	16.3	9.5	6.3	6.2	6.2	6.3
3.- Credit to the private sector	51.0	46.7	47.6	44.6	38.4	45.4	22.4	19.9	22.5	31.1	37.9	46.6	44.0	41.6	43.3	42.9
4.- Private non-performing loans	11.1	8.5	7.7	8.9	9.8	14.0	37.4	30.4	15.3	6.3	3.6	2.5	2.8	3.1	3.3	3.3
5.- Net worth exposure to the private sector	21.6	14.3	13.2	11.5	13.4	11.4	18.6	11.2	1.9	-2.2	-3.0	-3.6	-3.4	-2.8	-3.1	-3.1
6.- ROA	0.6	0.7	0.5	0.3	0.1	0.2	-11.3	-2.5	-1.0	0.5	2.2	1.6	1.9	3.3	3.0	2.6
7.- ROE	4.1	6.3	4.3	2.3	0.8	1.4	-79.0	-19.1	-8.1	4.1	15.3	10.9	15.2	26.8	22.9	19.1
8.- Efficiency	144	135	139	146	152	151	168	93	115	136	158	152	166	197	195	173
9.- Capital compliance	15.9	15.4	14.6	18.9	18.0	17.6	-	14.0	15.1	17.8	18.6	19.2	18.3	18.9	22.5	22.6
10.- Excess capital compliance	33	47	27	60	49	43	-	88	157	155	116	87	86	89	120	123

Source: BCRA

Chart 6 | Balance Sheet

In million of current pesos	Dec 00	Dec 01	Dec 02	Dec 03	Dec 04	Dec 05	Dec 06	Dec 07	Dec 08	Jan 09	Dec 09	Jan 10	Change (in %)			
													Last month	Last 12 months		
Assets	119,371	82,344	118,906	116,633	128,065	129,680	152,414	175,509	208,888	217,816	229,550	228,882	-0.3	5.1		
Liquid assets ¹	13,920	10,576	11,044	14,500	15,893	14,074	22,226	29,418	37,044	35,217	43,562	41,687	-4.3	18.4		
Public bonds	7,583	1,627	19,751	22,260	24,817	29,966	27,663	24,444	29,552	38,816	47,949	50,156	4.6	29.2		
Lebac/Nobac	0	0	-	-	8,359	15,227	15,952	17,684	23,457	28,710	31,575	35,926	13.8	25.1		
Portfolio	0	0	-	-	5,611	12,899	14,220	15,639	12,858	15,943	27,413	27,950	2.0	75.3		
Repo ²	0	0	-	-	2,749	2,328	1,732	2,045	10,598	12,767	4,161	7,976	91.7	-37.5		
Private bonds	563	451	273	172	333	307	683	310	127	149	233	176	-24.6	18.3		
Loans	56,035	52,319	51,774	47,017	50,741	56,565	69,294	88,898	98,529	94,794	101,722	100,510	-1.2	6.0		
Public sector	8,172	13,803	25,056	23,571	21,420	15,954	10,036	6,413	6,249	3,748	1,694	1,962	15.9	-47.6		
Private sector	45,103	36,636	26,074	22,816	28,213	39,031	55,632	78,587	88,426	87,319	96,790	95,624	-1.2	9.5		
Financial sector	2,760	1,880	644	630	1,107	1,580	3,626	3,898	3,854	3,726	3,238	2,924	-9.7	-21.5		
Provisions over loans	-3,248	-3,957	-7,463	-5,225	-3,717	-2,482	-2,227	-2,365	-2,871	-2,961	-3,651	-3,654	0.1	23.4		
Other netted credits due to financial intermediaries	36,600	13,037	27,212	22,148	25,753	16,873	18,387	17,084	25,265	31,113	21,258	21,660	1.9	-30.4		
Corporate bonds and subordinated debt	724	665	1,514	1,394	829	675	618	430	699	686	734	797	8.6	16.1		
Unquoted trusts	1,609	1,637	6,205	3,571	2,362	2,444	2,982	3,456	3,869	3,942	4,198	4,098	-2.4	4.0		
Compensation receivable	0	0	15,971	13,812	14,657	5,575	760	377	357	361	16	16	0.0	-95.7		
Other	34,267	10,735	3,523	3,370	7,905	8,179	14,027	12,822	20,339	26,124	16,311	16,749	2.7	-35.9		
Leasing	776	752	553	387	592	1,356	2,126	3,149	3,451	3,379	2,569	2,544	-1.0	-24.7		
Shares in other companies	1,651	1,703	3,123	2,791	1,892	2,416	4,042	3,762	4,538	4,628	4,067	4,132	1.6	-10.7		
Fixed assets and miscellaneous	3,225	3,150	5,198	4,902	4,678	4,575	4,677	4,685	4,926	4,940	5,096	5,148	1.0	4.2		
Foreign branches	75	112	-109	-136	-53	-148	-139	-154	-178	-180	-202	-204	1.0	13.2		
Other assets	2,190	2,574	7,549	7,816	7,137	6,178	5,682	6,277	8,505	7,922	6,945	6,726	-3.2	-15.1		
Liabilities	107,193	70,829	103,079	101,732	113,285	112,600	131,476	152,153	182,596	190,904	198,439	197,291	-0.6	3.3		
Deposits	57,833	44,863	44,445	52,625	62,685	75,668	94,095	116,719	135,711	139,519	154,387	153,796	-0.4	10.2		
Public sector ³	1,276	950	1,636	3,077	6,039	6,946	7,029	7,564	19,600	20,829	17,757	17,992	1.3	-13.6		
Private sector ³	55,917	43,270	38,289	47,097	55,384	67,859	85,714	107,671	114,176	116,582	134,426	133,552	-0.7	14.6		
Current account	4,960	7,158	8,905	11,588	13,966	17,946	20,604	27,132	30,188	29,594	35,127	34,662	-1.3	17.1		
Savings account	9,409	14,757	6,309	10,547	14,842	18,362	23,165	30,169	32,778	32,784	40,999	39,549	-3.5	20.6		
Time deposit	39,030	18,012	11,083	18,710	22,729	27,736	38,043	45,770	46,990	49,632	54,058	54,804	1.4	10.4		
CEDRO	0	0	9,016	2,409	798	3	1	0	0	0	0	0	-	-		
Other netted liabilities due to financial intermediaries	46,271	22,629	49,341	42,367	45,083	32,349	31,750	29,323	39,298	43,806	34,235	33,754	-1.4	-22.9		
Interbanking obligations	2,293	1,514	836	726	1,070	1,488	3,383	1,979	1,160	1,094	1,668	1,418	-15.0	29.7		
BCRA lines	83	1,758	16,624	17,030	17,768	10,088	3,689	675	649	650	41	40	-3.2	-93.9		
Outstanding bonds	4,939	3,703	9,073	6,674	7,922	6,548	6,413	6,686	5,672	5,496	4,626	4,269	-7.7	-22.3		
Foreign lines of credit	5,491	4,644	15,434	9,998	5,444	2,696	2,249	1,833	2,261	2,053	1,262	1,071	-15.1	-47.8		
Other	33,466	11,010	7,374	7,939	12,878	11,530	16,015	18,150	29,555	34,514	26,638	26,956	1.2	-21.9		
Subordinated debts	1,668	1,700	3,622	1,850	1,304	1,319	1,642	1,668	1,759	1,740	1,918	1,890	-1.5	8.6		
Other liabilities	1,420	1,637	5,671	4,890	4,213	3,264	3,989	4,443	5,828	5,839	7,898	7,851	-0.6	34.5		
Net worth	12,178	11,515	15,827	14,900	14,780	17,080	20,938	23,356	26,292	26,913	31,111	31,591	1.5	17.4		
Memo																
Netted assets	88,501	73,796	117,928	115,091	121,889	123,271	143,807	166,231	192,074	195,516	216,102	215,183	-0.4	10.1		

(¹) Includes margin accounts with the BCRA and excludes financial entities repos against BCRA. (²) Booked value from balance sheet. (³) Does not include accrual on interest or CER.

Source: BCRA

Statistics annex | Private banks (cont.)

Chart 7 | Profitability Structure

Amount in million of pesos	Annual										First month		Monthly			Last
	2000	2001	2002 ¹	2003	2004	2005	2006	2007	2008	2009	2009	2010	Nov-09	Dec-09	Jan-10	12 months
Financial margin	5,441	5,282	10,628	2,575	3,415	5,253	7,778	8,960	12,964	19,720	1,502	1,437	1,574	1,742	1,437	19,655
Net interest income	3,598	3,519	-304	107	1,214	2,069	2,826	4,191	7,727	10,068	991	870	799	909	870	9,947
CER and CVS adjustments	0	0	1,476	1,082	900	1,215	858	662	651	185	44	16	20	23	16	157
Foreign exchange price adjustments	160	256	6,189	-312	666	576	740	990	1,620	1,509	-24	127	114	53	127	1,660
Gains on securities	1,232	962	3,464	1,892	959	1,259	3,154	2,888	1,637	7,343	277	376	590	686	376	7,442
Other financial income	450	546	-197	-195	-322	134	199	229	1,329	616	213	47	51	72	47	450
Service income margin	2,554	2,598	2,782	2,341	2,774	3,350	4,459	5,881	7,632	9,198	709	832	822	880	832	9,321
Loan loss provisions	-2,173	-2,464	-6,923	-1,461	-1,036	-714	-737	-1,174	-1,863	-2,749	-205	-178	-213	-262	-178	-2,721
Operating costs	-5,263	-5,224	-6,726	-5,310	-5,382	-6,303	-7,741	-9,735	-12,401	-14,807	-1,123	-1,311	-1,285	-1,503	-1,311	-14,995
Tax charges	-379	-418	-512	-366	-393	-509	-769	-1,105	-1,715	-2,380	-178	-209	-197	-231	-209	-2,410
Income tax	-393	-216	-337	-295	-202	-217	-365	-380	-1,168	-3,003	-165	-163	-206	-151	-163	-3,001
Adjust. to the valuation of gov. securities ²	0	0	0	-665	-51	-201	-170	-100	-267	3	-20	-1	9	8	-1	23
Amort. payments for court-ordered releases	0	0	0	-791	-1,147	-1,168	-1,182	-1,466	-688	-233	114	-19	-26	-52	-19	-367
Other	307	615	-4,164	1,178	846	1,156	1,641	1,576	916	265	-97	79	17	43	79	441
Monetary results	0	0	-10,531	-20	0	0	0	0	0	0	0	0	0	0	0	0
Total results³	93	174	-15,784	-2,813	-1,176	648	2,915	2,457	3,412	6,014	536	467	496	474	467	5,945
Adjusted results ⁴	-	-	-	-1,357	252	2,016	4,267	4,023	4,367	6,244	442	487	513	518	487	6,289
Annualized indicators - As % of netted assets																
Financial margin	6.2	6.4	7.6	2.3	2.9	4.3	5.9	5.8	7.3	9.8	9.4	8.1	9.1	9.8	8.1	9.7
Net interest income	4.1	4.3	-0.2	0.1	1.0	1.7	2.1	2.7	4.4	5.0	6.2	4.9	4.6	5.1	4.9	4.9
CER and CVS adjustments	0.0	0.0	1.1	0.9	0.8	1.0	0.6	0.4	0.4	0.1	0.3	0.1	0.1	0.1	0.1	0.1
Foreign exchange price adjustments	0.2	0.3	4.4	-0.3	0.6	0.5	0.6	0.6	0.9	0.8	-0.1	0.7	0.7	0.3	0.7	0.8
Gains on securities	1.4	1.2	2.5	1.7	0.8	1.0	2.4	1.9	0.9	3.7	1.7	2.1	3.4	3.8	2.1	3.7
Other financial income	0.5	0.7	-0.1	-0.2	-0.3	0.1	0.2	0.1	0.8	0.3	1.3	0.3	0.3	0.4	0.3	0.2
Service income margin	2.9	3.2	2.0	2.0	2.4	2.7	3.4	3.8	4.3	4.6	4.4	4.7	4.7	4.9	4.7	4.6
Loan loss provisions	-2.5	-3.0	-5.0	-1.3	-0.9	-0.6	-0.6	-0.8	-1.1	-1.4	-1.3	-1.0	-1.2	-1.5	-1.0	-1.3
Operating costs	-6.0	-6.4	-4.8	-4.6	-4.6	-5.1	-5.9	-6.3	-7.0	-7.4	-7.0	-7.4	-7.4	-8.4	-7.4	-7.4
Tax charges	-0.4	-0.5	-0.4	-0.3	-0.3	-0.4	-0.6	-0.7	-1.0	-1.2	-1.1	-1.2	-1.1	-1.3	-1.2	-1.2
Income tax	-0.4	-0.3	-0.2	-0.3	-0.2	-0.2	-0.3	-0.2	-0.7	-1.5	-1.0	-0.9	-1.2	-0.8	-0.9	-1.5
Adjust. to the valuation of gov. securities ²	0.0	0.0	0.0	-0.6	0.0	-0.2	-0.1	-0.1	-0.2	0.0	-0.1	0.0	0.1	0.0	0.0	0.0
Amort. payments for court-ordered releases	0.0	0.0	0.0	-0.7	-1.0	-1.0	-0.9	-0.9	-0.4	-0.1	0.7	-0.1	-0.1	-0.3	-0.1	-0.2
Other	0.4	0.7	-3.0	1.0	0.7	0.9	1.2	1.0	0.5	0.1	-0.6	0.4	0.1	0.2	0.4	0.2
Monetary results	0.0	0.0	-7.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
ROA³	0.1	0.2	-11.3	-2.5	-1.0	0.5	2.2	1.6	1.9	3.0	3.3	2.6	2.9	2.7	2.6	2.9
ROA adjusted ⁴	0.1	0.2	-11.3	-1.2	0.2	1.6	3.2	2.6	2.5	3.1	2.8	2.8	3.0	2.9	2.8	3.1
ROE³	0.8	1.4	-79.0	-19.1	-8.1	4.1	15.3	10.9	15.2	22.9	26.8	19.1	20.9	19.6	19.1	22.3

(¹) Data at December 2002 currency (²) Com. "A" 3911. Adjustments to the valuation of government unlisted securities according to Com. "A" 4084 are included under the "gains from securities" heading.

(³) As of January 2008, data to calculate financial system consolidated result is available. This indicator excludes results and asset headings related to shares and participation in other local financial entities.

(⁴) Excluding amortization of payments for court-ordered releases and the effects of Com. "A" 3911 and 4084.

Source: BCRA

Chart 8 | Portfolio Quality

As percentage	Dec 00	Dec 01	Dec 02	Dec 03	Dec 04	Dec 05	Dec 06	Dec 07	Dec 08	Jan 09	Dec 09	Jan 10
Non-performing loans (overall)	8.3	9.9	19.8	15.7	8.9	4.4	2.9	2.2	2.5	2.8	3.1	3.1
Non-performing loans to the non-financial private sector	9.8	14.0	37.4	30.4	15.3	6.3	3.6	2.5	2.8	3.1	3.3	3.3
Provisions / Non-performing loans	67.7	75.7	73.4	79.0	97.0	114.3	129.3	141.3	134.1	126.6	128.9	129.4
(Total non-performing - Provisions) / Overall financing	2.7	2.4	5.3	3.3	0.4	-0.6	-0.9	-0.9	-0.9	-0.8	-0.9	-0.9
(Total non-performing - Provisions) / Net worth	13.4	11.4	18.6	11.2	1.3	-2.2	-3.0	-3.6	-3.4	-2.8	-3.1	-3.1

(*) Include commercial loans treated as consumer loans for classification purposes.

Source: BCRA