

BCRA'S STATEMENT OF CASH FLOW - 2006 AND 2005 (In thousands of Argentine pesos)	2006	2005
<u>I) Cash flow from operating activities</u>		
1. Sources	3,197,009	1,963,038
- Interest charged for investments abroad	3,142,554	1,928,667
. Time deposits	1,664,044	1,284,751
. Demand deposits	297,300	284,614
. Foreign securities	1,181,210	359,301
- Negotiation differences for purchase and sale of securities and gold (net)	53,513	31,177
- Other items	0	3,127
- Interest charged from ALADI agreement transactions	942	68
2. Uses	(1,570,023)	(338,699)
- Administrative expenses	(305,191)	(228,184)
- Monetary issuance expenses	(54,832)	(50,515)
- Contribution to tax authorities pursuant to Budget Law No. 26.078	(60,000)	(60,000)
- Distribution of earnings to the Argentine Government to be charged to fiscal 2005	(1,150,000)	0
Net cash flow from operating activities (1.-2.)	1,626,986	1,624,339
<u>II) Cash flow from investing activities</u>		
3. Sources	2,578,569	1,233,718
- Income from other assets	0	65,065
- Listed price differences (net)	1,798,476	769,564
- Sale, exchange and repos related to government securities	780,093	399,089
4. Uses	0	0
Cash flow from operating activities (3.-4.)	2,578,569	1,233,718
<u>III) Cash flow from financing activities (including transactions on account of the Argentine Government)</u>		
5. Sources	20,413,126	22,906,552
- Settlement net of reverse repos with Argentine financial institutions	211,616	(260,403)
- Premiums collected due to reverse repos with Argentine financial institutions	6,655	1,592
- Other deposits with financial institutions	121,541	889,022
- Investment net of securities issued by the BCRA	9,726,350	10,135,777
- Revenues net of funds from bonds and secured loans	1,584,561	2,294,456
- Rediscounts collected and prepayments granted to local financial institutions	8,325,594	9,921,016
- Net revenues from revolving funds	430,304	(97,252)
- Other	6,505	22,344
6. Uses	(40,383,157)	(1,536,336)
- International entities (including IMF and BIS)	(31,131,958)	2,004,920
- Performance of repurchase agreement transactions with Argentine financial institutions	(6,180,324)	1,261,714
- Premiums paid due to repurchase agreement transactions with Argentine financial institutions	(147,554)	(195,022)
- Rediscounts granted and prepayments granted to local financial institutions	(2,069)	0
- Compensation paid from amounts in financial institutions' checking accounts	(294,992)	(366,620)
- Conversion into pesos of amounts in foreign currency - Communiqué "A" 4058	0	(19,993)
- Temporary prepayments to the Argentine Government (section 20 of Charter)	(2,331,800)	(2,688,999)
- BID/BIRF loans to provinces and financial program for small- and medium-sized companies	(63,289)	(10,853)
- From transactions deriving from its activity as Argentine Government financial agent	(151,579)	(1,250,020)
- Other	(79,592)	(271,463)
Cash flow from financing activities (5.-6.)	(19,970,031)	21,370,216
<u>IV) Restatement of monetary items involved</u>	0	0
Restated cash flow from all activities (I+II+III+IV)	(15,764,476)	24,228,273
Cash at beginning of year, net	21,989,783	(2,238,490)
Cash at end of year, net	6,225,307	21,989,783

NOTE: Income-statement data are related to values prior to the adjustment to disclose changes in the currency purchasing power.

Adriana M. Fischberg
MAIN GENERAL
ACCOUNTING MANAGER

Alejandra G. Naughton
CENTRAL SERVICES
GENERAL SUBMANAGER

Carlos A. Pérez
GENERAL MANAGER

Martín P. Redrado
CHAIRMAN

Hugo R. Medina
STATUTORY AUDITOR