

BANCO MACRO S.A.

Condensed interim financial statements as of March 31, 2019
together with the reports on review of interim financial statements.

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**CONDENSED CONSOLIDATED INTERIM
FINANCIAL STATEMENTS
AS OF MARCH 31, 2019**

CORPORATE NAME: Banco Macro SA

REGISTERED OFFICE: Avenida Eduardo Madero 1182 – Autonomous City of Buenos Aires

CORPORATE PURPOSE AND MAIN ACTIVITY: Commercial bank

CENTRAL BANK OF ARGENTINA: Authorized as “Argentine private bank” under No. 285.

REGISTRATION WITH THE PUBLIC REGISTRY OF COMMERCE: Under No. 1154 - By-laws Book No. 2, Folio 75 dated March 8, 1967

BY-LAWS EXPIRY DATE: March 8, 2066

REGISTRATION WITH THE IGJ (SUPERINTENDENCY OF CORPORATIONS): Under No. 9777 – Corporations Book No. 119 Volume A of *Sociedades Anónimas*, dated October 8, 1996.

PERSONAL TAX IDENTIFICATION NUMBER: 30-50001008-4

REGISTRATION DATES OF AMENDMENTS TO BY-LAWS:

August 18, 1972, August 10, 1973, July 15, 1975, May 30, 1985, September 3, 1992, May 10, 1993, November 8, 1995, October 8, 1996, March 23, 1999, September 6, 1999, June 10, 2003, December 17, 2003, September 14, 2005, February 8, 2006, July 11, 2006, July 14, 2009, November 14, 2012, August 2, 2014.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION

AS OF MARCH 31, 2019 AND DECEMBER 31, 2018

(Translation of Financial statements originally issued in Spanish – See Note 38)

(Figures expressed in thousands of Pesos)

Items	Notes	Exhibits	03/31/2019	12/31/2018
ASSETS				
Cash and Deposits in Banks			75,308,554	74,766,039
Cash			8,770,013	10,696,465
Central Bank of Argentina			57,079,349	50,212,127
Other Local and Foreign Entities			9,456,481	13,401,648
Other			2,711	455,799
Debt Securities at fair value through profit or loss	35		2,963,511	2,635,247
Derivative Financial Instruments			42,041	17,293
Other financial assets	7		3,170,354	2,999,584
Loans and other financing		B, C, D and R	177,716,726	178,874,755
Non financial Public Sector			1,303,964	1,775,507
Other Financial Entities			3,783,880	5,573,806
Non financial Private Sector and Foreign Residents			172,628,882	171,525,442
Other Debt Securities	35		109,047,545	64,584,759
Financial Assets delivered as guarantee	25		7,300,176	6,756,220
Equity Instruments at fair value through profit or loss	9 y 35		1,504,227	51,518
Investment in associates and joint arrangements	6		123,799	108,823
Property, Plant and Equipment		F	9,848,938	9,002,694
Intangible Assets		G	1,547,659	1,401,017
Deferred Income Tax Assets			60,457	46,559
Other Non financial Assets	7		1,079,126	834,069
Non current assets held for sale	9		582,768	804,017
TOTAL ASSETS			390,295,881	342,882,594

**CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION
AS OF MARCH 31, 2019 AND DECEMBER 31, 2018**

(Translation of Financial statements originally issued in Spanish – See Note 38)

(Figures expressed in thousands of Pesos)

Items	Notes	Exhibits	03/31/2019	12/31/2018
LIABILITIES				
Deposits		H and I	272,611,440	237,954,419
Non financial Public Sector			28,191,762	19,354,087
Financial Sector			211,047	148,275
Non financial Private Sector and Foreign Residents			244,208,631	218,452,057
Derivative Financial Instruments			110,794	1,369
Repo Transactions				164,469
Other Financial Liabilities	11	I	16,622,190	15,318,513
Financing received from the Central Bank of Argentina and other financial entities		I	3,111,211	2,998,010
Issued Corporate Bonds	30	I	6,313,500	6,377,311
Current Income Tax Liabilities		I	4,567,341	2,946,479
Subordinated Corporate Bonds	30	I	17,835,869	15,288,390
Provisions	10	J	969,613	1,045,894
Deferred Income Tax Liabilities			404,077	274,671
Other Non-financial Liabilities	11		5,661,980	5,875,117
TOTAL LIABILITIES			328,208,015	288,244,642

CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION
AS OF MARCH 31, 2019 AND DECEMBER 31, 2018

(Translation of Financial statements originally issued in Spanish – See Note 38)

(Figures expressed in thousands of Pesos)

Items	Notes	Exhibits	03/31/2019	12/31/2018
SHAREHOLDERS' EQUITY				
Capital Stock	22		669,663	669,663
Non capital contributions			12,428,461	12,428,461
Adjustments to Shareholders' Equity			4,511	4,511
Earnings Reserved			21,995,937	21,995,937
Unappropriated Retained Earnings			18,993,985	3,264,742
Other Comprehensive Income			649,344	543,086
Net Income for the period / fiscal year			7,343,432	15,729,243
Net Shareholders' Equity attributable to controlling interests			62,085,333	54,635,643
Net Shareholders' Equity attributable to non-controlling interests			2,533	2,309
TOTAL SHAREHOLDERS' EQUITY			62,087,866	54,637,952
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES			390,295,881	342,882,594

The notes 1 to 38 to the condensed consolidated interim financial statements and the exhibits B to D, F to J, L, Q and R are an integral part of the condensed consolidated interim financial statements.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF INCOME
FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2019 AND 2018
(Translation of Financial statements originally issued in Spanish – See Note 38)
(Figures expressed in thousands of Pesos)

Items	Notes	Exhibits	Quarter ended 03/31/2019	Quarter ended 03/31/2018
Interest income		Q	24,394,714	11,337,771
Interest expense		Q	(11,464,346)	(3,395,679)
Net interest income			12,930,368	7,942,092
Commissions income	15	Q	3,551,403	2,543,389
Commissions expense		Q	(241,384)	(184,925)
Net Commissions income			3,310,019	2,358,464
Subtotal (Net Interest income + Net Commissions income)			16,240,387	10,300,556
Net Income from measurement of financial instruments at fair value through profit or loss		Q	1,973,841	249,249
Loss from sold assets at amortized cost			(16,795)	(2,945)
Difference in quoted prices of gold and foreign currency	16		(50,623)	150,592
Other operating income	17		3,112,628	595,140
Allowance for loan losses			(2,153,795)	(566,812)
Net Operating Income			19,105,643	10,725,780
Employee benefits	18		(3,132,584)	(2,017,746)
Administrative expenses	19		(2,095,870)	(1,402,010)
Depreciation of Property, Plant and Equipment		F y G	(289,582)	(162,875)
Other Operating Expenses	20		(3,103,836)	(2,029,163)
Operating Income			10,483,771	5,113,986
Income from associates and joint arrangements	6		25,999	75,363
Income before tax on continuing operations			10,509,770	5,189,349
Income tax on continuing operations	14		(3,166,106)	(1,624,813)
Net Income from continuing operations			7,343,664	3,564,536
Net Income for the period			7,343,664	3,564,536
Net Income for the period attributable to controlling interest			7,343,432	3,542,182
Net Income for the period attributable to non-controlling interests			232	22,354

CONSOLIDATED EARNINGS PER SHARE
FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2019 AND 2018
(Translation of Financial statements originally issued in Spanish – See Note 38)
(Figures expressed in thousands of Pesos)

Items	Quarter ended 03/31/2019	Quarter ended 03/31/2018
Net Profit attributable to Parent's shareholders	7,343,432	3,542,182
PLUS: Potential diluted earnings per common share		
Net Profit attributable to Parent's shareholders adjusted as per diluted earnings	7,343,432	3,542,182
Weighted average of outstanding common shares for the period	639,415	669,663
PLUS: Weighted average of the number of additional common shares with dilution effects		
Weighted average of outstanding common shares for the period adjusted as per dilution effect	639,415	669,663
Basic earnings per share	11.4846	5.2895

**CONDENSED CONSOLIDATED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME
FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2019 AND 2018**

(Translation of Financial statements originally issued in Spanish – See Note 38)

(Figures expressed in thousands of Pesos)

Items	Notes	Exhibits	Quarter ended 03/31/2019	Quarter ended 03/31/2018
Net Income for the period			7,343,664	3,564,536
Foreign currency translation differences in financial statements conversion			210,767	53,659
Foreign currency translation differences for the period			210,767	53,659
Profits or losses for financial instruments measured at fair value through other comprehensive income (FVOCI) (IFRS 9 (4.1.2)(a))			(104,517)	(45,170)
Profits or losses for the period from financial instruments at fair value through other comprehensive income (FVOCI)		Q	(149,234)	(61,750)
Income tax	14		44,717	16,580
Total other comprehensive income that is subsequently reclassified to profit or loss			106,250	8,489
Total Other Comprehensive Income			106,250	8,489
Total Comprehensive Income for the period			7,449,914	3,573,025
Total Comprehensive Income attributable to controlling interest			7,449,690	3,550,691
Total Comprehensive Income attributable to non-controlling interests			224	22,334

The notes 1 to 38 to the condensed consolidated interim financial statements and the exhibits B to D, F to J, L, Q and R are an integral part of the condensed consolidated interim financial statements.

**CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2019**

(Translation of Financial statements originally issued in Spanish – See Note 38)

(Figures expressed in thousands of Pesos)

Changes	Notes	Capital stock		Non capital contributions	Adjustments to Shareholders' Equity	Other comprehensive income		Earnings Reserved		Unappropriated Retained Earnings	Total Controlling Interests	Total Non-Controlling Interests	Total Equity
		Outstanding shares	In portfolio	Additional paid-in capital		Accumulative foreign currency translation difference in financial statements conversion	Other	Legal	Other				
Amount at the beginning of the fiscal year		640,715	28,948	12,428,461	4,511	869,961	(326,875)	6,872,687	15,123,250	18,993,985	54,635,643	2,309	54,637,952
Total comprehensive income for the period													
- Net income for the period										7,343,432	7,343,432	232	7,343,664
- Other comprehensive income for the period						210,767	(104,509)				106,258	(8)	106,250
Treasury shares	22	(1,317)	1,317										
Amount at the end of the period		639,398	30,265	12,428,461	4,511	1,080,728	(431,384)	6,872,687	15,123,250	26,337,417	62,085,333	2,533	62,087,866

**CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2018**

(Translation of Financial statements originally issued in Spanish – See Note 38)

(Figures expressed in thousands of Pesos)

Changes	Notes	Capital stock		Non capital contributions	Adjustments to Shareholders' Equity	Other comprehensive income		Earnings Reserved		Unappropriated Retained Earnings	Total Controlling Interests	Total Non-Controlling Interests	Total Equity
		Outstanding shares	In portfolio	Additional paid-in capital		Accumulative foreign currency translation difference in financial statements conversion	Other	Legal	Other				
Amount at the beginning of the fiscal year		669,663		12,428,461	4,511	137,148	67,412	4,994,932	15,368,454	12,864,442	46,535,023	200,842	46,735,865
Total comprehensive income for the period													
- Net income for the period										3,542,182	3,542,182	22,354	3,564,536
- Other comprehensive income for the period						53,659	(45,150)				8,509	(20)	8,489
Amount at the end of the period		669,663		12,428,461	4,511	190,807	22,262	4,994,932	15,368,454	16,406,624	50,085,714	223,176	50,308,890

The notes 1 to 38 to the condensed consolidated interim financial statements and the exhibits B to D, F to J, L, Q and R are an integral part of the condensed consolidated interim financial statements.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS
FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2019 AND 2018
(Translation of Financial statements originally issued in Spanish – See Note 38)
(Figures expressed in thousands of Pesos)

Items	Notes	03/31/2019	03/31/2018
CASH FLOWS FROM OPERATING ACTIVITIES			
Income for the period before Income Tax		10,509,770	5,189,349
Adjustments to obtain cash flows from operating activities:			
Amortization and depreciation		289,582	162,875
Allowance for loan losses		2,153,795	566,812
Difference in quoted prices of foreign currency		(4,002,334)	(875,503)
Other adjustments		(493,342)	166,535
Net increase/ (decrease) from operating assets:			
Debt Securities at fair value through profit and loss		(43,057)	480,789
Derivative financial instruments		(24,748)	3,666
Repo transactions			832,525
Loans and other financing			
Non-financial public sector		471,543	(2,448)
Other financial entities		1,789,926	(802,479)
Non-financial private sector and foreign residents		(3,229,510)	(14,715,170)
Other debt securities		(475,825)	9,110,018
Financial assets delivered as guarantee		(543,956)	2,909,195
Equity instruments at fair value through profit or loss		(32,013)	172,428
Other assets		(85,000)	(712,397)
Net increase/ (decrease) from operating liabilities:			
Deposits			
Non-financial public sector		8,837,675	955,975
Financial sector		62,772	11,799
Non-financial private sector and foreign residents		25,756,574	4,391,142
Liabilities at fair value through profit or loss			6,305
Derivative financial instruments		109,425	(9,451)
Repo transactions		(164,469)	(2,678,848)
Other liabilities		437,672	(1,985,963)
Payments for Income Tax		(1,357,277)	(843,275)
TOTAL CASH FROM OPERATING ACTIVITIES (A)		39,967,203	2,333,879

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS
FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2019 AND 2018
(Translation of Financial statements originally issued in Spanish – See Note 38)
(Figures expressed in thousands of Pesos)

Items	Notes	03/31/2019	03/31/2018
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments:			
Acquisition of PPE, intangible assets and other assets		(779,149)	(200,825)
TOTAL CASH USED IN INVESTING ACTIVITIES (B)		(779,149)	(200,825)
CASH FLOWS FROM FINANCING ACTIVITIES			
Payments:			
Acquisition or redemption of equity instruments		(199,843)	
Non subordinated corporate bonds		(459,077)	
Central Bank of Argentina		(4,229)	
Financing from local financial entities			(525,340)
Other payments related to financing activities		(41,818)	
Proceeds:			
Central Bank of Argentina			1,800
Financing to local financial entities		90,000	
TOTAL CASH USED IN FINANCING ACTIVITIES (C)		(614,967)	(523,540)
EFFECT OF EXCHANGE RATE FLUCTUATIONS (D)		6,269,321	1,428,448
TOTAL CHANGES IN CASH FLOWS			
NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C+D)		44,842,408	3,037,962
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FISCAL YEAR	21	130,629,755	41,203,545
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	21	175,472,163	44,241,507

The notes 1 to 38 to the condensed consolidated interim financial statements and the exhibits B to D, F to J, L, Q and R are an integral part of the condensed consolidated interim financial statements.

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
AS OF MARCH 31, 2019**

(Translation of Financial statements originally issued in Spanish – See Note 38)

(Figures expressed in thousands of Pesos)

1. CORPORATE INFORMATION

Banco Macro SA (hereinafter, the Bank), is a stock corporation (*sociedad anónima*), organized in the Republic of Argentina that offers traditional banking products and services to companies, including those companies operating in regional economies, as well as to individuals, thus strengthening its goal to be a multiservice bank. In addition, through its subsidiaries, the Bank performs transactions as a trustee agent, manager and administrator of mutual funds and renders stock exchange services.

Macro Compañía Financiera SA was created in 1977, as a non-banking financial institution. In May 1988, it received the authorization to operate as a commercial bank and it was incorporated as Banco Macro SA. Subsequently, as a result of the merger process with other entities, it adopted other names (among them, Banco Macro Bansud SA) and since August 2006, Banco Macro SA.

The Bank's shares have been publicly listed on Bolsas y Mercados Argentinos (BYMA) since November 1994; and as from March 24, 2006 they are listed on the New York Stock Exchange (NYSE). Additionally, on October 15, 2015, they were authorized to be listed on the Mercado Abierto Electrónico SA (MAE).

Since 1994, Banco Macro SA's market strategy was mainly focused on the regional areas outside the City of Buenos Aires. Following this strategy, in 1996, Banco Macro SA started the process to acquire entities and assets and liabilities during the privatization of provincial and other banks.

On May 9, 2019, the Board of Directors approved the issuance of these condensed consolidated interim financial statements.

2. OPERATIONS OF THE BANK

2.1. Agreement with the Misiones Provincial Government

The Bank and the Misiones Provincial Government entered into a special-relationship agreement whereby the Bank was appointed, for a five-year term since January 1, 1996, as the Provincial Government's exclusive financial agent, as well as revenue collection and obligation payment agent.

On November 25, 1999, and December 28, 2006, extensions to such agreement were agreed upon, making it currently effective through December 31, 2019. Additionally, on October 1, 2018, the above-mentioned agreement was extended for a ten-year term beginning on January 1, 2020, and being effective through December 31, 2029.

As of March 31, 2019 and December 31, 2018, the deposits held by the Misiones Provincial Government with the Bank amounted to 8,560,035 and 5,540,994 (including 470,431 and 430,545 related to court deposits), respectively.

2.2. Agreement with the Salta Provincial Government

The Bank and the Salta Provincial Government entered into a special-relationship agreement whereby the Bank was appointed, for a ten-year term since March 1, 1996, as the Provincial Government's exclusive financial agent, as well as revenue collection and obligation payment agent.

On February 22, 2005, and August 22, 2014, extensions to such agreements were agreed upon, making it currently effective through February 28, 2026.

As of March 31, 2019 and December 31, 2018, the deposits held by the Salta Provincial Government with the Bank amounted to 4,558,751 and 2,630,532 (including 717,060 and 644,863 related to court deposits), respectively.

2.3. Agreement with the Jujuy Provincial Government

The Bank and the Jujuy Provincial Government entered into a special-relationship agreement whereby the Bank was appointed, for a ten-year term since January 12, 1998, as the Provincial Government's exclusive financial agent, as well as revenue collection and obligation payment agent.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS OF MARCH 31, 2019

(Translation of Financial statements originally issued in Spanish – See Note 38)
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On April 29, 2005 and July 8, 2014, extensions to such agreement were agreed upon, making it currently effective through September 30, 2024.

As of March 31, 2019 and December 31, 2018, the deposits held by the Jujuy Provincial Government with the Bank amounted to 3,099,269 and 1,387,236 (including 460,045 and 436,972 related to court deposits), respectively.

2.4. Banco del Tucumán SA

Banco del Tucumán SA acts as an exclusive financial agent and as revenue collection and obligation payment agent of the Tucumán Provincial Government, the Municipality of San Miguel de Tucumán and the Municipality of Yerba Buena. The services agreements with the Provincial and Municipalities Governments are effective through years 2031, 2023 and 2020, respectively.

On July 4, 2018 the legislative body of the province of Tucumán enacted, into law a bill issued by the provincial executive, authorizing the sale of the shares held by such province in Banco de Tucumán SA to Banco Macro SA as well as the continuity as a provincial finance agent for an additional period of ten years from the expiration of the contract, and if applicable, the possibility of merging both entities.

On August 10, 2018, the province of Tucumán transferred to Banco Macro SA, 43,960 Class B common registered nonendorsable shares, with a face value of Ps. 100 each one and entitled to one vote, which is equivalent to 10% of its common stock and votes. For this transaction, the Bank paid 456,462. In addition, the Bank acquired from an individual shareholder 59 shares for an amount of 295.

This transaction was registered in the Bank's shareholders' equity, derecognizing, at the carrying amount, the non-controlling interest. The difference between the adjustment of the controlling and non-controlling interests and the fair value of the consideration paid was registered in retained earnings. In the condensed separate interim financial statements this transaction was registered by the acquisition method (see additionally note 2 to the condensed separate interim financial statements).

On April 30, 2019, the Shareholders' Meeting of Banco Macro SA decided, among other issues, to approve a preliminary merger agreement, the special consolidated financial statement of merger as of December 31, 2018, the exchange relationship of shares, the legal feasibility Report and technical, economic and financial feasibility Report of the merger between Banco Macro SA and Banco del Tucumán SA - Consolidation of technical relationships regarding liquidity and solvency.

Consequently, Banco Macro will issue 15,662 Class B common, registered shares, with a face value of Ps. 1 each one and entitled to one vote, to be delivered to minority Shareholders' of Banco del Tucumán SA.

As of March 31, 2019 and December 31, 2018, the deposits held by the Tucumán Provincial Government, the Municipality of San Miguel de Tucumán and the Municipality of Yerba Buena with Banco del Tucumán SA amounted to 4,901,243 and 6,047,312 (including 1,985,534 and 1,890,398 related to court deposits), respectively.

3. BASIS FOR THE PREPARATION OF THESE FINANCIAL STATEMENTS AND APPLICABLE ACCOUNTING STANDARDS

Presentation basis

Applicable Accounting Standards

On February 12, 2014, through Communiqué "A" 5541, the Central Bank of Argentina (BCRA, for its acronym in Spanish) established the general guidelines towards conversion to the IFRS issued by the International Accounting Standards Board (IASB) for preparing financial statements of the entities under its supervision, for the annual fiscal years beginning on January 1, 2018, as well as those of interim-periods.

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Additionally, through Communiqués “A” 6114, the BCRA set specific guidelines within the scope of such convergence process, among which it defined (i) the transitory exception to the application of section 5.5 “Impairment” of the IFRS 9 “Financial Instruments” (sections B5.5.1 to B5.5.55) up to the fiscal years beginning as of January 1, 2020; and (ii) in order to calculate the effective interest rate of assets and liabilities so requiring it for the measurement thereof, pursuant to IFRS 9, up to December 31, 2019, the Bank may transitorily make a global estimate of the calculation of the effective interest rate on a group of financial assets or liabilities with similar characteristics which shall be applied such effective interest rate. To the date of issuance of the present condensed consolidated interim financial statements the Bank is in the process of quantifying the effect that the application of section 5.5 “Impairment” mentioned in (i) above will have at the end of the first quarter of 2019. However, in December 31, 2018 the effect was quantified, resulting in that the Shareholders’ equity would increase in an amount of 280,978.

As of March 31, 2019 the conditions to apply inflation adjustment in the condensed consolidated interim financial statement for the three-month period ended on that date, as established by IAS 29 “Financial Reporting in Hyperinflationary Economy” were met. However, for the reasons described in section “measuring unit” of this note, financial institutions, transitorily, cannot apply the above-mentioned standard.

These condensed consolidated interim financial statements of the Bank were prepared pursuant with Conceptual Framework as established by BCRA based on IFRS (Communiqué “A” 6114 and supplementary rules of the BCRA), with the exceptions described in the preceding paragraphs. Taking into account these exceptions, the Conceptual Framework comprises the Standards and Interpretations adopted by the IASB and includes:

- the IFRS;
- the International Accounting Standards (IAS); and
- the interpretations developed by the IFRS Interpretations Committee (IFRIC) or former IFRIC (SIC).

Generally, the BCRA does not allow the anticipated application of any IFRS, unless otherwise expressly stated.

Basis for the preparation and consolidation

These condensed consolidated interim financial statements for the three-month period ended on March 31, 2019, have been prepared in accordance with the framework set forth by the BCRA as mentioned in the previous section “Applicable accounting standards” which, particularly for condensed consolidated interim financial statements, is based on IAS 34 “Interim Financial Reporting”.

For the preparation of these condensed consolidated interim financial statements, in addition to section “new standards adopted” of this note, the Bank has applied the basis for the preparation and consolidation, the accounting policies and the material accounting judgements, estimates and assumptions described in the consolidated financial statements for the fiscal year ended on December 31, 2018, already issued.

These condensed consolidated interim financial statements include all the necessary information for an appropriate understanding, by the users thereof, of the basis for the preparation and disclosure used therein, as well as the relevant events and transactions occurred after the issuance of the last annual consolidated financial statements for the fiscal year ended on December 31, 2018. Nevertheless, the present condensed consolidated interim financial statements do not include all the information or all the disclosures required for the annual consolidated financial statements prepared in accordance with the IAS 1 “Presentation of Financial Statements”. Therefore, these condensed consolidated interim financial statements must be read together with the annual consolidated financial statements for the fiscal year ended December 31, 2018, already issued.

As of March 31, 2019 and December 31, 2018, the Bank has consolidated its financial statements with the financial statements of the following companies:

Subsidiaries	Principal Place of Business	Country	Main Activity
Banco del Tucumán SA	San Martín 721 – San Miguel de Tucumán – Province of Tucumán	Argentina	Banking entity
Macro Securities SA (a) and (b)	Av. Eduardo Madero 1182 – Autonomous City of Buenos Aires	Argentina	Stock exchange services
Macro Fiducia SA	Av. Leandro N. Alem 1110– 1st floor. Autonomous City of Buenos Aires	Argentina	Services

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
AS OF MARCH 31, 2019**

(Translation of Financial statements originally issued in Spanish – See Note 38)

(Figures expressed in thousands of Pesos)

Subsidiaries	Principal Place of Business	Country	Main Activity
Macro Fondos SGFCISA	Av. Eduardo Madero 1182– 24th floor, Office B–. Autonomous City of Buenos Aires	Argentina	Management and administration of mutual funds
Macro Bank Limited (c)	Caves Village, Building 8 Office 1 – West Bay St., Nassau	Bahamas	Banking entity

(a) Consolidated with Macro Fondos SGFCI SA (80.90% equity interest and voting rights).

(b) The indirect interest of Banco Macro SA comes from Macro Fiducia SA.

(c) Consolidated with Sud Asesores (ROU) SA (100% voting rights – Equity interest 6,426).

The table below shows the Bank's equity interest and voting rights in the companies it consolidates as of March 31, 2019 and December 31, 2018:

Subsidiaries	Shares		Bank's interest		Noncontrolling interest	
	Type	Number	Total capital stock	Voting rights	Total capital stock	Voting rights
Banco del Tucumán SA	Common	439,360	99.945%	99.945%	0.055%	0.055%
Macro Securities SA	Common	12,776,680	99.921%	99.932%	0.079%	0.068%
Macro Fiducia SA	Common	6,475,143	98.605%	98.605%	1.395%	1.395%
Macro Fondos SGFCISA	Common	327,183	99.936%	100.00%	0.064%	
Macro Bank Limited	Common	39,816,899	99.999%	100.00%	0.001%	

Total assets, liabilities and net equity of the Bank and each of its subsidiaries as of March 31, 2019 and December 31, 2018, are as follows:

As of 03/31/2019	Banco Macro SA	Banco del Tucumán SA	Other Subsidiaries	Eliminations	Consolidated
Assets	368,103,355	23,491,811	4,834,878	(6,134,163)	390,295,881
Liabilities	305,807,095	20,944,261	2,092,313	(635,654)	328,208,015
Equity attributable to the owners of the Bank					62,085,333
Equity attributable to non- controlling interests					2,533
As of 12/31/2018	Banco Macro SA	Banco del Tucumán SA	Other Subsidiaries	Eliminations	Consolidated
Assets	323,268,073	21,329,507	4,081,903	(5,796,889)	342,882,594
Liabilities	268,421,503	18,883,250	1,739,951	(800,062)	288,244,642
Equity attributable to the owners of the Bank					54,635,643
Equity attributable to non- controlling interests					2,309

Transcription in the Books of Accounts

As of the date of these condensed consolidated interim financial statements, the same are in the process of being transcribed in the Books of Accounts of Banco Macro SA.

Figures expressed in thousands of pesos

These condensed consolidated interim financial statements disclose figures expressed in thousands of Argentine pesos and are rounded up to the nearest amount in thousands of pesos, unless otherwise expressly stated.

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Comparative information

The present condensed consolidated interim statement of financial position as of March 31, 2019, is presented comparatively with year-end data of the immediately preceding fiscal year, while the statement of income, the statement of other comprehensive income, the statement of changes in shareholders' equity and the statement of cash flows and cash equivalents for the three-month period ended March 31, 2019, are presented comparatively with data as of the same period of the immediately preceding fiscal year.

Measuring unit

IFRS require that the financial statements of an entity whose functional currency is the currency of a hyperinflationary economy be restated in terms of measuring unit current at the end of the reporting period. To achieve consistency in identifying an economic environment of that nature, IAS 29 establishes (i) certain qualitative indicators, not limited to, consisting of analyzing the general population behavior, prices, interest rates and wages with changes to a price index and the loss of purchasing power, and (ii) a quantitative indicator which is the most common in practice, consisting of a three-year cumulative inflation rate of 100% or above. Whilst in the recent years there was an important increase in the general level of prices, the three-year cumulative inflation had maintained in Argentina below 100%. However, due to miscellaneous macroeconomic factors the three-year inflation rate exceeds that figure, and, also the Argentine government goals and other available estimates indicate that this trend will not be reversed in the short term.

Consequently, the Argentine economy is currently considered hyperinflationary under IAS 29 and the Argentine financial entities that are required to apply the IFRSs adopted by the BCRA through Communiqué "A" 6114 and the functional currency of which is the Argentine peso should restate their financial statements. Such restatement should be applied as if the economy had always been hyperinflationary, using a general price index that reflects changes in general purchasing power. To apply the restatement, a series of indexes will be used, as prepared and published on a monthly basis by the Argentine Federation of Professionals Councils in Economic Sciences (FACPCE, for its acronym in Spanish), which combines consumer price index (CPI) on a monthly basis published by the Argentine Institute of Statistics and Censuses (INDEC, for its acronym in Spanish) since January 2017 (baseline month: December 2016) with the wholesale prices indexes published by the INDEC until that date. For the months of November and December 2015, for which the INDEC did not publish the wholesale price index (WPI) variation, the CPI variation for the CABA is used.

Considering the abovementioned indexes, the inflation rate was 11.78% for the three-month period ended on March 31, 2019 and 47.64% for the fiscal year ended on December 31, 2018.

Notwithstanding the above, as established by BCRA Communiqué "A" 6651, financial institutions shall start the inflation adjustment on its financial statements according to IAS 29, for the fiscal years beginning on January 1, 2020.

The nonrecognition of changes in the general purchasing power under hyperinflationary conditions, may distort accounting information and, therefore, this situation should be taken into account in the interpretation of the Bank's information on these condensed consolidated interim financial statements over financial position, the result of its operations and its cash flows.

Below there is a description of the main impacts if IAS 29 were to be applied:

- (a) Financial statements shall be restated considering the changes in the general purchasing power of the currency to ensure that they are stated in the current measuring unit at end of the reporting period.
- (b) To sum up, the restating mechanism provided by IAS 29 is as follows:
 - (i) Monetary items (the ones that are already stated in terms of the current measuring unit) are not restated because they are already expressed in terms of the monetary unit current at the end of the reporting period. In an inflationary period, an entity holding monetary assets generates purchasing power loss and holding monetary liabilities generates purchasing power gain, provided that the assets and liabilities are not linked to an adjustment mechanism that offsets, in some extend such effects. The net gain or loss on a monetary basis shall be included in profit or loss for the period.
 - (ii) Assets and liabilities subject to adjustments based on specific agreements will be adjusted in accordance with such agreements.

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- (iii) Nonmonetary items stated at current cost at the end of the reporting period, are not restated for presentation purposes in the statement of financial position, but the adjustment process must be completed to determine, in terms of constant measurement unit, the income or loss produced by holding these nonmonetary items.
- (iv) Nonmonetary items carried at historical cost or at current cost at some earlier date before the reporting date, shall be restated by an index that reflects the general level of price variation from the acquisition or revaluation date to the closing date, proceeding then to compare the restated amounts of those assets with their recoverable amounts. Income or loss for the period related to depreciation of property, plant and equipment and amortization of intangible assets and other nonmonetary cost shall be determined over the new restated amounts.
- (v) When an entity capitalizes borrowing cost in the nonmonetary assets, the part of the borrowing cost that compensates for the inflation during the same period will not be capitalized.
- (vi) The restatement of nonmonetary assets in terms of a current measurement unit at the end of the reporting period, without an equivalent adjustment for tax purposes generates a taxable temporary difference and a deferred income tax liability is recognized and the contra account is recognized as profit or loss for the period. When, beyond the restatement, there is a revaluation of nonmonetary assets, the deferred tax related to the restatement is recognized in profit or loss for the period and deferred tax related with the revaluation is recognized in other comprehensive income for the period.
- (vii) Income and expenses are restated from the date the items were recorded, except for those income or loss items that reflect or include, in their determination, the consumption of assets measured at the currency purchasing power from a date prior to that when the consumption was recorded, which is restated using as a basis the acquisition date of the assets related to the item, and except for income or losses arising from comparing the two measurements at currency purchasing power of different dates, for which it requires to identify the compared amounts, to restate them separately and to repeat the comparison, with the restated amounts.
- (viii) At the beginning of the first period of application of the restatement of financial statements in constant currency, the components of equity, except for the retained earnings, are restated according IAS 29, and the retained earning amount is determined as a difference, once the equity items were restated.

As of the date of issuance of these condensed consolidated interim financial statements, the Bank is in the process of quantifying the effects that would result from the IAS 29 application at the end of the first quarter of 2019, but estimates that such effects could be significant. As of December 31, 2018 and for the fiscal year ended on that date, including the effects for the application of section 5.5. "Impairment" of the IFRS 9 abovementioned, Shareholders' equity would increase for an amount of 6,272,882 and the comprehensive income would decrease for an amount of 16,920,536.

New standards adopted

For the fiscal year beginning on January 1, 2019, the following IFRS amendments and interpretation (hereinafter, "IFRIC") are applicable and they did not have a material impact over these condensed consolidated interim financial statements, as a whole.

IFRS 16 "Leases"

IFRS 16 replaced IAS 17 "Leases" and sets out the principles for the recognition, measurement, presentation and disclosure of leases, introducing significant changes when the Bank acts as lessee. When the Bank acts as a lessor, no significant changes were generated with respect to the preceding IAS.

When the Bank acts as a lessee, the lease contracts (and sub lease) are recognized under a single accounting model which eliminates the dual accounting method that distinguishes between operating leases and finance leases and an asset is recognized for the right of use of the lease asset and a liability that represents the obligation to make future payments for the lease.

Additionally are recognized, on a separate basis, interest expenses on the lease liabilities and depreciation charges for the right of use of the asset.

The Bank adopted IFRS 16 under the modified retrospective approach from January 1, 2019, as the date of initial application. Under this approach, the standard is applied retrospectively with the cumulative effect of initially applying the standard recognized at the date of initial application.

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As of March 31, 2019, the carrying amount of assets recognized for the right of use of the assets identified in the abovementioned lease contracts amounted to 512,424. Such assets were measured at cost, net of accumulated depreciation and accumulated impairment losses, and were recorded in the item "Property, Plant and Equipment". The depreciation expenses for the three-month period ended on March 31, 2019, amounted to 48,203 and are recognized in the item "Depreciation and amortization of fixed assets".

On the other hand, the carrying amount of liabilities generated by lease contracts, as of March 31, 2019, amounted to 571,617. Such liabilities were measured at the present value of the remaining lease payments discounted at the lessee's incremental borrowing rate, increased by accrued interest less payments made, and were recorded in the Item "Other financial lease". The accrued interests of such liabilities for the three-month period ended on March 31, 2019, amounted to 16,933 and are recognized in the Item "Other operating expenses".

IFRIC 23 "Uncertainty over income tax treatment"

This interpretation clarifies how to apply the recognition and measurement requirements in IAS 12 "Income tax". This Interpretation addresses specifically the following:

- whether an entity considers uncertain tax treatments separately;
- the assumptions an entity makes about the examination of tax treatments by taxation authorities;
- how an entity determines taxable profit (tax loss), tax bases, unused tax losses, unused tax credits and tax rates; and
- how an entity considers changes in facts and circumstances.

This interpretation did not have a material impact on these condensed consolidated interim financial statements since, currently, there are not material uncertainties over income tax treatments.

New pronouncements

Pursuant to Communiqué "A" 6114 of the BCRA, as new IFRS are approved and existing IFRS are amended or revoked and, once these changes are approved through the notices of approval issued by FACPCA, the BCRA shall issue a statement on the approval thereof for financial entities. Generally, financial institutions shall not apply any IFRS in advance, except as specifically authorized at the time of the adoption thereof. In this case, the Bank shall adopt the following standards:

- IFRS 3 "Business Combination" – amendments in definition of a business: the amendments will help entities determine whether an acquisition made is a business or the purchase of a group of assets. The new amended definition emphasizes that the output of a business is to provide goods and services to customers, whereas the previous definition focused on returns in the form of dividends, lower costs or other economic benefits. This standard is applicable to fiscal years beginning on January 1, 2020. The Bank does not expect this standard to have a material impact on the consolidated financial statements.
- IAS 1 "Presentation of Financial Statements" and IAS 8 "Accounting Policies, Changes in Accounting Estimates and Errors" – amendments to definition of material: the new definition states that information is material if omitting, misstating or obscuring it could reasonably be expected to influence decisions that the primary users of general purpose financial statements make on the basis of those financial statements. The amendments clarify that materiality will depend on the nature or magnitude of information or both. These amendments replaced the threshold "could influence" with "could reasonably be expected to influence". This implies that the materiality assessment will need to take into account how primary users could reasonably be expected to be influenced in making economic decisions. This standard is applicable to fiscal years beginning on January 1, 2020. The Bank does not expect this standard to have a material impact on the consolidated financial statements.

4. CONTINGENT TRANSACTIONS

In order to meet specific financial needs of customers, the Bank's credit policy also includes, among others, the granting of guarantees, securities, bonds, letters of credit and documentary credits. Although these transactions are not recognized in the statement of financial position, since they imply a possible liability for the Bank, they expose the Bank to credit risks other than those recognized in statement of financial position and they are, therefore, an integral part of the total risk of the Bank.

As of March 31, 2019 and December 31, 2018, the Bank maintains the following contingent transactions:

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	03/31/2019	12/31/2018
Guarantees granted (*)	971,246	940,990
Overdraft and unused agreed commitments (*)	652,284	634,288
Letters of credit	14,231	256,788
	<u>1,637,761</u>	<u>1,832,066</u>

(*) Includes transactions not covered by BCRA debtor classification standards. For overdraft and unused agreed commitments, it includes an amount of 105,964 and 221,220, as of March 31, 2019 and December 31, 2018, respectively. For Guarantee granted it includes the amount of 187,088 and 166,650, as of March 31, 2019 and December 31, 2018, respectively.

Risks related to the contingent transactions described above have been evaluated and are controlled within the framework of the Bank's credit risk policy described in note 39 to consolidated financial statements as of December 31, 2018, already issued.

5. FAIR VALUE QUANTITATIVE AND QUALITATIVE DISCLOSURES

The fair value is the amount at which an asset can be exchanged, or at which a liability can be settled, in mutual independent terms and conditions between participants of the principal market (or the most advantageous market) who are duly informed and willing to transact in an orderly and current transaction, at the measurement date under the current market conditions whether the price is directly observable or estimated using a valuation technique under the assumption that the Bank is an ongoing business.

When a financial instrument is quoted in a liquid and active market, its price in the market in a real transaction provides the most reliable evidence of its fair value. Nevertheless, when there is no quoted price in the market or it cannot be an evidence of the fair value of such instrument, in order to determine such fair value, the entities may use the market value of another instrument with similar characteristics, the analysis of discounted cash flows or other applicable techniques, which shall be significantly affected by the assumptions used.

Notwithstanding the above, the Bank's Management has used its best judgment to estimate the fair values of its financial instruments; any technique to perform such estimate implies certain inherent fragility level.

Fair value hierarchy

The Bank uses the following hierarchy to determine and disclose the fair value of financial instruments, according to the valuation technique applied:

- Level 1: quoted prices (unadjusted) observable in active markets that the Bank accesses to at the measurement day for identical assets or liabilities. The Bank considers markets as active only if there are sufficient trading activities with regards to the volume and liquidity of the identical assets or liabilities and when there are binding and exercisable price quotes available at each reporting period.
- Level 2: Valuation techniques for which the data and variables having a significant impact on the determination of the fair value recognized or disclosed are observable for the asset or liability, either directly or indirectly. Such inputs include quoted prices for similar assets or liabilities in active markets, quoted prices for identical instruments in inactive markets and observable inputs other than quoted prices such as interest rates and yield curves, implied volatilities, and credit spreads. In addition, adjustments to level 2 inputs may be required for the condition or location of the asset or the extent to which it relates to items that are comparable to the valued instrument. However, if such adjustments are based on unobservable inputs which are significant to the entire measurement, the Bank will classify the instruments as Level 3.
- Level 3: Valuation techniques for which the data and variables having a significant impact on the determination of the fair value recognized or disclosed are not based on observable market information.

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Description	Financial assets and financial liabilities measured at fair value on a recurring basis as of March 31, 2019			
	Total	Level 1	Level 2	Level 3
Financial assets				
At fair value through profit or loss				
Debt Securities at fair value through profit or loss	2,963,511	1,393,826	260,151	1,309,534
Derivative Financial Instruments	42,041	3,481	38,560	
Other financial assets	493,081	428,446		64,635
Equity instruments at fair value through profit or loss	1,504,227	6,387		1,497,840
At fair value through OCI				
Other debt securities	100,383,763	65,904,850	34,478,913	
Total	105,386,623	67,736,990	34,777,624	2,872,009
Financial liabilities				
At fair value through profit or loss				
Derivatives financial instruments	110,794	36,451	74,343	
Total	110,794	36,451	74,343	

Description	Financial assets and financial liabilities measured at fair value on a recurring basis as of December 31, 2018			
	Total	Level 1	Level 2	Level 3
Financial assets				
At fair value through profit or loss				
Debt Securities at fair value through profit or loss	2,635,247	982,116	362,079	1,291,052
Derivative Financial Instruments	17,293	13,732	3,561	
Other financial assets	413,136	321,968		91,168
Financial Assets delivered as guarantee	150,456	150,456		
Equity instruments at fair value through profit or loss	51,518	6,110		45,408
At fair value through OCI				
Other debt securities	56,433,583	42,646,037	13,787,546	
Total	59,701,233	44,120,419	14,153,186	1,427,628
Financial liabilities				
At fair value through profit or loss				
Derivatives financial instruments	1,369	593	776	
Total	1,369	593	776	

Description of valuation process

The fair value of instruments categorized as Level 1 was assessed by using quoted prices effective at the end of each period or fiscal year, as applicable, in active markets for identical assets or liabilities, if representative. Currently, for government and private securities, there are two principal markets in which the Bank operates: BYMA and MAE. Additionally, in the case of derivatives, both MAE and *Mercado a Término de Rosario SA* (ROFEX) are deemed active markets.

On the other hand, for certain assets and liabilities that do not have an active market, categorized as Level 2, the Bank used valuation techniques that included the use of market transactions performed under mutual independent terms and conditions, between interested and duly informed parties, provided that they are available, as well as references to the current fair value of another instrument being substantially similar, or otherwise the analysis of cash flows discounted at rates built from market information of similar instruments.

In addition, certain assets and liabilities included in this category were valued using price quotes of identical instruments in "less active markets".

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Finally, the Bank has categorized as level 3 those assets and liabilities for which there are no identical or similar transactions in the market. In order to determine the market value of these instruments, the Bank used valuation techniques based on its own assumptions. For this approach, the Bank mainly used the cash flow discount model.

As of March 31, 2019 and December 31, 2018, the Bank has neither changed the techniques nor the assumptions used to estimate the fair value of the financial instruments.

Below there is the reconciliation between the amounts at the beginning and at the end of the period or fiscal year, as applicable, of the financial assets and liabilities recognized at fair value, using the valuation technique based on the Bank's own assumptions, as of March 31, 2019 and December 31, 2018:

Description	Fair values using valuation techniques based on the Bank's own assumptions (level 3) March 31, 2019		
	Debt securities	Other financial assets	Equity instruments at fair value through profit or loss
Amount at the beginning	1,291,052	91,168	45,408
Transfers to Level 3			
Transfers from Level 3			
Profit and loss	(51,421)	(3,293)	31,357
Purchases, sales, issuance and settlement	69,903	(23,240)	1,421,075 (*)
Amount at end of the period	1,309,534	64,635	1,497,840

(*) It is related to the reclassification according to IFRS 5 of non current assets held for sale. See additionally note 9 to these condensed consolidated interim financial statements.

Description	Fair values using valuation techniques based on the Bank's own assumptions (level 3) December 31, 2018		
	Debt securities	Other financial assets	Equity instruments at fair value through profit or loss
Amount at the beginning	35,841	161,751	35,774
Transfers to Level 3			
Transfers from Level 3			
Profit and loss	(200,279)	(92,022)	9,634
Purchases, sales, issuance and settlement	1,455,490	21,439	
Amount at end of the fiscal year	1,291,052	91,168	45,408

Instruments measured as level 3 include mainly Equity instruments at fair value through profit or loss and debt securities, for which the construction of fair values was obtained based on the Bank's own assumptions that are not easily available in the market.

Changes in fair value levels

The Bank monitors the availability of information in the market to evaluate the classification of financial instruments into the fair value hierarchy, as well as the resulting determination of transfers between levels 1, 2 and 3 at each period end.

As of March 31, 2019 and December 31, 2018, the Bank has not recognized any transfers between levels 1, 2 and 3 of the fair value hierarchy.

Financial assets and liabilities not recognized at fair value

Next follows a description of the methods and assumptions used to determine the fair values of financial instruments no recognized at their fair value in these condensed consolidated interim financial statements:

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- Instruments with fair value similar to the carrying amount: financial assets and liabilities that are liquid or have short-term maturities (less than three months) were deemed to have a fair value similar to the carrying amount.
- Fixed-rate financial instruments: the fair value of financial assets was recognized discounting future cash flows at current market rates, for each period or fiscal year, as applicable, for financial instruments of similar characteristics. The estimated fair value of fixed-interest rate deposits and liabilities was assessed discounting future cash flows by using estimated interest rates for deposits or placings with similar maturities to those of the Bank's portfolio.
- For public listed assets and liabilities, or prices reported by certain renowned suppliers of prices, the fair value was determined based on such prices.

The following table shows a comparison between the fair value and the carrying amount of financial instruments not measured at fair value as of March 31, 2019 and December 31, 2018:

03/31/2019					
	Carrying amount	Level 1	Level 2	Level 3	Fair value
Financial assets					
Cash and deposits in banks	75,308,554	75,308,554			75,308,554
Other financial assets	2,677,273	2,677,273			2,677,273
Loans and other financing	177,716,726		127,581	163,979,525	164,107,106
Other debt securities	8,663,782	123,958	8,810,072		8,934,030
Financial assets delivered as guarantee	7,300,176	7,300,176			7,300,176
	<u>271,666,511</u>	<u>85,409,961</u>	<u>8,937,653</u>	<u>163,979,525</u>	<u>258,327,139</u>
Financial liabilities					
Deposits	272,611,440	105,296,863		167,214,479	272,511,342
Other financial liabilities	16,622,190	15,851,543	190,609		16,042,152
Financing received from the BCRA and other financial entities	3,111,211	2,341,815	700,617		3,042,432
Issued corporate bonds	6,313,500		4,949,680		4,949,680
Subordinated corporate bonds	17,835,869		14,761,625		14,761,625
	<u>316,494,210</u>	<u>123,490,221</u>	<u>20,602,531</u>	<u>167,214,479</u>	<u>311,307,231</u>
12/31/2018					
	Carrying amount	Level 1	Level 2	Level 3	Fair value
Financial assets					
Cash and deposits in banks	74,766,039	74,766,039			74,766,039
Other financial assets	2,586,448	2,586,448			2,586,448
Loans and other financing	178,874,755		186,951	162,375,447	162,562,398
Other debt securities	8,151,176	173,337	7,165,102	2,749	7,341,188
Financial assets delivered as guarantee	6,605,764	6,573,772	31,992		6,605,764
	<u>270,984,182</u>	<u>84,099,596</u>	<u>7,384,045</u>	<u>162,378,196</u>	<u>253,861,837</u>
Financial liabilities					
Deposits	237,954,419	106,273,098		131,778,797	238,051,895
Repo transactions	164,469	164,469			164,469
Other financial liabilities	15,318,513	15,152,415	166,522		15,318,937
Financing received from the BCRA and other financial entities	2,998,010	2,532,284	432,346		2,964,630
Issued corporate bonds	6,377,311		4,981,686		4,981,686
Subordinated corporate bonds	15,288,390		12,260,778		12,260,778
	<u>278,101,112</u>	<u>124,122,266</u>	<u>17,841,332</u>	<u>131,778,797</u>	<u>273,742,395</u>

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6. INVESTMENTS IN ASSOCIATES AND JOINT ARRANGEMENTS

6.1 Associates entities

The Bank holds an investment in the associate Macro Warrants SA. The existence of significant influence is evidenced by the representation the Bank has in the Board of Directors of the associate. In order to measure this investment, we used accounting information of Macro Warrants SA as of December 31, 2018. Additionally, the Bank has considered, when applicable, the material transactions or events occurring between January 1, 2019, and March 31, 2019.

The following table presents the summarized financial information on the Bank's investment in the associate:

Summarized statement of financial position	<u>03/31/2019</u>	<u>12/31/2018</u>
Total assets	20,604	18,111
Total liabilities	3,395	2,269
Shareholders' equity	17,209	15,842
Proportional Bank's interest	5%	5%
Investment carrying amount	860	792
Summarized statement of comprehensive income	<u>03/31/2019</u>	<u>03/31/2018</u>
Net income for the period	1,368	884
Investment carrying amount in the net income	68	44

On June 30, 2018, the investment in Prisma Medios de Pagos SA was reclassified as noncurrent assets held for sale (see note 9). As of March 31, 2018, the investment carrying amount in the net income of Prisma Medios de Pago SA amounted to 53,968.

6.2. Joint ventures

The Bank participates in the following joint ventures, implemented through *Uniones Transitorias de Empresas* (UTE):

- a) Banco Macro SA – Wordline Argentina SA Unión transitoria: on April 7, 1998, the Bank executed an agreement with Siemens Itron Services SA to organize an UTE controlled on a joint basis through a 50% interest, the purpose of which is to facilitate a data processing center for the tax administration, to modernize the systems and tax collection processes of the Province of Salta and manage and recover municipal taxes and fees.

The following table presents the summarized financial information on the Bank's investment in the UTE:

Summarized statement of financial position	<u>03/31/2019</u>	<u>12/31/2018</u>
Total assets	300,630	270,287
Total liabilities	58,120	59,639
Shareholders' equity	242,510	210,648
Proportional Bank's interest	50%	50%
Investment carrying amount	121,255	105,324
Summarized statement of comprehensive income	<u>03/31/2019</u>	<u>03/31/2018</u>
Net income for the period	51,861	27,775
Investment carrying amount in the net income	25,931	13,888

- b) Banco Macro SA – Gestiva SA Unión transitoria: on May 4, 2010 and August 15, 2012, the Bank executed with Gestiva SA the UTE agreement to form "Banco Macro SA – Gestiva SA – Unión Transitoria de Empresas", under joint control, the purpose of which is to render the integral processing and management services of the tax system of the Province of Misiones, the management thereof and tax collection services. The Bank holds a 5% interest in this UTE.

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On June 27, 2018, the Bank, the UTE and the tax authorities of the Misiones provincial government entered into an agreement of "termination by mutual agreement" of the adaptation agreement, without implying or modifying the Bank's rights and obligations as a financial agent of the province for the services provision established in the agreement. As of March 31, 2019 and December 31, 2018, according to the abovementioned, the remaining investment amounted to 1,684 and 2,707, respectively. Additionally, as of March 31, 2018, the investment carrying amount in the net income for Banco Macro SA – Gestiva SA Unión transitoria de empresas, amounted to 7,463.

7. OTHER FINANCIAL AND NON FINANCIAL ASSETS

The breakdown of other financial and non financial assets as of March 31, 2019 and December 31, 2018 is as follows:

<u>Other financial assets</u>	<u>03/31/2019</u>	<u>12/31/2018</u>
Sundry debtors (note 9)	2,376,512	1,806,953
Amounts receivables from spot and forward sales pending settlements	605,941	768,603
Private securities	493,081	413,136
Allowances (note 9)	(1,134,974)	(5,015)
Other	829,794	15,907
	<u>3,170,354</u>	<u>2,999,584</u>
 <u>Other non financial assets</u>	 <u>03/31/2019</u>	 <u>12/31/2018</u>
Investments in property	304,503	273,604
Tax advances	188,927	147,091
Advanced prepayments	159,398	159,231
Other	426,298	254,143
	<u>1,079,126</u>	<u>834,069</u>

8. RELATED PARTIES

A related party is a person or entity that is related to the Bank:

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

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Bank, directly or indirectly. The Bank considers as key management personnel, for the purposes of IAS 24, the members of the Board of Directors and the senior management members of the Risk Management Committee, the Assets and Liabilities Committee and the Senior Credit Committee.

As of March 31, 2019 and December 31, 2018, amounts related to transactions generated with related parties are as follows:

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• Information as of March 31, 2019

	Main subsidiaries (1)						
	Banco del Tucumán SA	Macro Bank Limited	Macro Securities SA	Associates	Key management personnel	Other related parties	Total
Assets							
Cash and deposits in banks		347					347
Derivative financial instruments					28,969		28,969
Other financial assets	12,240						12,240
Loans and other financing (2)							
Documents						419,460	419,460
Overdrafts					489	137,031	137,520
Credit cards			230		21,125	75,264	96,619
Leases			4,958			1,107	6,065
Personal loans					1,219		1,219
Mortgage loans					59,038	334	59,372
Other loans					75,462	192,819	268,281
Guarantees granted						473,837	473,837
Total assets	12,240	347	5,188		186,302	1,299,852	1,503,929
Liabilities							
Deposits		13	488,931	9,927	3,306,660	2,116,762	5,922,293
Derivative financial instruments					29,212	42,260	71,472
Other financial liabilities			29,504		53	997	30,554
Financing received from the BCRA and other financial entities	87,140						87,140
Issued corporate bonds			10,687				10,687
Subordinated corporate bonds						57,161	57,161
Total liabilities	87,140	13	529,122	9,927	3,335,925	2,217,180	6,179,307

(1) These transactions are eliminated during the consolidation process.

(2) The maximum financing amount for loans and other financing as of March 31, 2019 for Macro Securities SA, associates, Key management personnel and other related parties amounted to 5,188, 4, 176,312 and 1,625,447, respectively.

• Information as of December 31, 2018

	Main subsidiaries (1)						
	Banco del Tucumán SA	Macro Bank Limited	Macro Securities SA	Associates	Key management personnel	Other related parties	Total
Assets							
Cash and deposits in banks		583					583
Other financial assets	2,504		25,276	20,660			48,440
Loans and other financing (2)							
Documents						331,699	331,699
Overdrafts			6		3,505	161,905	165,416
Credit cards			286		19,011	51,424	70,721
Leases			5,746			1,407	7,153
Personal loans					1,388		1,388
Mortgage loans					54,824	356	55,180
Other loans						232,670	232,670
Guarantees granted						391,699	391,699
Other nonfinancial assets			83,178				83,178
Total assets	2,504	583	114,492	20,660	78,728	1,171,160	1,388,127
Liabilities							
Deposits		13	311,073	1,774,149	4,890,280	984,659	7,960,174
Other financial liabilities				101,232	31	514	101,777
Financing received from the BCRA and other financial entities	301,742						301,742
Issued corporate bonds			11,231				11,231
Subordinated corporate bonds						46,605	46,605
Other nonfinancial liabilities						119	119
Total liabilities	301,742	13	322,304	1,875,381	4,890,311	1,031,897	8,421,648

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- (1) These transactions are eliminated during the consolidation process.
 (2) The maximum financing amount for loans and other financing as of December 31, 2018 for Banco del Tucumán SA, Macro Bank Limited, Macro Securities SA, associates, Key management personnel and other related parties amounted to 2,550,000, 0, 7,216, 0, 82,297 and 1,551,047, respectively.

As of March 31, 2019 and 2018, income (loss) related to transactions generated with related parties are as follows:

- Information as of March 31, 2019

	Main subsidiaries (1)						
	Banco del Tucumán SA	Macro Bank Limited	Macro Securities SA	Associates	Key management personnel	Other related parties	Total
Income							
Interest income	33,844		899		1,251	21,622	57,616
Interest expense	(65,981)			(602)	(292,284)	(166,302)	(525,169)
Commissions income	2		110	37	8	979	1,136
Net income from measurement of financial instruments at fair value through profit or loss					(243)	(42,260)	(42,503)
Other operating income	7,671	1				5	7,677
Administrative expenses						(3,317)	(3,317)
Other operating expenses						(8,660)	(8,660)
Loss / (income)	(24,464)	1	1,009	(565)	(291,268)	(197,933)	(513,220)

- (1) These transactions are eliminated during the consolidation process.

- Information as of March 31, 2018

	Main subsidiaries (1)						
	Banco del Tucumán SA	Macro Bank Limited	Macro Securities SA	Associates	Key management personnel	Other related parties	Total
Income							
Interest income	50,567		439		639	10,312	61,957
Interest expense				(54,186)	(1,677)	(136)	(55,999)
Commissions income	3		57	22	3	1,112	1,197
Other operating income	5,164					3	5,167
Administrative expenses	(4)					(3,248)	(3,252)
Other operating expenses				(230,972)	(2)	(5,128)	(236,100)
Income / (loss)	55,730		496	(285,136)	(1,035)	2,915	(227,030)

- (1) These transactions are eliminated during the consolidation process.

- (2) These losses are mainly generated by debit and credit cards processing expenses billed by Prisma Medios de Pago SA.

Transactions generated by the Bank with its related parties for transactions arranged the usual and ordinary course of business were performed in normal market conditions, both as to interest rates and prices and as to the required guarantees.

The Bank does not have loans granted to directors and other key management personnel secured with shares.

Total remunerations received as salary and bonus by the key management personnel as of March 31, 2019 and 2018, totaled 33,250 and 23,019 respectively. In addition, fees received by the Directors as March 31, 2019 and 2018 amounted to 238,527 and 140,708 respectively.

Additionally, the composition of the Board of Directors and key management personnel is as follows:

	03/31/2019	12/31/2018
Board of Directors	24	24
Senior managers of the key management personnel	15	15
	39	39

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9. NONCURRENT ASSETS HELD FOR SALE – PRISMA MEDIOS DE PAGO SA

As of December 31, 2018, the Bank maintained recorded its investment in Prisma Medios de Pago SA ("Prisma"), under noncurrent assets held for sale, due to the obligation to transfer all its shares within the scope of the Divestment obligation undertaken with the Argentine Antitrust Commission. Therefore, the investment was valued according with IFRS 5 "Non-current assets held for sale and discontinued operations", at the lowest of its carrying amount and the best estimation of the fair value less costs until its sale. As of December 31, 2018 the investment amount, included in this item, amounted to 105,287.

On January 21, 2019, the Bank, together with the other shareholders, accepted a purchase offer made by AI ZENITH (Netherlands) B.V. (a company related to Advent International Corporation) for the acquisition of 1,933,051 common shares of par value Ps.1 each and entitled to one vote, representing 4.6775 % of its share capital, equivalent to 51% of the Bank's capital stock in such company.

On February 1, 2019, the Bank completed the transfer of such shares for a total purchase price of (in thousands) USD 64,542 out of which the Bank received on the date hereof (in thousands) USD 38,311 and the payment of the balance for an amount of (in thousands) USD 26,231 shall be deferred during the next 5 years as follows: (i) 30% of such amount in Pesos adjusted by UVA at a 15% nominal annual rate; and (ii) 70% in US Dollars at a 10% nominal annual rate. The purchase price is guaranteed by the issuance of notes in favor of the Bank and pledges of the transferred shares.

Profits generated by the sale were recorded in the item "Other operating income" (see note 17 to these condensed consolidated interim financial statements). The amounts receivable, in pesos and US dollars, are recorded in the item "Other financial assets" and for such amounts an allowance was recorded, according to BCRA rules.

The remaining of the Bank holding in Prisma Medios de Pago SA (equivalent to 49%), is recorded in "Equity instruments at fair value through profit or loss" determined from valuations performed by independent experts and taking into account parameters established by BCRA on this subject.

In addition, sellers retained the usufruct (dividends) of the shares sold to be reported by Prisma for the year ended December 31, 2018, which were collected on April 26, 2019. Besides, the proportion applicable to the buyer of the dividends to be reported for the following fiscal years –with the buyer's commitment to voting in favor of the distribution of certain minimum percentages– will be used to create a guarantee trust to repay the deferred price amount through the concession by the buyer and Prisma of a usufruct over the economic rights of the shares in favor of such trust.

10. PROVISIONS

This item includes the amounts estimated to face a liability of probable occurrence, which if occurring, would originate a loss for the Bank.

Exhibit J "Changes in Provisions" presents the changes in provisions as of March 31, 2019 and December 31, 2018.

The expected terms to settle these obligations are as follows:

	03/31/2019		03/31/2019	12/31/2018
	Within 12 months	Beyond 12 months		
For administrative, disciplinary and criminal penalties		718	718	718
Commercial claims in progress	502,325	81,169	583,494	571,394
Labor lawsuits	54,544	71,510	126,054	110,095
Pension funds - reimbursement	50,873	40,266	91,139	124,278
Other	137,918	30,290	168,208	239,409
	<u>745,660</u>	<u>223,953</u>	<u>969,613</u>	<u>1,045,894</u>

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In the opinion of the Management of the Bank and its legal counsel, there are no other significant effects than those disclosed in these condensed consolidated interim financial statements, the amounts and settlement terms of which have been recognized based on the current value of such estimates, considering the probable settlement date thereof.

11. OTHER FINANCIAL AND NON FINANCIAL LIABILITIES

The breakdown of other financial and non financial liabilities as of March 31, 2019 and December 31, 2018 is as follows:

Other financial liabilities	03/31/2019	12/31/2018
Financing liabilities	7,204,407	7,987,914
Amounts payable for spot and forward purchases pending settlement	2,618,719	1,686,392
Credit card settlement - due to merchants	2,084,131	2,001,118
Collections and other transactions on account and behalf others	631,880	740,331
Finance leases liabilities (note 3)	571,617	
Other	3,511,436	2,902,758
	16,622,190	15,318,513
Other non financial liabilities	03/31/2019	12/31/2018
Salaries and payroll taxes payables	1,584,930	1,842,754
Taxes payables	1,341,538	1,372,317
Withholdings	1,290,298	1,197,945
Miscellaneous payables	573,720	617,882
Fees payables	243,097	154,072
Retirement pension payment orders pending settlement	220,298	255,331
Other	408,099	434,816
	5,661,980	5,875,117

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

The following tables show the analysis of financial assets and liabilities the Bank expects to recover and settle as of March 31, 2019 and December 31, 2018:

	03/31/2019	Without due date	Total up to 12 months	Total over 12 months
Assets				
Cash and deposits in banks		75,308,554		
Debt securities at fair value through profit or loss		877,247	922,707	1,163,557
Derivative instruments			42,041	
Other financial assets		1,956,838	1,137,595	75,921
Loans and other financing (1)		896,775	111,497,197	65,322,754
Other debt securities			99,809,205	9,238,340
Financial assets delivered as guarantee		7,300,176		
Equity instruments at fair value through profit or loss		1,504,227		
Total assets		87,843,817	213,408,745	75,800,572

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	03/31/2019	Without due date	Total up to 12 months	Total over 12 months
Liabilities				
Deposits		96,929,732	175,618,899	62,809
Derivative financial instruments			110,794	
Other financial liabilities			15,837,963	784,227
Financing received from BCRA and other financial entities			2,847,278	263,933
Issued corporate bonds			391,903	5,921,597
Subordinated corporate bonds			494,549	17,341,320
Total liabilities		96,929,732	195,301,386	24,373,886
	12/31/2018	Without due date	Total up to 12 months	Total over 12 months
Assets				
Cash and deposits in banks		74,766,039		
Debt securities at fair value through profit or loss			1,680,677	954,570
Derivative instruments			17,293	
Other financial assets		1,676,223	1,257,151	66,210
Loans and other financing (1)		1,208,855	112,131,606	65,534,294
Other debt securities		2,748	56,504,434	8,077,577
Financial assets delivered as guarantee		6,573,772	182,448	
Equity instruments at fair value through profit or loss		51,518		
Total assets		84,279,155	171,773,609	74,632,651
Liabilities				
Deposits		103,394,451	134,489,434	70,534
Derivative financial instruments			1,369	
Repo transactions			164,469	
Other financial liabilities			15,172,438	146,075
Financing received from BCRA and other financial entities			2,827,666	170,344
Issued corporate bonds			305,759	6,071,552
Subordinated corporate bonds			165,070	15,123,320
Total liabilities		103,394,451	153,126,205	21,581,825

(1) The amounts included in "without due date", are related with the non-performing portfolio.

13. DISCLOSURES BY OPERATING SEGMENT

For management purposes the Bank's Management has determined that it has only one operating segment related to the banking business. In this sense, the Bank supervises the operating segment income (loss) for the period in order to make decisions about resources to be allocated to the segment and assess its performance, which is measured on a consistent basis with the profit or loss in the financial statements.

14. INCOME TAX

The main items of income tax expense in the condensed consolidated interim financial statements are as follows:

	03/31/2019	03/31/2018
Current income tax expense	3,050,598	1,769,353
Loss / (Gain) for deferred income tax	115,508	(144,540)
Income tax expense recorded in the statement of income	3,166,106	1,624,813
Income tax gain recorded in other comprehensive income	(44,717)	(16,580)
	3,121,389	1,608,233

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15. COMMISSIONS INCOME

Description	03/31/2019	03/31/2018
Performance obligations satisfied at a point in time		
Commissions related to obligations	2,133,228	1,592,997
Commissions related to credit cards	1,016,632	686,132
Commissions related to insurance	225,124	169,617
Commissions related to trading and foreign exchange transactions	71,585	38,384
Commissions related to loans and other financing	22,736	17,019
Commissions related to securities	20,745	21,770
Commissions related to loans commitments and financial guarantees	2,204	145
Performance obligations satisfied over certain time period		
Commissions related to credit cards	55,307	12,892
Commissions related to trading and foreign exchange transactions	1,937	2,990
Commissions related to loans and other financing	1,087	263
Commissions related to obligations	818	917
Commissions related to loans commitments and financial guarantees		263
	<u>3,551,403</u>	<u>2,543,389</u>

16. DIFFERENCE IN QUOTED PRICES OF GOLD AND FOREIGN CURRENCY

Description	03/31/2019	03/31/2018
Translation of foreign currency assets and liabilities into pesos	(480,445)	20,993
Income from foreign currency exchange	429,822	129,599
	<u>(50,623)</u>	<u>150,592</u>

17. OTHER OPERATING INCOME

Description	03/31/2019	03/31/2018
Sale of noncurrent assets held for sale (note 9)	2,340,279	
Services	366,422	304,015
Adjustments and interest from other receivables	114,989	39,914
Derecognition or substantial modification of financial liabilities	57,113	
Initial recognition of loans	27,555	22,780
Adjustments from other receivables with CER clauses	17,581	
Sale of investment property and other nonfinancial assets	4,046	109,921
Sale of property, plant and equipment	2,266	719
Other	182,377	117,791
	<u>3,112,628</u>	<u>595,140</u>

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18. EMPLOYEE BENEFITS

Description	03/31/2019	03/31/2018
Salary	2,298,902	1,515,401
Payroll taxes	475,970	292,785
Compensations and bonuses to employees	278,093	158,466
Employee services	79,619	51,094
	<u>3,132,584</u>	<u>2,017,746</u>

19. ADMINISTRATIVE EXPENSES

Description	03/31/2019	03/31/2018
Fees to directors and statutory audits	322,676	162,489
Maintenance, conservation and repair expenses	279,712	166,271
Taxes	266,326	226,188
Security services	211,839	147,297
Electricity and communications	208,476	115,424
Other fees	164,291	105,083
Leases	52,808	64,179
Advertising and publicity	51,291	32,252
Representation, travel and transportation expenses	33,465	22,837
Insurance	21,219	10,686
Stationery and office supplies	17,588	12,876
Hired administrative services	3,627	3,516
Other	462,552	332,912
	<u>2,095,870</u>	<u>1,402,010</u>

20. OTHER OPERATING EXPENSES

Description	03/31/2019	03/31/2018
Turnover tax	1,855,493	1,155,937
Charges for other provisions	185,329	165,825
Deposit guarantee fund contributions	104,048	63,954
Donations	34,547	22,937
Insurance claims	10,851	10,392
Other	913,568	610,118
	<u>3,103,836</u>	<u>2,029,163</u>

21. ADDITIONAL DISCLOSURES IN THE STATEMENT OF CASH FLOWS

The statement of cash flows presents the changes in cash and cash equivalents derived from operating activities, investing activities and financing activities during the period. For the preparation of the statement of cash flows, the Bank adopted the indirect method for operating activities and the direct method for investment activities and financing activities.

The Bank considers as "Cash and cash equivalents" the item Cash and deposits in banks and those financial assets that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

For the preparation of the statement of cash flows the Bank considered the following:

- Operating activities: the normal revenue-producing activities of the Bank as well as other activities that cannot qualify as investing or financing activities.

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- Investing activities: the acquisition, sale and disposal by other means of long-term assets and other investments not included in cash and cash equivalents.
- Financing activities: activities that result in changes in the size and composition of the shareholders' equity and liabilities of the Bank and that are not part of the operating or investing activities.

The table below presents the reconciliation between the item "Cash and cash equivalents" in the statement of cash flows and the relevant accounting items of the statement of financial position:

	<u>03/31/2019</u>	<u>12/31/2018</u>	<u>03/31/2018</u>	<u>12/31/2017</u>
Cash and deposits in banks	75,308,554	74,766,039	29,440,799	35,561,574
Debt securities at fair value through profit or loss	285,207			44
Other debt securities	99,661,635	55,674,674	14,699,992	5,548,056
Loans and other financing	216,767	189,042	100,716	93,871
	<u>175,472,163</u>	<u>130,629,755</u>	<u>44,241,507</u>	<u>41,203,545</u>

22. CAPITAL STOCK

The Bank's subscribed and paid-in capital as of March 31, 2019, amounted to 669,663. Since December 31, 2016, the Bank's capital stock has changed as follows:

	<u>Capital stock issued and paid-in</u>	<u>Issued outstanding</u>	<u>In treasury</u>
As of December 31, 2016	584,563	584,563	
Capital stock increase as approved by Shareholders' Meeting held on April 28, 2017 (1)	85,100	85,100	
As of December 31, 2017	669,663	669,663	
Own shares acquired (2)		(28,948)	28,948
As of December 31, 2018	669,663	640,715	28,948
Own shares acquired (2)		(1,317)	1,317
As of March 31, 2019	669,663	639,398	30,265

- (1) Related to the capital stock increase arising from (i) the issue of 74,000,000 new, common, registered Class "B" shares with a face value of Ps. 1, each one entitled to one vote, and entitled to dividends under the same conditions as common, registered Class "B" shares, outstanding upon issuance, formalized on June 19, 2017, and (ii) additionally, as established by the abovementioned Meeting, the international underwriters exercised the option to oversubscribe 15% of the capital stock which was formalized on July 13, 2017 through the issuance of 11,099,993 new, common, registered, Class "B" shares each one entitled to one vote and with a face value of Ps.1. On August 14, 2017, such capital increases were registered with the Public Registry of Commerce.

The public offering of the new shares was authorized by CNV Resolution No. 18,716 dated on May 24, 2017 and by the BCBA on May 26, 2017. As required by CNV regulations, it is advised that the funds arising from the public subscription of shares shall be used to finance its general business operations, to increase its borrowing capacity and leverage the potential acquisitions opportunities in the Argentine banking system.

- (2) Related to the repurchase of the Bank's own shares under the programs established by the Bank's Board of Directors on August 8, 2018, October 17, 2018 and December 20, 2018 with the purpose of reducing share price fluctuations, minimizing possible temporary imbalances between market supply and demand.

The Program dated on August 8, 2018, established, that the maximum amount of the investment amounted to 5,000,000 and the maximum numbers of shares to be acquired were equivalent to 5% of the capital stock. At the end of this program the Bank had acquired 21,463,005 common, registered, Class B shares with a face value of Ps. 1 each one entitled with one vote for an amount of 3,113,925.

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The Program dated on October 17, 2018, established the start over of the repurchase of the Bank's own shares, with the pending use of funds of the abovementioned Program, already expired. At the end of this program, the Bank had acquired 6,774,019 common, registered, Class B shares with a face value of Ps. 1 each one entitled with one vote for an amount of 995,786.

The Program dated on December 20, 2018, established that the maximum amount of the investment amounted to 900,000 and the maximum numbers of shares to be acquired were equivalent to 1% of the capital stock. At the end of this program the Bank had acquired 2,028,251 common, registered, Class B shares with a face value of Ps. 1 each one entitled with one vote for an amount of 298,196 of which, as of December 31, 2018 were settled 711,386 common shares for an amount of 98,353, and in January 2019 were settled 1,316,865 common shares for an amount of 199,843.

Additionally, on April 30, 2019, the Shareholders' Meeting of Banco Macro SA, decided, among other issues, to decrease capital stock for an amount of 30,265, equivalent to 30,265,275 common, registered, Class B shares with a face value of Ps. 1 each one entitled with one vote, according to section 98, from BYMA Regulations, equivalent to all the own shares acquired abovementioned and to increase capital stock from 669,663 to 669,679 through the issuance of 15,662 common, registered, Class B shares with a face value of Ps. 1 each one entitled with one vote, due to the merger effects between Banco Macro SA and Banco del Tucumán SA. See additionally note 2.4 to these condensed consolidated interim financial statements.

23. EARNINGS PER SHARE. DIVIDENDS

Basic earnings per share were calculated by dividing net profit attributable to common shareholders of the Bank by the weighted average number of common shares outstanding during the period.

To determine the weighted average number of common shares outstanding during the period, the Bank used the number of common shares outstanding at the beginning of the period adjusted, if applicable, by the number of common shares bought back or issued during the period multiplied by the number of days that the shares were outstanding in the period. Note 22 provides a breakdown of the changes in the Bank's capital stock.

The calculation of basic earnings per share is disclosed in the table of Earnings per share included in the condensed consolidated interim statement of income.

Dividends paid and proposed

Cash dividends paid during the fiscal years 2018 and 2017 to the shareholders of the Bank amount to 3,348,315 and 701,476, respectively, which considering the number of shares outstanding to the date of effective payment represented 5 and 1.20 pesos per share, respectively.

The Shareholders' Meeting held on April 30, 2019, resolved to distribute cash dividends for 6,393,977, which considering the number of shares outstanding at the date of such resolution, represented 10 pesos per share. These cash dividends shall be paid and will be available on May 14, 2019.

24. DEPOSIT GUARANTEE INSURANCE

Law No. 24485 and Decree No. 540/1995 created the Deposit Guarantee Insurance System, which was featured as a limited, compulsory and onerous system, aimed at covering the risks of bank deposits, as subsidiary and supplementary to the deposit privilege and protection system established under the Financial Entities Law. The above-mentioned legislation also provided for the incorporation of Sedesa with the exclusive purpose of managing the Deposit Guarantee Fund (DGF). Sedesa was incorporated in August 1995.

Banco Macro SA holds an 8.300% interest in the capital stock of Sedesa according to the percentages disclosed by BCRA Comunicado "B" 11816 on February 28, 2019.

All deposits in pesos and foreign currency placed in participating entities in the form of checking accounts, savings accounts, certificates of deposits or other forms of deposit that the BCRA may determine from time to time shall be subject to the abovementioned Deposit Guarantee Insurance System up to the amount of 1,000 (from March 1, 2019) which must meet the requirements provided for in Presidential Decree 540/1995 and other requirements that the regulatory authority may from time to time determine. On the other hand, the BCRA provided for the exclusion of the guarantee system, among others, of any deposits made by other financial entities, deposits made by persons related to the Bank and securities deposits.

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25. RESTRICTED ASSETS

As of March 31, 2019 and December 31, 2018, the following Bank's assets are restricted:

Item	03/31/2019	12/31/2018
Debt securities at fair value through profit or loss and other debt securities		
• Discount bonds in pesos regulated by Argentine legislation, maturing 2033 used as security in favor of Sedesa (1).	83,338	92,659
• Discount bonds in pesos regulated by Argentine legislation, maturing 2033 securing the sectorial Credit Program of the Province of San Juan. Production investment financing fund.	64,223	64,703
• Discount bonds in pesos regulated by Argentine legislation, maturing 2033 securing the regional economies Competitiveness Program – IDB loan No. 3174/OC-AR.	61,295	108,633
• Discount bonds in pesos regulated by Argentine legislation, maturing 2033 for minimum statutory guarantee account required for Agents to act in the categories contemplated under General Resolution No. 622/2013 of the CNV, as amended.	21,830	24,998
• Discount bonds in pesos regulated by Argentine legislation, maturing 2033 securing a IDB loan of Province of San Juan No. 2763/OC-AR.	1,886	6,609
• Other public and private securities.	50,570	34,259
Subtotal debt securities at fair value through profit or loss and other debt securities	<u>283,142</u>	<u>331,861</u>
Other financial assets		
• Sundry debtors – Other	2,767	2,414
• Sundry debtors – attachment within the scope of the claim filed by the DGR against the City of Buenos Aires for differences on turnover tax.	827	827
Subtotal Other financial assets	<u>3,594</u>	<u>3,241</u>
Loans and other financing – non-financial private sector and foreign residents		
• Interests derived from contributions made as contributing partner (2)	31,790	32,501
Subtotal loans and other financing	<u>31,790</u>	<u>32,501</u>
Financial assets delivered as a guarantee		
• Special guarantee checking accounts opened in the BCRA for transactions related to the electronic clearing houses and similar entities.	5,734,589	5,719,689
• Forward purchase for repo transactions		182,448
• Guarantee deposits related to credit and debit card transactions.	839,611	747,487
• Other guarantee deposits	725,976	106,596
Subtotal Financial assets delivered as a guarantee	<u>7,300,176</u>	<u>6,756,220</u>
Other nonfinancial assets		
• Real property related to a call option sold	104,802	73,006
Subtotal Other nonfinancial assets	<u>104,802</u>	<u>73,006</u>
Total	<u>7,723,504</u>	<u>7,196,829</u>

- (1) As replacement for the preferred shares of former Nuevo Banco Bisel SA to secure to Sedesa the price payment and the fulfillment of all the obligations assumed in the purchase and sale agreement dated May 28, 2007, maturing on August 11, 2021.

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- (2) In order to keep tax benefits related to these contributions, they must be maintained between two and three years from the date they were made. They are related to the following risk funds: Risk fund of Los Grobo SGR and Risk fund of Avaluar SGR as of March 31, 2019 and December 31, 2018.

26. TRUST ACTIVITIES

The Bank is related to several types of trusts. The different trust agreements according to the business purpose sought by the Bank are disclosed below:

26.1. Financial trusts for investment purposes

Debt securities include mainly prepayments towards the placement price of provisional trust securities of the financial trusts under public offerings (Consubond, Garbarino, Accicom, Secubono, Carfacil and Red Surcos). The assets managed for these trusts are mainly related to securitizations of consumer loans. Trust securities are placed once the public offering is authorized by the CNV. Upon expiry of the placement period, once all trust securities have been placed on the market, the Bank recovers the disbursements made, plus an agreed-upon compensation. If after making the best efforts, such trust securities cannot be placed, the Bank will retain the definitive trust securities.

In addition, the Bank's portfolio is completed with financial trusts for investment purposes, trust securities of definitive financial trusts in public offering (Consubond, PVCRED, Best Consumer Directo, Credimas, Garbarino, Chubut Regalías Hidrocarburíferas, Secubono, Megabono, Credicuotas Consumos and Corebono) and certificates of participation (Saenz Créditos, Gas Tucumán and Arfintech).

As of March 31, 2019 and December 31, 2018, debt securities and certificates of participation in financial trusts for investment purposes total 1,372,811 and 1,383,743, respectively.

According to the latest accounting information available as of the date of issuance of these condensed consolidated interim financial statements, the corpus assets of the trusts exceed the carrying amount in the related proportions.

26.2. Trusts created using financial assets transferred by the Bank (securitization)

The Bank transferred financial assets (loans) to trusts for the purpose of issuing and selling securities for which collection is guaranteed by the cash flow resulting from such assets or group of assets. Through this way the funds that were originally used by the Bank to finance the loans are obtained earlier.

As of March 31, 2019 and December 31, 2018, considering the latest available accounting information as of the date of these condensed consolidated interim financial statements, the assets managed through Macro Fiducia SA (subsidiary) of this type of trusts amounted to 74,297 and 69,842, respectively.

26.3. Trusts guaranteeing loans granted by the Bank

As it is common in the Argentine banking market, the Bank requires, in some cases, that the debtors present certain assets or entitlements to receive assets in a trust as a guarantee for the loans granted. This way, the risk of losses is minimized and access to the security is guaranteed in case of the debtor's noncompliance.

Trusts usually act as conduits to collect cash from the debtor's flow of operations and send it to the Bank for the payment of the debtor's loans and thus ensure compliance with the obligations assumed by the trustor and guaranteed through the trust.

Additionally, other guarantee trusts manage specific assets, mainly real property.

Provided there is no noncompliance or delays by debtor in the obligations assumed with the beneficiary, the trustee shall not execute the guarantee and all excess amounts as to the value of the obligations are reimbursed by the trustee to the debtor.

As of March 31, 2019 and December 31, 2018, considering the latest available accounting information as of the date of these condensed consolidated interim financial statements, the assets managed by the Bank amounted to 209,934 and 269,507, respectively.

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26.4. Trusts in which the Bank acts as trustee (management)

The Bank, through its subsidiaries, performs management duties of the corpus assets directly according to the agreements, performing only trustee duties and has no other interests in the trust.

In no case shall the Trustee be liable with its own assets or for any obligation deriving from the performance as trustee. Such obligations do not imply any type of indebtedness or commitment for the trustee and they will be fulfilled only through trust assets. In addition, the trustee will not encumber the corpus assets or dispose of them beyond the limits established in the related trust agreements. The fees earned by the Bank from its role as trustee are calculated according to the terms and conditions of the agreements.

Trusts usually manage funds derived from the activities performed by trustors, for the following main purposes:

- Guaranteeing, in favor of the beneficiary the existence of the resources required to finance and/or pay certain obligations, such as the payment of amortization installments regarding work or service certificates, and the payment of invoices and fees stipulated in the related agreements.
- Promoting the production development of the private economic sector at a provincial level.
- Being a party to public work concession agreements granting road exploitation, management, keeping and maintenance.

As of March 31, 2019 and December 31, 2018, considering the latest available accounting information as of these condensed consolidated interim financial statements, the assets managed by the Bank amounted to 3,234,603 and 3,021,849, respectively.

27. COMPLIANCE WITH CNV REGULATIONS

27.1 Compliance with CNV standards to act in the different agent categories defined by the CNV:

27.1.1 Operations of Banco Macro SA

Considering Banco Macro SA's current operations, and according to the different categories of agents established by CNV rules (as per General Resolution No. 622/2013, as amended), the Bank is registered with this agency as agent for the custody of collective investment products of mutual funds (AC PIC FCI, for their acronyms in Spanish), comprehensive clearing and settlement agent and trading agent (ALyC and AN – comprehensive, for their acronyms in Spanish), financial trustee agent (FF, for its acronym in Spanish) and Guarantee Entity (in the process of being registered).

Additionally, the Bank's shareholders' equity exceeds the minimum amount required by this regulation, amounting to 21,000, as well as the minimum statutory guarantee account required of 12,000, which the Bank paid-in with government securities as described in note 25 to these condensed consolidated interim financial statements and the cash deposits in BCRA accounts 000285 and 80285 belonging to the Bank.

27.1.2 Operations of Banco del Tucumán SA

Considering Banco del Tucumán SA's current operations, and according to the different categories of agents established by CNV rules (as per General Resolution No. 622/2013, as amended), such Bank is registered with this agency under the following agent categories: mutual investment funds placement and distribution agent (ACyD FCI), and clearing and settlement agent and trading agent (ALyC and AN – Individual).

Additionally, the shareholders' equity of this Subsidiary exceeds the minimum amount required by this regulation, amounting to 18,250, as well as the minimum statutory guarantee account required of 9,000, which the subsidiary paid-in with government securities.

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27.1.3 Operations of Macro Securities SA

Considering the current operations of this subsidiary, and according to the provisions established by CNV effective as of the approval of General Resolution No. 622/2013, as amended, issued by such agency, such Company is registered under the following categories: clearing and settlement agent, trading agent, comprehensive trading agent and mutual investment funds placement and distribution agent (ALyC, AN, AN – comprehensive and ACyD FCI).

Additionally, the shareholders' equity of such Company exceeds the minimum amount required by this regulation, amounting to 18,125 and the minimum statutory guarantee account required of 9,000, which the Company paid-in with mutual fund shares.

27.1.4 Operations of Macro Fondos Sociedad Gerente de Fondos Comunes de Inversión SA

Considering the current operations of this subsidiary, and according to the provisions established by CNV effective as of the approval of General Resolution No. 622/2013, as amended, issued by such agency, such Company is registered as agent for the Administration of Collective Investment Products of Mutual Funds.

Additionally, the shareholders' equity of this Company exceeds the minimum amount required by this regulation, amounting to 500 plus 100 per each additional mutual fund it administers, and the minimum statutory guarantee account amounting to 1,100 and is paid-in with mutual fund shares.

27.1.5 Operations of Macro Fiducia SA

Considering the current operations of this subsidiary and according to the provisions established by CNV effective as of the approval of General Resolution 622/2013, as amended, issued by such agency, such Company is registered as financial trustee agent and nonfinancial trustee agent.

Additionally, the shareholders' equity of such Company exceeds the minimum amount required by this regulation, amounting to 6,000, and the minimum statutory guarantee account amounting to 3,000 and is paid-in with mutual fund shares.

27.2 Documents in custody

As a general policy, the Bank delivers for custody to third parties the documentary support of its aged accounting and management operations, i.e. those whose date is prior to the last fiscal year-end, except for the Inventory Book, in which aging is deemed to include those with a date prior to the two fiscal years ended. In compliance with CNV General Resolution No. 629 requirements, the Bank has placed (i) the Inventory Books for fiscal years ended through December 31, 2015 included, and (ii) certain documentation supporting the economic transactions for fiscal years ended through December 31, 2017, included, under the custody of the following companies: AdeA Administradora de Archivos SA (warehouse located at Ruta 36, km 31.5, Florencio Varela, Province of Buenos Aires) and ADDOC Administración de Documentos SA (warehouse located at Avenida Circunvalación Agustín Tosco with no number, Colectora Sur, between Puente San Carlos and Puente 60 blocks, Province of Córdoba and Avenida Luis Lagomarsino 1750, formerly Ruta 8 Km 51.200, Pilar, Province of Buenos Aires).

27.3 As depositary of mutual funds

As of March 31, 2019 Banco Macro SA, in its capacity as depositary company, holds in custody the shares in mutual funds subscribed by third parties and assets from the following mutual funds:

Fund	Number of shares	Equity
Pionero Pesos	1,399,074,916	7,288,324
Pionero Renta Ahorro	744,335,364	7,220,924
Pionero F F	83,823,094	675,885
Pionero Renta	6,771,885	141,372
Pionero Acciones	11,530,934	285,082

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Fund (contd.)	Number of shares	Equity
Pionero Renta Plus	1,752,154	41,994
Pionero Empresas FCI Abierto PYMES	212,108,629	719,902
Pionero Pesos Plus	159,446,820	496,407
Pionero Renta Ahorro Plus	205,303,935	479,634
Pionero Renta Mixta I	27,091,440	53,127
Pionero Renta Mixta II	26,734	50
Pionero Renta Estratégico	530,574,342	760,882
Pionero Renta Capital	50,000	50
Pionero Argentina Bicentenario	236,861,957	253,301
Pionero Ahorro Dólares	89,787,913	4,076,160
Pionero Renta Global	50,000	2,168
Pionero Renta Fija Dólares	11,194,466	422,808
Argenfunds Renta Pesos	422,587,529	1,374,341
Argenfunds Renta Argentina	31,514,393	141,739
Argenfunds Ahorro Pesos	213,053,036	1,122,451
Argenfunds Renta Privada FCI	136,220,389	885,767
Argenfunds Abierto Pymes	161,091,491	185,490
Argenfunds Renta Total	910,582,261	2,222,030
Argenfunds Renta Flexible	458,463,808	898,954
Argenfunds Renta Dinámica	274,157,625	514,799
Argenfunds Renta Mixta	27,536	6
Argenfunds Renta Global	94,349,770	184,611
Argenfunds Renta Capital	4,902,278	214,261
Argenfunds Renta Balanceada	154,551,696	298,891
Argenfunds Renta Crecimiento	516,144	21,418

28. ACCOUNTING ITEMS THAT IDENTIFY THE COMPLIANCE WITH MINIMUM CASH REQUIREMENTS

The items recognized by the Bank to constitute the minimum cash requirement effective for March 2019 are listed below, indicating the amounts as of month-end of the related items:

Description	Banco Macro SA	Banco del Tucumán SA
Cash and deposits in banks		
Amounts in BCRA accounts	54,087,827	2,991,522
Other debt securities		
BCRA Internal Bills computable for the minimum cash requirements	17,918,055	
Government securities computable for the minimum cash requirements	8,078,324	
Financial assets delivered as guarantee		
Special guarantee accounts with the BCRA	5,388,315	346,274
Total	<u>85,472,521</u>	<u>3,337,796</u>

29. PENALTIES APPLIED TO THE FINANCIAL ENTITY AND SUMMARY PROCEEDINGS INITIATED BY THE BCRA

BCRA Comunicado "A" 5689, as supplemented and amended, requires financial institutions to disclose in their financial statements certain information regarding summaries and penalties received from certain regulatory authorities, regardless of the amounts involved and the final conclusions of each case.

Next follows a description of the situation of Banco Macro SA and Banco del Tucumán SA as of March 31, 2019:

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Banco Macro SA

Summary proceedings filed by the BCRA

Financial summary proceedings: No. 1496 dated 02/24/2016.

Reason: deficiencies on the consolidated supervision exercised by the Bank regarding its subsidiaries, with noncompliance of internal controls.

Proceeding filed against: Banco Macro SA and the Members of the Board of Directors (Jorge Horacio Brito, Delfín Jorge Ezequiel Carballo, Jorge Pablo Brito, Marcos Brito, Juan Pablo Brito Devoto, Luis Carlos Cerolini, Carlos Enrique Videla, Alejandro Macfarlane, Guillermo Eduardo Stanley, Constanza Brito and Emanuel Antonio Alvarez Agis).

Status: pending resolution before the BCRA. On 04/07/2016, we filed the defenses and evidence. On 05/18/2016 we requested on behalf of the accused Delfín Jorge Ezequiel Carballo the resolution of the motion for lack of standing to be sued. To date this motion is still pending resolution.

Penalties imposed by the BCRA

Financial summary proceedings: No. 1380 dated 03/11/2013.

Reason: Alleged excess in the assets used for guarantee purposes which should have been used for related statutory operation ratios; failure to fulfill with the limitations of deposit increase, lack of veracity in book records, neglect to present the corresponding accounting disclosure of such excess and failures according to Bank's requirements. Penalty amount: 2,000.

Proceeding filed against: former Banco Privado de Inversiones SA, Directors, Statutory Audit Committee and Corporate Services Manager (Alejandro Manuel Estrada, Raúl Fernandez, Alejandro Carlos Estrada, Eduardo Guillermo Castro, Jorge Norberto Cerrotta, Armando Rogelio Pomar, Carlos Soulé and Baruki Luis Alberto Gonzalez).

Status: On 06/12/2015 the BCRA passed Judgment No. 527, imposing fines to those responsible. On 06/25/2015 the fine was paid, due to the nonstaying effect thereof. On 07/10/2015 a direct appeal was filed against such resolution with the Court of Appeals in Contentious Administrative Matters (CNACAF, for its acronyms in Spanish). On September 2015, the appeals were filed with Courtroom II, under case No. 48607/2015 of CNACAF. On 05/10/2016, Courtroom II decided to confirm the penalties imposed by the BCRA. Upon such decision, the Bank filed a Federal Extraordinary Appeal that was dismissed by the Courtroom II of the CNACAF on 08/02/2016. On 08/16/2016 a motion for reconsideration of dismissal of appeal was lodged on behalf of the Bank and of Mr. Carlos Soulé before the Argentine Supreme Court of Justice (CSJN, for its acronyms in Spanish) upon rejection of the Federal Extraordinary Appeal, which is still pending to date.

Financial summary proceedings: No. 1401 dated 08/14/2013.

Reason: alleged failure in financing to the nonfinancial public sector, for temporary overdrafts through checking accounts of the Municipality of Córdoba and Reconquista. Penalty amount: 2,400.

Proceeding filed against: Banco Macro SA and the members of the Board (Jorge Horacio Brito, Jorge Pablo Brito and Marcos Brito).

Status: On 03/02/2015 the BCRA passed Resolution No. 183/15 imposing fines to the Bank, which were debited from the Bank's account 00285 on 03/12/2015. On 03/30/2015 a direct appeal was filed with the CNACAF against such resolution. On April 2015 the appeal was presented at Courtroom IV of the CNACAF under No. 19,971/2015. On 06/23/2015 the Court informed the BCRA about the appeal lodged by Banco Macro. On 07/13/2016 Courtroom IV of the CNACAF sustained the appeal filed by the Bank and annulled the decision imposing the fines to the Bank. The BCRA filed a federal extraordinary appeal, which was answered by the Bank on 08/29/2016. On 09/06/2016 Courtroom IV of the CNACAF dismissed the BCRA extraordinary appeal. On 09/14/2016 the BCRA lodged a motion for reconsideration of dismissal of the extraordinary appeal with the CSJN, which is still pending resolution.

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Penalties imposed by the Financial Information Unit (UIF)

File: No. 62/2009 dated 01/16/2009.

Reason: Purchase of foreign currency from April 2006 through August 2007. Penalty amount: 718.

Penalty imposed on: Banco Macro SA and those in charge of anti-money laundering regulation compliance (Juan Pablo Brito Devoto and Luis Carlos Cerolini).

Status: The UIF passed Resolution No. 72/2011 on 06/09/2011, imposing fines to those responsible. An appeal was lodged with the CNACAF. On 10/31/2016 the Courtroom III decided the following: (i) on the one hand, as to the transactions carried out between 10/11/2006 and 08/22/2007, to declare that the punitive power of the UIF had expired at the time of the summary proceedings, rendering UIF's Resolution 72/2011 invalid, (ii) on the other hand, as to the transactions performed from 03/05/2007 and from 04/17/2007 through 08/22/2007, to refer these proceedings again to the UIF for a new resolution readjusting the fines imposed on the Bank and Messrs. Juan Pablo Brito Devoto and Luis Carlos Cerolini. Upon such court order, both the UIF and the Bank lodged a federal extraordinary appeal. Such appeals were rejected by the Court on 04/25/2017. On 05/10/2017 both the Bank and the UIF filed a motion for reconsideration of dismissal of appeal before the Argentine Supreme Court. The appeal filed by the UIF was dismissed. On 02/26/2019, the Argentine Supreme Court ruled upon the petition for denied appeal filed by the Bank. Consequently, it ordered the trial court to issue a new ruling "on the remaining exculpatory arguments expressed by the appealing parties in relation to the materiality of the alleged behavior and its potential lack of liability in this regard". For that purpose, the case file was lodged in the Federal Contentious Administrative Court of Appeals in and for the City of Buenos Aires, Courtroom IV, where it is still pending resolution.

File: No. 248/2014 (UIF Note Presidency 245/2013 11/26/2013) dated 07/30/2014.

Reason: Alleged deficiencies in preparing certain "Reports on suspicious transactions (ROS)" due to cases of infringement detected in certain customer files. Penalty amount: 330.

Penalty imposed on: Banco Macro SA, the members of the Board and those in charge of anti-money laundering regulation compliance (Luis Carlos Cerolini – both as Compliance Officer and Director - and Jorge Horacio Brito, Delfín Jorge Ezequiel Carballo, Juan Pablo Brito Devoto, Jorge Pablo Brito, Alejandro Macfarlane, Carlos Enrique Videla, Guillermo Eduardo Stanley, Constanza Brito, Emanuel Antonio Alvarez Agis, Marcos Brito and Rafael Magnanini –as Directors of Banco Macro SA).

Status: upon notice of the summary proceedings, on 05/08/2015 the Bank filed its defense, offering evidence and requesting its acquittal. On 12/26/2016 the UIF passed Resolution 164/16 imposing fines on those responsible and issuing a favorable decision on the plea of lack of capacity to be sued lodged by Messrs. Carballo and Magnanini. On 01/30/2017 the Bank paid the fine imposed by the UIF, due to the nonstaying effect thereof. On 03/13/2017 a direct appeal was filed against such resolution, and the legal action it be decided at Room III of the CNACAF, entitled "Banco Macro SA et al v. UIF on Criminal Code – Law No. 25246 – Presidential Decree 290/07, Section 25" (Court File No. 13500/2017). This court file is pending resolution.

Although the above described penalties do not involve material amounts, as of the date of issuance of the accompanying consolidated financial statements, the total amount of monetary penalties received, pending payment due to any appeal lodged by the Bank, amounts to 718 and was recognized according to the BCRA Communiqués "A" 5689 and 5940, as amended and supplemented.

Additionally, there are pending summary proceedings before the CNV and the UIF, as described below:

File: No. 1480/2011 (CNV Resolution No. 17529) dated 09/26/2014.

Reason: Potential noncompliance with the obligation to inform a "Significant Event".

Persons subject to summary proceedings: Banco Macro SA, the members of the Board, the regular members of the Statutory Audit Committee and the person/s responsible for market relations (Jorge Horacio Brito, Delfín Jorge Ezequiel Carballo, Juan Pablo Brito Devoto, Jorge Pablo Brito, Luis Carlos Cerolini, Roberto Julio Eilbaum, Alejandro Macfarlane, Carlos Enrique Videla, Guillermo Eduardo Stanley, Constanza Brito, Daniel Hugo Violatti, Ladislao Szekely, Santiago Marcelo Maidana and Herman Fernando Aner).

Status: on 10/28/2014 the Bank and the persons involved filed their defenses offering evidence and requesting their acquittal. On 08/03/2015 the term to produce evidence was closed and on 08/19/2015 the defendants lodged their memorials. To the date hereof this action is still pending resolution.

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File: 2577/2014 (CNV Resolution No. 18863) dated 07/20/2017.

Reason: potential noncompliance with the provisions of section 59, Law 19550, and paragraph 1 of Chapter 6 Section 19 of Article IV of Chapter II of CNV Rules (Revised 2013, as amended) in force at the time of the issues under analysis.

Persons subject to summary proceedings: Banco Macro SA, in its capacity as custody agent of collective investment products of mutual funds, regular directors and regular members of the Statutory Audit Committee (Jorge Horacio Brito, Delfín Jorge Ezequiel Carballo, Jorge Pablo Brito, Marcos Brito, Juan Pablo Brito Devoto, Luis Carlos Cerolini, Federico Pastrana, Carlos Enrique Videla, Alejandro Macfarlane, Guillermo Eduardo Stanley, Constanza Brito, Emmanuel Antonio Alvarez Agis, Alejandro Almarza, Carlos Javier Piazza and Vivian Haydee Stenghele).

Status: on 07/28/2017 the Bank and the persons subject to these summary proceedings were given notice of this action and were given 10 business days to make the relevant filing. On 08/11/2017, the Bank filed its defense requesting the nullity of the accusation, the expiration of the time limit to file the administrative criminal actions and the lack of responsibility of the people subject to these summary proceedings for the acts that are the subject matter of this action since such supervisory obligation is not in accordance with the role of the custody agent. On 12/06/2017 the court held the first preliminary hearing and the summary proceedings turned to be under the analysis of the CNV, who shall decide whether it allows for the production of evidence or directly decides on the merits of the case. On April 10, 2018, the CNV (Argentine Securities Commission) declared the issue as a matter of law and ordered that notice be served to the persons subject to the summary proceedings for filing briefs. On 04/27/2018, Banco Macro filed its brief. The CNV is analyzing the file as from that date.

File: No. 137/2015 (UIF Resolution No. 136/2017) dated 12/19/2017.

Reason: alleged breach to the contents of the Code of Procedure applicable to Anti-money Laundering and Terrorism Financing as Settlement and Clearing Agent at the time of an inspection of the CNV and to the Internal Audit Process referred to in its capacity as comprehensive settlement and clearing agent (UIF Resolution No. 229/2011, as amended).

Persons subject to summary proceedings: Banco Macro SA, members of the Management Body during the period that is the subject matter of these summary proceedings (Jorge Horacio Brito, Jorge Pablo Brito, Juan Pablo Brito Devoto, Constanza Brito, Marcos Brito, Delfín Jorge Ezequiel Carballo, Delfín Federico Ezequiel Carballo, Carlos Enrique Videla, Alejandro Macfarlane, Guillermo Eduardo Stanley, Emmanuel Antonio Alvarez Agis, Nicolás Alejandro Todesca, Carlos Alberto Giovanelli, José Alfredo Sanchez, Martín Estanislao Gorosito, Roberto Julio Eilbaum, Mario Luis Vicens, Nelson Damián Pozzoli, Luis María Blaquier, Ariel Marcelo Sigal, Alejandro Eduardo Fargosi, Juan Martin Monge Varela and Luis Cerolini in his double capacity as Compliance Officer and member of the Management Body).

Status: on 03/08/2018 the Bank and the persons subject to these summary proceedings filed their defenses. Additionally, the UIF ordered the production of evidence and therefore on 03/28/2018 and 04/03/2018 official information written notices were given to the BCRA and CNV. The evidence offered was provided; therefore, on 5/21/2018, the UIF declared that the trial stage was concluded and set the case for the closing arguments. On 6/8/2018, the Bank, the directors and the compliance officer provided their closing arguments. On 04/23/2019, the UIF passed Resolution N° 41, imposing a fine to the Bank and responsible individuals and issuing a favorable decision on the plea of lack related to the responsables Monge Varela, Blaquier and Vicens. It also ordered, as a corrective measure, the adjustment of future plans related to the annual internal audit to determine the control procedures to be implemented in relation to its performance as comprehensive clearing and settlement agent and trading agent. The deadline to file the direct appeal with the Federal Contentious Administrative Court of Appeals in and for the City of Buenos Aires is 06/12/2019.

File: No. 1208/2014 (UIF Resolution No. 13/2016) dated 1/15/2016.

Reason: alleged failure to comply with the Anti-Money Laundering Law, as amended, and UIF Resolution No. 121/11.

Persons subject to the summary proceedings: Banco Macro SA, Jorge Horacio Brito, Delfín Jorge Ezequiel Carballo, Juan Pablo Brito Devoto, Jorge Pablo Brito, Luis Carlos Cerolini, Alejandro Macfarlane, Carlos Enrique Videla, Guillermo Eduardo Stanley, Constanza Brito, Marcos Brito and Emmanuel Antonio Álvarez Agis.

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Status: on 05/17/2018, the Bank and the individuals were notified about Resolution No. 13/2016, whereby the summary proceedings were opened. The proceedings began due to the BCRA submission on 05/12/2014, of the background related to “the overall inspection performed in Banco Macro SA from 11/26/2013, through 01/17/2014, by the Special Operations Oversight Management in order to evaluate the measures adopted by the Bank for the prevention of money laundering and terrorism financing”. The UIF stated in the resolution that summary proceedings should be filed “to discharge any responsibility that may be borne by Banco Macro SA, its Board of Directors and/or Compliance Officers that were holding office during the term of the alleged infringements described in the recitals hereof [resolution], so as to determine whether they committed the crime punished under section 24(1) and (2), Law No. 25,246, as amended”. On 5/17/2018, the Bank was notified about such case file. On 6/15/2018, Banco Macro SA, the members of the Board of Directors and the compliance officer filed their defense briefs. On 7/2/2018, the UIF sustained the lack of capacity to be sued of Delfín Jorge Ezequiel Carballo, discarding his responsibility in this summary proceeding. The proceedings were opened to the production of evidence and closing of the evidence stage; on September 2018 the defendants lodged their memorial. As of the date hereof these actions are in a stage to issue a resolution, which is pending.

Banco del Tucumán SA

Penalties imposed by the BCRA

Financial Summary Proceedings: No. 1349 dated 09/07/2012.

Reason: Alleged breach of the provisions of Communiqué “A” 3054, OPRAC 1-476, Exhibit, Article 2, section 2.1 and Article 3, section 3.1.2.; and Communiqué “A” 4798, OPRAC 1-613, Exhibit, Article 4, section 41., regarding the financing to the nonfinancial public sector, for the acquisition of secured loans without the appropriate authorization by the BCRA. Penalty amount: 1,440.

Proceedings filed against: Banco del Tucumán SA and the members of the Board of Directors (Jorge Horacio Brito, Luis Carlos Cerolini, Delfín Jorge Ezequiel Carballo, Jorge Pablo Brito, Claudio Alejandro Cerezo and Waldo Camilo López).

Status: on 03/12/2014 the BCRA issued Resolution 149/14 applying the fine. On 03/19/2014 such fine was debited from the account number 00060 of the Bank. On 04/08/2014 the Bank filed a direct appeal against the resolution of the SEFyC, on behalf of the Bank and of the individuals involved in the summary proceedings, before the CNACAF, who sustained Resolution 149/14. On 11/14/2014 the Bank filed a federal extraordinary appeal for arbitrariness of the decision issued by the Court of Appeals. On 02/18/2015 Room III of the National and Federal Court of Appeals (CNAF for its acronym in Spanish) dismissed the extraordinary appeal filed by Banco del Tucumán SA with court costs. On 02/26/2015 the Bank lodged a motion for reconsideration of dismissal of the extraordinary appeal. On 02/26/2019, the Argentine Supreme Court ruled upon the petition for denied appeal filed by the Bank. Consequently, it ordered the trial court to issue a new ruling on the request for unconstitutionality filed upon appealing the BCRA’s penalty. For that purpose, the case file was lodged in the Federal Contentious Administrative Court of Appeals in and for the City of Buenos Aires, Courtroom IV, where it is still pending resolution.

Bank Management and its legal counsel consider no further significant accounting effects could arise from the final outcome of the above mentioned judicial proceedings.

30. CORPORATE BONDS ISSUANCE

The corporate bond liabilities recorded by Banco Macro SA in these condensed consolidated interim financial statements amount to:

Corporate Bonds	Original value	Residual face value as of 03/31/2019	03/31/2019	12/31/2018
Subordinated Resettable – Class A	USD 400,000,000 (a.1)	USD 400,000,000	17,835,869	15,288,390
Nonsubordinated – Class B	Ps. 4,620,570,000 (a.2)	Ps. 3,391,052,000	3,451,067	3,460,899
Nonsubordinated – Class C	Ps. 3,207,500,000 (a.3)	Ps. 3,207,500,000	2,862,433	2,916,412
Total			<u>24,149,369</u>	<u>21,665,701</u>

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- a.1) On April 26, 2016, the general regular shareholders' meeting approved the creation of a Global Program for the Issuance of Medium-Term Debt Securities, in accordance with the provisions of Law No. 23,576, as amended and further applicable regulations, up to a maximum amount outstanding at any time during the term of the program of USD 1,000,000,000 (one billion US dollars), or an equal amount in other currencies, under which it is possible to issue simple corporate bonds, not convertible into shares in one or more classes. Also, on April 28, 2017, the General and Special Shareholder' Meeting resolved to extend the maximum amount of the abovementioned Global Program up to USD 1,500,000,000 (one thousand five hundred million US dollars).

On November 4, 2016, under the abovementioned Global Program, Banco Macro SA issued Subordinated Resettable Corporate Bonds, class A, at a fixed rate of 6.750% p.a. until reset date, fully amortizable upon maturity (November 4, 2026) for a face value of USD 400,000,000 (four hundred million US dollars), under the terms and conditions set forth in the pricing supplement dated October 21, 2016. Interest is paid semiannually on May 4 and November 4 of every year and the reset date will be November 4, 2021. Since reset date, these Corporate Bonds will accrue a benchmark reset rate plus 546.3 basis points, according to the abovementioned terms and conditions.

In addition, the Bank has the option to fully redeem the issuance as the reset date and under the conditions established in the pricing supplement after that date. The Bank used the funds derived from such issuance to grant loans in accordance with BCRA guidelines.

- a.2) On May 8, 2017, under the Global Program mentioned on item a.1), Banco Macro SA issued non-subordinated simple corporate bonds Class B not convertible into shares, at a fixed rate of 17.50%, fully amortizable upon maturity (May 8, 2022) for a face value of pesos 4,620,570,000 equivalent to USD 300,000,000 (three hundred million US dollars), under the terms and conditions set forth in the price supplement dated April 21, 2017. Interest is paid semiannually on November 8 and May 8 of every year, beginning on November 8, 2017.

In addition, the Bank may fully redeem the issuance for tax matters, but not partially. The Bank used the funds derived from such issuance to grant loans in accordance with BCRA guidelines.

On October 17, 2018 the Board of Directors decided to pay off these corporate bonds for a face value of 1,229,518,000, equivalent to the amount of purchases made to that date.

As of the date of issuance of these condensed consolidated interim financial statements, the Bank made purchases of this issuance for a face value of pesos 147,955,000, with a remaining outstanding face value of 3,243,097,000.

- a.3) On April 9, 2018, under the Global Program mention on item a.1), Banco Macro SA issued non subordinated simple corporate bonds Class C, for a face value of pesos 3,207,500,000, at an annual variable rate equivalent to the sum of (i) Badlar private rate applicable for the related accrued period; plus (ii) applicable margin of 3.5% p.a., fully amortizable upon maturity (April 9, 2021). Interest will be paid quarterly for the periods due on July 9, October 9, January 9 and April 9 of every year, beginning on July 9, 2018.

In addition, the Bank may fully redeem the issuance for tax matters, but not partially. The Bank used the funds derived from such issuance to grant loans in accordance with BCRA guidelines.

As of the date of issuance of these condensed consolidated interim financial statements, the Bank made purchases of this issuance for a face value of pesos 519,000,000, with a remaining outstanding face value of pesos 2,688,500,000.

Moreover, on April 27, 2018, the Shareholder's Meeting resolved to increase the maximum amount of the Global Program for the Issuance of Corporate Bonds for a face value from USD 1,500,000,000 to USD 2,500,000,000 or an equal amount in other currencies, as determinated by the Board of Directors in due time.

31. OFF BALANCE SHEET TRANSACTIONS

In addition to note 4, the Bank recognizes different off balance sheet transactions, pursuant to the BCRA standards. Below are the amounts of the main off Balance sheet transactions as of March 31, 2019 and December 31, 2018:

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Item	03/31/2019	12/31/2018
Preferred and other collaterals received from customers (1)	48,591,293	45,544,953
Custody of government and private securities and other assets held by third parties	96,037,023	80,052,243
Checks already deposited and pending clearance	1,557,502	1,680,896
Outstanding checks not yet paid	3,503,305	3,353,434

(1) Related to collaterals used to secure loans transactions and other financing, under the applicable rules in force in this matter.

32. TAX AND OTHER CLAIMS

32.1. Tax claims

The AFIP (Federal Public Revenue Agency) and tax authorities of the relevant jurisdictions have reviewed the tax returns filed by the Bank related to income tax, minimum presumed income tax and other taxes (mainly turnover tax). As a result, there are claims pending at court and/or administrative levels, either subject to discussion or appeal. The most significant claims are summarized below:

- a) AFIP's challenges against the income tax returns filed by former Banco Bansud SA (for the fiscal years since June 30, 1995, through June 30, 1999, and of the irregular six-month period ended December 31, 1999) and by former Banco Macro SA (for the fiscal years ended since December 31, 1998, through December 31, 2000).

The matter under discussion that has not been resolved as yet and on which the regulatory agency bases its position is the impossibility of deducting credits that have collateral security, an issue that has been addressed by the Federal Administrative Tax Court and CSJN in similar cases, which have issued resolutions that are favorable to the Bank's position.

- b) Ex-officio turnover tax assessments in progress and/or adjustments pending resolution by the tax authorities of certain jurisdictions.
- c) On February 20, 2018, the AFIP required the Bank to amend the returns in connection with employer's contributions for the period between November 2012 to December 2016, or otherwise explain the reasons why it had applied the tax rate set forth in Section 2b) of Presidential Decree No. 814/01 (text as per Section 9 of Law No. 25,453). On March 14, 2018, the Bank submitted a detailed explanation of the grounds supporting its position. As of the date hereof, the Bank has not received an answer from the AFIP.

The Bank's Management and its legal counsel consider no further significant accounting effects could arise from the final outcome of the above-mentioned proceedings other than those disclosed in these condensed consolidated interim financial statements.

32.2. Other claims

In addition, before merging with and into the Bank, Banco Privado de Inversiones SA (BPI) had a pending class action styled "Adecua v. Banco Privado de Inversiones on ordinary proceedings", File No. 19073/2007, pending with Commercial Court No. 3 in and for the City of Buenos Aires, Clerk's Office No. 5, whereby it was required to reimburse to its clients the life insurance amounts overcharged to amounts payable, as well as to reduce the amounts charged in this regard in the future; this legal proceeding was concluded upon the abovementioned merger because BPI complied in full with the terms of the court-approved agreement reached with Adecua before answering the complaint. However, in March 2013, when BPI had already been merged with and into the Bank, the trial court resolved to amend the terms of the agreement and ordered the reimbursement of amounts of money to a larger number of clients as compared to the number arising from the terms approved by the court in due time. Such resolution was appealed by the Bank as BPI's surviving company. The appeal was dismissed by the Court of Appeals, which abrogated both the trial court decision and the court-approved agreement, thus ordering the Bank to answer the complaint. This gave rise to the filing of an extraordinary appeal against such decision, as well as the subsequent filing of a complaint for the extraordinary appeal denied. It is currently pending with the Argentine Supreme Court.

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Moreover, the Bank is also subject to three class actions initiated by consumers' associations for the same purpose: a) Adecua v, Banco Macro on ordinary proceedings, File No. 20495/2007, pending with Commercial Court No.7 in and for the City of Buenos Aires, Clerk's Office No. 13; b) Damnificados Financieros Asociación Civil Para Su Defensa et al v, Banco Macro on summary proceedings, File No. 37729/2007, pending with Commercial Court No. 7 in and for the City of Buenos Aires, Clerk's Office No. 13; c) Unión de Usuarios y Consumidores v. Nuevo Banco Bisel on ordinary proceedings, File No. 44704/2008, pending with Commercial Court No. 26 in and for the City of Buenos Aires, Clerk's Office No. 52.

There are also other class actions initiated by consumer protection associations in relation to the collection of certain commissions and/or financial charges or practices and certain withholdings made by the Bank to individuals as Buenos Aires City stamp tax withholding agent.

Furthermore, there is a case challenging the Bank for charging credit card users until December 2014 a commission for "purchase limit excess" that consisted of a percentage over the purchase limit excess amount. It is styled "User and Consumer Union et. al v. Banco Macro SA on summary proceedings" [Unión de Usuarios y Consumidores y otro c/ Banco Macro SA s/ Sumarísimo], file No. 31958/2010, pending with Commercial Court No. 1 in and for the City of Buenos Aires, Clerk's Office No 1. On 03/15/2019 a court order was passed against the Bank from a trial court that ordered the reimbursement for all the collected amounts plus VAR and interest. Although this court decision shall be appeal, the Bank understands that there is a low probability that a favorable ruling shall be obtained from the trial court, as the Bank became aware that the Court of Appeals approved related actions against other two banks.

The Bank's Management and its legal counsel consider no further significant accounting effects could arise from the final outcome of the above-mentioned proceedings other than those disclosed in these condensed consolidated interim financial statements.

33. RESTRICTION ON DIVIDENDS DISTRIBUTION

- a) According to BCRA regulations, 20% of Banco Macro SA income for the year plus/less prior-year adjustments and less accumulated losses as for the prior year-end, if any, should be allocated to the legal retained earnings.
- b) Pursuant to Law No. 25,063, dividends to be distributed in cash or in kind in excess of taxable income accumulated at the end of the fiscal year immediately preceding the payment or distribution date shall be subject to a 35% income tax withholding as a single and definitive payment. For this purpose, income to be considered in each year will result from adding dividends or earnings from other corporations not computed in the calculation of those earnings in the same tax period(s) to the earnings determined under application of Income Tax Law, and deducting the tax paid for the tax period(s) in which the earnings, or the related proportional amount, being distributed were generated. This withholding shall not be applicable to earnings distributions accrue in the fiscal years beginning as of January 1, 2018.
- c) Through Communiqué "A" 6464, the BCRA establishes the general procedure to distribute earnings. According to that procedure, earnings may only be distributed if certain circumstances are met such as no records of financial assistance from the BCRA due to illiquidity or shortages in payments of minimum capital or minimum cash requirement deficiencies and not being subject to the provisions of sections 34 and 35 bis of the Financial Entities Law (sections dealing with tax payment and restructuring agreements and reorganization of the Bank), among other conditions listed in the abovementioned communiqué that must be met.

In addition, profits may only be distributed to the extent there are positive results, after deducting, on a nonaccounting basis, from retained earnings and the optional reserves for the future distribution of profits, (i) the amounts of the legal and other earnings reserves which are mandatory, (ii) all debit amounts of each one of the accounting items recognized in "Other Comprehensive Income", (iii) income from the revaluation of property, plant and equipment, intangible assets and investment property, (iv) the positive net difference between the amortized cost and the fair value of government debt instruments and/or monetary regulation instruments issued by the BCRA for those instruments recognized at amortized cost, (v) the adjustments identified by the Superintendency of Financial and Exchange Entities of the BCRA or by the independent external auditor and that have not been recognized in the accounting records and (vi) certain franchises granted by the BCRA. Additionally, no profit distributions shall be made out of the profit originated as a result of the first-time application of the IFRS, which as of March 31, 2019 amounted to 3,475,669 and is recognized in a special reserve in the Shareholders' Equity.

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Additionally, the maximum amount to be distributed shall not be over the minimum capital excess recalculating, exclusively for these purposes, the position in order to consider the above-mentioned adjustments, among other issues.

Finally, the Bank must verify that, after completion of the proposed profit distribution, a capital maintenance margin equal to 3.5% of risk-weighted assets is kept, apart from the minimum capital required by law, to be integrated by Tier 1(Con1) ordinary capital, net of deductible items (CDCOn1).

- d) Pursuant to CNV General Resolution No. 593, the Shareholders' Meeting in charge of analyzing the annual financial statements will be required to decide on the application of the Bank's retained earnings, such as the actual distribution of dividends, the capitalization thereof through the delivery of bonus shares, the creation of earnings reserves additional to the Legal earnings retained or a combination of any of these applications.

In compliance with the abovementioned paragraphs, and according to the distribution approved by the General regular Shareholders' Meeting held on April 30, 2019, 3,145,849 were applied to increase the legal retained earnings, 3,475,669 to a special reserve related to the first-time applications of IFRS as established by BCRA Communiqué "A" 6618 and 12,583,394 to increase the other earnings reserved for future earnings distribution. Furthermore, the abovementioned Shareholders' Meeting approved a cash dividends distribution which is described in note 23 to these condensed consolidated interim financial statements.

34. CAPITAL MANAGEMENT, CORPORATE GOVERNANCE TRANSPARENCY POLICY AND RISK MANAGEMENT

As financial institutions, the activities of Banco Macro SA and Banco del Tucumán SA are governed by the Financial Entities Law No. 21,526, as supplemented, and the regulations issued by the BCRA and are exposed to intrinsic risks related to the financial industry. Moreover, they adhere to the good banking practices laid out in BCRA Communiqué "A" 5201 (Financial Entities Corporate Governance Guidelines) as supplemented. Detailed explanations about the main aspects related to capital management and corporate governance transparency policy and risk management related to the Bank, are disclosed in Note 39 to the consolidated financial statements as of December 31, 2018, already issued.

Additionally, the table below shows the minimum capital requirements measured on a consolidated basis, effective for the month of March 2019, together with the integration thereof (computable equity) as of the end of such month:

Description	03/31/2019
Minimum capital requirements	21,802,125
Computable equity	73,903,312
Capital surplus	52,101,187

35. ADDITIONAL DISCLOSURES

The table below shows the amounts corresponding to the detail of Government and private debt securities as of March 31, 2019 and December 31, 2018.

Description	03/31/2019	12/31/2018
Debt securities at fair value through profit or loss		
Government debt securities	1,514,717	1,242,849
Private securities	1,448,794	1,392,398
Total debt securities at fair value through profit or loss	2,963,511	2,635,247
Other debt securities		
At fair value through OCI		
Government securities	772,254	758,909
Central Bank internal bills	98,918,280	55,069,908
Private securities	693,229	604,766
Total at fair value through OCI	100,383,763	56,433,583

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Description (contd.)	03/31/2019	12/31/2018
At amortized cost		
Government securities	8,613,655	8,148,427
Central Bank internal bills	50,127	
Private securities		2,749
Total at amortized cost	<u>8,663,782</u>	<u>8,151,176</u>
Total other debt securities	<u>109,047,545</u>	<u>64,584,759</u>
Equity instruments		
At fair value through profit or loss	1,504,227	51,518
Total equity instruments	<u>1,504,227</u>	<u>51,518</u>

36. CHANGES IN THE ARGENTINE MACROECONOMIC ENVIRONMENT OF THE FINANCIAL AND CAPITAL MARKETS

The international and local macroeconomic context generates a certain degree of uncertainty regarding its future progress as a result of the financial assets and foreign exchange market volatility and, additionally certain political events and the level of economic growth, among other issues. At a local level, there is an increase in the prices for other relevant economic variables, such as salary costs, exchange rate, interest rates and prices of the main raw materials.

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

37. EVENTS AFTER REPORTING PERIOD

No events occurred between the end of the period and the issuance of these condensed consolidated interim financial statements that may materially affect the financial position or the profit and loss for the period, not disclosed in these condensed consolidated interim financial statements.

38. ACCOUNTING PRINCIPLES – EXPLANATION ADDED FOR TRANSLATION INTO ENGLISH

These condensed consolidated interim financial statements are presented in accordance with the accounting framework established by the BCRA, as mentioned in note 3. These accounting standards may not conform with accounting principles generally accepted in other countries.

**CONSOLIDATED CLASSIFICATION OF LOANS AND OTHER FINANCING
BY SITUATION AND COLLATERAL RECEIVED
AS OF MARCH 31, 2019 AND DECEMBER 31, 2018**

(Translation of the financial statements originally issued in Spanish - See Note 38)

(Figures stated in thousands of pesos)

	<u>03/31/2019</u>	<u>12/31/2018</u>
COMMERCIAL		
In normal situation	<u>67,925,064</u>	<u>70,071,286</u>
With senior "A" collateral and counter-collateral	3,330,056	2,554,501
With senior "B" collateral and counter-collateral	9,326,741	8,453,117
Without senior collateral or counter-collateral	55,268,267	59,063,668
Subject to special monitoring	<u>251,110</u>	<u>213,632</u>
In observation		
With senior "A" collateral and counter-collateral		3,226
With senior "B" collateral and counter-collateral	79,640	68,007
Without senior collateral or counter-collateral	78,367	41,805
In negotiation or with financing agreements		
With senior "A" collateral and counter-collateral	36,593	43,592
With senior "B" collateral and counter-collateral		
Without senior collateral or counter-collateral	56,510	57,002
Troubled	<u>182,799</u>	<u>633,432</u>
With senior "A" collateral and counter-collateral	14,182	
With senior "B" collateral and counter-collateral	71,905	179,598
Without senior collateral or counter-collateral	96,712	453,834
With high risk of insolvency	<u>423,312</u>	<u>283,394</u>
With senior "A" collateral and counter-collateral		1,223
With senior "B" collateral and counter-collateral	348,080	182,130
Without senior collateral or counter-collateral	75,232	100,041
Irrecoverable	<u>11,763</u>	
With senior "B" collateral and counter-collateral	11,527	
Without senior collateral or counter-collateral	236	
Subtotal Commercial	<u>68,794,048</u>	<u>71,201,744</u>

**CONSOLIDATED CLASSIFICATION OF LOANS AND OTHER FINANCING
BY SITUATION AND COLLATERAL RECEIVED
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(Figures stated in thousands of pesos)

	03/31/2019	12/31/2018
CONSUMER AND MORTGAGE		
Performing	<u>109,752,033</u>	<u>108,845,927</u>
With senior "A" collateral and counter-collateral	2,958,352	2,959,968
With senior "B" collateral and counter-collateral	14,777,811	14,552,408
Without senior collateral or counter-collateral	92,015,870	91,333,551
Low risk	<u>2,072,750</u>	<u>2,074,849</u>
With senior "A" collateral and counter-collateral	33,537	48,130
With senior "B" collateral and counter-collateral	122,640	192,993
Without senior collateral or counter-collateral	1,916,573	1,833,726
Medium risk	<u>1,530,447</u>	<u>1,420,894</u>
With senior "A" collateral and counter-collateral	13,864	16,916
With senior "B" collateral and counter-collateral	105,088	79,214
Without senior collateral or counter-collateral	1,411,495	1,324,764
High risk	<u>1,202,517</u>	<u>961,047</u>
With senior "A" collateral and counter-collateral	9,804	13,707
With senior "B" collateral and counter-collateral	61,005	39,126
Without senior collateral or counter-collateral	1,131,708	908,214
Irrecoverable	<u>377,072</u>	<u>234,151</u>
With senior "A" collateral and counter-collateral	6,684	1,260
With senior "B" collateral and counter-collateral	38,559	26,998
Without senior collateral or counter-collateral	331,829	205,893
Irrecoverable according to Central Bank's rules	<u>1,074</u>	<u>904</u>
Without senior collateral or counter-collateral	<u>1,074</u>	<u>904</u>
Subtotal consumer and mortgage	<u>114,935,893</u>	<u>113,537,772</u>
Total	<u><u>183,729,941</u></u>	<u><u>184,739,516</u></u>

This exhibit discloses the contractual figures as established by the BCRA. The conciliation with the consolidated statement of financial position is listed below:

	03/31/2019	12/31/2018
Loans and other financing	177,716,726	178,874,755
+ Allowances for loans and other financing	4,446,089	4,160,745
+ Adjustment IFRS (adjustment amortized cost and fair value)	222,417	257,071
+ Debt securities of financial trust - Measured at amortized cost		2,749
Guarantees provided and contingent liabilities	1,344,709	1,444,196
Total computable items	<u><u>183,729,941</u></u>	<u><u>184,739,516</u></u>

EXHIBIT C**CONSOLIDATED CONCENTRATION OF LOANS AND FINANCING FACILITIES****AS OF MARCH 31, 2019 AND DECEMBER 31, 2018**

(Translation of the financial statements originally issued in Spanish - See Note 38)

(Figures stated in thousands of pesos)

Number of customers	03/31/2019		12/31/2018	
	Cut off balance	% of total portfolio	Cut off balance	% of total portfolio
10 largest customers	19,811,630	10.78	19,431,965	10.52
50 next largest customers	20,154,867	10.97	22,338,631	12.09
100 next largest customers	13,098,867	7.13	13,694,432	7.41
Other customers	130,664,577	71.12	129,274,488	69.98
Total (1)	183,729,941	100.00	184,739,516	100.00

(1) See reconciliation in Exhibit B

CONSOLIDATED BREAKDOWN OF LOANS AND OTHER FINANCING BY TERM

AS OF MARCH 31, 2019

(Translation of the financial statements originally issued in Spanish - See Note 38)

(Figures stated in thousands of pesos)

Remaining terms to maturity								
Item	Matured	Up to 1 month	Over 1 month and up to 3 months	Over 3 months and up to 6 months	Over 6 months and up to 12 months	Over 12 months and up to 24 months	Over 24 months	Total
Non financial government sector		406,355	208,721	257,616	414,651	505,226	84,642	1,877,211
Financial sector		1,207,513	440,952	1,592,489	765,625	202,302	16,931	4,225,812
Non financial private sector and foreign residents	1,718,962	49,313,640	26,220,380	32,333,474	25,199,510	35,940,861	69,526,145	240,252,972
Total	1,718,962	50,927,508	26,870,053	34,183,579	26,379,786	36,648,389	69,627,718	246,355,995

CONSOLIDATED BREAKDOWN OF LOANS AND OTHER FINANCING BY TERM

AS OF DECEMBER 31, 2018

(Translation of the financial statements originally issued in Spanish - See Note 38)

(Figures stated in thousands of pesos)

Remaining terms to maturity								
Item	Matured	Up to 1 month	Over 1 month and up to 3 months	Over 3 months and up to 6 months	Over 6 months and up to 12 months	Over 12 months and up to 24 months	Over 24 months	Total
Non financial government sector		156,275	403,613	434,592	745,089	968,517	323,784	3,031,870
Financial sector		1,097,205	1,733,758	1,205,293	1,698,740	598,110	22,143	6,355,249
Non financial private sector and foreign residents	1,896,929	52,337,082	23,411,664	25,455,967	30,819,902	35,342,048	69,687,361	238,950,953
Total	1,896,929	53,590,562	25,549,035	27,095,852	33,263,731	36,908,675	70,033,288	248,338,072

This exhibit discloses the contractual future cash flows that included interest and charges to be accrued until maturity of the contracts.

EXHIBIT F

CONSOLIDATED CHANGE OF PROPERTY, PLANT AND EQUIPMENT

AS OF MARCH 31, 2019

(Translation of the financial statements originally issued in Spanish - See Note 38)

(Figures stated in thousands of pesos)

Item	Original value at beginning of fiscal year	Total life estimated in years	Increases	Decreases	Depreciation for the period				Residual value at the end of the period
					Accumulated	Decrease	Of the period	At the end	
Cost									
Real property	7,368,876	50	14,118	5,690	340,877	357	34,381	374,901	7,002,403
Furniture and facilities	644,620	10	11,428		182,535		15,575	198,110	457,938
Machinery and equipment	1,515,832	5	154,388	628	781,852	339	68,973	850,486	819,106
Vehicles	139,588	5	3,344	916	85,201	581	5,731	90,351	51,665
Other	1,149		34	31	1,129		7	1,136	16
Work in progress	724,223		281,163						1,005,386
Right of use real property		5	570,021	10,235		841	48,203	47,362	512,424
Total property, plant and equipment	10,394,288		1,034,496	17,500	1,391,594	2,118	172,870	1,562,346	9,848,938

CONSOLIDATED CHANGE OF PROPERTY, PLANT AND EQUIPMENT

AS OF DECEMBER 31, 2018

(Translation of the financial statements originally issued in Spanish - See Note 38)

(Figures stated in thousands of pesos)

Item	Original value at beginning of fiscal year	Total life estimated in years	Increases	Decreases	Depreciation for the fiscal year				Residual value at the end of the fiscal year
					Accumulated	Decrease	For the fiscal year	At the end	
Cost									
Real property (1)	5,291,944	50	2,856,372	779,441	422,212	177,032	95,697	340,877	7,027,998
Furniture and facilities	375,248	10	275,681	6,309	143,554	11	38,992	182,535	462,085
Machinery and equipment	1,046,933	5	585,627	116,728	571,215		210,637	781,852	733,980
Vehicles	117,949	5	38,465	16,825	78,659	14,150	20,692	85,201	54,388
Other	1,122		40	13	1,095		34	1,129	20
Work in progress	2,576,980		1,556,054	3,408,811					724,223
Total property, plant and equipment	9,410,176		5,312,239	4,328,127	1,216,735	191,193	366,052	1,391,594	9,002,694

CONSOLIDATED CHANGE IN INVESTMENT PROPERTY

AS OF MARCH 31, 2019

(Translation of the financial statements originally issued in Spanish - See Note 38)

(Figures stated in thousands of pesos)

Item	Original Value at beginning of fiscal year	Useful life estimated in years	Increases	Decreases	Depreciation for the period				Residual value at the end of the period
					Accumulated	Decrease	Of the period	At the end	
Cost									
Rented properties	90,485	50			8,127		257	8,384	82,101
Other investment properties	198,596	50	32,010		7,350	1	855	8,204	222,402
Total investment property	<u>289,081</u>		<u>32,010</u>		<u>15,477</u>	<u>1</u>	<u>1,112</u>	<u>16,588</u>	<u>304,503</u>

CONSOLIDATED CHANGE IN INVESTMENT PROPERTY

AS OF DECEMBER 31, 2018

(Translation of the financial statements originally issued in Spanish - See Note 38)

(Figures stated in thousands of pesos)

Item	Original Value at beginning of fiscal year	Useful life estimated in years	Increases	Decreases	Depreciation for the fiscal year				Residual value at the end of the fiscal year
					Accumulated	Decrease	For the fiscal year	At the end	
Cost									
Rented properties		50	90,485		8,027		100	8,127	82,358
Other investment properties	658,974	50	303,503	763,881	19,965	18,680	6,065	7,350	191,246
Total investment property (1)	<u>658,974</u>		<u>393,988</u>	<u>763,881</u>	<u>27,992</u>	<u>18,680</u>	<u>6,165</u>	<u>15,477</u>	<u>273,604</u>

(1) During the fiscal year 2018, this item observed transfers to and from property, plant and equipment and/or non current assets held for sale.

EXHIBIT G

CONSOLIDATED CHANGE IN INTANGIBLE ASSETS

AS OF MARCH 31, 2019

(Translation of the financial statements originally issued in Spanish - See Note 38)

(Figures stated in thousands of pesos)

Item	Original Value at beginning of fiscal year	Useful life estimated in years	Increases	Decreases	Depreciation for the period		Of the period	At the end	Residual value at the end of the period
					Accumulated	Decrease			
Cost									
Licenses	600,446	5	96,616		271,952		27,463	299,415	397,647
Other intangible assets	1,887,767	5	165,626		815,244		88,137	903,381	1,150,012
Total intangible assets	2,488,213		262,242		1,087,196		115,600	1,202,796	1,547,659

CONSOLIDATED CHANGE IN INTANGIBLE ASSETS

AS OF DECEMBER 31, 2018

(Translation of the financial statements originally issued in Spanish - See Note 38)

(Figures stated in thousands of pesos)

Item	Original Value at beginning of fiscal year	Useful life estimated in years	Increases	Decreases	Depreciation for the fiscal year		For the fiscal year	At the end	Residual value at the end of the fiscal year
					Accumulated	Decrease			
Cost									
Licenses	344,671	5	256,269	494	195,765	3	66,425	262,187	338,259
Other intangible assets	1,206,227	5	754,508	72,968	527,111		297,898	825,009	1,062,758
Total intangible assets (1)	1,550,898		1,010,777	73,462	722,876	3	364,323	1,087,196	1,401,017

(1) During the fiscal year 2018, there were transfers between different lines of the item, that produce differences between the amounts at the end of one year and the beginning of other, without implying amounts modifications of this item.

CONSOLIDATED DEPOSIT CONCENTRATION
AS OF MARCH 31, 2019 AND DECEMBER 31, 2018

(Translation of the financial statements originally issued in Spanish - See Note 38)

(Figures stated in thousands of pesos)

Number of customers	03/31/2019		12/31/2018	
	Outstanding balance	% of total portfolio	Outstanding balance	% of total portfolio
10 largest customers	22,940,511	8.42	19,840,988	8.34
50 next largest customers	22,180,161	8.14	17,271,242	7.26
100 next largest customers	13,463,109	4.94	10,956,612	4.60
Other customers	214,027,659	78.50	189,885,577	79.80
Total	272,611,440	100.00	237,954,419	100.00

EXHIBIT I
CONSOLIDATED BREAKDOWN OF FINANCIAL LIABILITIES
FOR RESIDUAL TERMS
AS OF MARCH 31, 2019

(Translation of the financial statements originally issued in Spanish - See Note 38)

(Figures stated in thousands of pesos)

Remaining terms to maturity

Item	Up to 1 month	Over 1 month and up to 3 months	Over 3 months and up to 6 months	Over 6 months and up to 12 months	Over 12 months and up to 24 months	Over 24 months	Total
Deposits	221,466,804	44,317,103	8,805,089	1,874,619	56,637	15,242	276,535,494
From the non-financial government sector	22,323,857	5,977,477	393,939	23,676	177		28,719,126
From the financial sector	211,046						211,046
From the non-financial private sector and foreign residents	198,931,901	38,339,626	8,411,150	1,850,943	56,460	15,242	247,605,322
Derivative instruments	44,000	38,758	28,036				110,794
Other Financial Liabilities	16,430,691	42,968	47,641	22,415	28,550	154,262	16,726,527
Financing received from the Central Bank of Argentina and other financial institutions	955,197	707,518	1,080,013	94,235	160,182	146,022	3,143,167
Issued corporate bonds	301,428	283,470	301,428	809,220	1,394,885	6,972,392	10,062,823
Subordinated corporate bonds		585,270		585,270	1,170,539	24,948,090	27,289,169
Total	239,198,120	45,975,087	10,262,207	3,385,759	2,810,793	32,236,008	333,867,974

This exhibit discloses contractual future cash flows that include interests and accessories to be accrued until maturity of the contracts.

**CONSOLIDATED BREAKDOWN OF FINANCIAL LIABILITIES
FOR RESIDUAL TERMS**

AS OF DECEMBER 31, 2018

(Translation of the financial statements originally issued in Spanish - See Note 38)

(Figures stated in thousands of pesos)

Remaining terms to maturity

Item	Up to 1 month	Over 1 month and up to 3 months	Over 3 months and up to 6 months	Over 6 months and up to 12 months	Over 12 months and up to 24 months	Over 24 months	Total
Deposits	198,459,625	33,817,014	7,493,854	1,310,113	64,511	15,985	241,161,102
From the non-financial government sector	17,319,378	1,670,962	639,754	46,091	206		19,676,391
From the financial sector	148,275						148,275
From the non-financial private sector and foreign residents	180,991,972	32,146,052	6,854,100	1,264,022	64,305	15,985	221,336,436
Derivative instruments	1,019		350				1,369
Repo transactions	164,667						164,667
Other financial institutions	164,667						164,667
Other financial liabilities	15,140,459	18,645	9,221	13,064	20,085	140,505	15,341,979
Financing received from the Central Bank of Argentina and other financial institutions	425,053	918,813	1,083,024	470,177	87,151	125,173	3,109,391
Issued corporate bonds	362,534		584,698	734,105	1,441,379	7,387,182	10,509,898
Subordinated corporate bonds			510,412	510,412	1,020,824	21,757,164	23,798,812
Total	214,553,357	34,754,472	9,681,559	3,037,871	2,633,950	29,426,009	294,087,218

This exhibit discloses contractual future cash flows that include interests and accessories to be accrued until maturity of the contracts.

CONSOLIDATED CHANGES IN PROVISIONS**AS OF MARCH 31, 2019**

(Translation of the financial statements originally issued in Spanish - See Note 38)

(Figures stated in thousands of pesos)

Item	Amounts at beginning of fiscal year	Increases	Decreases		03/31/2019
			Reversals	Charge off	
For Administrative, disciplinary and criminal penalties	718				718
Other	1,045,176	185,325	18,045	243,561	968,895
Total Provisions	1,045,894	185,325	18,045	243,561	969,613

CONSOLIDATED CHANGES IN PROVISIONS**AS OF DECEMBER 31, 2018**

(Translation of the financial statements originally issued in Spanish - See Note 38)

(Figures stated in thousands of pesos)

Item	Amounts at beginning of fiscal year	Increases	Decreases		12/31/2018
			Reversals	Charge off	
For Administrative, disciplinary and criminal penalties	718				718
Other	694,201	1,103,870	17,424	735,471	1,045,176
Total Provisions	694,919	1,103,870	17,424	735,471	1,045,894

CONSOLIDATED FOREIGN CURRENCY AMOUNTS
AS OF MARCH 31, 2019 AND DECEMBER 31, 2018

(Translation of the financial statements originally issued in Spanish - See Note 38)

(Figures stated in thousands of pesos)

	03/31/2019					12/31/2018
Items	Total parent company and local branches	Total per currency				Total
		US dollar	Euro	Real	Other	
ASSETS						
Cash and deposits in banks	46,286,435	45,975,658	225,178	19,249	66,350	42,745,328
Debt securities at fair value through profit or loss	298,304	298,304				388,276
Derivative instruments	1,280	1,280				2,738
Other financial assets	1,723,615	1,723,615				1,545,982
Loans and other financing	54,891,238	54,891,238				46,040,211
To the non-financial government sector	2	2				80
Other financial institutions	512,788	512,788				480,324
From the non-financial private sector and foreign residents	54,378,448	54,378,448				45,559,807
Other debt securities	1,312,934	1,312,934				1,217,229
Financial assets delivered as guarantee	1,755,597	1,755,597				929,442
Equity instruments at fair value through profit or loss	7,419	7,419				5,746
TOTAL ASSETS	106,276,822	105,966,045	225,178	19,249	66,350	92,874,952
LIABILITIES						
Deposits	84,978,449	84,978,344	105			71,357,886
Non-financial government sector	2,102,388	2,102,388				2,295,035
Financial sector	166,873	166,873				100,200
Non-financial private sector and foreign residents	82,709,188	82,709,083	105			68,962,651
Other financial liabilities	3,749,012	3,620,703	127,697		612	2,618,946
Financing from Central Bank and other financial Institutions	2,541,038	2,537,857	3,181			2,598,810
Subordinated corporate bonds	17,835,869	17,835,869				15,288,390
Other non-financial liabilities	42,221	42,221				34,948
TOTAL LIABILITIES	109,146,589	109,014,993	130,983		612	91,898,980

EXHIBIT Q**CONSOLIDATED BREAKDOWN OF STATEMENT OF INCOME
AS OF MARCH 31, 2019**

(Translation of the financial statements originally issued in Spanish - See Note 38)
(Figures stated in thousands of pesos)

Items	Net financial Income/ (Loss)
	Mandatory measurement
For measurement of financial assets at fair value through profit or loss	
Gain from government securities	163,866
Gain from private securities	149,146
Gain from derivative financial instruments	
Forward transactions	299,356
Gain from other financial assets	51,056
Gain from equity instruments at fair value through profit or loss	1,401,415
Loss from sales of financial assets at fair value	(90,998)
TOTAL	1,973,841

CONSOLIDATED BREAKDOWN OF STATEMENT OF INCOME
AS OF MARCH 31, 2019

(Translation of the financial statements originally issued in Spanish - See Note 38)
(Figures stated in thousands of pesos)

Interest and adjustment for the application of the effective interest rate of financial assets measured at amortized cost	Net financial Income/ (Loss)
Interest income	
For cash and bank deposits	31,465
For government securities	508,136
For debt securities	1,398
For loans and other financing	
Financial sector	493,886
Non-financial private sector	
Overdrafts	1,871,553
Documents	1,200,923
Mortgage loans	1,310,035
Pledge loans	128,527
Personal loans	5,785,172
Credit cards	2,566,842
Financial leases	43,906
Other	1,123,850
For repo transactions	
Central Bank of Argentina	9,381
Other financial institutions	312,706
TOTAL	15,387,780
Interest expenses	
From deposits	
Non-financial private sector	
Checking accounts	118,000
Saving accounts	96,709
Time deposits and investments accounts	10,371,763
For Financing received from Central Bank of Argentina and other financial institutions	43,328
For repo transactions	
Other financial institutions	70,857
For other financial liabilities	31,010
Issued corporate bonds	452,187
For subordinated corporate bonds	280,492
TOTAL	11,464,346

CONSOLIDATED BREAKDOWN OF STATEMENT OF INCOME
AS OF MARCH 31, 2019

(Translation of the financial statements originally issued in Spanish - See Note 38)
(Figures stated in thousands of pesos)

Interest and adjustment for the application of the effective interest rate of financial assets measured at fair value through other comprehensive income	Income for the period	Other comprehensive income
From Equity Instruments at fair value through profit or loss	9,006,934	(149,234)
Total	9,006,934	(149,234)

Commissions income	Income for the period
Commissions related to obligations	2,134,046
Commissions related to credits	23,823
Commissions related to loans commitments and financial guarantees	2,204
Commissions related to securities value	20,745
Commissions for credit cards	1,071,939
Commissions for insurance	225,124
Commissions related to trading and foreign exchange transactions	73,522
Total	3,551,403

Commissions expenses	Loss for the period
Commissions related to trading and foreign exchange transactions	9,174
Other	
Commissions paid ATM exchange	111,257
Checkbooks commissions and compensating cameras	56,308
Commissions Credit cards and foreign trade	64,645
Total	241,384

CONSOLIDATED BREAKDOWN OF STATEMENT OF INCOME
AS OF MARCH 31, 2018

(Translation of the financial statements originally issued in Spanish - See Note 38)
(Figures stated in thousands of pesos)

Items	Net financial Income/ (Loss)
	Mandatory measurement
For measurement of financial assets at fair value through profit or loss	
Gain from government securities	54,998
Gain from private securities	30,769
Gain from derivative financial instruments	
Forwards transactions	3,295
Gain from other financial assets	36,178
Gain from equity instruments at fair value through profit or loss	34,631
Gain from sales of financial assets at fair value	89,378
Total	249,249

EXHIBIT Q
(Continued)

CONSOLIDATED BREAKDOWN OF STATEMENT OF INCOME
AS OF MARCH 31, 2018

(Translation of the financial statements originally issued in Spanish - See Note 38)
(Figures stated in thousands of pesos)

Interest and adjustment for the application of the effective interest rate of financial assets measured at amortized cost	Net financial Income/ (Loss)
Interest income	
For cash and bank deposits	2,971
For debt securities	52,151
For loans and other financing	
Financial sector	166,870
Non-financial private sector	
Overdrafts	780,576
Documents	657,295
Mortgage loans	578,600
Pledge loans	149,830
Personal loans	4,574,921
Credit cards	1,356,201
Financial leases	33,858
Other	862,283
For repo transactions	
Central Bank of Argentina	15,588
Other financial institutions	19,546
Total	9,250,690
Interest expenses	
From deposits	
Non-financial private sector	
Saving accounts	53,634
Time deposits and investments accounts	2,955,937
For Financing received from Central Bank of Argentina and other financial institutions	13,381
For repo transactions	
Other financial institutions	30,970
For other financial liabilities	29,020
Issued corporate bonds	173,687
For subordinated corporate bonds	139,050
Total	3,395,679

CONSOLIDATED BREAKDOWN OF STATEMENT OF INCOME
AS OF MARCH 31, 2018

(Translation of the financial statements originally issued in Spanish - See Note 38)
(Figures stated in thousands of pesos)

Interest and adjustment for the application of the effective interest rate of financial assets measured at fair value through other comprehensive income	Income for the period	Other comprehensive income
From Equity Instruments at fair value through profit or loss	2,087,081	(61,750)
Total	2,087,081	(61,750)

Commissions income	Income for the period
Commissions related to obligations	1,593,914
Commissions related to credits	17,282
Commissions related to loans commitments and financial guarantees	408
Commissions related to securities value	21,770
Commissions for credit cards	699,024
Commissions for insurance	169,617
Commissions related to trading and foreign exchange transactions	41,374
Total	2,543,389

Commissions expenses	Loss for the period
Commissions related to debt securities	132
Commissions related to trading and foreign exchange transactions	6,753
Other	
Commissions paid ATM exchange	62,720
Checkbooks commissions and compensating cameras	37,340
Commissions Credit cards and foreign trade	77,980
Total	184,925

VALUE ADJUSTMENT FOR CREDIT LOSSES - CONSOLIDATED ALLOWANCES FOR UNCOLLECTIBILITY RISK**AS OF MARCH 31, 2019**

(Translation of the financial statements originally issued in Spanish - See Note 38)

(Figures stated in thousands of pesos)

Item	Amounts at beginning of the fiscal year	Increases	Decreases		03/31/2019
			Reversals	Charge off	
Other financial assets (see Note 9)	5,015	1,129,982	23		1,134,974
Loans and other financing	4,160,745	1,282,164	29,932	966,888	4,446,089
Other financial institutions	52,121	1,826	17,539		36,408
To the non-financial private sector and foreign residents					
Overdrafts	282,498	2,312	493	18,723	265,594
Documents	354,248	120,647	998	18,292	455,605
Mortgage loans	272,753	41,147	669	14,061	299,170
Pledge loans	77,524	12,538	24	421	89,617
Personal loans	1,720,698	476,847		312,488	1,885,057
Credit cards	814,844	176,108	449	105,414	885,089
Financial leases	5,570	1,288	419		6,439
Other	580,489	449,451	9,341	497,489	523,110
TOTAL ALLOWANCES	4,165,760	2,412,146	29,955	966,888	5,581,063

VALUE ADJUSTMENT FOR CREDIT LOSSES - CONSOLIDATED ALLOWANCES FOR UNCOLLECTIBILITY RISK**AS OF DECEMBER 31, 2018**

(Translation of the financial statements originally issued in Spanish - See Note 38)

(Figures stated in thousands of pesos)

Item	Amounts at beginning of the fiscal year	Increases	Decreases		12/31/2018
			Reversals	Charge off	
Other financial assets	5,131	1,850	131	1,835	5,015
Loans and other financing	2,666,738	3,100,127	40,961	1,565,159	4,160,745
Other financial institutions	31,251	25,571	4,701		52,121
To the non-financial private sector and foreign residents					
Overdrafts	139,833	201,391	7,209	51,517	282,498
Documents	202,505	193,753	1,546	40,464	354,248
Mortgage loans	152,116	153,332	14,208	18,487	272,753
Pledge loans	74,380	29,647	3,929	22,574	77,524
Personal loans	1,207,483	1,495,470	267	981,988	1,720,698
Credit cards	590,483	575,386	1,005	350,020	814,844
Financial leases	6,487	273	1,190		5,570
Other	262,200	425,304	6,906	100,109	580,489
TOTAL ALLOWANCES	2,671,869	3,101,977	41,092	1,566,994	4,165,760

CONDENSED SEPARATE INTERIM STATEMENT OF FINANCIAL POSITION
AS OF MARCH 31, 2019, AND DECEMBER 31, 2018
(Translation of the Financial statements originally issued in Spanish – See Note 36)
(Figures expressed in thousands of Pesos)

Items	Notes	Exhibits	03/31/2019	12/31/2018
ASSETS				
Cash and Deposits in Banks			70,068,889	68,178,537
Cash			7,759,906	9,319,226
Central Bank of Argentina			54,087,827	46,046,332
Other Local and Foreign Entities			8,218,445	12,370,152
Other			2,711	442,827
Debt Securities at fair value through profit or loss		A	2,405,282	2,150,737
Derivative Financial Instruments			40,761	14,555
Other financial assets	7	R	2,212,951	2,263,655
Loans and other financing		B, C, D and R	163,808,201	165,209,389
Non financial Public Sector			1,292,560	1,768,254
Other Financial Entities			3,783,880	5,573,806
Non financial Private Sector and Foreign Residents			158,731,761	157,867,329
Other Debt Securities		A	103,301,300	62,654,466
Financial Assets delivered as guarantee	24		6,890,373	6,323,938
Equity instruments at fair value through profit or loss	9	A	1,497,996	47,020
Investment in subsidiaries, associated and joint arrangements			5,403,499	4,888,171
Property, plant and equipment		F	9,339,754	8,512,492
Intangible Assets		G	1,733,401	1,591,857
Other Non financial Assets	7		818,180	629,239
Non current Assets held for sale	9		582,768	804,017
TOTAL ASSETS			368,103,355	323,268,073

CONDENSED SEPARATE INTERIM STATEMENT OF FINANCIAL POSITION
AS OF MARCH 31, 2019, AND DECEMBER 31, 2018
(Translation of the Financial statements originally issued in Spanish – See Note 36)
(Figures expressed in thousands of Pesos)

Items	Notes	Exhibits	03/31/2019	12/31/2018
LIABILITIES				
Deposits		H and I	252,354,230	219,761,923
Non financial Public Sector			18,704,666	11,729,037
Financial Sector			211,041	148,269
Non financial Private Sector and Foreign Residents			233,438,523	207,884,617
Liabilities at fair value through profit or loss				
Derivative Financial Instruments			110,794	1,369
Repo Transactions		I		164,469
Other Financial Liabilities	11	I	15,241,580	14,128,235
Financing received from the Central Bank of Argentina and other financial entities		I	3,107,177	3,297,393
Issued Corporate Bonds	29	I	6,324,187	6,388,191
Current Income Tax Liabilities			4,335,660	2,712,536
Subordinated Corporate Bonds	29	I	17,835,869	15,288,390
Provisions	10	J	891,766	969,754
Deferred Income Tax Liabilities			385,407	254,957
Other Non financial Liabilities	11		5,220,425	5,454,286
TOTAL LIABILITIES			305,807,095	268,421,503
SHAREHOLDERS' EQUITY				
Capital Stock	22	K	669,663	669,663
Non capital contributions			12,428,461	12,428,461
Adjustments to Shareholders' Equity			4,511	4,511
Earnings Reserved			21,995,937	21,995,937
Unappropriated Retained Earnings			19,204,912	3,475,669
Other Comprehensive Income			649,344	543,086
Net Income for the period / fiscal year			7,343,432	15,729,243
TOTAL SHAREHOLDERS' EQUITY			62,296,260	54,846,570
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES			368,103,355	323,268,073

The notes 1 to 36 to the condensed separate interim financial statements and the exhibits A to D, F to L, O, Q and R, are an integral part of the condensed separate interim financial statements.

CONDENSED SEPARATE STATEMENT OF INCOME
FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2019 AND 2018
(Translation of the Financial statements originally issued in Spanish – See Note 36)
(Figures expressed in thousands of Pesos)

Items	Notes	Exhibits	Quarter ended 03/31/2019	Quarter ended 03/31/2018
Interest income		Q	22,776,374	10,386,699
Interest expense		Q	(10,535,662)	(3,137,139)
Net Interest income			12,240,712	7,249,560
Commissions income	15	Q	3,287,947	2,410,453
Commissions expense		Q	(203,587)	(157,616)
Net Commissions income			3,084,360	2,252,837
Subtotal (Net Interest income + Net Commissions income)			15,325,072	9,502,397
Net Income from measurement of financial instruments at fair value through profit or loss		Q	1,854,482	181,178
Profit/ (Loss) from sold assets at amortized cost			7,021	(2,945)
Differences in quoted prices of gold and foreign currency	16		(95,614)	124,523
Other operating income	17		2,920,195	391,929
Allowances for loan losses			(2,079,444)	(517,081)
Net Operating Income			17,931,712	9,680,001
Employee benefits	18		(2,834,876)	(1,837,177)
Administration expenses	19		(1,891,759)	(1,262,104)
Depreciation of Property, plant and equipment		F and G	(275,214)	(147,192)
Other Operating Expenses	20		(2,863,767)	(1,818,335)
Operating Income			10,066,096	4,615,193
Income from subsidiaries, associates and joint arrangements			332,378	399,956
Income before tax on continuing operations			10,398,474	5,015,149
Income tax on continuing operations	14		(3,055,042)	(1,472,967)
Net Income from continuing operations			7,343,432	3,542,182
Net Income for the period			7,343,432	3,542,182

SEPARATE EARNINGS PER SHARE
FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2019 AND 2018
(Translation of Financial statements originally issued in Spanish – See Note 36)
(Figures expressed in thousands of Pesos)

Items	Quarter ended 03/31/2019	Quarter ended 03/31/2018
Net Profit attributable to Parent's shareholders	7,343,432	3,542,182
PLUS: Potential diluted earnings per common share		
Net Profit attributable to Parent's shareholders adjusted as per diluted earnings	7,343,432	3,542,182
Weighted average of outstanding common shares for the period	639,415	669,663
PLUS: Weighted average of the number of additional common shares with dilution effects		
Weighted average of outstanding common shares for the period adjusted as per dilution effect	639,415	669,663
Basic earnings per share	11.4846	5.2895

**CONDENSED SEPARATE INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME
FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2019 AND 2018**

(Translation of the Financial statements originally issued in Spanish – See Note 36)

(Figures expressed in thousands of Pesos)

Items	Notes	Exhibits	Quarter ended 03/31/2019	Quarter ended 03/31/2018
Net Income for the period			7,343,432	3,542,182
Items of Other Comprehensive Income that will be reclassified to profit or loss				
Foreign currency translation differences in financial statements conversion			210,767	53,659
Foreign currency translation differences for the period			210,767	53,659
Profit or losses for financial instruments measured at fair value through OCI (IFRS 9(4.1.2)(a))			(87,715)	(38,835)
Profit or losses for financial instruments at fair value through OCI		Q	(125,308)	(55,478)
Income tax	14		37,593	16,643
Interest in Other Comprehensive Income of associates and joint ventures accounted for using the participation method			(16,794)	(6,315)
Income for the period from interest in Other Comprehensive Income of associates and joint ventures accounted for using the participation method			(16,794)	(6,315)
Total Other Comprehensive Income that will be reclassified to profit or loss for the period			106,258	8,509
Total Other Comprehensive Income			106,258	8,509
Total Comprehensive Income			7,449,690	3,550,691
Total Comprehensive Income attributable to controlling interest			7,449,690	3,550,691

The notes 1 to 36 to the condensed separate interim financial statements and the exhibits A to D, F to L, O, Q and R, are an integral part of the condensed separate interim financial statements.

CONDENSED SEPARATE INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2019

(Translation of Financial statements originally issued in Spanish – See Note 36)

(Figures expressed in thousands of Pesos)

Changes	Notes	Capital stock		Non capital contributions	Adjustments to Shareholders' Equity	Other comprehensive income		Earnings Reserved		Unappropriated Retained Earnings	Total Controlling Interests	Total Equity
		Outstanding shares	In portfolio	Additional paid-in capital		Accumulative foreign currency translation difference in financial statements conversion	Other	Legal	Other			
Amount at the beginning of the fiscal year		640,715	28,948	12,428,461	4,511	869,961	(326,875)	6,872,687	15,123,250	19,204,912	54,846,570	54,846,570
Total comprehensive income for the period												
- Net income for the period										7,343,432	7,343,432	7,343,432
- Other comprehensive income for the period						210,767	(104,509)				106,258	106,258
Treasury shares	22	(1,317)	1,317									
Amount at the end of the period		639,398	30,265	12,428,461	4,511	1,080,728	(431,384)	6,872,687	15,123,250	26,548,344	62,296,260	62,296,260

CONDENSED SEPARATE INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2018

(Translation of Financial statements originally issued in Spanish – See Note 36)

(Figures expressed in thousands of Pesos)

Changes	Notes	Capital stock		Non capital contributions	Adjustments to Shareholders' Equity	Other comprehensive income		Earnings Reserved		Unappropriated Retained Earnings	Total Controlling Interests	Total Equity
		Outstanding shares	In portfolio	Additional paid-in capital		Accumulative foreign currency translation difference in financial statements conversion	Other	Legal	Other			
Amount at the beginning of the fiscal year		669,663		12,428,461	4,511	137,148	67,412	4,994,932	15,368,454	12,864,442	46,535,023	46,535,023
Total comprehensive income for the period												
- Net income for the period										3,542,182	3,542,182	3,542,182
- Other comprehensive income for the period						53,659	(45,150)				8,509	8,509
Amount at the end of the period		669,663		12,428,461	4,511	190,807	22,262	4,994,932	15,368,454	16,406,624	50,085,714	50,085,714

The notes 1 to 36 to the condensed separate interim financial statements and the exhibits A to D, F to L, O, Q and R, are an integral part of the condensed separate interim financial statements.

CONDENSED SEPARATE INTERIM STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED MARCH 31, 2019 AND 2018
(Translation of Financial statements originally issued in Spanish – See Note 36)
(Figures expressed in thousands of Pesos)

Items	Notes	03/31/2019	03/31/2018
CASH FLOWS FROM OPERATING ACTIVITIES			
Income for the period before Income Tax		10,398,474	5,015,149
Adjustments to obtain cash flows from operating activities:			
Amortization and depreciation		275,214	147,192
Allowance for loan losses		2,079,444	517,081
Difference in quoted prices of foreign currency		(3,118,885)	(777,880)
Other adjustments		(462,279)	190,408
Net increase / decrease from operating assets:			
Debt Securities at fair value through profit and loss		(254,545)	414,302
Derivative financial instruments		(26,206)	3,132
Repo transactions			832,525
Loans and other financing			
Non financial public sector		475,694	(3,487)
Other financial entities		1,789,926	(602,531)
Non financial private sector and foreign residents		(2,943,876)	(13,693,318)
Other debt securities		(1,179,977)	9,102,463
Financial assets delivered as guarantee		(566,435)	2,946,242
Equity instruments at fair value through profit or loss		(30,280)	(4,445)
Other assets		(307,637)	(1,030,179)
Net increase / (decrease) from operating liabilities:			
Deposits			
Non financial public sector		6,975,629	(587,246)
Financial sector		62,772	11,799
Non financial private sector and foreign residents		25,553,906	4,459,572
Liabilities at fair value through profit or loss			6,305
Derivative financial instruments		109,425	(9,451)
Repo transactions		(164,469)	(2,678,848)
Other liabilities		232,662	(1,929,107)
Payments for Income Tax		(1,201,223)	(741,629)
TOTAL CASH FROM OPERATING ACTIVITIES (A)		37,697,334	1,588,049

CONDENSED SEPARATE INTERIM STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED MARCH 31, 2019 AND 2018
(Translation of Financial statements originally issued in Spanish – See Note 36)
(Figures expressed in thousands of Pesos)

Items	Notes	03/31/2019	03/31/2018
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments:			
Acquisition of PPE, intangible assets and other assets		(748,253)	(168,168)
TOTAL CASH USED IN INVESTING ACTIVITIES (B)		(748,253)	(168,168)
CASH FLOWS FROM FINANCING ACTIVITIES			
Payments:			
Acquisition or redemption of equity instruments		(199,843)	
Nonsubordinated corporate bonds		(459,077)	
Central Bank of Argentina		(5,904)	
Financing from local financial entities		(277,723)	(525,172)
Other proceeds related to financing activities		(35,197)	
Proceeds:			
Central Bank of Argentina			1,822
TOTAL CASH USED IN FINANCING ACTIVITIES (C)		(977,744)	(523,350)
EFFECT OF EXCHANGE RATE FLUCTUATIONS (D)		5,385,872	1,330,825
TOTAL CHANGES IN CASH FLOWS			
NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C+D)		41,357,209	2,227,356
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FISCAL YEAR	21	123,248,445	37,302,039
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	21	164,605,654	39,529,395

The notes 1 to 36 to the condensed separate interim financial statements and the exhibits A to D, F to L, O, Q and R, are an integral part of the condensed separate interim financial statements.

NOTES TO THE CONDENSED SEPARATE INTERIM FINANCIAL STATEMENTS AS OF MARCH 31, 2019

(Translation of Financial statements originally issued in Spanish – See Note 36)

(Figures expressed in thousands of Pesos)

1. CORPORATE INFORMATION

Banco Macro SA (hereinafter, the "Bank") is a business corporation (sociedad anónima) organized in the Republic of Argentina that offers traditional banking products and services to companies, including those companies operating in regional economies, as well as to individuals, thus strengthening its goal to be a multiservice bank. In addition, the Bank performs certain transactions through its subsidiaries Banco del Tucumán SA, Macro Bank Limited (a company organized under the laws of Bahamas), Macro Securities SA, Macro Fiducia SA and Macro Fondos SGFCISA.

Macro Compañía Financiera SA was created in 1977 as a nonbanking financial institution. In May 1988, it received the authorization to operate as a commercial bank and it was incorporated as Banco Macro SA. Subsequently, as a result of the merger process with other entities, it adopted other names (among them, Banco Macro Bansud SA) and since August 2006, Banco Macro SA.

The Bank's shares are publicly listed on Bolsas y Mercados Argentinos (BYMA) since November 1994 and as from March 24, 2006, they are listed on the New York Stock Exchange (NYSE). Additionally, on October 15, 2015 they were authorized to be listed on the Mercado Abierto Electrónico SA (MAE).

Since 1994, Banco Macro SA's market strategy was mainly focused on the regional areas outside the City of Buenos Aires. Following this strategy, in 1996, Banco Macro SA started the process to acquire entities and assets and liabilities during the privatization of provincial and other banks.

In 2001, 2004, 2006 and 2010, the Bank acquired the control of Banco Bansud SA, Nuevo Banco Suquía SA, Nuevo Banco Bisel SA and Banco Privado de Inversiones SA, respectively. Such entities merged with and into Banco Macro SA in December 2003, October 2007, August 2009 and December 2013, respectively. In addition, during the fiscal year 2006, Banco Macro SA acquired control over Banco del Tucumán SA.

On May 9, 2019, the Bank's Board of Directors approved the issuance of these condensed separate interim financial statements.

2. OPERATIONS OF THE BANK

Note 2 to the condensed consolidated interim financial statements includes a detailed description of the agreements that relate the Bank and its subsidiary Banco del Tucumán SA to the provincial and municipal governments.

In addition, as mentioned in note 2.4 to the condensed consolidated interim financial statement, the Bank acquired shares of Banco del Tucumán SA for an amount of 456,757. This transaction was registered by the acquisition method. The difference between the consideration paid and the application of the purchase price method gave rise to goodwill recognition for an amount of 210,927.

On the other hand, on October 17, 2018, the Board of Directors of Banco Macro SA, decided to initiate negotiations for the merger reorganization between Banco Macro SA and Banco del Tucumán SA (see additionally note 2 to the condensed consolidated interim financial statements).

In addition, on April 30, 2019, the Shareholders' Meeting of the Bank decided, among other issues, to approve a preliminary merger agreement, the special consolidated financial statement of merger as of December 31, 2018, the exchange relationship of shares, the legal feasibility Report and the technical, economic and financial feasibility Report of the merger between Banco Macro SA and Banco del Tucumán SA (see additionally note 2 to the condensed consolidated interim financial statements).

3. BASIS FOR THE PREPARATION OF THESE FINANCIAL STATEMENTS AND APPLICABLE ACCOUNTING STANDARDS

On February 12, 2014 the BCRA, through Communiqué "A" 5541 established the general guidelines towards conversion to the IFRS issued by the International Accounting Standards Board (IASB) for preparing the financial statements of the entities under its supervision, for the annual fiscal years beginning on January 1, 2018 as well as those of interim-periods.

NOTES TO THE CONDENSED SEPARATE INTERIM FINANCIAL STATEMENTS AS OF MARCH 31, 2019

(Translation of Financial statements originally issued in Spanish – See Note 36)

(Figures expressed in thousands of Pesos)

Additionally, through Communiqués “A” 6114, the BCRA set specific guidelines within the scope of such convergence process, among which it defined (i) the transitory exception to the application of section 5.5 “Impairment” of the IFRS 9 “Financial Instruments” (sections B5.5.1 to B5.5.55) up to the fiscal years beginning as of January 1, 2020; and (ii) in order to calculate the effective interest rate of assets and liabilities so requiring it for the measurement thereof, pursuant to IFRS 9, up to December 31, 2019, the Bank may transitorily make a global estimate of the calculation of the effective interest rate on a group of financial assets or liabilities with similar characteristics which shall be applied such effective interest rate. To the date of issuance of the present condensed separate interim financial statements the Bank is in the process of quantifying the effect that the application of section 5.5 “Impairment” mentioned in (i) above will have at the end of the first quarter of 2019. However, in December 31, 2018 the effect was quantified, resulting in that the Shareholders’ equity would increase for an amount of 205,257.

As of March 31, 2019, the conditions to apply inflation adjustments in the separate financial statement for the three-month period ended on that date, as established by IAS 29 “Financial Reporting in Hyperinflationary Economy” were met. However, for the reasons described in section “measuring unit” of this note, financial institutions, transitorily, cannot apply the abovementioned standard.

Note 3 to the condensed consolidated interim financial statements presents a detailed description of the basis for the presentation of these condensed separate interim financial statements. The main accounting policies used and the relevant information of the subsidiaries as well as all that is explained therein shall apply to these condensed separate interim financial statements.

These condensed separate interim financial statements, were prepared in accordance with the framework set forth by the Central Bank as mentioned in the previous paragraphs, for which these condensed separate interim financial statements, are based on IAS 34 “Interim Financial Reporting”. In that sense, these condensed separate interim financial statements include all the necessary information for an appropriate understanding, by the users thereof, of the basis for the preparation and disclosure used therein, as well as the relevant events and transactions occurred after the issuance of the last annual separate financial statements for the fiscal year ended December 31, 2018. Nevertheless, the present condensed separate interim financial statements do not include all the information or all the disclosures required for the annual separate financial statements prepared in accordance with the IAS 1 “Presentation of Financial Statements”. Therefore, these condensed separate interim Financial Statements must be read together with the annual separate financial statements for the fiscal year ended December 31, 2018, already issued.

Measuring unit

IFRS require that the financial statements of an entity whose functional currency is the currency of a hyperinflationary economy be restated in terms of measuring unit current at the end of the reporting period. To achieve consistency in identifying an economic environment of that nature, IAS 29 establishes (i) certain qualitative indicators, not limited to, consisting of analyzing the general population behavior, prices, interest rates and wages with changes to a price index and the loss of purchasing power, and (ii) a quantitative indicator which is the most common in practice, consisting of a three-year cumulative inflation rate of 100% or above. Whilst in the recent years there was an important increase in the general level of prices, the three-year cumulative inflation had maintained in Argentina below 100%. However, due to miscellaneous macroeconomic factors the three-year inflation rate exceeds that figure, and, also the Argentine government goals and other available estimates indicate that this trend will not be reversed in the short term.

Consequently, the Argentine economy is currently considered hyperinflationary under IAS 29 and the Argentine financial entities that are required to apply the IFRSs adopted by the BCRA through Communiqué “A” 6114 and the functional currency of which is the Argentine peso should restate their financial statements. Such restatement should be applied as if the economy had always been hyperinflationary, using a general price index that reflects changes in general purchasing power. To apply the restatement, a series of indexes will be used, as prepared and published on a monthly basis by the Argentine Federation of Professionals Councils in Economic Sciences (FACPCE, for its acronym in Spanish), which combines consumer price index (CPI) on a monthly basis published by the Argentine Institute of Statistics and Censuses (INDEC, for its acronym in Spanish) since January 2017 (baseline month: December 2016) with the wholesale prices indexes published by the INDEC until that date. For the months of November and December 2015, for which the INDEC did not publish the wholesale price index (WPI) variation, the CPI variation for the CABA is used.

**NOTES TO THE CONDENSED SEPARATE INTERIM FINANCIAL STATEMENTS
AS OF MARCH 31, 2019**

(Translation of Financial statements originally issued in Spanish – See Note 36)
(Figures expressed in thousands of Pesos)

Considering the abovementioned index, the inflation rate was 11.78% for the three-month period ended on March 31, 2019 and 47.64% for the fiscal year ended on December 31, 2018.

Notwithstanding the above, as established by BCRA Communiqué "A" 6651, financial institutions shall start the inflation adjustment on its financial statements according to IAS 29, for the fiscal years beginning on January 1, 2020.

The nonrecognition of changes in the general purchasing power under hyperinflationary conditions, may distort accounting information and, therefore, this situation should be taken into account in the interpretation of the Bank's information on these condensed separate interim financial statements over financial position, the result of its operations and its cash flows.

Below there is a description of the main impacts if IAS 29 were to be applied:

- (a) Financial Statements shall be restated considering the changes in the general purchasing power of the currency to ensure that they are stated in the current measuring unit at end of the reporting period.
- (b) To sum up, the restating mechanism provided by IAS 29 is as follows:
 - (i) Monetary items (the ones that are already stated in terms of the current measuring unit) are not restated because they are already expressed in terms of the monetary unit current at the end of the reporting period. In an inflationary period, an entity holding monetary assets generates purchasing power loss and holding monetary liabilities generates purchasing power gain, provided that the assets and liabilities are not linked to an adjustment mechanism that offsets, in some extend such effects. The net gain or loss on a monetary basis shall be included in profit or loss for the period.
 - (ii) Assets and liabilities subject to adjustments based on specific agreements will be adjusted in accordance with such agreements.
 - (iii) Nonmonetary items stated at current cost at the end of the reporting period, are not restated for presentation purposes in the statement of financial position, but the adjustment process must be completed to determine, in terms of constant measurement unit, the income or loss produced by holding these nonmonetary items.
 - (iv) Nonmonetary items carried at historical cost or at current cost at some earlier date before the reporting date, shall be restated by an index that reflects the general level of price variation from the acquisition or revaluation date to the closing date, proceeding then to compare the restated amounts of those assets with their recoverable amounts. Income or loss for the period related to depreciation of property, plant and equipment and amortization of intangible assets and other nonmonetary cost shall be determined over the new restated amounts.
 - (v) When an entity capitalizes borrowing cost in the nonmonetary assets, the part of the borrowing cost that compensates for the inflation during the same period will not be capitalized.
 - (vi) The restatement of nonmonetary assets in terms of a current measurement unit at the end of the reporting period, without an equivalent adjustment for tax purposes generates a taxable temporary difference and a deferred income tax liability is recognized and the contra account is recognized as profit or loss for the period. When, beyond the restatement, there is a revaluation of nonmonetary assets, the deferred tax related to the restatement is recognized in profit or loss for the period and deferred tax related with the revaluation is recognized in other comprehensive income for the period.
 - (vii) Income and expenses are restated from the date the items were recorded, except for those income or loss items that reflect or include, in their determination, the consumption of assets measured at the currency purchasing power from a date prior to that when the consumption was recorded, which is restated using as a basis the acquisition date of the assets related to the item, and except for income or losses arising from comparing the two measurements at currency purchasing power of different dates, for which it requires to identify the compared amounts, to restate them separately and to repeat the comparison, with the restated amounts.

At the beginning of the first period of application of the restatement of financial statements in constant currency, the components of equity, except for the retained earnings, are restated according IAS 29, and the retained earning amount is determinated as a difference, once the equity items were restated.

NOTES TO THE CONDENSED SEPARATE INTERIM FINANCIAL STATEMENTS AS OF MARCH 31, 2019

(Translation of Financial statements originally issued in Spanish – See Note 36)
(Figures expressed in thousands of Pesos)

As of the date of issuance of these condensed separate interim financial statements, the Bank is in the process of quantifying the effects that would result from the IAS 29 application, at the end of the first quarter of 2019, but estimates that such effects could be significant. As of December 31, 2018 and for the fiscal year ended on that date, including the effects for the application of section 5.5. "Impairment" of the IFRS 9 abovementioned, Shareholders' equity would increase for an amount of 6,312,330 and the comprehensive income would decrease for an amount of 16,840,012.

Subsidiaries

As mentioned in note 1, the Bank performs certain transactions through its subsidiaries.

Subsidiaries are all the entities controlled by the Bank. As described in note 3 to the condensed consolidated interim financial statements, an entity controls another entity when it is exposed, or has rights, to variable returns from its continuing involvement with such other entity, and has the ability to use its power to direct the operating and financing policies of such other entity, to affect the amounts of such returns.

As provided under IAS 27 "Consolidated and Separate Financial Statements", investments in subsidiaries were accounted for using the "equity method", established in IAS 28. When using this method, investments are initially recognized at cost, and such amount increases or decreases to recognize investor's interest in profits and losses of the entity after the date of acquisition or creation.

Shares in profits and losses of subsidiaries and associates are recognized under "Income from subsidiaries, associates and joint ventures" in the statement of income. Ownership interest in other comprehensive income of subsidiaries is accounted for under "Income for the fiscal year in other comprehensive income of subsidiaries, associates and joint ventures accounted for using the participation method", in the statement of other comprehensive income.

Transcription in the Books of Accounts

As of the date of these condensed separate interim financial statements, the same are in the process of being transcribed in the Books of Accounts of Banco Macro SA.

New standards adopted

New pronouncements are described in note 3 to the condensed consolidated interim financial statements.

New pronouncements

New pronouncements are described in note 3 to the condensed consolidated interim financial statements.

4. CONTINGENT TRANSACTIONS

In order to meet specific financial needs of customers, the Bank's credit policy also includes, among others, the granting of guarantees, securities, bonds, letters of credit and documentary credits. Although these transactions are not recognized in the statement of financial position, since they imply a possible liability for the Bank, they expose the Bank to credit risks other than those recognized in the statement of financial position and are, therefore, an integral part of the total risk of the Bank.

As of March 31, 2019 and December 31, 2018, the Bank maintains the following contingent transactions:

	<u>03/31/2019</u>	<u>12/31/2018</u>
Overdraft and unused agreed commitments (*)	652,284	634,288
Guarantees granted (*)	971,246	940,990
Letters of credit	<u>14,231</u>	<u>256,788</u>
	<u>1,637,761</u>	<u>1,832,066</u>

**NOTES TO THE CONDENSED SEPARATE INTERIM FINANCIAL STATEMENTS
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- (*) Includes transactions not covered by BCRA debtor classification standards. For overdraft and unused agreed commitments, it includes an amount of 105,964 and 221,220, as of March 31 2019 and December 31, 2018, respectively. For guarantee granted it includes the amount of 187,088 and 166,650, as of March 31, 2019 and December 31, 2018, respectively.

Risks related to the contingent transactions described above have been evaluated and are controlled within the framework of the Bank's credit risk policy detail in note 39 to the consolidated financial statements as of December 31, 2018, already issued.

5. FAIR VALUE QUANTITATIVE AND QUALITATIVE DISCLOSURES

Note 5 to the condensed consolidated interim financial statements describes the methods and assumptions used to determine the fair value, both of the financial instruments recognized at fair value as of those not accounted for at such fair value in these condensed separate interim financial statements. In addition, the Bank discloses the relevant information as to instruments included in Level 3 of the fair value hierarchy.

Notwithstanding the above, the Bank's Management has used its best judgment to estimate the fair values of its financial instruments; any technique to perform such estimate implies certain inherent fragility level.

Fair value hierarchy

The Bank uses the following hierarchy to determine and disclose the fair value of financial instruments, according to the valuation technique applied:

- Level 1: quoted prices (unadjusted) observable in active markets that the Bank accesses to at the measurement day for identical assets or liabilities. The Bank considers markets as active only if there are sufficient trading activities with regards to the volume and liquidity of the identical assets or liabilities and when there are binding and exercisable price quotes available at each reporting period.
- Level 2: Valuation techniques for which the data and variables having a significant impact on the determination of the fair value recognized or disclosed are observable for the asset or liability, either directly or indirectly. Such inputs include quoted prices for similar assets or liabilities in active markets, quoted prices for identical instruments in inactive markets and observable inputs other than quoted prices such as interest rates and yield curves, implied volatilities, and credit spreads. In addition, adjustments to level 2 inputs may be required for the condition or location of the asset or the extent to which it relates to items that are comparable to the valued instrument. However, if such adjustments are based on unobservable inputs which are significant to the entire measurement, the Bank will classify the instruments as Level 3.
- Level 3: Valuation techniques for which the data and variables having a significant impact on the determination of the fair value recognized or disclosed are not based on observable market information.

Description	Financial assets and financial liabilities measured at fair value on a recurring basis as of March 31, 2019			
	Total	Level 1	Level 2	Level 3
Financial assets				
At fair value through profit or loss				
Debt Securities at fair value through profit or loss	2,405,282	967,374	128,374	1,309,534
Derivative Financial Instruments	40,761	2,201	38,560	
Other financial assets	64,635			64,635
Equity instruments at fair value through profit or loss	1,497,996	6,308		1,491,688
At fair value through OCI				
Other debt securities	94,637,518	60,158,605	34,478,913	
Total	98,646,192	61,134,488	34,645,847	2,865,857

**NOTES TO THE CONDENSED SEPARATE INTERIM FINANCIAL STATEMENTS
AS OF MARCH 31, 2019**

(Translation of Financial statements originally issued in Spanish – See Note 36)

(Figures expressed in thousands of Pesos)

Description (contd.)	Financial assets and financial liabilities measured at fair value on a recurring basis as of March 31, 2019			
	Total	Level 1	Level 2	Level 3
Financial liabilities				
At fair value through profit or loss				
Derivatives financial instruments	110,794	36,451	74,343	
Total	110,794	36,451	74,343	
Description	Financial assets and financial liabilities measured at fair value on a recurring basis as of December 31, 2018			
	Total	Level 1	Level 2	Level 3
Financial assets				
At fair value through profit or loss				
Debt Securities at fair value through profit or loss	2,150,737	591,483	268,202	1,291,052
Derivative Financial Instruments	14,555	10,994	3,561	
Other financial assets	91,168			91,168
Financial Assets delivered as guarantee	150,456	150,456		
Equity instruments at fair value through profit or loss	47,020	4,777		42,243
At fair value through OCI				
Other debt securities				
Financial Assets delivered as guarantee	55,296,382	41,508,836	13,787,546	
Total	57,750,318	42,266,546	14,059,309	1,424,463
Financial liabilities				
At fair value through profit or loss				
Derivatives financial instruments	1,369	593	776	
Total	1,369	593	776	

Below there is the reconciliation between the amounts at the beginning and the end of the period or fiscal year, as applicable, of the financial assets and liabilities recognized at fair value, using the valuation technical information based on the Bank's own assumptions, as of March 31, 2019 and December 31, 2018:

Description	Fair values using valuation techniques based on the Bank's own assumptions (level 3) March 31, 2019		
	Debt Securities	Other financial assets	Equity instruments at fair value through profit or loss
Amount at the beginning	1,291,052	91,168	42,243
Transfers to Level 3			
Transfers from Level 3			
Profit and loss	(51,421)	(3,293)	28,749
Purchases, sales, issuance and settlement	69,903	(23,240)	1,420,696 (*)
Amount at end of the period	1,309,534	64,635	1,491,688

(*) It is related to the reclassification according to IFRS 5 of non current assets held for sale. See additionally note 9 to these condensed separate interim financial statements.

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Description	Fair values using valuation techniques based on the Bank's own assumptions (level 3) December 31, 2018		
	Debt securities	Other financial assets	Investments in equity instruments
Amount at the beginning	35,841	161,751	33,197
Transfers to Level 3			
Transfers from Level 3			
Profit and loss	(200,279)	(92,022)	9,046
Purchases, sales, issuance and settlement	1,455,490	21,439	
Amount at end of the fiscal year	1,291,052	91,168	42,243

Instruments measured as level 3 include mainly equity instruments at fair value through profit or loss and debt securities, for which the construction of fair values was obtained based on the Bank's own assumptions that are not easily observable in the market.

Changes in fair value levels

The Bank monitors the availability of information in the market to evaluate the classification of financial instruments into the fair value hierarchy, as well as the resulting determination of transfers between levels 1, 2 and 3 at each period end.

As of March 31, 2019 and December 31, 2018, the Bank has not recognized any transfers between levels 1, 2 and 3 of the fair value hierarchy.

Financial assets and liabilities not recognized at fair value

The following table shows a comparison between the fair value and the carrying amount of financial instruments not recognized at fair value as of March 31, 2019 and December 31, 2018:

	03/31/2019				Fair value
	Carrying amount	Level 1	Level 2	Level 3	
Financial assets					
Cash and deposits in banks	70,068,889	70,068,889			70,068,889
Other financial assets	2,148,316	2,148,316			2,148,316
Loans and other financing	163,808,201		114,374	151,453,424	151,567,798
Other debt securities	8,663,782	123,958	8,759,945		8,883,903
Financial assets delivered as guarantee	6,890,373	6,890,373			6,890,373
	<u>251,579,561</u>	<u>79,231,536</u>	<u>8,874,319</u>	<u>151,453,424</u>	<u>239,559,279</u>
Financial liabilities					
Deposits	252,354,230	99,189,751		153,080,571	252,270,322
Other financial liabilities	15,241,580	14,478,588	190,609		14,669,197
Financing received from the BCRA and other financial entities	3,107,177	2,341,815	696,583		3,038,398
Issued corporate bonds	6,324,187		4,960,367		4,960,367
Subordinated corporate bonds	17,835,869		14,761,625		14,761,625
	<u>294,863,043</u>	<u>116,010,154</u>	<u>20,609,183</u>	<u>153,080,571</u>	<u>289,699,909</u>

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	12/31/2018				
	Carrying amount	Level 1	Level 2	Level 3	Fair value
Financial Assets					
Cash and deposits in banks	68,178,537	68,178,537			68,178,537
Other financial assets	2,172,487	2,172,487			2,172,487
Loans and other financing	165,209,389		175,685	150,201,015	150,376,700
Other debt securities	7,358,084	173,337	7,158,360		7,331,697
Financial assets delivered as guarantee	6,173,482	6,141,490	31,992		6,173,482
	<u>249,091,979</u>	<u>76,665,851</u>	<u>7,366,037</u>	<u>150,201,015</u>	<u>234,232,903</u>
Financial liabilities					
Deposits	219,761,923	99,926,237		119,925,037	219,851,274
Repo transactions	164,469	164,469			164,469
Other financial liabilities	14,128,235	13,962,137	166,522		14,128,659
Financing received from the BCRA and other financial entities	3,297,393	2,532,284	731,729		3,264,013
Issued corporate bonds	6,388,191		4,992,566		4,992,566
Subordinated corporate bonds	15,288,390		12,260,778		12,260,778
	<u>259,028,601</u>	<u>116,585,127</u>	<u>18,151,595</u>	<u>119,925,037</u>	<u>254,661,759</u>

6. INVESTMENTS IN ASSOCIATES AND JOINT ARRANGEMENTS

The Bank's interests on associates and joint ventures are disclosed in note 6 to the condensed consolidated interim financial statements.

7. OTHER FINANCING AND NON FINANCING ASSETS

The breakdown of other financial and non financial assets as of March 31, 2019 and December 31, 2018 is as follows:

Other financial assets	03/31/2019	12/31/2018
Sundry debtors (note 9)	2,257,948	1,676,034
Amounts receivables from spot and forward sales pending settlements	203,355	489,635
Private securities	64,635	91,168
Allowances (note 9)	(1,134,913)	(4,931)
Other	821,926	11,749
	<u>2,212,951</u>	<u>2,263,655</u>
Other non financial assets	03/31/2019	12/31/2018
Advanced prepayment	159,398	159,231
Tax advances	26,467	33,185
Investment in property	244,923	213,874
Other	387,392	222,949
	<u>818,180</u>	<u>629,239</u>

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(Figures expressed in thousands of Pesos)

8. RELATED PARTIES

A related party is a person or entity that is related to the Bank:

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

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Bank, directly or indirectly. The Bank considers as key management personnel, for the purposes of IAS 24, the members of the Board of Directors and the senior management members of the Risk Management Committee, the Assets and Liabilities Committee and the Senior Credit Committee.

As of March 31, 2019 and December 31, 2018, amounts related to transactions generated with related parties are as follows:

- Information as of March 31, 2019

	Main subsidiaries						
	Banco del Tucumán SA	Macro Bank Limited	Macro Securities SA	Associates	Key management personnel	Other related parties	Total
Assets							
Cash and deposits in banks		347					347
Derivative financial instruments					28,969		28,969
Other financial assets	12,240						12,240
Loans and other financing (1)							
Documents						419,104	419,104
Overdrafts					489	132,632	133,121
Credit cards			230		15,985	74,919	91,134
Leases			4,958			1,107	6,065
Personal loans					859		859
Mortgage loans					55,487		55,487
Other loans						268,280	268,280
Guarantees granted						473,837	473,837
Total assets	12,240	347	5,188		101,789	1,369,879	1,489,443
Liabilities							
Deposits		13	488,931	9,927	3,263,072	1,590,991	5,352,934
Derivative instruments					29,212	42,260	71,472
Other financial liabilities			29,504		50	91	29,645
Financing received from the BCRA and other financial entities	87,140						87,140
Issued corporate bonds			10,687				10,687
Subordinated corporate bonds						57,161	57,161
Total liabilities	87,140	13	529,122	9,927	3,292,334	1,690,503	5,609,039

(1) The maximum financing amount for loans and other financing as of March 31, 2019 for Macro Securities SA, Key management personnel and other related parties amounted to 5,188, 92,871 and 1,702,201, respectively.

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- Information as of December 31, 2018

	Main subsidiaries						
	Banco del Tucumán SA	Macro Bank Limited	Macro Securities SA	Associates	Key management personnel	Other related parties	Total
Assets							
Cash and deposits in banks		583					583
Other financial assets	2,504		25,276	20,660			48,440
Loans and other financing (1)							
Documents						331,265	331,265
Overdrafts			6		3,505	143,936	147,447
Credit cards			286		17,012	50,948	68,246
Leases			5,746			1,407	7,153
Personal loans					1,003		1,003
Mortgage loans					51,559		51,559
Other loans						232,670	232,670
Guarantees granted						391,699	391,699
Other nonfinancial assets			83,178				83,178
Total assets	2,504	583	114,492	20,660	73,079	1,151,925	1,363,243

	Main subsidiaries						
	Banco del Tucumán SA	Macro Bank Limited	Macro Securities SA	Associates	Key management personnel	Other related parties	Total
Liabilities							
Deposits		13	311,073	1,774,149	4,859,377	589,610	7,534,222
Other financial liabilities				101,232	29	514	101,775
Financing received from the BCRA and other financial entities	301,742						301,742
Issued corporate bonds			11,231				11,231
Subordinated corporate bonds						46,605	46,605
Total Liabilities	301,742	13	322,304	1,875,381	4,859,406	636,729	7,995,575

- (1) The maximum financing amount for loans and other financing as of December 31, 2018 for Banco del Tucumán SA, Macro Bank Limited, Macro Securities SA, associates, Key management personnel and other related parties amounted to 2,550,000, 0, 7,216, 0, 79,066 and 1,533,270, respectively.

As of March 31, 2019 and 2018, income (loss) related to transactions generated with related parties are as follows:

- Information as of March 31, 2019

	Main subsidiaries						
	Banco del Tucumán SA	Macro Bank Limited	Macro Securities SA	Associates	Key management personnel	Other related parties	Total
Income							
Interest income	33,844		899		1,154	17,949	53,846
Interest expense	(65,981)			(602)	(292,001)	(166,302)	(524,886)
Commissions income	2		110	37	1	976	1,126
Net income from measurement of financial instruments at fair value through profit or loss					(243)	(42,260)	(42,503)
Other operating income	7,671	1				5	7,677
Administrative expenses						(3,317)	(3,317)
Other operating expenses						(8,660)	(8,660)
Loss / (income)	(24,464)	1	1,009	(565)	(291,089)	(201,609)	(516,717)

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- Information as of March 31, 2018

	Main subsidiaries						
	Banco del Tucumán SA	Macro Bank Limited	Macro Securities SA	Associates	Key management personnel	Other related parties	Total
Income							
Interest income	50,567		439		572	6,635	58,213
Interest expense				(54,186)	(1,578)	(136)	(55,900)
Commissions income	3		57	22	3	1,112	1,197
Other operating income	5,164					3	5,167
Administrative expenses	(4)					(3,248)	(3,252)
Other operating expenses				(230,972)	(1)	(5,128)	(236,100)
Income / (loss)	55,730		496	(285,136)	(1,003)	(762)	(230,675)

(1) These losses are mainly generated by debit and credit cards processing expenses billed by Prisma Medios de Pago SA.

Transactions generated by the Bank with related parties for transactions arranged within the usual and ordinary course of business were performed in normal market conditions, both as to interest rates and prices and as to the required guarantees.

The Bank does not have loans granted to Directors and other key management personnel secured with shares.

Total remunerations received as salary and bonus by the key management personnel as of March 31, 2019 and 2018, totaled 24,683 and 16,407, respectively. In addition, fees received by the Directors as of March 31, 2019 and 2018 amounted to 219,062 and 125,684, respectively.

Additionally, the composition of the Board of Directors and key management personnel is as follows:

	<u>03/31/2019</u>	<u>12/31/2018</u>
Board of Directors	14	14
Senior manager of the key management personnel	<u>10</u>	<u>10</u>
	<u>24</u>	<u>24</u>

9. NONCURRENT ASSETS HELD FOR SALE – PRISMA MEDIOS DE PAGO SA

Noncurrent assets held for sale as of March 31, 2019 are described in note 9 to the condensed consolidated interim financial statements, as well as the movements in the remaining holdings in Prisma Medios de Pago SA.

10. PROVISIONS

This item includes the amounts estimated to face a liability of probable occurrence, which if occurring, would originate a loss for the Bank.

Exhibit J "Changes in Provisions" presents the changes in provisions as of March 31, 2019 and December 31, 2018.

The expected terms to settle these obligations are as follows:

	<u>03/31/2019</u>			
	Within 12 months	Beyond 12 months	<u>03/31/2019</u>	<u>12/31/2018</u>
For administrative, disciplinary and criminal penalties		718	718	718
Commercial claims	478,258	35,806	514,064	513,859
Labor lawsuits in progress	54,544	71,510	126,054	110,095
Pension funds - reimbursement	42,456	40,266	82,722	116,061
Other	137,918	30,290	168,208	229,021
	<u>713,176</u>	<u>178,590</u>	<u>891,766</u>	<u>969,754</u>

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In the opinion of the Management of the Bank and its legal counsel, there are no other significant effects than those disclosed in these condensed separate interim financial statements, the amounts and settlement terms of which have been recognized based on the current value of such estimates, considering the probable settlement date thereof.

11. OTHER FINANCIAL AND NON FINANCIAL LIABILITIES

The breakdown of other financial and non financial liabilities as of March 31, 2019 and December 31, 2018 is as follows:

Other financial liabilities	03/31/2019	12/31/2018
Financing liabilities	6,877,026	7,612,928
Credit card settlement - due to merchants	1,957,567	1,870,659
Amounts payable for spot and forward purchases pending settlement	1,811,886	1,109,752
Collections and other transactions on account and behalf others	606,344	723,352
Finance leases liabilities	563,962	
Other	3,424,795	2,811,544
	15,241,580	14,128,235

Other non financial liabilities	03/31/2019	12/31/2018
Salaries and payroll taxes payables	1,447,034	1,706,975
Withholdings	1,232,489	1,151,327
Taxes payables	1,198,949	1,220,814
Miscellaneous payables	533,662	577,105
Fees payables	225,036	140,036
Retirement pension payment orders pending settlement	189,865	234,275
Other	393,390	423,754
	5,220,425	5,454,286

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

The following tables show the analysis of financial assets and liabilities the Bank expects to recover and settle as of March 31, 2019 and December 31, 2018:

03/31/2019	Without due date	Total up to 12 months	Total over 12 months
Assets			
Cash and deposits in banks	70,068,889		
Debt securities at fair value through profit or loss	877,247	501,834	1,026,201
Derivative instruments		40,761	
Other financial assets	1,528,392	608,638	75,921
Loans and other financing (1)	872,958	105,867,845	57,067,398
Other debt securities		94,536,765	8,764,535
Financial assets delivered as guarantee	6,890,373		
Equity instruments at fair value through profit or loss	1,497,996		
Total assets	81,735,855	201,555,843	66,934,055
Liabilities			
Deposits	96,561,576	155,732,003	60,651
Derivative instruments		110,794	
Other financial liabilities		15,076,930	164,650
Financing received from BCRA and other financial entities		2,843,244	263,933
Issued corporate bonds		392,590	5,931,597
Subordinated corporate bonds		494,549	17,341,320
Total liabilities	96,561,576	174,650,110	23,762,151

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12/31/2018	Without due date	Total up to 12 months	Total over 12 months
Assets			
Cash and deposits in banks	68,178,537		
Debt securities at fair value through profit or loss		1,349,106	801,631
Derivative instruments		14,555	
Other financial assets	1,354,255	843,190	66,210
Loans and other financing (1)	1,198,862	106,719,119	57,291,408
Other debt securities		55,778,747	6,875,719
Financial assets delivered as guarantee	6,141,490	182,448	
Equity instruments at fair value through profit or loss	47,020		
Total assets	76,920,164	164,887,165	65,034,968
Liabilities			
Deposits	97,057,501	122,635,635	68,787
Derivative instruments		1,369	
Repo transactions		164,469	
Other financial liabilities		13,982,160	146,075
Financing received from BCRA and other financial entities		3,127,049	170,344
Issued corporate bonds		306,639	6,081,552
Subordinated corporate bonds		165,070	15,123,320
Total liabilities	97,057,501	140,382,391	21,590,078

(1) The amounts included in "without due date", are related with the non-performing portfolio.

13. DISCLOSURES BY OPERATING SEGMENT

The Bank has an approach of its banking business that is described in note 13 to the condensed consolidated interim financial statements.

14. INCOME TAX

The main items of income tax expense in the condensed separate interim financial statements are as follows:

	03/31/2019	03/31/2018
Current income tax expense	2,924,592	1,564,643
Loss / (Gain) for deferred income tax	130,450	(91,676)
Income tax expense recorded in the statement of income	3,055,042	1,472,967
Income tax gain recorded in other comprehensive income	(37,593)	(16,643)
	3,017,449	1,456,324

15. COMMISSIONS INCOME

Description	03/31/2019	03/31/2018
Performance obligations satisfied at a point in time		
Commissions related to obligations	1,955,505	1,461,271
Commissions related to credit cards	957,003	686,132
Commissions related to insurance	199,053	169,617
Commissions related to trading and foreign exchange transactions	71,585	38,384
Commissions related to loans and other financing	22,703	15,847
Commissions related to securities	20,745	21,732
Commissions related to loans commitments and financial guarantees	2,204	145

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Description	03/31/2019	03/31/2018
Performance obligations satisfied over certain time period		
Commissions related to credit cards	55,307	12,892
Commissions related to trading and foreign exchange transactions	1,937	2,990
Commissions related to loans and other financing	1,087	263
Commissions related to obligations	818	917
Commissions related to loans commitments and financial guarantees		263
	<u>3,287,947</u>	<u>2,410,453</u>

16. DIFFERENCE IN QUOTED PRICES OF GOLD AND FOREIGN CURRENCY

Description	03/31/2019	03/31/2018
Translation of foreign currency assets and liabilities into pesos	(505,401)	(1,472)
Income from foreign currency exchange	409,787	125,995
	<u>(95,614)</u>	<u>124,523</u>

17. OTHER OPERATING INCOME

Description	03/31/2019	03/31/2018
Sale of noncurrent assets held for sale (note 9)	2,340,279	
Services	216,197	107,536
Adjustments and interest from other receivables	95,425	39,832
Derecognition or substantial modification of financial liabilities	57,113	
Initial recognition of loans	26,634	20,457
Adjustments from other receivables with CER clauses	17,581	
Sale of investment property and other nonfinancial assets	4,046	109,921
Sale of property, plant and equipment	2,266	719
Other	160,654	113,464
	<u>2,920,195</u>	<u>391,929</u>

18. EMPLOYEE BENEFITS

Description	03/31/2019	03/31/2018
Salary	2,090,691	1,385,143
Payroll taxes	430,056	268,389
Compensations and bonuses to employees	244,780	139,225
Employee services	69,349	44,420
	<u>2,834,876</u>	<u>1,837,177</u>

19. ADMINISTRATIVE EXPENSES

Description	03/31/2019	03/31/2018
Fees to directors and statutory auditors	304,388	147,010
Maintenance, conservation and repair expenses	248,737	150,844
Taxes	243,371	204,822
Security services	190,427	132,446
Electricity and communications	186,792	103,494
Other fees	146,683	97,153
Advertising and publicity	49,169	29,150
Leases	46,817	59,345
Representation, travel and transportation expenses	26,155	18,815

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Description	03/31/2019	03/31/2018
Insurance	16,578	7,793
Stationery and office supplies	13,843	10,408
Hired administrative services	676	886
Other	418,123	299,938
	<u>1,891,759</u>	<u>1,262,104</u>

20. OTHER OPERATING EXPENSES

Description	03/31/2019	03/31/2018
Turnover tax	1,682,181	1,004,284
Charges for other provisions	165,722	149,953
Deposit guarantee fund contributions	96,243	58,978
Donations	34,449	19,612
Insurance claims	10,457	10,080
Other	874,715	575,428
	<u>2,863,767</u>	<u>1,818,335</u>

21. ADDITIONAL DISCLOSURES IN THE STATEMENT OF CASH FLOWS

The statement of cash flows presents the changes in cash and cash equivalents derived from operating activities, investing activities and financing activities during the period. For the preparation of the statement of cash flows the Bank adopted the indirect method for operating activities and the direct method for investment activities and financing activities.

The Bank considers as "Cash and cash equivalents" the item Cash and Deposits in Banks and those financial assets that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

For the preparation of the statement of cash flows the Bank considered the following:

- Operating activities: the normal revenue-producing activities of the Bank as well as other activities that cannot qualify as investing or financing activities.
- Investing activities: the acquisition, sale and disposal by other means of long-term assets and other investments not included in cash and cash equivalents.
- Financing activities: activities that result in changes in the size and composition of the shareholders' equity and liabilities of the Bank and that are not part of the operating or investing activities.

The table below presents the reconciliation between the item "Cash and cash equivalents" in the statement of cash flows and the relevant accounting items of the Balance Sheet:

	03/31/2019	12/31/2018	03/31/2018	12/31/2017
Cash and deposits in banks	70,068,889	68,178,537	25,918,134	32,473,987
Debt securities at fair value				44
Other debt securities	94,536,765	55,069,908	13,611,261	4,828,008
	<u>164,605,654</u>	<u>123,248,445</u>	<u>39,529,395</u>	<u>37,302,039</u>

22. CAPITAL STOCK

Note 22 to the condensed consolidated interim financial statements presents the changes in the Bank's capital stock.

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23. DEPOSIT GUARANTEE INSURANCE

Note 24 to the condensed consolidated interim financial statements describes the Deposit Guarantee Insurance System and the scope thereof.

Banco Macro SA holds an 8.300% interest in the capital stock according to the percentages disclosed by BCRA Comunicado "B" 11816 issued on February 28, 2019.

24. RESTRICTED ASSETS

As of March 31, 2019 and December 31, 2018 the following Bank's assets are restricted:

Item	03/31/2019	12/31/2018
Debt securities at fair value through profit or loss and other debt securities		
• Discount bonds in pesos regulated by Argentine legislation, maturing 2033 used as security in favor of Sedesa (1).	83,338	92,659
• Discount bonds in pesos regulated by Argentine legislation, maturing 2033 securing the sectorial Credit Program of the Province of San Juan. Production investment financing fund.	64,223	64,703
• Discount bonds in pesos regulated by Argentine legislation, maturing 2033 securing the regional economies Competitiveness Program – IDB Loan No. 3174/OC-AR.	61,295	108,633
• Discount bonds in pesos regulated by Argentine legislation, maturing 2033, for minimum statutory guarantee account required for Agents to act in the new categories contemplated under Resolution No. 622/13, as amended, of the CNV.	21,830	14,620
• Discount bonds in pesos regulated by Argentine legislation, maturing 2033 securing IBD Loan of the Province of San Juan No. 2763/OC-AR.	1,886	6,609
Subtotal Debt securities at fair value through profit or loss and other debt securities	232,572	287,224
Other financial assets		
• Sundry debtors – attachment within the scope of the claim filed by the DGR against the City of Buenos Aires for differences in turnover tax	827	827
Subtotal other financial assets	827	827
Loans and other financing – Nonfinancial sector and foreign residents		
• Interests derived from contributions made as contributing partner (2)	9,250	10,000
Subtotal loans and other financing -	9,250	10,000
Financial assets delivered as guarantee		
• Special guarantee checking accounts opened in BCRA for transactions related to the electronic clearing houses and similar entities.	5,388,315	5,330,580
• Forward purchase for repo transactions		182,448
• Guarantee deposits related to credit and debit card transactions	787,489	715,022
• Other guarantee deposits	714,569	95,888
Subtotal Other financial assets delivered as guarantee	6,890,373	6,323,938
Other nonfinancial assets		
• Real property related to call options sold	104,802	73,006
Subtotal Other nonfinancial assets	104,802	73,006
Total	7,237,824	6,694,995

(1) As replacement for the preferred shares of former Nuevo Banco Bisel SA to secure to Sedesa the price payment and the fulfillment of all the obligations assumed in the purchase and sale agreement dated May 28, 2007, maturing on August 11, 2021.

(2) In order to keep tax benefits related to these contributions, they must be maintained between

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two and three years from the date they were made. They correspond to the following risk funds: Risk Fund of Los Grobo SGR as of March 31, 2019 and December 31, 2018.

25. TRUST AGREEMENTS

Note 26 to the condensed consolidated interim financial statements describes the different trust agreements according to the business purpose sought by the Bank, which may be summarized as follows:

25.1 Financial trusts for investment purposes

Debt securities include mainly prepayments towards the placement price of provisional trust securities of the financial trusts under public offerings (Consubond, Garbarino, Accicom, Secubono, Carfacil and Red Surcos). The assets managed for these trusts are mainly related to securitizations of consumer loans. Trust securities are placed once the public offering is authorized by the CNV. Upon expiry of the placement period, once all trust securities have been placed on the market, the Bank recovers the disbursements made, plus an agreed-upon compensation. If after making the best efforts, such trust securities cannot be placed, the Bank will retain the definitive trust securities.

In addition, the Bank's portfolio is completed with financial trusts for investment purpose, trust securities of definitive financial trust in public offering (Consubond, PVCRED, Best Consumer Directo, Credimas, Chubut Regalías Hidrocarburíferas, Secubono, Megabono, Credicuotas Consumos and Corebono) and certificates of participation (Saenz Créditos, Gas Tucumán and Arfintech).

As of March 31, 2019 and December 31, 2018, the debt securities with investment purposes and certificate of participation in financial trusts for investment purpose total 1,372,811 and 1,380,994, respectively.

According to the latest accounting information available as of the date of issuance of these condensed separate interim financial statements, the corpus assets of the trusts exceed the carrying amount in the related proportions.

25.2 Trusts created using financial assets transferred by the Bank (Securitization)

As of March 31, 2019 and December 31, 2018, considering the latest available accounting information as of the date of these condensed separate interim financial statements, the assets managed through Macro Fiducia SA of this type of trusts amount to 69,444.

25.3 Trusts guaranteeing loans granted by the Bank

As of March 31, 2019 and December 31, 2018, considering the latest available accounting information as of the date of these condensed separate interim financial statements, the assets managed by the Bank amount to 209,934 and 269,507, respectively.

25.4 Trusts in which the Bank acts as Trustee (Management)

As of March 31, 2019 and December 31, 2018, considering the latest available accounting information as of the date of these condensed separate interim financial statements, the assets managed by the Bank amount to 1,767,212 and 1,480,540, respectively.

26. COMPLIANCE WITH CNV REGULATIONS

Considering Banco Macro SA's current operations, and according to the different categories of agents established by CNV rules (as per General Resolution 622/2013, as amended), the Bank is registered with this agency as agent for the custody of collective investment products of mutual funds (AC PIC FCI, for their acronyms in Spanish), comprehensive clearing and settlement agent and trading agent (ALyC and AN – comprehensive, for their acronyms in Spanish), financial trustee Agent (FF, for its acronym in Spanish) and Guarantee Entity (in the process of being registered). Note 27.3 to the condensed consolidated interim financial statements describes the number of shares subscribed by third parties and the assets held by the Bank in its capacity as depositary company.

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Additionally, the Bank's shareholders' equity exceeds the minimum amount required by this regulation, amounting to 21,000, as well as the minimum statutory guarantee account required of 12,000, which the Bank paid-in with government securities as described in note 25 to the these condensed separated interim financial statements and with cash deposits in BCRA accounts 00285 and 80285 belonging to the Bank.

In addition, note 27.2 to the condensed consolidated interim financial statements presents the general policy of documents in custody, describing which information has been disclosed and delivered to third parties for custody.

27. ACCOUNTING ITEMS THAT IDENTIFY THE COMPLIANCE WITH MINIMUM CASH REQUIREMENTS

The items recognized by the Bank to constitute the minimum cash requirement effective for March 2019 are listed below, indicating the amounts as of month-end of the related items:

Description	Banco Macro SA
Cash and deposits in banks	
Amounts in BCRA accounts	54,087,827
Other debt securities	
BCRA Internal Bills computable for the minimum cash requirements	17,918,055
Government securities computable for the minimum cash requirements	8,078,324
Financial assets delivered as guarantee	
Special guarantee accounts with the BCRA	5,388,315
Total	85,472,521

28. PENALTIES APPLIED TO THE FINANCIAL ENTITY AND SUMMARY PROCEEDINGS INITIATED BY THE BCRA

Note 29 to the condensed consolidated interim financial statements describes the penalties applied and the proceedings filed by the BCRA against the Bank, classified as follows:

- Summary proceedings filed by the BCRA
- Penalties applied by the BCRA
- Penalties applied by the UIF

The Bank's Management and its legal counsel consider no further significant accounting effects, other than those previous mentioned, should be recorded or disclosed.

29. ISSUANCE OF CORPORATE BONDS

Note 30 to the condensed consolidated interim financial statements describes liabilities for corporate bonds recognized by the Bank as March 31, 2019 and December 31, 2018, under the terms and values therein expressed.

The carrying amount for corporate bonds recorded by the Bank in its separate interim financial statements is as follows:

Corporate Bonds	Original value	Residual face value as of 03/31/2019	03/31/2019	12/31/2018

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Subordinated – Class A	Resettable	USD 400,000,000	USD. 400,000,000	17,835,869	15,288,390
Nonsubordinated – Class B		Ps. 4,620,570,000	Ps. 3,391,052,000	3,451,067	3,460,899
Nonsubordinated – Class C		Ps. 3,207,500,000	Ps. 3,207,500,000	2,873,120	2,927,292
Total				<u>24,160,056</u>	<u>21,676,581</u>

30. OFF BALANCE SHEET TRANSACTIONS

In addition to note 4, the Bank recognizes different off balance sheet transactions, pursuant to the BCRA standards. Below are the amounts of the main off balance sheet transactions as of March 31, 2019 and December 31, 2018:

Item	03/31/2019	12/31/2018
Preferred and other collaterals received from customers (1)	47,397,172	44,383,138
Custody of government and private securities and other assets held by third parties	73,904,133	63,662,007
Checks already deposited and pending clearance	1,557,502	1,680,896
Outstanding checks not yet paid	3,402,508	3,224,266

(1) Related to collaterals used to secure loans transactions and other financing, under the applicable rules in force in this matter.

31. TAX AND OTHER CLAIMS

31.1. Tax claims

Note 32.1 to the condensed consolidated interim financial statements describes the most relevant claims pending resolution and filed by AFIP and the tax authorities of the relevant jurisdiction.

The Bank's Management and its legal counsel consider no further significant accounting effects could arise from the final outcome of the above mentioned proceedings other than those already disclosed.

31.2. Other claims

Note 32.2. to the condensed consolidated interim financial statements describes the most relevant claims pending resolution and filed by the different consumer's associations.

The Bank's Management and its legal counsel consider no further significant accounting effects could arise from the final outcome of the above-mentioned proceedings other than those already disclosed.

32. RESTRICTION ON DIVIDENDS DISTRIBUTION

Note 33 to the condensed consolidated interim financial statements describes the main legal provisions regulating the restriction on profit distribution.

**NOTES TO THE CONDENSED SEPARATE INTERIM FINANCIAL STATEMENTS
AS OF MARCH 31, 2019**

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33. CAPITAL MANAGEMENT, CORPORATE GOVERNANCE TRANSPARENCY POLICY AND RISK MANAGEMENT

Note 34 to the condensed consolidated interim financial statements describes the main guidelines of the Bank as to capital management, corporate governance transparency policy and risk management.

Additionally, the table below shows the minimum capital requirements measured on a separate basis, effective for the month of March 2019, together with the integration thereof (computable equity) as of the end of such month:

Description	03/31/2019
Minimum capital requirements	19,887,801
Computable equity	69,740,324
Capital surplus	49,852,523

34. CHANGES IN THE ARGENTINE MACROECONOMIC ENVIRONMENT OF THE FINANCIAL AND CAPITAL MARKETS

The international and domestic macroeconomics environments in which the Bank operates and its impacts are described in note 36 to the condensed consolidated interim financial statements.

35. EVENTS AFTER REPORTING PERIOD

No events occurred between the end of the reporting period and the issuance of these condensed separate interim financial statements that may materially affect the financial position or the profit and loss for the period, not disclosed in these condensed separate interim financial statements.

36. ACCOUNTING PRINCIPLES – EXPLANATION ADDED FOR TRANSLATION INTO ENGLISH

These condensed separate interim financial statements are presented in accordance with the accounting framework established by the BCRA, as mention in note 3. These accounting standards may not conform with accounting principles generally accepted in other countries.

EXHIBIT A

DETAIL OF GOVERNMENT AND PRIVATE SECURITIES

AS OF MARCH 31, 2019 AND DECEMBER 31, 2018

(Translation of the financial statements originally issued in Spanish - See Note 36)

(Figures stated in thousands of pesos)

		Holdings				Position		
		03/31/2019			12/31/2018	03/31/2019		
		Fair	value	Book	Book	Position		Final
Name	Identification	Fair Value	value level	Book amounts	Book amounts	without options	Options	position
DEBT SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS								
- Local								
Government securities								
Discount bonds denominated in pesos at 5.83% - Maturity: 12-31-2033	45696		1	298,327	2,274	298,327		298,327
Federal government treasury bonds in pesos adjustment by CER - Maturity: 04-28-2020	5321		1	244,357	6,474	244,357		244,357
Debt Securities of Province of Río Negro in pesos - Badlar Private + 500 basis point - Maturity: 07-06-2020	32922		2	120,627	122,869	120,627		120,627
Consolidation bonds in pesos 8° Serie - Maturity: 10-04-2022	2571		1	89,609	169,663	89,609		89,609
Bonds Par denominated in pesos - Maturity: 12-31-2038	45695		1	79,635	36,656	79,635		79,635
Federal government treasury bonds in pesos adjustment by CER - Maturity: 07-22-2021	5315		1	68,143	66,862	68,143		68,143
Federal government treasury bonds in pesos - Maturity: 10-03-2021	5318		1	60,006	79,622	60,006		60,006
Consolidation bonds in pesos 6° Serie at 2%- Maturity: 03-15-2024	2420		1	52,717	48,396	52,717		52,717
Federal government bonds in pesos- Fix Rate 1.6012% - Maturity: 03-06-2020	5485		1	26,448	2,583	26,448		26,448
Federal government bonds in pesos- Badlar Private + 200 Basic Points - Maturity: 04-03-2022	5480		1	18,228	38,419	18,228		18,228
Other				30,168	278,398	30,168		30,168
Subtotal local government securities				1,088,265	852,216	1,088,265		1,088,265
Private securities								
Debt Securities in Financial Trusts Consubond	80033		3	485,617	377,725	485,617		485,617
Debt Securities in Financial Trusts Surcos	80032		3	197,060		197,060		197,060
Debt Securities in Financial Trusts Megabono Series 180 Class A - Maturity: 12-24-2019	53887		3	118,777	165,980	118,777		118,777
Debt Securities in Financial Trusts Secubono	80035		3	82,527	79,203	82,527		82,527
Debt Securities in Financial Trusts Consubond Series 149 Class A - Maturity: 10-25-2019	53968		3	69,592	111,017	69,592		69,592
Debt Securities in Financial Trust provisional Accicom Préstamos Personales	80031		3	50,739	32,716	50,739		50,739
Debt Securities in Financial Trusts Chubut Regalías Hidrocarburíferas - Maturity: 07-01-2020	36425		3	47,234	48,366	47,234		47,234
Debt Securities in Financial Trust provisional Garbarino	80030		3	46,177	21,574	46,177		46,177
Debt Securities in Financial Trusts Secubono Series 182 - Maturity: 11-28-2019	54035		3	39,846		39,846		39,846
Debt Securities in Financial Trusts PVCRED Series 038 Class A - Maturity: 08-12-2019	53927		3	39,510	112,600	39,510		39,510
Other				139,938	349,340	139,938		139,938
Subtotal local private securities				1,317,017	1,298,521	1,317,017		1,317,017
TOTAL DEBT SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS				2,405,282	2,150,737	2,405,282		2,405,282

EXHIBIT A

(continued)

DETAIL OF GOVERNMENT AND PRIVATE SECURITIES

AS OF MARCH 31, 2019 AND DECEMBER 31, 2018

(Translation of the financial statements originally issued in Spanish - See Note 36)

(Figures stated in thousands of pesos)

		Holdings			Position		
		03/31/2019			12/31/2018	03/31/2019	
Name	Identification	Fair	Fair	Book	Book	Position	Final
		Value	value level	amounts		without options	
OTHER DEBT SECURITIES							
Measured at fair value through other comprehensive income							
- Local							
Government securities							
Discount bonds denominated in pesos at 5.83% - Maturity: 12-31-2033	45696		1	150,880	144,844	150,880	150,880
International bonds of the Argentina Republic in US dollars at 7.125 - Maturity: 06-28-2117	92208				81,630		
Subtotal local government securities				150,880	226,474	150,880	150,880
Central Bank of Argentina Bills							
Liquidity letters of Central Bank of Argentina in pesos - Maturity: 04-04-2019	80009		1	26,703,702		26,703,702	26,703,702
Liquidity letters of Central Bank of Argentina in pesos - Maturity: 04-01-2019	80007		1	17,705,055		17,705,055	17,705,055
Liquidity letters of Central Bank of Argentina in pesos - Maturity: 04-05-2019	80010		2	17,283,158		17,283,158	17,283,158
Liquidity letters of Central Bank of Argentina in pesos - Maturity: 04-08-2019	80011		2	17,195,755		17,195,755	17,195,755
Liquidity letters of Central Bank of Argentina in pesos - Maturity: 04-03-2019	80008		1	15,598,968		15,598,968	15,598,968
Liquidity letters of Central Bank of Argentina in pesos - Maturity: 01-04-2019	80036				15,546,415		
Liquidity letters of Central Bank of Argentina in pesos - Maturity: 01-08-2019	80036				13,787,546		
Liquidity letters of Central Bank of Argentina in pesos - Maturity: 01-02-2019	80036				12,404,850		
Liquidity letters of Central Bank of Argentina in pesos - Maturity: 01-03-2019	80036				7,926,384		
Liquidity letters of Central Bank of Argentina in pesos - Maturity: 01-07-2019	80036				5,404,713		
Subtotal Central Bank of Argentina Bills				94,486,638	55,069,908	94,486,638	94,486,638
Total Other debt securities measured at fair value though other comprehensive income				94,637,518	55,296,382	94,637,518	94,637,518
Measured at amortized cost							
- Local							
Government securities							
Federal government bonds in pesos - Fixed rate 26% - Maturity: 11-21-2020	5330	8,170,391	2	8,465,168	7,201,040	8,465,168	8,465,168
Discount bonds denominated in pesos at 5.83% - Maturity: 12-31-2033	45696	173,016	1	148,487	157,044	148,487	148,487
Subtotal local government securities				8,613,655	7,358,084	8,613,655	8,613,655
Central Bank of Argentina Notes							
Notes of compensation of cash of Central Bank of Argentina - Maturity: 04-24-2019	80001			50,127		50,127	50,127
Subtotal Central Bank of Argentina Notes				50,127		50,127	50,127
Subtotal local private securities							
Total Other debt securities measured at cost amortized				8,663,782	7,358,084	8,663,782	8,663,782
TOTAL OTHER DEBT SECURITIES				103,301,300	62,654,466	103,301,300	103,301,300

EXHIBIT A

(continued)

DETAIL OF GOVERNMENT AND PRIVATE SECURITIES

AS OF MARCH 31, 2019 AND DECEMBER 31, 2018

(Translation of the financial statements originally issued in Spanish - See Note 36)

(Figures stated in thousands of pesos)

Name	Identification	Holdings			Position			
		03/31/2019		12/31/2018	03/31/2019			
		Fair Value	Fair value level	Book amounts	Book amounts	Position without options	Options	Final position
Equity Instruments								
Measured at fair value through profit or loss								
- Local								
Prisma Medios de Pago SA	80028		3	1,420,696		1,420,696		1,420,696
Mercado Abierto Electrónico SA	80021		3	46,181	22,292	46,181		46,181
C.O.E.L.S.A	80022		3	9,605	4,826	9,605		9,605
Argentina Clearing SA	80023		3	4,569	4,569	4,569		4,569
Sedesa	80013		3	3,975	3,975	3,975		3,975
Mercado a Término Rosario SA	80018		3	3,663	3,663	3,663		3,663
Sanatorio Las Lomas SA	80015		3	600	600	600		600
Proin SA	80017		3	452	513	452		452
Provincanje SA	80025		3	379	379	379		379
El Taura SA	80012		3	185	185	185		185
Other				272	272	272		272
Subtotal local				1,490,577	41,274	1,490,577		1,490,577
- Foreign								
Banco Latinoamericano de Comercio Exterior SA	80025		1	6,308	4,777	6,308		6,308
Sociedad de Telecomunicaciones Financieras Interbancarias Mundiales	80026		3	1,111	969	1,111		1,111
Other								
Subtotal foreign				7,419	5,746	7,419		7,419
Total measured at fair value through profit or loss				1,497,996	47,020	1,497,996		1,497,996
TOTAL EQUITY INSTRUMENTS				1,497,996	47,020	1,497,996		1,497,996
TOTAL GOVERNMENT AND PRIVATE SECURITIES				107,204,578	64,852,223	107,204,578		107,204,578

**CLASSIFICATION OF LOANS AND OTHER FINANCING
BY SITUATION AND COLLATERAL RECEIVED
AS OF MARCH 31, 2019 AND DECEMBER 31, 2018**

(Translation of the financial statements originally issued in Spanish - See Note 36)

(Figures stated in thousands of pesos)

	<u>03/31/2019</u>	<u>12/31/2018</u>
COMMERCIAL		
In normal situation	<u>67,543,036</u>	<u>69,702,689</u>
With senior "A" collateral and counter-collateral	3,315,804	2,542,734
With senior "B" collateral and counter-collateral	9,271,620	8,381,277
Without senior collateral or counter-collateral	54,955,612	58,778,678
Subject to special monitoring	<u>249,698</u>	<u>213,632</u>
In observation		
With senior "A" collateral and counter-collateral		3,226
With senior "B" collateral and counter-collateral	78,228	68,007
Without senior collateral or counter-collateral	78,367	41,805
In negotiation or with financing agreements		
With senior "A" collateral and counter-collateral	36,593	43,592
Without senior collateral or counter-collateral	56,510	57,002
Troubled	<u>182,799</u>	<u>633,432</u>
With senior "A" collateral and counter-collateral	14,182	
With senior "B" collateral and counter-collateral	71,905	179,598
Without senior collateral or counter-collateral	96,712	453,834
With high risk of insolvency	<u>419,638</u>	<u>277,016</u>
With senior "A" collateral and counter-collateral		1,223
With senior "B" collateral and counter-collateral	348,080	180,785
Without senior collateral or counter-collateral	71,558	95,008
Irrecoverable	<u>11,763</u>	
With senior "B" collateral and counter-collateral	11,527	
Without senior collateral or counter-collateral	236	
Subtotal Commercial	<u>68,406,934</u>	<u>70,826,769</u>

EXHIBIT B
(continued)

**CLASSIFICATION OF LOANS AND OTHER FINANCING
BY SITUATION AND COLLATERAL RECEIVED
AS OF MARCH 31, 2019 AND DECEMBER 31, 2018**

(Translation of the financial statements originally issued in Spanish - See Note 36)

(Figures stated in thousands of pesos)

	03/31/2019	12/31/2018
CONSUMER AND MORTGAGE		
Performing	<u>96,449,830</u>	<u>95,744,514</u>
With senior "A" collateral and counter-collateral	2,949,271	2,949,577
With senior "B" collateral and counter-collateral	13,833,883	13,676,510
Without senior collateral or counter-collateral	79,666,676	79,118,427
Low risk	<u>1,911,106</u>	<u>1,926,667</u>
With senior "A" collateral and counter-collateral	33,537	48,130
With senior "B" collateral and counter-collateral	120,106	187,262
Without senior collateral or counter-collateral	1,757,463	1,691,275
Medium risk	<u>1,362,787</u>	<u>1,250,021</u>
With senior "A" collateral and counter-collateral	13,864	16,916
With senior "B" collateral and counter-collateral	101,176	74,792
Without senior collateral or counter-collateral	1,247,747	1,158,313
High risk	<u>1,028,976</u>	<u>818,569</u>
With senior "A" collateral and counter-collateral	9,804	13,707
With senior "B" collateral and counter-collateral	60,758	38,991
Without senior collateral or counter-collateral	958,414	765,871
Irrecoverable	<u>352,719</u>	<u>211,895</u>
With senior "A" collateral and counter-collateral	6,684	1,260
With senior "B" collateral and counter-collateral	38,133	26,682
Without senior collateral or counter-collateral	307,902	183,953
Irrecoverable according to Central Bank's rules	<u>1,044</u>	<u>872</u>
Without senior collateral or counter-collateral	1,044	872
Subtotal consumer and mortgage	<u>101,106,462</u>	<u>99,952,538</u>
Total	<u>169,513,396</u>	<u>170,779,307</u>

This exhibit discloses the contractual figures as established by the BCRA. The conciliation with the consolidated statement of financial position is listed below:

	03/31/2019	12/31/2018
Loans and other financing	163,808,201	165,209,389
+ Allowances for loans and other financing	4,141,824	3,875,164
+ Adjustment IFRS (adjustment amortized cost and fair value)	218,662	250,558
Guarantees provided and contingent liabilities	1,344,709	1,444,196
Total computable items	<u>169,513,396</u>	<u>170,779,307</u>

EXHIBIT C**CONCENTRATION OF LOANS AND FINANCING FACILITIES****AS OF MARCH 31, 2019 AND DECEMBER 31, 2018**

(Translation of the financial statements originally issued in Spanish - See Note 36)

(Figures stated in thousands of pesos)

Number of customers	03/31/2019		12/31/2018	
	Cut off balance	% of total portfolio	Cut off balance	% of total portfolio
10 largest customers	19,811,631	11.69	19,431,966	11.38
50 next largest customers	20,151,094	11.89	22,338,628	13.08
100 next largest customers	12,963,631	7.65	13,582,068	7.95
Other customers	116,587,040	68.77	115,426,645	67.59
Total (1)	169,513,396	100.00	170,779,307	100.00

(1) See reconciliation in Exhibit B

BREAKDOWN OF LOANS AND OTHER FINANCING BY TERMS**AS OF MARCH 31, 2019**

(Translation of the financial statements originally issued in Spanish - See Note 36)

(Figures stated in thousands of pesos)

Item	Remaining terms to maturity							Total
	Matured	Up to 1 month	Over 1 month and up to 3 months	Over 3 months and up to 6 months	Over 6 months and up to 12 months	Over 12 months and up to 24 months	Over 24 months	
Non-financial government sector		394,951	208,721	257,616	414,651	505,226	84,642	1,865,807
Financial sector		1,207,513	440,952	1,592,489	765,625	202,302	16,931	4,225,812
Non-financial private sector and foreign residents	1,667,670	46,706,727	24,673,261	30,495,807	21,952,462	30,776,591	60,125,466	216,397,984
Total	1,667,670	48,309,191	25,322,934	32,345,912	23,132,738	31,484,119	60,227,039	222,489,603

BREAKDOWN OF LOANS AND OTHER FINANCING BY TERMS**AS OF DECEMBER 31, 2018**

(Translation of the financial statements originally issued in Spanish - See Note 36)

(Figures stated in thousands of pesos)

Item	Remaining terms to maturity							Total
	Matured	Up to 1 month	Over 1 month and up to 3 months	Over 3 months and up to 6 months	Over 6 months and up to 12 months	Over 12 months and up to 24 months	Over 24 months	
Non-financial government sector		147,547	403,613	434,592	745,089	968,517	323,784	3,023,142
Financial sector		1,098,948	1,733,758	1,205,293	1,698,740	598,110	22,143	6,356,992
Non-financial private sector and foreign residents	1,844,588	49,760,432	21,985,020	23,678,562	27,665,062	30,337,330	60,455,954	215,726,948
Total	1,844,588	51,006,927	24,122,391	25,318,447	30,108,891	31,903,957	60,801,881	225,107,082

This exhibit disclosures contractual future cash flows that included interests and accessories to be accrued until maturity of the contracts.

**CHANGE OF PROPERTY, PLANT AND EQUIPMENT
AS OF MARCH 31, 2019**

(Translation of the financial statements originally issued in Spanish - See Note 36)
(Figures stated in thousands of pesos)

Item	Original value at beginning of fiscal year	Total life estimated in years	Increases	Decreases	Depreciation for the period				Residual value at the end of the period
					Accumulated	Decrease	Of the period	At the end	
Cost									
Real property	6,961,072	50	11,884	5,690	308,138	358	31,869	339,649	6,627,617
Furniture and facilities	588,044	10	8,141		161,859		14,308	176,167	420,018
Machinery and equipment	1,378,179	5	151,384	340	698,999	339	63,507	762,167	767,056
Vehicles	127,543	5	3,137	796	80,201	582	5,104	84,723	45,161
Work in progress	706,851		268,029						974,880
Right of use real property		5	561,736	10,235		841	47,320	46,479	505,022
Total property, plant and equipment	<u>9,761,689</u>		<u>1,004,311</u>	<u>17,061</u>	<u>1,249,197</u>	<u>2,120</u>	<u>162,108</u>	<u>1,409,185</u>	<u>9,339,754</u>

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

(Translation of the financial statements originally issued in Spanish - See Note 36)
(Figures stated in thousands of pesos)

Item	Original value at beginning of fiscal year	Total life estimated in years	Increases	Decreases	Depreciation for the fiscal year				Residual value at the end of the fiscal year
					Accumulated	Decrease	For the fiscal year	At the end	
Cost									
Real property	4,885,709	50	2,819,803	744,440	397,490	176,473	87,121	308,138	6,652,934
Furniture and facilities	339,327	10	254,999	6,282	126,282	10	35,587	161,859	426,185
Machinery and equipment	939,919	5	554,843	116,583	509,167		189,832	698,999	679,180
Vehicles	109,825	5	34,399	16,681	75,696	13,940	18,445	80,201	47,342
Work in progress	2,569,113		1,539,596	3,401,858					706,851
Total property, plant and equipment (1)	<u>8,843,893</u>		<u>5,203,640</u>	<u>4,285,844</u>	<u>1,108,635</u>	<u>190,423</u>	<u>330,985</u>	<u>1,249,197</u>	<u>8,512,492</u>

(1) During the fiscal year 2018, this item observed transfers to and from property, plant and equipment and/or non current assets held for sale.

CHANGE IN INVESTMENT PROPERTY
AS OF MARCH 31, 2019

(Translation of the financial statements originally issued in Spanish - See Note 36)
(Figures stated in thousands of pesos)

Item	Original Value at beginning of fiscal year	Useful life estimated in years	Increases	Decreases	Depreciation for the period				Residual value at the end of the period
					Accumulated	Decrease	Of the period	At the end	
Cost									
Rented properties	90,485	50			8,127		257	8,384	82,101
Other investment properties	137,606	50	32,010		6,090		704	6,794	162,822
Total investment property	228,091		32,010		14,217		961	15,178	244,923

CHANGE IN INVESTMENT PROPERTY
AS OF DECEMBER 31, 2018

(Translation of the financial statements originally issued in Spanish - See Note 36)
(Figures stated in thousands of pesos)

Item	Original Value at beginning of fiscal year	Useful life estimated in years	Increases	Decreases	Depreciation for the fiscal year				Residual value at the end of the fiscal year
					Accumulated	Decrease	For the fiscal year	At the end	
Cost									
Rented properties		50	90,485		8,027		100	8,127	82,358
Other investment properties	634,771	50	258,330	755,495	19,306	18,680	5,464	6,090	131,516
Total investment property (1)	634,771		348,815	755,495	27,333	18,680	5,564	14,217	213,874

(1) During the fiscal year 2018, this item observed transfers to and from property, plant and equipment and/or non current assets held for sale.

CHANGE IN INTANGIBLE ASSETS**AS OF MARCH 31, 2019**

(Translation of the financial statements originally issued in Spanish - See Note 36)

(Figures stated in thousands of pesos)

Item	Original Value at beginning of fiscal year	Useful life estimated in years	Increases	Decreases	Depreciation for the period				Residual value at the end of the period
					Accumulated	Decrease	Of the period	At the end	
Cost									
Licenses	549,788	5	94,891		224,722		26,711	251,433	393,246
Goodwill - Business combination	210,927								210,927
Other intangible assets	1,847,186	5	158,798		791,322		85,434	876,756	1,129,228
Total intangible assets	2,607,901		253,689		1,016,044		112,145	1,128,189	1,733,401

CHANGE IN INTANGIBLE ASSETS**AS OF DECEMBER 31, 2018**

(Translation of the financial statements originally issued in Spanish - See Note 36)

(Figures stated in thousands of pesos)

Item	Original Value at beginning of fiscal year	Useful life estimated in years	Increases	Decreases	Depreciation for the fiscal year				Residual value at the end of the fiscal year
					Accumulated	Decrease	For the fiscal year	At the end	
Cost									
Licenses	306,420	5	243,862	494	163,541	2	61,183	224,722	325,066
Goodwill - Business combination			210,927					-	210,927
Other intangible assets	1,179,178	5	740,976	72,968	511,548		279,774	791,322	1,055,864
Total intangible assets (1)	1,485,598		1,195,765	73,462	675,089	2	340,957	1,016,044	1,591,857

(1) During the fiscal year 2018, there were transfers between different lines of the item, that produce differences between the amounts at the end of one year and the beginning of other, without implying amounts modifications of this item.

DEPOSIT CONCENTRATION
AS OF MARCH 31, 2019 AND DECEMBER 31, 2018

(Translation of the financial statements originally issued in Spanish - See Note 36)

(Figures stated in thousands of pesos)

Number of customers	03/31/2019		12/31/2018	
	Outstanding balance	% of total portfolio	Outstanding balance	% of total portfolio
10 largest customers	18,678,306	7.40	17,296,726	7.87
50 next largest customers	21,256,284	8.42	15,385,676	7.00
100 next largest customers	12,655,604	5.02	10,281,792	4.68
Other customers	199,764,036	79.16	176,797,729	80.45
Total	252,354,230	100.00	219,761,923	100.00

BREAKDOWN OF FINANCIAL LIABILITIES

FOR RESIDUAL TERMS

AS OF MARCH 31, 2019

(Translation of the financial statements originally issued in Spanish - See Note 36)

(Figures stated in thousands of pesos)

Remaining terms to maturity

Item	Up to 1 month	Over 1 month and up to 3 months	Over 3 months and up to 6 months	Over 6 months and up to 12 months	Over 12 months and up to 24 months	Over 24 months	Total
Deposits	204,722,236	40,765,386	8,606,902	1,861,932	53,295	15,242	256,024,993
From the non-financial government sector	14,590,495	4,223,336	288,370	23,638	177		19,126,016
From the financial sector	211,040						211,040
From the non-financial private sector and foreign residents	189,920,701	36,542,050	8,318,532	1,838,294	53,118	15,242	236,687,937
Derivative instruments	44,000	38,758	28,036				110,794
Other Financial Liabilities	15,045,414	43,270	48,116	22,921	30,900	155,296	15,345,917
Financing received from the Central Bank of Argentina and other financial institutions	951,163	707,518	1,080,013	94,235	160,182	146,022	3,139,133
Issued corporate bonds	301,748	283,771	301,748	810,079	1,396,366	6,979,797	10,073,509
Subordinated corporate bonds		585,270		585,270	1,170,539	24,948,090	27,289,169
Total	221,064,561	42,423,973	10,064,815	3,374,437	2,811,282	32,244,447	311,983,515

This exhibit discloses contractual future cash flows that include interests and accessories to be accrued until maturity of the contracts.

BREAKDOWN OF FINANCIAL LIABILITIES

FOR RESIDUAL TERMS

AS OF DECEMBER 31, 2018

(Translation of the financial statements originally issued in Spanish - See Note 36)

(Figures stated in thousands of pesos)

Item	Remaining terms to maturity						Total
	Up to 1 month	Over 1 month and up to 3 months	Over 3 months and up to 6 months	Over 6 months and up to 12 months	Over 12 months and up to 24 months	Over 24 months	
Deposits	182,738,073	31,261,800	7,363,772	1,293,292	61,860	15,985	222,734,782
From the non-financial government sector	10,262,572	1,021,797	639,422	46,091	206		11,970,088
From the financial sector	148,269						148,269
From the non-financial private sector and foreign residents	172,327,232	30,240,003	6,724,350	1,247,201	61,654	15,985	210,616,425
Derivative instruments	1,019		350				1,369
Repo transactions	164,667						164,667
Other financial institutions	164,667						164,667
Other Financial Liabilities	13,945,078	18,936	9,668	14,045	22,435	141,539	14,151,701
Financing received from the Central Bank of Argentina and other financial institutions	724,436	918,813	1,083,024	470,177	87,151	125,173	3,408,774
Issued corporate bonds	362,870		585,301	735,047	1,443,264	7,394,296	10,520,778
Subordinated corporate bonds			510,412	510,412	1,020,824	21,757,164	23,798,812
Total	197,936,143	32,199,549	9,552,527	3,022,973	2,635,534	29,434,157	274,780,883

This exhibit discloses contractual future cash flows that include interests and accessories to be accrued until maturity of the contracts.

CHANGES IN PROVISIONS**AS OF MARCH 31, 2019**

(Translation of the financial statements originally issued in Spanish - See Note 36)

(Figures stated in thousands of pesos)

Item	Amounts at beginning of fiscal year	Increases	Decreases		03/31/2019
			Reversals	Charge off	
For Administrative, disciplinary and criminal penalties	718				718
Other	969,036	165,722	18,045	225,665	891,048
Total Provisions	<u>969,754</u>	<u>165,722</u>	<u>18,045</u>	<u>225,665</u>	<u>891,766</u>

CHANGES IN PROVISIONS**AS OF DECEMBER 31, 2018**

(Translation of the financial statements originally issued in Spanish - See Note 36)

(Figures stated in thousands of pesos)

Item	Amounts at beginning of fiscal year	Increases	Decreases		12/31/2018
			Reversals	Charge off	
For Administrative, disciplinary and criminal penalties	718				718
Other	595,277	1,031,170	14,119	643,292	969,036
Total Provisions	<u>595,995</u>	<u>1,031,170</u>	<u>14,119</u>	<u>643,292</u>	<u>969,754</u>

COMPOSITION OF CAPITAL STOCK**AS OF MARCH 31, 2019**

(Translation of the financial statements originally issued in Spanish - See Note 36)

(Figures stated in thousands of pesos)

Shares				Capital Stock		
Class	Stock number	Face value	Votes per share	Issued outstanding	In treasury (1)	Paid in
Registered common stock A	11,235,670	1	5	11,236		11,236
Registered common stock B	658,427,351	1	1	628,162	30,265	658,427
Total	<u>669,663,021</u>			<u>639,398</u>	<u>30,265</u>	<u>669,663</u>

COMPOSITION OF CAPITAL STOCK**AS OF DECEMBER 31, 2018**

(Translation of the financial statements originally issued in Spanish - See Note 36)

(Figures stated in thousands of pesos)

Shares				Capital Stock		
Class	Stock number	Face value	Votes per share	Issued outstanding	In treasury (1)	Paid in
Registered common stock A	11,235,670	1	5	11,236		11,236
Registered common stock B	658,427,351	1	1	629,479	28,948	658,427
Total	<u>669,663,021</u>			<u>640,715</u>	<u>28,948</u>	<u>669,663</u>

(1) See Note 22.

FOREIGN CURRENCY AMOUNTS
AS OF MARCH 31, 2019 AND DECEMBER 31, 2018

(Translation of the financial statements originally issued in Spanish - See Note 36)

(Figures stated in thousands of pesos)

	03/31/2019					12/31/2018
Item	Total parent company and local branches	Total per currency				Total
		US dollar	Euro	Real	Other	
ASSETS						
Cash and deposits in banks	43,035,080	42,754,181	197,839	17,736	65,324	39,768,830
Debt securities at fair value through profit or loss	252,582	252,582				332,797
Other financial assets	1,507,638	1,507,638				1,375,996
Loans and other financing	54,632,179	54,632,179				45,803,582
Other financial institutions	512,788	512,788				480,324
From the non financial private sector and foreign residents	54,119,391	54,119,391				45,323,258
Other debt securities						81,630
Financial assets delivered as guarantee	1,742,656	1,742,656				916,165
Equity instruments at fair value through profit or loss	7,419	7,419				5,746
Investments in associates and joint ventures	1,626,293	1,626,293				1,417,060
TOTAL ASSETS	102,803,847	102,522,948	197,839	17,736	65,324	89,701,806
LIABILITIES						
Deposits	82,560,115	82,560,115				69,034,060
Non financial government sector	1,772,155	1,772,155				2,008,915
Financial sector	166,873	166,873				100,200
Non-financial private sector and foreign residents	80,621,087	80,621,087				66,924,945
Other financial liabilities	3,047,301	2,919,006	127,683		612	2,142,161
Financing from the Central Bank and other financial institutions	2,541,038	2,537,857	3,181			2,598,810
Issued corporate bonds						
Subordinated corporate bonds	17,835,869	17,835,869				15,288,390
Provisions						
Other non financial liabilities	35,660	35,660				29,566
TOTAL LIABILITIES	106,019,983	105,888,507	130,864		612	89,092,987

DERIVATIVE FINANCIAL INSTRUMENTS

AS OF MARCH 31, 2019

(Translation of the financial statements originally issued in Spanish - See Note 36)

(Figures stated in thousands of pesos)

Type of contract	Purpose of the transactions performed	Underlying asset	Type of settlement	Negotiation environment or counter-party	Originally agreed weighted monthly average term	Residual weighted monthly average term	Weighted daily average term settlement of differences	Amount (*)
Futures	Intermediation - own account	Foreign currency	Daily settlement of differences	MAE (over-the-counter electronic market) (ROFEX)	3	2	1	4,278,969
Forward	Intermediation - own account	Foreign currency	Maturity settlement of differences	Over The Counter - Residents in Argentina - Non- financial sector	4	2	30	1,489,927
Options	Intermediation - own account	Other	With delivery of underlying asset	Over The Counter - Residents in Argentina - Non- financial sector	33	30		157,373

(*) Related to the valuation of the underlying traded, exposed in absolute value.

EXHIBIT Q

**BREAKDOWN OF STATEMENT OF INCOME
AS OF MARCH 31, 2019**

(Translation of the financial statements originally issued in Spanish - See Note 36)
(Figures stated in thousands of pesos)

Items	Net financial Income/ (Loss)
	Mandatory measurement
For measurement of financial assets at fair value through profit or loss	
Gain from government securities	115,511
Gain from private securities	119,851
Gain from derivative financial instruments	
Forward transactions	301,007
Gain from other financial assets	10,707
Gain from equity instruments at fair value through profit or loss (see Note 9)	1,398,404
Loss from sales of financial assets at fair value	(90,998)
Total	1,854,482

EXHIBIT Q
(Continued)

BREAKDOWN OF STATEMENT OF INCOME

AS OF MARCH 31, 2019

(Translation of the financial statements originally issued in Spanish - See Note 36)

(Figures stated in thousands of pesos)

Interest and adjustment for the application of the effective interest rate of financial assets measured at amortized cost	Net financial income/ (loss)
Interest income	
For cash and bank deposits	31,400
For government securities	508,134
For loans and other financing	
Financial sector	509,978
Non financial private sector	
Overdrafts	1,864,279
Documents	1,195,382
Mortgage loans	1,217,301
Pledge loans	125,427
Personal loans	4,759,536
Credit cards	2,375,419
Financial leases	41,933
Other	1,114,662
For repo transactions	
Central Bank of Argentina	9,381
Other financial institutions	330,458
Total	14,083,290
Interest expenses	
From deposits	
Non-financial private sector	
Checking accounts	118,000
Saving accounts	94,291
Time deposits and investments accounts	9,379,516
For Financing received from Central Bank of Argentina and other financial institutions	109,309
For repo transactions	
Other financial institutions	70,857
For other financial liabilities	31,010
Issued corporate bonds	452,187
For subordinated corporate bonds	280,492
Total	10,535,662

EXHIBIT Q

(Continued)

BREAKDOWN OF STATEMENT OF INCOME
AS OF MARCH 31, 2019

(Translation of the financial statements originally issued in Spanish - See Note 36)

(Figures stated in thousands of pesos)

Interest and adjustment for the application of the effective interest rate of financial assets measured at fair value through other comprehensive income	Income for the period	Other comprehensive income
From Equity Instruments at fair value through profit or loss	8,693,084	(125,308)
Total	<u>8,693,084</u>	<u>(125,308)</u>

Commissions income	Income for the period
Commissions related to obligations	1,956,323
Commissions related to credits	23,790
Commissions related to loans commitments and financial guarantees	2,204
Commissions related to securities value	20,745
Commissions to credit cards	1,012,310
Commissions to insurance	199,053
Commissions related to trading and foreign exchange transactions	73,522
Total	<u>3,287,947</u>

Commissions expenses	Loss for the period
Commissions related to trading and foreign exchange transactions	9,124
Other	
Commissions paid ATM exchange	98,032
Checkbooks commissions and compensating cameras	54,797
Commissions Credit cards and foreign trade	41,634
	<u>203,587</u>

EXHIBIT Q
(Continued)

BREAKDOWN OF STATEMENT OF INCOME
AS OF MARCH 31, 2018

(Translation of the financial statements originally issued in Spanish - See Note 36)
(Figures stated in thousands of pesos)

Item	Net financial Income/ (Loss)
	Mandatory measurement
For measurement of financial assets at fair value through profit or loss	
Gain from government securities	49,374
Gain from private securities	18,781
Gain from derivative financial instruments	
Forward transactions	3,841
Gain from other financial assets	16,059
Gain from equity instruments at fair value through profit or loss	4,152
Gain from sales of financial assets at fair value	88,971
Total	181,178

EXHIBIT Q
(Continued)

BREAKDOWN OF STATEMENT OF INCOME
AS OF MARCH 31, 2018

(Translation of the financial statements originally issued in Spanish - See Note 36)
(Figures stated in thousands of pesos)

Interest and adjustment for the application of the effective interest rate of financial assets measured at amortized cost	Net financial income/ (loss)
Interest income	
For cash and bank deposits	2,961
for debt securities	50,268
For loans and other financing	
Non financial private sector	217,437
Overdrafts	774,744
Documents	648,125
Mortgage loans	533,914
Pledge loans	145,411
Personal loans	3,780,091
Credit cards	1,244,271
Financial leases	34,267
Other	854,731
For repo transactions	
Central Bank of Argentina	14,180
Other financial institutions	19,546
Total	8,319,946
Interest expenses	
From deposits	
Non financial private sector	
Saving accounts	51,763
Time deposits and investments accounts	2,699,436
For Financing received from Central Bank of Argentina and other financial institutions	13,213
For repo transactions	
Other financial institutions	30,970
For other financial liabilities	29,020
Issued corporate bonds	173,687
For subordinated corporate bonds	139,050
Total	3,137,139

BREAKDOWN OF STATEMENT OF INCOME
AS OF MARCH 31, 2018

(Translation of the financial statements originally issued in Spanish - See Note 36)
(Figures stated in thousands of pesos)

Interest and adjustment for the application of the effective interest rate of financial assets measured at fair value through other comprehensive income	Income for the period	Other comprehensive income
From Equity Instruments at fair value through profit or loss	2,066,753	(55,478)
Total	2,066,753	(55,478)

Commissions income	Income for the period
Commissions related to obligations	1,462,188
Commissions related to credits	16,110
Commissions related to loans commitments and financial guarantees	408
Commissions related to securities value	21,732
Commissions to credit cards	699,024
Commissions to insurance	169,617
Commissions related to trading and foreign exchange transactions	41,374
Total	2,410,453

Commissions expenses	Loss for the period
Commissions related to transactions to debt securities	132
Commissions related to trading and foreign exchange transactions	6,615
Other	
Commissions paid ATM exchange	55,528
Checkbooks commissions and compensating cameras	35,919
Commissions Credit cards and foreign trade	59,422
Total	157,616

VALUE ADJUSTMENT FOR CREDIT LOSSES - ALLOWANCES FOR UNCOLLECTIBILITY RISK

AS OF MARCH 31, 2019

(Translation of the financial statements originally issued in Spanish - See Note 36)

(Figures stated in thousands of pesos)

Item	Amounts at beginning of the fiscal year	Increases	Decreases		03/31/2019
			Reversals	Charge off	
Other financial assets (see note 9)	4,931	1,129,982			1,134,913
Loans and other financing	3,875,164	1,207,655	28,423	912,572	4,141,824
Other financial institutions	52,121	1,826	17,539		36,408
To the non-financial private sector and foreign residents					
Overdrafts	278,910	1,336	312	18,723	261,211
Documents	352,955	120,637	944	18,292	454,356
Mortgage loans	262,750	40,452	150	14,061	288,991
Pledge loans	75,762	12,263		421	87,604
Personal loans	1,497,309	407,099		258,812	1,645,596
Credit cards	772,847	173,771	448	104,774	841,396
Financial leases	5,567	1,288	419		6,436
Other	576,943	448,983	8,611	497,489	519,826
Total allowances	3,880,095	2,337,637	28,423	912,572	5,276,737

VALUE ADJUSTMENT FOR CREDIT LOSSES - ALLOWANCES FOR UNCOLLECTIBILITY RISK

AS OF DECEMBER 31, 2018

(Translation of the financial statements originally issued in Spanish - See Note 36)

(Figures stated in thousands of pesos)

Item	Amounts at beginning of the fiscal year	Increases	Decreases		12/31/2018
			Reversals	Charge off	
Other financial assets	4,916	1,850		1,835	4,931
Loans and other financing	2,470,303	2,867,749	37,684	1,425,204	3,875,164
Other financial institutions	31,251	25,571	4,701		52,121
To the non-financial private sector and foreign residents					
Overdrafts	138,311	198,938	6,822	51,517	278,910
Documents	200,750	193,380	807	40,368	352,955
Mortgage loans	146,296	148,407	13,466	18,487	262,750
Pledge loans	73,070	28,738	3,681	22,365	75,762
Personal loans	1,055,897	1,284,557	267	842,878	1,497,309
Credit cards	557,682	565,559	905	349,489	772,847
Financial leases	6,487	268	1,188		5,567
Other	260,559	422,331	5,847	100,100	576,943
Total allowances	2,475,219	2,869,599	37,684	1,427,039	3,880,095

REVIEW REPORT ON CONDENSED CONSOLIDATED INTERIM-PERIOD FINANCIAL STATEMENTS

To the Directors of

BANCO MACRO S.A.

CUIT (Argentine tax identification number): 30-50001008-4

Registered office: Avenida Eduardo Madero 1182

Buenos Aires City

I. Report on the financial statements

Introduction

1. We have reviewed the accompanying condensed consolidated interim financial statements of BANCO MACRO S.A. and its subsidiaries ("the Bank"), which comprise: (a) the consolidated statement of financial position as of March 31, 2019, (b) the consolidated statements of income and other comprehensive income, changes in shareholders' equity and cash flows for the three-month period then ended, and (c) explanatory notes and other supplementary information.

Responsibility of the Bank's Board of Directors and Management in connection with the financial statements

2. The Bank's Board of Directors and Management are responsible for the preparation and presentation of the financial statements mentioned in paragraph 1. in accordance with the accounting framework established by the Central Bank of Argentina ("BCRA"), which, as indicated in note 3. to the financial statements mentioned in paragraph 1., is based on International Financial Reporting Standards ("IFRS"), and in particular for the condensed interim financial statements on the International Accounting Standard ("IAS") 34 "Interim Financial Reporting", as those standards were issued by the International Accounting Standards Board ("IASB") and adopted by the Argentine Federation of Professional Councils in Economic Sciences ("FACPCE" for its Spanish acronym), only subject to the exceptions stated in (i) point 5.5. "Impairment" of IFRS 9 "Financial instruments", and (ii) International Accounting Standards ("IAS") 29 "Financial Reporting in Hyperinflationary Economies", which were temporarily excluded by the BCRA from the accounting framework applicable to financial institutions. The Bank's Board of Directors and Management are also responsible

for the internal control they may deem necessary to allow the interim financial statements to be prepared free of material misstatements, whether due to errors or irregularities.

Auditor's responsibility

3. Our responsibility is to express a conclusion on the financial statements mentioned in paragraph 1. based on our review, which was performed in accordance with the standards established by FACPCE Technical Resolution No. 37 and with the "Minimum external auditing standards" issued by the BCRA, applicable to the review of interim financial statements, and in compliance with the ethical requirements relevant to the audit of the Bank's annual financial statements. A review of interim financial statements consists of making inquiries, mainly to the persons in charge of accounting and financial matters, as well as applying analytical procedures and other review procedures. A review is substantially less in scope than an audit of financial statements; therefore, we cannot obtain reasonable assurance that we will become aware of all the material issues that may arise in an audit. Therefore, we do not express an audit opinion.

Conclusion

4. Based on our review, we have not become aware of anything that may lead us to believe that the financial statements mentioned in paragraph 1. have not been prepared, in all material respects, in accordance with the accounting framework established by the BCRA mentioned in paragraph 2.

Emphasis on certain aspects disclosed in the financial statements and other issues

5. We would like to draw attention to the information contained in the following notes to the consolidated financial statements mentioned in paragraph 1.:

(a) Note 3. "Basis for the preparation of these financial statements and applicable accounting standards", section "Applicable Accounting Standards", where the Bank states that it is currently quantifying the effect on the financial statements of the application of section 5.5 "Impairment" of IFRS 9 "Financial instruments", which was temporarily excluded by the BCRA from the accounting framework applicable to financial entities. This issue does not change the conclusion stated in paragraph 4., but it should be taken into account by the users of IFRS for interpreting the financial statements mentioned in paragraph 1.

(b) Note 3. "Basis for the preparation of these financial statements and applicable accounting standards", section "Measuring unit", which (a) explains that although as of

March 31, 2019, the conditions mentioned in IAS 29 for the inflation adjustment of the financial statements into measuring unit current are met, BCRA Communiqué "A" 6651 does not allow such inflation adjustment temporarily; (b) describes the main impacts that would be derived from applying IAS 29 and mentions that although the Bank is currently quantifying the effect of IAS 29 on the financial statements mentioned in paragraph 1., it estimates that it could be significant and (c) warns that the nonrecognition of changes occurred in the general purchasing power may distort the accounting information and should be taken into account in the interpretation of the information included by the Bank in the accompanying financial statements over financial position, results of operations and cash flows. This issue does not modify the conclusion mentioned in paragraph 4, but we expressly state that although the financial statements mentioned in paragraph 1. were prepared pursuant to the accounting information framework established by the BCRA, the practices within this information framework concerning the measuring unit do not allow to make a presentation according to professional accounting standards.

6. As further explained in Note 38. to the consolidated financial statements mentioned in paragraph 1., certain accounting practices used by the Bank to prepare the accompanying financial statements conform with the accounting framework established by the BCRA but may not conform with the accounting principles generally accepted in other countries.

Other matters

7. We also issued a separate report on the condensed separate interim financial statements of BANCO MACRO S.A. as of the same date and for the same period indicated in paragraph 1.

II. Report on other legal and regulatory requirements

8. In compliance with current legal requirements, we further report that:
 - (a) The financial statements mentioned in paragraph 1., as mentioned in note 3. thereto, are in process of being transcribed into the Books of Accounts of BANCO MACRO S.A. and, based on our review, we have not become aware of anything that may lead us to believe that these financial statements have not been prepared, in all material respects, in conformity with the applicable Argentine Business Associations Law provisions and Argentine Securities Commission ("CNV") regulations.

- (b) The condensed separate interim financial statements of BANCO MACRO S.A. as of March 31, 2019, arise from the accounting books kept, in all formal respects, pursuant to current legal requirements.
- (c) As of March 31, 2019, the liabilities accrued from employee and employer contributions to the Integrated Pension Fund System, as recorded in the Bank's books, amounted to Ps. 171,876,627, none of which was due and payable as of that date.

Buenos Aires City,

May 9, 2019

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C.P.C.E.C.A.B.A. Vol. 1 – Fo. 13

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REVIEW REPORT ON CONDENSED SEPARATE INTERIM-PERIOD FINANCIAL STATEMENTS

To the Directors of

BANCO MACRO S.A.

CUIT (Argentine tax identification number): 30-50001008-4

Registered office: Avenida Eduardo Madero 1182

Buenos Aires City

I. Report on the financial statements

Introduction

1. We have reviewed the accompanying condensed separate interim financial statements of BANCO MACRO S.A. ("the Bank"), which comprise: (a) the separate statement of financial position as of March 31, 2019, (b) the separate statements of income and other comprehensive income, changes in shareholders' equity and cash flows for the three-month period then ended, and (c) explanatory notes and other supplementary information.

Responsibility of the Bank's Board of Directors and Management in connection with the financial statements

2. The Bank's Board of Directors and Management are responsible for the preparation and presentation of the financial statements mentioned in paragraph 1. in accordance with the accounting framework established by the Central Bank of Argentina ("BCRA"), which, as indicated in note 3. to the financial statements mentioned in paragraph 1., is based on International Financial Reporting Standards ("IFRS"), and in particular for the condensed interim financial statements on the International Accounting Standard ("IAS") 34 "Interim Financial Reporting", as those standards were issued by the International Accounting Standards Board ("IASB") and adopted by the Argentine Federation of Professional Councils in Economic Sciences ("FACPCE" for its Spanish acronym), only subject to the exceptions stated in (i) point 5.5. "Impairment" of IFRS 9 "Financial instruments", and (ii) International Accounting Standards ("IAS") 29 "Financial Reporting in Hyperinflationary Economies", which were temporarily excluded by the BCRA from the accounting framework applicable to financial institutions. The Bank's Board of Directors and Management are also responsible

for the internal control they may deem necessary to allow the interim financial statements to be prepared free of material misstatements, whether due to errors or irregularities.

Auditor's responsibility

3. Our responsibility is to express a conclusion on the financial statements mentioned in paragraph 1. based on our review, which was performed in accordance with the standards established by FACPCE Technical Resolution No. 37 and with the "Minimum external auditing standards" issued by the BCRA, applicable to the review of interim financial statements, and in compliance with the ethical requirements relevant to the audit of the Bank's annual financial statements. A review of interim financial statements consists of making inquiries, mainly to the persons in charge of accounting and financial matters, as well as applying analytical procedures and other review procedures. A review is substantially less in scope than an audit of financial statements; therefore, we cannot obtain reasonable assurance that we will become aware of all the material issues that may arise in an audit. Therefore, we do not express an audit opinion.

Conclusion

4. Based on our review, we have not become aware of anything that may lead us to believe that the financial statements mentioned in paragraph 1. have not been prepared, in all material respects, in accordance with the accounting framework established by the BCRA mentioned in paragraph 2.

Emphasis on certain aspects disclosed in the financial statements and other issues

5. We would like to draw attention to the information contained in the following notes to the separate financial statements mentioned in paragraph 1.:

(a) Note 3. "Basis for the preparation of these financial statements and applicable accounting standards", where the Bank states that it is currently quantifying the effect on the financial statements mentioned in paragraph 1. of the application of section 5.5 "Impairment" of IFRS 9 "Financial instruments", which was temporarily excluded by the BCRA from the accounting framework applicable to financial entities. This issue does not change the conclusion stated in paragraph 4., but it should be taken into account by the users of IFRS for interpreting the financial statements mentioned in paragraph 1.

(b) Note 3. "Basis for the preparation of these financial statements and applicable accounting standards", section "Measuring unit", which (a) explains that although as of March 31, 2019, the conditions mentioned in IAS 29 for the inflation adjustment of the financial statements into measuring unit current are met, BCRA Communiqué "A" 6651 does not allow such inflation adjustment temporarily; (b) describes the main impacts that would be derived from applying IAS 29 and mentions that although the Bank is currently quantifying the effect of IAS 29 on the financial statements mentioned in paragraph 1., it estimates that it could be significant and (c) warns that the nonrecognition of changes occurred in the general purchasing power may distort the accounting information and should be taken into account in the interpretation of the information included by the Bank in the accompanying financial statements over financial position, results of operations and cash flows. This issue does not modify the conclusion mentioned in paragraph 4, but we expressly state that although the financial statements mentioned in paragraph 1. were prepared pursuant to the accounting information framework established by the BCRA, the practices within this information framework concerning the measuring unit do not allow to make a presentation according to professional accounting standards.

6. As further explained in note 36. to the separate financial statements mentioned in paragraph 1., certain accounting practices used by the Bank to prepare the accompanying financial statements conform with the accounting framework established by the BCRA but may not conform with the accounting principles generally accepted in other countries.

Other matters

7. We also issued a separate report on the condensed consolidated interim financial statements of BANCO MACRO S.A. and its subsidiaries as of the same date and for the same period indicated in paragraph 1.

II. Report on other legal and regulatory requirements

8. In compliance with current legal requirements, we further report that:

(a) Based on our review, we have not become aware of anything that may lead us to believe that the financial statements mentioned in paragraph 1. have not been prepared, in all material respects, in conformity with the applicable Argentine Business Associations Law provisions and Argentine Securities Commission ("CNV") regulations.

- (b) The financial statements mentioned in paragraph 1. as mentioned in note 3. thereto, are in process of being transcribed into the Books of Accounts of BANCO MACRO S.A. and arise from the accounting books kept, in all formal respects, pursuant to current legal requirements.
- (c) As of March 31, 2019, the liabilities accrued from employee and employer contributions to the Integrated Pension Fund System, as recorded in the Bank's books, amounted to Ps. 171,876,627, none of which was due and payable as of that date.
- (d) As of March 31, 2019, as stated in note 26. to the financial statements mentioned in paragraph 1., the Bank carries shareholders' equity and a statutory guarantee account to eligible assets that exceed the minimum amounts required by relevant CNV regulations for these items.

Buenos Aires City,

May 9, 2019

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