

Translation from the original prepared in Spanish for publication in Argentina

BANCOPATAGONIA

**Condensed Interim Consolidated Financial Statements as
of September 30, 2020**
Jointly with the Independent Auditors' and Supervisory Audit
Committee's Reports on interim financial statement

Translation from the original prepared in Spanish for publication in Argentina

BANCO PATAGONIA S.A.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
AS OF SEPTEMBER 30, 2020

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AS OF SEPTEMBER 30, 2020

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CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
AS OF SEPTEMBER 30, 2020

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INDEPENDENT AUDITOR'S REPORT

(On the condensed interim consolidated financial statements)

To the President and Directors of
Banco Patagonia S.A.
CUIT N° 30-50000661-3
Legal Address: Av. de Mayo 701, Floor 24th
City of Buenos Aires

Report on condensed interim consolidated financial statements

1. Identification of the condensed interim consolidated financial statements subject to review

We have reviewed the accompanying condensed interim consolidated financial statements of Banco Patagonia S.A. (hereinafter, referred to as "Banco Patagonia S.A." or the "Entity"), which comprise the condensed interim consolidated statement of financial position as of September 30, 2020, the condensed interim consolidated statements of income, other comprehensive income, changes in shareholders' equity and cash flow for the nine-month period then ended, and other explanatory information included in notes 1 to 56 and exhibits B, C, D, H, I, J, and R.

The amounts and other information corresponding to the year ended December 31, 2019 and to the nine-month period ended September 30, 2019, restated as September 2020 currency, are included as an integral part of the condensed interim consolidated financial statements referred to above and are intended to be read only in relation to the amounts and other information of the interim current period.

2. Responsibility of the Entity's Board of Directors for the condensed interim consolidated financial statements

The Entity's Board of Directors is responsible for the preparation and fair presentation of the accompanying condensed interim consolidated financial statements in accordance with the accounting information framework established by the Central Bank of The Argentine Republic ("BCRA") and, in particular, with the International Accounting Standard 34, "Interim financial information" (IAS 34). As described in note 2.1, said financial reporting framework is based on the application of International Financial Reporting Standards ("IFRS") adopted by the Argentine Federation of Professional Councils of Economic Sciences (FACPCE) as professional accounting standards, as approved by the International Accounting Standards Board ("IASB"). "IFRS" standards were adopted by the BCRA with the temporary exception of item 5.5 "Impairment of Value" of IFRS 9 "Financial Instruments" for Group "B" and "C", Financial Institutions, while for Group "A" Financial Institutions, said exception is limited to debt instruments of the non-financial public sector. Likewise, the Entity's Board of Directors and Management are also responsible for the internal control they deem necessary to allow the preparation of financial statements free of significant distortions.

3. Auditors' responsibility

Our responsibility is to express a conclusion on the accompanying condensed interim consolidated financial statements based on our review. We conducted our review in accordance with the standards on review of interim financial statements established in the Section IV of the Technical Resolution N° 37 issued by the FACPCE and with the "Minimum Standards on External Audits" for Financial Entities issued by the BCRA, applicable to the review of financial statements intermediate period; complying with the relevant ethical requirements for the annual financial statements of the Entity. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, as well as applying analytical and other review procedures. A review is substantially less in scope than an audit, and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

4. Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim consolidated financial statements of Banco Patagonia S.A. for the nine-month period ended September 30, 2020, are not presented, in all material respects, in accordance with the accounting reporting framework established by the BCRA, and in particular with IAS 34.

5. Emphasis paragraph

Without modifying our conclusion, we would like to point out what has been indicated in the following notes to the accompanying condensed interim consolidated financial statements:

- a) As explained at note 2.1 a) to the attached condensed interim consolidated financial statements, respectively, they have been prepared in accordance with the accounting reporting framework established by the BCRA, that differs from IFRS at the application of item 5.5 "Impairment" of IFRS 9 "Financial instruments" on debt instruments of the non-financial public sector, in accordance with Communication "A" 6847 of the BCRA. Moreover, in the aforementioned note, the controlled entity GPAT Compañía Financiera SAU, in accordance with the provisions of BCRA Communication "A" 6938 issued on March 19, 2020, did not apply the impairment model set forth in section 5.5 "Impairment" of the IFRS No. 9 "Financial instruments" applicable for "Allowances for Bad Debt", since it has been postponed until January 1, 2021 for Group "B" and "C" financial institutions based on said Communication.
- b) As explained in note 2.1.b), the remaining shareholding in Prisma Medios de Pago S.A. Classified under the heading "Investments in Equity Instruments", is recorded according to the accounting treatment established by the BCRA. The accounting criteria applied constitutes a departure from the provisions of IFRS 9 with respect to the measurement of equity instruments at their fair value.
- c) The amounts of the financial year ended December 31, 2019 and the nine-month period ended September 30, 2019 presented in the condensed consolidated financial statements attached for comparative purposes, have been amended to reflect the application of IAS 29 "Financial Information in Hyperinflationary Economy" and item 5.5 "Impairment" of IFRS 9 "Financial Instruments".

These matters should be taken into account for their condensed interim consolidated financial statements attached interpretation.

6. Other issues

- a) With regard to the amounts of the financial year ended 31 December 2019 and the nine-month period ended September 30, 2019 presented for comparative purposes as indicated in Chapter 1 of this report, they arise from the condensed consolidated financial statements for the financial year ended 31 December 2019, prepared in accordance with the accounting information framework established by the BCRA in force as of that date, and audited by other professionals, who have issued their report with an unqualified opinion dated 19 February 2020. The amounts corresponding to the nine-month period ended September 30, 2019 presented for comparative purposes as indicated in Chapter 1 of this report, arise from the condensed interim consolidated financial statements for the nine-month period ended September 30, 2019, prepared in accordance with the accounting reporting framework established by the BCRA in force at that date, and were reviewed by other professionals, who have issued their report with an unmodified conclusion dated November 7, 2019. These financial statements have been restated as September 2020 currency.
- b) We have issued a separate review report on the interim consolidated financial statements of Banco Patagonia at the same date and for the same period indicated in Chapter 1.

7. English translation of statutory condensed interim consolidated financial statements

This report and the condensed interim consolidated financial statements referred to in section 1 have been translated into English for the convenience of English-speaking readers. Those have been originally prepared by the Entity in Spanish and presented in accordance with Argentine professional accounting standards.

The effects of the differences between Argentine professional standards and the accounting principles generally accepted in the countries in which the condensed interim consolidated financial statements are to be used have not been quantified.

Accordingly, the accompanying condensed interim consolidated financial statements are not intended to present the Entity's financial position, statements of income, changes in shareholders' equity or cash flow in accordance with accounting principles generally accepted in the countries of users of the interim financial statements, other than Argentina.

Information on other legal and regulatory requirements

- a) The condensed interim consolidated financial statements of Banco Patagonia S.A. as of September 30, 2020 are transcribed in the book "Balances" and comply, as far as our competence is, in accordance with the established at the General Law of Companies and at resolutions of the BCRA and the National Securities Commission.
- b) The condensed interim consolidated financial statements of Banco Patagonia S.A. arise from accounting records kept in their formal aspects in accordance with legal rules.
- c) As required by General Resolution No. 622/13 of the National Securities Commission, we report that we have no comments to make on the information contained at note 51 to the condensed interim consolidated financial statements attached to the requirements of Minimum Net Estate and Liquid Consideration required by that legislation.
- d) We have reviewed the information summary required by the National Securities And Exchange Commission on which, as far as our competence is concerned, we have no significant comments to make.
- e) As arising from the accounting records of the Entity referred to in subparagraph (a) of this chapter, the liability accrued as of September 30, 2020 in favor of the National Social Security Regime in respect of contributions and planned contributions amounted to \$148,641,121.06 with no amounts being due as of that date.

City of Buenos Aires, November 25, 2020

DELOITTE & Co. S.A.

(Public Registry of Commerce

C.P.C.E.C.A.B.A. Tº 1 Fº 3)

GUSTAVO CARBALLAL (Partner)

Public Accountant (U.B.)

C.P.C.E.C.A.B.A. Tomo 218 - Folio 224

INDEPENDENT AUDITOR'S REPORT
(On the condensed interim separate financial statements)

To the President and Directors of
Banco Patagonia S.A.
CUIT N° 30-50000661-3
Legal Address: Av. de Mayo 701, Floor 24th
City of Buenos Aires

Report on condensed interim separate financial statements

1. Identification of the condensed interim separate financial statements subject to review

We have reviewed the accompanying condensed interim separate financial statements of Banco Patagonia S.A. (hereinafter, referred to as "Banco Patagonia S.A." or the "Entity"), which comprise the condensed interim separate statement of financial position as of September 30, 2020, the condensed interim separate statements of income, other comprehensive income, changes in shareholders' equity and cash flow for the nine-month period then ended, and other explanatory information included in notes 1 to 37 and exhibits A, B, C, D, H, I, J, L, O and R.

The amounts and other information corresponding to the year ended December 31, 2019 and to the nine-month period ended September 30, 2019, restated as September 2020 currency, are included as an integral part of the condensed interim separate financial statements referred to above and are intended to be read only in relation to the amounts and other information of the interim current period.

2. Responsibility of the Entity's Board of Directors for the condensed interim separate financial statements

The Entity's Board of Directors is responsible for the preparation and fair presentation of the accompanying condensed interim separate financial statements in accordance with the accounting information framework established by the Central Bank of The Argentine Republic ("BCRA") and, in particular, with the International Accounting Standard 34, "Interim financial information" (IAS 34). As described in note 2 of the accompanying condensed interim separate financial statements, said financial reporting framework is based on the application of International Financial Reporting Standards ("IFRS") adopted by the Argentine Federation of Professional Councils of Economic Sciences (FACPCE) as professional accounting standards, as approved by the International Accounting Standards Board ("IASB"). "IFRS" standards were adopted by the BCRA with the temporary exception of item 5.5 "Impairment of Value" of IFRS 9 "Financial Instruments" for Group "B" and "C" Financial Institutions, while for Group "A" Financial Institutions, said exception is limited to debt instruments of the non-financial public sector. Likewise, the Entity's Board of Directors and Management are also responsible for the internal control they deem necessary to allow the preparation of financial statements free of significant distortions.

3. Auditors' responsibility

Our responsibility is to express a conclusion on the accompanying condensed interim separate financial statements based on our review. We conducted our review in accordance with the standards on review of interim financial statements established in the Section IV of the Technical Resolution N° 37 issued by the FACPCE and with the "Minimum Standards on External Audits" for Financial Entities issued by the BCRA, applicable to the review of financial statements intermediate period; complying with the relevant ethical requirements for the annual financial statements of the Entity. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, as well as applying analytical and other review procedures. A review is substantially less in scope than an audit, and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

4. Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim separate financial statements of Banco Patagonia S.A. for the nine-month period ended September 30, 2020, are not presented, in all material respects, in accordance with the accounting reporting framework established by the BCRA, and in particular with IAS 34.

5. Emphasis paragraph

Without modifying our conclusion, we would like to point out what has been indicated in the following notes to the accompanying condensed interim separate financial statements:

- a) As explained at note 2 a) to the attached condensed interim separate financial statements, respectively, they have been prepared in accordance with the accounting reporting framework established by the BCRA, that differs from IFRS at the application of item 5.5 "Impairment" of IFRS 9 "Financial Instruments" on debt instruments of the non-financial public sector, in accordance with Communication "A" 6847 of the BCRA. Moreover, in the aforementioned note is described that the controlled entity GPAT Compañía Financiera S.A.U., in accordance with the provisions of BCRA Communication "A" 6938 issued on March 19 of 2020, did not apply the impairment model of section 5.5 "Impairment" of IFRS 9 "Financial Instruments" applicable to "Allowances for Bad Debt", since its application has been postponed until January 1, 2021 for the financial institutions of Group "B" and "C" based on said Communication. Therefore, the proportional equity value corresponding to the participation of Banco Patagonia S.A. in said Entity, which is recorded as "Investment in subsidiaries, associates and joint ventures" and its counterpart in results recorded as "Income from associates and joint ventures", has been calculated considering the aforementioned Communication.
- b) As explained in note 2 b), the remaining shareholding in Prisma Medios de Pago S.A. Classified under the heading "Investments in Equity Instruments", is recorded according to the accounting treatment established by the BCRA. The accounting criteria applied constitutes a departure from the provisions of IFRS 9 with respect to the measurement of equity instruments at their fair value.
- c) The amounts of the financial year ended December 31, 2019 and the nine-month period ended September 30, 2019 presented in the condensed separate financial statements attached for comparative purposes, have been amended to reflect the application of IAS 29 "Financial Information in Hyperinflationary Economy" and item 5.5 "Impairment of Value" of IFRS 9 "Financial Instruments".

These matters should be taken into account for their condensed interim separate financial statements attached interpretation.

6. Other issues

- a) With regard to the amounts of the financial year ended 31 December 2019 and the nine-month period ended September 30, 2019 presented for comparative purposes as indicated in Chapter 1 of this report, they arise from the condensed separate financial statements for the financial year ended 31 December 2019, prepared in accordance with the accounting information framework established by the BCRA in force as of that date, and audited by other professionals, who have issued their report with an unqualified opinion dated 19 February 2020. The amounts corresponding to the nine-month period ended September 30, 2019 presented for comparative purposes as indicated in Chapter 1 of this report, arise from the condensed interim separate financial statements for the nine-month period ended September 30, 2019, prepared in accordance with the accounting reporting framework established by the BCRA in force at that date, and were reviewed by other professionals, who have issued their report with an unmodified conclusion dated November 7, 2019. These financial statements have been restated as September 2020 currency.

- b) We have issued a consolidated review report on the interim consolidated financial statements of Banco Patagonia at the same date and for the same period indicated in Chapter 1.

7. English translation of statutory condensed interim separate financial statements

This report and the condensed interim separate financial statements referred to in section 1 have been translated into English for the convenience of English-speaking readers. Those have been originally prepared by the Entity in Spanish and presented in accordance with Argentine professional accounting standards.

The effects of the differences between Argentine professional standards and the accounting principles generally accepted in the countries in which the condensed interim separate financial statements are to be used have not been quantified.

Accordingly, the accompanying condensed interim separate financial statements are not intended to present the Entity's financial position, statements of income, changes in shareholders' equity or cash flow in accordance with accounting principles generally accepted in the countries of users of the interim financial statements, other than Argentina.

Information on other legal and regulatory requirements

- a) The condensed interim separate financial statements of Banco Patagonia S.A. as of September 30, 2020 are transcribed in the book "Balances" and comply, as far as our competence is, in accordance with the established at the General Law of Companies and at resolutions of the BCRA and the National Securities Commission.
- b) The condensed interim separate financial statements of Banco Patagonia S.A. arise from accounting records kept in their formal aspects in accordance with legal rules.
- c) As required by General Resolution No. 622/13 of the National Securities Commission, we report that we have no comments to make on the information contained at note 36 to the condensed interim separate financial statements attached to the requirements of Minimum Net Estate and Liquid Consideration required by that legislation.
- d) We have reviewed the information summary required by the National Securities And Exchange Commission on which, as far as our competence is concerned, we have no significant comments to make.
- e) As arising from the accounting records of the Entity referred to in subparagraph (a) of this chapter, the liability accrued as of September 30, 2020 in favor of the National Social Security Regime in respect of contributions and planned contributions amounted to \$147,101,914.60 with no amounts being due as of that date.

City of Buenos Aires, November 25, 2020

DELOITTE & Co. S.A.

(Public Registry of Commerce

C.P.C.E.C.A.B.A. Tº 1 Fº 3)

GUSTAVO CARBALLAL (Partner)

Public Accountant (U.B.)

C.P.C.E.C.A.B.A. Tomo 218 - Folio 224

BANCO PATAGONIA S.A.		
Legal Address:		
Avenida de Mayo 701- Floor 24 - City of Buenos Aires - Argentina		
Main business activity: Commercial bank		Taxpayer identification No. [C.U.I.T.]: 30 - 50000661 - 3
Incorporation date: May 4, 1928		
Registration with the Public Registry of Commerce of the Autonomous City of Buenos Aires	Date	Of the articles of incorporation: 09/18/1928
		Of the latest amendment: 07/05/2019
	Book	Stock Corporations Book: 85
		Number: 13,826
Expiry of articles of incorporation: August 29, 2038		
Fiscal year No. 97		
Beginning date: January 1, 2020		Closing date: December 31, 2020
Capital structure (Note 28)		
Number and characteristics of shares	In Argentine pesos	
	Subscribed	Paid in
719,145,237 registered, common shares, with a nominal value of ARS 1, and entitled to one vote each	719,145,237	719,145,237
Information required by the BCRA (Central Bank of Argentina)		
Name of the undersigned auditor:	Gustavo Carballal	
Professional firm:	Deloitte & Co. S.A.	
Report for the nine-month period ended September, 2020	8 – (quarterly closing – Unqualified opinion)	

Marcelo A. Iadarola
Executive Manager of Administration

Juan M. Trejo
Superintendent
Finance, Administration and Public Sector

João Carlos de Nobrega Pecego
President

Signed for identification purposes
with our report dated 11/25/2020

By Supervisory Committee

Signed for identification purposes
with our report dated 11/25/2020
Deloitte & Co. S.A.
C.P.C.E.C.A.B.A. T° 1 F° 3

Mónica M. Cukar
Regular Supervisory Auditor
Public Accountant (U.B.A.)
C.P.C.E.C.A.B.A. T° 147 F° 66

Gustavo Carballal (Partner)
Public Accountant (U.B.)
C.P.C.E.C.A.B.A. T° 218 F° 224

BANCO PATAGONIA S.A.

**CONDENSED INTERIM CONSOLIDATED
STATEMENTS OF FINANCIAL POSITION AS OF 09/30/20 AND 12/31/19**
(Stated in thousands of pesos)

ITEM	NOTAS	09/30/20	12/31/19
ASSETS			
Cash and bank deposits	7	48,449,629	54,574,859
Cash on hand		13,093,145	14,273,354
Financial institutions and correspondents		35,356,484	40,301,505
BCRA		33,221,567	39,326,353
Other in Argentina and abroad		2,134,917	975,152
Debt securities measured at fair value with changes through profit or loss	8	1,114,966	420,068
Derivative instruments	9	248,203	94,468
Repo transactions	10	20,358,045	-
Other financial assets	11	3,010,597	2,513,230
Loans and other financing facilities (Exhibits B, C and D)	12	103,098,242	108,103,380
Non-financial government sector		6,898	27,651
Other financial institutions		6,616,934	5,249,467
Nonfinancial private sector and foreign residents		96,474,410	102,826,262
Other debt securities	13	78,548,183	51,511,937
Financial assets granted as collateral	14	6,481,578	4,379,594
Current income tax assets	15 a)	48,077	45,668
Investments in equity instruments	16	844,354	1,031,048
Investments in subsidiaries, associates and joint ventures	17	308,602	282,740
Property and equipment	18	10,435,163	10,601,051
Intangible assets	19	480,663	418,522
Deferred income tax assets		2,819,510	1,456,794
Other non-financial assets	20	929,072	1,265,640
Non-current assets held for sale	21	48,297	-
TOTAL ASSETS		277.223.181	236,698,999

Marcelo A. Iadarola
Executive Manager of Administration

Juan M. Trejo
Superintendent
Finance, Administration and Public Sector

João Carlos de Nobrega Pecego
President

Signed for identification purposes
with our report dated 11/25/2020

By Supervisory Committee

Signed for identification purposes
with our report dated 11/25/2020
Deloitte & Co. S.A.
C.P.C.E.C.A.B.A. T° 1 F° 3

Mónica M. Cukar
Regular Supervisory Auditor
Public Accountant (U.B.A.)
C.P.C.E.C.A.B.A. T° 147 F° 66

Gustavo Carballal (Partner)
Public Accountant (U.B.)
C.P.C.E.C.A.B.A. T° 218 F° 224

BANCO PATAGONIA S.A.

**CONDENSED INTERIM CONSOLIDATED
STATEMENTS OF FINANCIAL POSITION AS OF 09/30/20 AND 12/31/19**
(Stated in thousands of Pesos)

ITEM	NOTES	09/30/20	12/31/19
LIABILITIES			
Deposits (Exhibits H)		200,678,421	149,432,927
Nonfinancial government sector		19,776,107	14,669,251
Financial sector		424,281	888,900
Nonfinancial private sector and foreign residents	22	180,478,033	133,874,776
Liabilities at fair value through profit or loss		148,451	-
Derivative instruments	9	11,606	304,100
Repo transactions	10	76,324	-
Other financial liabilities	23	9,099,055	10,253,022
Financing facilities received from the BCRA and other financial institutions	24	4,348,528	20,245,837
Corporate bonds issued	25	931,053	1,265,894
Current income tax liabilities	15 a)	2,088,480	5,757,671
Allowances and provisions (Exhibit J)	26	1,899,142	2,001,684
Other nonfinancial liabilities	27	13,605,020	5,492,349
TOTAL LIABILITIES		232,886,080	194,753,484
SHAREHOLDERS' EQUITY			
Share capital	28	719,145	719,145
Non-capitalized contributions		217,191	217,191
Share capital adjustments		16,798,560	16,798,560
Retained earnings		30,760,211	19,928,254
Unappropriated retained earnings	43	(14,346,173)	(8,073,066)
Other comprehensive income		502,410	(726,249)
Income for the period		9,685,757	13,081,680
Equity attributable to the owners of the parent company		44,337,101	41,945,515
Equity attributable to non-controlling interests (*)		-	-
TOTAL SHAREHOLDERS' EQUITY		44,337,101	41,945,515
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		277,223,181	236,698,999

(*) As of September 30, 2020 and December 31, 2019 the Net Equity attributable to uncontrolled participations amounts \$ 227.90 and \$ 202.76, respectively.

Marcelo A. Iadarola
Executive Manager of Administration

Juan M. Trejo
Superintendent
Finance, Administration and Public Sector

João Carlos de Nobrega Pecego
President

Signed for identification purposes
with our report dated 11/25/2020

By Supervisory Committee

Signed for identification purposes
with our report dated 11/25/2020
Deloitte & Co. S.A.
C.P.C.E.C.A.B.A. T° 1 F° 3

Mónica M. Cukar
Regular Supervisory Auditor
Public Accountant (U.B.A.)
C.P.C.E.C.A.B.A. T° 147 F° 66

Gustavo Carballal (Partner)
Public Accountant (U.B.)
C.P.C.E.C.A.B.A. T° 218 F° 224

BANCO PATAGONIA S.A.

**CONDENSED INTERIM CONSOLIDATED
STATEMENTS OF INCOME AS OF 09/30/20 AND 09/30/19**
(Stated in thousands of Pesos)

ITEM	NOTES	THREE-MONTH PERIOD ENDED		NINE-MONTH PERIOD ENDED	
		09/30/20	09/30/19	09/30/20	09/30/19
Interest income	29	15,698,896	22,043,943	46,219,302	62,506,207
Interest expense	30	(6,699,672)	(9,644,299)	(17,036,591)	(28,605,867)
Net interest income		8,999,224	12,399,644	29,182,711	33,900,340
Fee income	31	2,052,957	2,367,958	6,188,568	7,312,686
Fee expenses	32	(624,488)	(683,915)	(1,842,284)	(2,009,640)
Net fee income		1,428,469	1,684,043	4,346,284	5,303,046
Net result from measurement of financial instruments at fair value with changes in results	33	424,683	250,913	932,526	1,372,527
Result from derecognition of assets measured at amortized cost and at fair value with changes in OCI		(577,436)	-	(2,238,162)	-
Gold and foreign currency bid/offer spread		355,316	1,345,142	783,958	2,949,725
Other operating income	34	640,437	793,256	2,453,821	4,973,927
Charge for Loan Losses		(97,279)	(566,785)	(781,529)	(4,315,868)
Net operating income		11,173,414	15,906,213	34,679,609	44,183,697
Benefits to personnel	35	(2,784,817)	(2,741,394)	(7,865,329)	(8,000,073)
Administrative expenses	36	(1,584,432)	(1,696,350)	(4,497,192)	(4,961,637)
Depreciation and impairment of assets		(285,065)	(223,160)	(859,830)	(776,650)
Other operating expenses	37	(1,103,465)	(2,576,114)	(3,512,976)	(5,431,926)
Operating income		5,415,635	8,669,195	17,944,282	25,013,411
Gain/loss on associates and joint ventures		182,708	42,761	169,854	694,218
Inflation effect (net position of assets and liabilities)		(1,449,403)	(1,857,083)	(4,299,163)	(6,618,965)
Income before tax relating to continuing operations		4,148,940	6,854,873	13,814,973	19,088,664
Income tax relating to continuing operations	15 b)	(1,358,756)	(1,243,970)	(4,129,216)	(6,947,674)
Net income from continuing operations		2,790,184	5,610,903	9,685,757	12,140,990
INCOME FOR THE PERIOD		2,790,184	5,610,903	9,685,757	12,140,990

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Superintendent
Finance, Administration and Public Sector

João Carlos de Nobrega Pecego
President

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BANCO PATAGONIA S.A.

**CONDENSED INTERIM CONSOLIDATED
STATEMENTS OF INCOME AS OF 09/30/20 AND 09/30/19**
(Stated in thousands of Pesos)

NET INCOME FOR THE PERIOD	THREE-MONTH PERIOD ENDED		NINE-MONTH PERIOD ENDED	
	09/30/20	09/30/19	09/30/20	09/30/19
Net income attributable to the owners of the parent company	2,790,184	5,610,903	9,685,757	12,140,990
Net income attributable to non-controlling interests (*)	-	-	-	-

(*) As of September 30, 2020 and 2019, the Net Income for the nine-month period attributable to non-controlling interests amounts to \$ 44.56 y \$ 27.76, respectively.

EARNINGS PER SHARE	THREE-MONTH PERIOD ENDED		NINE-MONTH PERIOD ENDED	
	09/30/20	09/30/19	09/30/20	09/30/19
NUMERATOR				
Net income attributable to the shareholders of the parent company	2,790,184	5,610,903	9,685,757	12,140,990
Net income attributable to the shareholders of the parent company adjusted to reflect dilution	2,790,184	5,610,903	9,685,757	12,140,990
DENOMINATOR				
Weighted average outstanding common shares for the year	719,145	719,145	719,145	719,145
Weighted average outstanding common shares for the period adjusted to reflect dilution	719,145	719,145	719,145	719,145
Earnings per share – Basic	3.880	7.802	13.468	16.883
Earnings per share – Diluted	3.880	7.802	13.468	16.883

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**CONDENSED INTERIM CONSOLIDATED STATEMENTS
OF OTHER COMPREHENSIVE INCOME AS OF 09/30/20 AND 09/30/19**
(Stated in thousands of Pesos)

ITEM	THREE-MONTH PERIOD ENDED		NINE-MONTH PERIOD ENDED	
	09/30/20	09/30/19	09/30/20	09/30/19
INCOME FOR THE PERIOD	2,790,184	5,610,903	9,685,757	12,140,990
Components of other comprehensive income that will be reclassified to income for the period				
Exchange differences on translation of financial statements	(2,423)	94,723	10,295	52,678
Exchange differences for the period	(3,231)	126,298	13,727	70,238
Income tax	808	(31,575)	(3,432)	(17,560)
Gains or losses on financial instruments carried at fair value through OCI (paragraph 4.1.2 of IFRS 9)	23,824	(2,968,402)	1,218,364	(2,823,410)
Gains on financial instruments carried at fair value through OCI	(154,898)	(4,079,696)	1,560,326	(3,864,480)
Income tax	178,722	1,111,294	(341,962)	1,041,070
TOTAL OTHER COMPREHENSIVE INCOME THAT WILL BE RECLASSIFIED TO INCOME FOR THE PERIOD	21,401	(2,873,679)	1,228,659	(2,770,732)
TOTAL OTHER COMPREHENSIVE INCOME	21,401	(2,873,679)	1,228,659	(2,770,732)
TOTAL COMPREHENSIVE INCOME	2,811,585	2,737,224	10,914,416	9,370,258
Attributable to the owners of the parent company	2,811,585	2,737,224	10,914,416	9,370,258

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CONDENSED INTERIM CONSOLIDATED STATEMENTS
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY AS OF 09/30/20
(Stated in thousands of Pesos)

Changes	Share capital (1)		Share Capital adjustments	Other comprehensive income			Retained earnings		Unappropriated retained earnings	Total equity attributable to controlling interests	Total shareholders' equity as of 09/30/2020
	Outstanding	Non-capitalized contributions Additional paid-in capital		Foreign exchange differences arising from the translation of financial statements	Revaluation of property and equipment	Accumulated gains/losses from financial instruments at fair value with changes through OCI	Legal	Other			
Restated balances at the beginning of the year (*)	719,145	217,191	208,721	395,420	6,429,575	(1,548,305)	5,286,605	7,559,405	21,561,957	40,829,714	40,829,714
Adjustments and restatement of balances at initial application IAS 29	-	-	16,589,839	(236,613)	(5,172,329)	(593,997)	2,845,906	4,236,338	(16,553,343)	1,115,801	1,115,801
Adjusted and restated balances at the beginning of the year	719,145	217,191	16,798,560	158,807	1,257,246	(2,142,302)	8,132,511	11,795,743	5,008,614	41,945,515	41,945,515
Distribution of unappropriated retained earnings as approved by the General Ordinary Shareholders's Meeting held on 04/23/20 (2)											
- Legal reserve	-	-	-	-	-	-	3,870,958	-	(3,870,958)	-	-
- Optional Reserve - Future distribution of profits	-	-	-	-	-	-	-	15,483,829	(15,483,829)	-	-
- Partial reversal of the optional reserve for cash dividends payment (3)	-	-	-	-	-	-	-	(8,522,830)	-	(8,522,830)	(8,522,830)
Income for the period	-	-	-	-	-	-	-	-	9,685,757	9,685,757	9,685,757
Other comprehensive income for the period	-	-	-	10,295	-	1,218,364	-	-	-	1,228,659	1,228,659
Balances at period-end	719,145	217,191	16,798,560	169,102	1,257,246	(923,938)	12,003,469	18,756,742	(4,660,416)	44,337,101	44,337,101

(*) Balances as of December 31, 2019 restated as of September 30, 2020.

(1) See note 28.

(2) See note 43.

(3) Corresponds to \$ 11,851 per share.

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CONDENSED INTERIM CONSOLIDATED STATEMENTS
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY AS OF 09/30/19
(Stated in thousands of Pesos)

Changes	Share capital (1)	Non-capitalized contributions	Share Capital adjustments	Other comprehensive income			Retained earnings		Unappropriated retained earnings	Total equity attributable to controlling interests	Total shareholders' equity as of 09/30/2019
	Outstanding	Additional paid-in capital		Foreign exchange differences arising from the translation of financial statements	Revaluation of property and equipment	Accumulated gains/losses from financial instruments at fair value with changes through OCI	Legal	Other			
Restated balances at the beginning of the year (*)	719,145	217,191	825,132	338,748	6,894,082	(206,823)	6,119,338	9,762,095	9,744,941	34,413,849	34,413,849
Adjustments and restatement of balances by initial application IAS 29	-	-	15,973,428	(212,977)	(5,129,528)	(1,055,201)	-	-	(8,661,059)	914,663	914,663
Balances at the beginning of the year adjusted and restated	719,145	217,191	16,798,560	125,771	1,764,554	(1,262,024)	6,119,338	9,762,095	1,083,882	35,328,512	35,328,512
Distribution of unappropriated retained earnings as approved by the General Ordinary Shareholders's Meeting held on 04/25/19 (2)											
- Legal reserve	-	-	-	-	-	-	2,013,174	-	(2,013,174)	-	-
- Optional Reserve - Future distribution of earnings	-	-	-	-	-	-	-	3,019,761	(3,019,761)	-	-
- Absorption of adjustment from IFRS-first-time adoption	-	-	-	-	-	-	-	(320,927)	320,927	-	-
- Cash dividends	-	-	-	-	-	-	-	-	(4,352,673)	(4,352,673)	(4,352,673)
Optional reserve partial derecognition approved by the ordinary general meeting of shareholders of 07/15/2019											
- Cash dividends	-	-	-	-	-	-	-	(665,186)	-	(665,186)	(665,186)
Income for the period	-	-	-	-	-	-	-	-	12,140,990	12,140,990	12,140,990
Other comprehensive income for the period	-	-	-	52,678	-	(2,823,410)	-	-	-	(2,770,732)	(2,770,732)
Balances at period-end	719,145	217,191	16,798,560	178,449	1,764,554	(4,085,434)	8,132,512	11,795,743	4,160,191	39,680,911	39,680,911

(*) Balances as of December 31, 2018 restated as of September 30 of 2020

(1) See note 28.

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BANCO PATAGONIA S.A

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
STATEMENTS OF CASH FLOWS AS OF 09/30/20 AND 09/30/19
 (Stated in thousands of Pesos)

ITEM	09/30/20	09/30/19
Cash flows from operating activities		
Income before Income Tax	13,814,973	19,088,664
Inflation effect (net position of assets and liabilities)	4,299,163	6,618,965
Adjustments to obtain cash flows from operating activities:	(2,391,342)	917,062
Assets depreciation and impairment of value	859,830	776,650
Charge for Loan Losses	781,529	4,315,868
Other adjustments	(4,032,701)	(4,175,456)
Net increases from operating assets:	(41,831,514)	37,366,601
Debt securities measured at fair value with changes through profit or loss	(685,270)	225,665
Derivative instruments	(153,735)	34,164
Repo transactions	(20,358,045)	151,884
Loans and other financing facilities	7,294,560	52,783,988
Non-financial government sector	429	46,922
Other financial institutions	411,104	1,673,894
Nonfinancial private sector and foreign residents	6,883,027	51,063,172
Other debt securities	(26,946,520)	(12,492,525)
Financial assets granted as collateral	(2,101,984)	561,546
Investment in equity instruments	(75,225)	(1,825,535)
Other assets	1,194,705	(2,072,586)
Net increases from operating liabilities:	28,096,521	(66,127,291)
Deposits	47,621,951	(66,596,002)
Nonfinancial government sector	4,754,220	(5,408,154)
Financial sector	112,284	(120,954)
Nonfinancial private sector and foreign residents	42,755,447	(61,066,894)
Liabilities measured at fair value with changes through profit or loss	148,451	-
Derivative instruments	(292,494)	1,035,686
Repo transactions	76,324	4,044,004
Financing facilities received from the BCRA and other financial institutions	(14,905,593)	1,993,984
Other liabilities	(4,552,118)	(6,604,963)
Income tax payments	(1,761,768)	(2,638,602)
TOTAL OPERATING ACTIVITIES (A)	226,033	(4,774,601)

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BANCO PATAGONIA S.A.

**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2020
COMPARATIVELY PRESENTED
(Stated in thousands of Pesos)**

ITEM	09/30/20	09/30/19
Cash flows from investing activities		
Payments:		
Purchase of property and equipment, intangible assets and other assets	(772,605)	(1,262,596)
Proceeds:		
Sale of property and equipment, intangible assets and other assets	28,202	1,887,318
TOTAL INVESTING ACTIVITIES (B)	(744,403)	624,722
Cash flows from financing activities		
Payments:		
Dividends	-	(5,017,859)
Unsubordinated corporate bonds	(1,322,455)	(2,828,230)
Financing facilities from local financial institutions	(945,263)	(1,096,237)
Payment for leases	(278,899)	(256,887)
Proceeds:		
Unsubordinated corporate bonds	809,639	837,376
TOTAL FINANCING ACTIVITIES (C)	(1,736,978)	(8,361,837)
EFFECTS OF EXCHANGE RATE CHANGES (D)	7,917,580	8,637,021
EFFECT OF MONETARY GAIN/LOSS ON CASH AND CASH EQUIVALENTS (E)	(11,787,462)	(6,152,419)
TOTAL CHANGES IN CASH FLOWS		
NET INCREASE IN CASH AND CASH EQUIVALENTS (A + B + C + D + E)	(6,125,230)	(10,027,114)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	54,574,859	65,731,520
CASH AND CASH EQUIVALENTS AT PERIOD-END	48,449,629	55,704,406

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**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2020
COMPARATIVELY PRESENTED
(Stated in thousands of Pesos)**

NOTE 1 – GENERAL INFORMATION

Banco Patagonia S.A. (the “Bank”) is a corporation organized in Argentina that operates as a universal bank and has a nationwide distribution network. The Bank is controlled by Banco do Brasil S.A.

These financial statements include the Bank and its subsidiaries (collectively, the “Group”). The subsidiaries of the Bank are:

- GPAT Compañía Financiera S.A.U. (GPAT): it is a company authorized to act as a financial institution, specialized in wholesale and retail financing for the acquisition of new automobiles, from both dealers especially in the General Motors network in Argentina— and private customers.
- Patagonia Inversora S.A. Sociedad Gerente de Fondos Comunes de Inversión: it channels the mutual fund management business. Mutual funds are traded exclusively through the Bank, which, in turn, operates as mutual funds custodian.
- Patagonia Valores S.A.: it is the company authorized to trade securities on the Buenos Aires Securities Market.
- Banco Patagonia (Uruguay) S.A.I.F.E.: it is a Uruguayan corporation authorized to conduct financial intermediation activities in Uruguay between nonresidents exclusively and in any foreign currency other than the Uruguayan peso, under the supervision of the Banco Central del Uruguay (Uruguayan Central Bank).

Since July 20, 2007, Banco Patagonia S.A.’s shares have been publicly offered and listed on Bolsa y Mercados Argentinos (BYMA).

The companies of the Group are registered with the CNV for the purposes of acting in the following capacities:

Banco Patagonia S.A.

- Financial and Non-Financial Trustee: authorized through Resolution No. 17418, issued by the CNV on August 8, 2014.

- Mutual Fund Depository: authorized through Order No. 2081 of the CNV dated September 18, 2014.

- Settlement and Clearing Agent and Full Trading Agent: authorized through Order No. 2095 of the CNV dated September 19, 2014.

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**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2020
COMPARATIVELY PRESENTED
(Stated in thousands of Pesos)**

Patagonia Inversora S.A. Sociedad Gerente de Fondos Comunes de Inversión

- Management Agent for Collective Investment Products of Mutual Investment Funds: authorized by Provision No. 2013 of the CNV dated August 7, 2014.

Patagonia Valores S.A.

- Settlement and Clearing Agent and Full Trading Agent: authorized through Order No. 2114 of the CNV dated November 11, 2014.

NOTE 2 – BASIS FOR THE PREPARATION OF THE FINANCIAL STATEMENTS

2.1 Basis for presentation

These condensed consolidated financial statements for the nine-month period ended September 30, 2020 have been prepared in accordance with the regulations of the Argentine Central Bank (BCRA) (hereinafter, "BCRA Financial Information Framework"), whereby the institutions under its supervision should submit financial statements prepared under the International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB), subject to the following exceptions:

- a) Application of the impairment model in section 5.5 "Impairment" of IFRS 9 "Financial instruments" on debt instruments of the non-financial public sector, in accordance with BCRA Communication "A" 6847.

Moreover, the controlled entity GPAT Compañía Financiera SAU, in accordance with the provisions of BCRA Communication "A" 6938 issued on March 19, 2020, did not apply the impairment model set forth in section 5.5 "Value impairment" of the IFRS No. 9 "Financial instruments" applicable for "Allowances for Bad Debt", since it has been postponed until January 1, 2021 for Group "B" and "C" financial entities based on said Communication.

- b) With respect to the valuation of Prisma Medios de Pago SA, these Condensed Consolidated Financial Statements corresponding to the nine-month period ended September 30, 2020 consider the guidelines established by the BCRA whereby the accounting treatment to be afforded to the investment remainder held by the Entity in said company, registered under "Investments in Equity Instruments" as of September 30, 2020 (See Note 16).

As it is an interim period, the Bank chose to present condensed information, in accordance with the guidelines of IAS 34 Interim Financial Information and, hence, all the information required in the preparation of complete financial statements under IFRS is not included. Consequently, these financial statements must be read in conjunction with the consolidated financial statements as of December 31, 2019. However, notes are included that explain the events and transactions that are significant for the understanding of changes in the financial situation since December 31, 2019.

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**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2020
COMPARATIVELY PRESENTED
(Stated in thousands of Pesos)**

The guidelines for the preparation and presentation of the financial statements of the entities, including the additional information requirements, as well as the information to be disclosed in the form of Exhibits, are established in Communications "A" 6323 and "A" 6324, as amended and supplemented.

2.2 Seasonality of transactions

The Group's activity is not deemed to be seasonal.

2.3 Comparative information

The Condensed Interim Consolidated Statement of Financial Position as of September 30, 2020 is presented comparatively with data at the end of the previous year, while the Condensed Interim Consolidated Statements of Income, Other Comprehensive Income, Changes in Equity and Cash Flow and related Notes for the nine-month period ended September 30, 2020, are presented comparatively with the same period of the previous year.

For the purposes of comparative presentation, certain reclassifications were made in the information presented for the previous fiscal year/period, in order to present them on a uniform basis. The modification of the comparative information does not imply changes in the decisions made based on it. Additionally, the figures as of December 31, 2019 and September 30, 2019 have been restated at the end of this period currency, as indicated in note 3, in order to allow comparability and with the caveat that such restatement does not modify the decisions made based on the accounting information corresponding to the previous year.

NOTE 3 – FUNCTIONAL AND REPORTING CURRENCY

The Bank considers the Argentine Peso as its functional and reporting currency. Figures are stated in thousands of pesos, unless otherwise stated.

IAS 29 - "Financial Reporting in Hyperinflationary Economies" requires that the financial statements of an entity whose functional currency corresponds to a hyperinflationary economy should be stated in terms of the measuring unit current at the end of the reporting period, notwithstanding whether they are based on the historic cost method or the current cost method. Accordingly, inflation is computed in the non-monetary items as from acquisition date or revaluation date, as applicable. In order to determine whether an economy is hyperinflationary, the IAS describes a number of guidelines to be considered, including the cumulative inflation rate over three years of or above 100%.

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with our report dated 11/25/2020

By Supervisory Committee

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Superintendent
Finance, Administration and Public Sector

João Carlos de Nobrega Pecego
President

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Due to the increase in inflation levels experienced by the Argentine economy, that the general consensus agrees that Argentina meets the requirements established to be considered an inflationary economy under IAS 29. Based on the aforementioned, it is necessary to apply IAS 29 to present the financial information under IFRS for the annual or interim periods as from July 1, 2018.

In accordance with the provisions of Resolution CD 107/18 issued by the Professional Council of Economic Sciences of the Autonomous City of Buenos Aires (CPCECABA), which established the need for constant currency restatement of financial statements corresponding to fiscal years closed on or after July 1 of 2018, in accordance with Resolution JG FACPCE 539/18 dated September 29, 2018, the financial statements of the subsidiaries Patagonia Inversora SA and Patagonia Valores S.A have been prepared in constant currency as from December 31, 2018.

Moreover, as per the amendments to Chapter III, Article 3, section 1 of Title IV of the Standards (NT 2013 and amendments published on December 26, 2018), the CNV now requires that financial information be reported in constant currency for annual financial statements, for interim or special periods, ending on or after December 31, 2018.

However, Communication "A" 6651 of the BCRA issued on February 22, 2019, established the adoption of IAS 29 for financial entities as from the years started on or after January 1, 2020.

BCRA Communication "A" 6778, dated September 5, 2019, established January 1, 2019 as the transition date for financial entities and a monthly frequency for the restatement of financial information, using for this purpose the National Consumer Price Index (CPI) published by the National Institute of Statistics and Census (INDEC). In addition, it incorporated the financial accounts to record the result for the net monetary position.

Additionally, on December 27, 2019, the BCRA issued Communication "A" 6849 setting forth the complementary guidelines for the application of the restatement procedure, with the integral adjustment for inflation begin initially applicable at the transition date and at the closing date with its respective comparative period; it also defined the monthly restatement mechanism for the years beginning on or after January 1, 2020.

Therefore, these financial statements have been prepared in constant currency as of September 30, 2020, including comparative information from prior periods or years, as applicable.

Under the provisions of BCRA Communication "A" 6849, the Group has adopted the following methodology and criteria for the initial application of the integral adjustment for inflation and the determination of the balances at the end of the comparative period (December 31, 2019).

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Initial application of the integral adjustment for inflation

1. Application at the beginning of the comparative period (December 31, 2018)

The balances of assets, liabilities, capital, reserves, retained earnings and other components of equity corresponding to December 31, 2018, and stated in constant currency as of that date, have been determined as follows:

- a) For the restatement of the balances of assets and liabilities on the transition date, at the beginning of year currency for the comparative period.

Non-monetary assets and liabilities not stated at December 31, 2018 currency have been restated since the date of incorporation.

On the other hand, non-monetary assets and liabilities measured at fair value as of the commencement date and monetary assets and liabilities have not been restated.

For assets revalued after the transition date to IFRS (December 31, 2016), the corresponding restatement coefficient has been used from the date to which said measurement refers.

Interests in other companies measured under the equity method, whose functional currency also corresponds to a hyperinflationary economy, have been recalculated as from IAS 29 application start date. For interests in Group companies with a functional currency other than that of the controlling Entity, the amount of the participation has been calculated using the exchange rate of that date.

Additionally, deferred tax items have been calculated after restating the amounts of the non-monetary items.

- b) For the restatement of the equity components (excluding the accumulated earnings and the components of comprehensive income) on the transition date, in the currency of the beginning of the comparative period:

Share capital: it has been restated since the last restatement date. The "Capital" account is presented at nominal value, in accordance with legal provisions, and the difference with its restated amount is presented in the "Equity Adjustments" account.

Additional paid-in capital: Restated as from the subscription date.

Profit reserves: Stated as of December 31, 2018.

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The components of other comprehensive income (OCI) accumulated in equity on the transition date include:

Property and equipment revaluation surplus calculated in real terms and adjusted for 2019 inflation.

Other accumulated OCI balances: calculated in real terms from the date of its generation.

- c) The amount of accumulated earnings on the transition date, stated in the currency of the beginning of the comparative period, results from the difference between the equity that was obtained with the assets and liabilities determined in point a) and the restated components of point b).

Application at the end of the year / comparative period (December 31, 2019 and September 30, 2019)

The balances of assets, liabilities, capital, reserves, retained earnings and other components of equity corresponding to December 31, 2019 have been calculated applying the inflation adjustment methodology, stated in constant currency as of that date.

Any differences with respect to the balances determined according to the previous accounting framework have been charged against "Retained Earnings - Adjustment of results from previous years". The resulting amounts constitute the initial balances for the fiscal year beginning on January 1, 2020, which, adjusted by the corresponding coefficients, are shown together with the financial statements of the initial application period as comparative information.

When applying the restatement on non-monetary assets, the Group takes into account that under no circumstance, the resulting amount may exceed the recoverable value as provided in IAS 36.

For the comparative period as of September 30, 2019, the consolidated statement of income, the consolidated statement of comprehensive income, the consolidated statement of changes in equity and the consolidated statements of cash flow for the period ended September 2019, including the calculation of the gain or loss on the net monetary position, have all been restated

Moreover, in accounting for its operations in constant currency as from January 1, 2020 the Group adopts the monthly restatement mechanism established by Communication "A" 6849.

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NOTE 4 – ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of the condensed interim consolidated financial statements requires that Management make judgments, estimates and assumptions that affect the application of accounting policies and the amounts of assets, liabilities, income and expenses so reported.

The estimates and associated assumptions are based on expectations and other factors that are considered reasonable under the circumstances, the results of which form the basis of judgments about the value of assets and liabilities that do not easily arise from other sources. Actual results may differ from these estimates.

The Bank's Management has made material estimates by applying the same Group accounting policies and underlying premises as those applied for the Consolidated Financial Statements as of December 31, 2019, adjusted to the macroeconomic context described in note 55.

NOTE 5 – CHANGES IN ACCOUNTING POLICIES

The Group has consistently applied the accounting policies described in the consolidated financial statements as of December 31, 2019, except for the application of IAS 29 "Financial information in hyperinflationary economies" for Banco Patagonia S.A. and GPAT Compañía Financiera S.A.U., and the impairment of financial instruments for Banco Patagonia S.A., as of January 1, 2020 with the adoption by the BCRA of point 5.5 of IFRS 9.

The new revised IFRSs and IASs with mandatory effect from January 1, 2020 had no effect on these condensed Interim consolidated financial statements, except for the aforementioned.

Restatement of Financial Statements (IAS 29)

As described in note 3, the financial statement restatement mechanisms apply as of January 1, 2020, presenting your accounting information in constant currency.

Impairment of financial assets (IFRS 9 – Item 5.5)

Impairment requirements apply to financial assets measured at amortized cost, measured at fair value with changes through OCI, accounts receivable for leases and certain loan commitments and financial guarantee contracts.

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For these financial assets, loan commitments and financial guarantees that are considered to be in Stage 1, that is, those instruments that do not show a significant increase in credit risk, the Group recognizes a provision for expected credit losses (ECL) resulting from default events that are considered possible within the next 12 months (ECL 12 months).

Additionally, at this stage, certain debt securities are included based on the rating assigned to them by the main risk rating agencies.

When a significant increase in credit risk occurs since initial recognition, the Group considers that the instrument is in Stage 2, and a provision is required for the ECL resulting from all default events that may occur throughout life of the instrument (ECL throughout life).

The Group has defined a significant increase in credit risk following initial recognition based on the weighting of different variables, which depends on the category of each financial asset.

The Group performs a credit risk assessment and an estimate of impartial PCE and considering a probability weighted, incorporating all the relevant available information on past events, current conditions, the time value of money and a reasonable estimate of the economic conditions at each date closing.

Financial assets that are in "default" are included in Stage 3.

The Group defines the "default" of its financial assets in accordance with the definition used for the purposes of managing internal credit risk. Said evaluation considers each client's segment and considers arrears of more than 90 days in complying with the debtor's obligations, the client's situation reported to the BCRA, and the internal credit rating. Regarding debt securities, the "Default" rating assigned by the risk rating agencies to the corresponding instruments is considered.

In the case of financial assets in default, the Group measures their estimated recovery value, considering the time value of money.

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NOTE 6 - CONSOLIDATION BASIS

As of September 30, 2020 and December 31, 2019, the Bank's financial statements were consolidated with the financial statements of the following companies:

Company	Shares		09/30/20		12/31/19	
			Percentage of		Percentage of	
	Class	Amount	Total Share capital	Voting rights	Total Share capital	Voting rights
GPAT Compañía Financiera S.A.U.	Common Stock	86,837,083	100.00%	100.00%	100.00%	100.00%
Patagonia Inversora S.A. Sociedad Gerente Fondos Comunes de Inversión	Common Stock	13,317,237	99.99%	99.99%	99.99%	99.99%
Patagonia Valores S.A.	Common Stock	13,862,667	99.99%	99.99%	99.99%	99.99%
Banco Patagonia (Uruguay) S.A.I.F.E.	Common Stock	50,000	100.00%	100.00%	100.00%	100.00%

The financial statements of the subsidiaries have been prepared on the same closing dates and for the same financial years and periods as those of the Bank, uniformly using accounting policies consistent with those applied by the latter, with the exception of GPAT Compañía Financiera SAU which, in accordance with the provisions of the BCRA in its Communication "A" 6938 dated March 20, 2020, the application of the impairment model of section 5.5 "Impairment of value" has been deferred until January 1, 2021. IFRS 9 "Financial Instruments" applicable to "Allowances for Bad Debt Risk".

Non-controlling interests represent the portion of profit and equity that does not belong to the Group and are disclosed as a separate line in the Condensed Interim Consolidated Statements of Financial Position, Income, Other Comprehensive Income and Changes in Equity

The Board of Directors of the Bank considers that no other companies or special-purpose entities should be included in the condensed interim consolidated financial statements as of September 30, 2020 and 2019, and December 31, 2019.

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NOTE 7 – CASH AND BANK DEPOSITS

Cash and cash equivalents computed for the purposes of preparing the condensed interim consolidated statement of cash flows include the following items:

	<u>09/30/20</u>	<u>12/31/19</u>
Cash on hand	13,093,145	14,273,354
BCRA - Current account	33,221,567	39,326,353
Balances with financial institutions in Argentina and abroad	2,134,917	975,152
Total	<u>48,449,629</u>	<u>54,574,859</u>

NOTE 8 – DEBT SECURITIES MEASURED AT FAIR VALUE WITH CHANGES THROUGH PROFIT OR LOSS

The composition of the debt securities item at fair value with changes in results is detailed below (*):

	<u>09/30/20</u>	<u>12/31/19</u>
Public Securities of the National Treasury	1,002,977	175,165
Public Securities of the National Government	38,598	114,681
Private Securities of the country	73,391	123,906
Provincial Government Securities	-	6,316
Total	<u>1,114,966</u>	<u>420,068</u>

(*) See Note 55.

NOTE 9 – DERIVATIVE INSTRUMENTS

In the ordinary course of business, the Group entered into non-deliverable FX forwards with cash settlement on a daily basis or at maturity, and forward foreign currency transactions. Such transactions do not qualify as hedging under IFRS 9 Financial Instruments.

These instruments are measured at fair value with changes recognized in the condensed interim consolidated statements of income in the line “Gain/ loss on financial instruments measured at fair value through profit or loss”.

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Breakdown is as follows:

		<u>09/30/20</u>	<u>12/31/19</u>
Assets			
Foreign currency forwards		248,203	94,468
	Total	<u>248,203</u>	<u>94,468</u>
Liabilities			
FX forward transactions		10,898	5,043
Foreign currency forwards		708	299,057
	Total	<u>11,606</u>	<u>304,100</u>
Notional values		<u>09/30/20</u>	<u>12/31/19</u>
Assets – Purchase contracts			
FX forward transactions		196,204	2,883
Foreign currency forwards		9,145	20,327
	Total	<u>205,349</u>	<u>23,210</u>
Liabilities – Sales contracts			
FX forward transactions		92,593	883
Foreign currency forwards		120,463	21,210
	Total	<u>213,056</u>	<u>22,093</u>

NOTE 10 – REPO TRANSACTIONS

Breakdown is as follows:

		<u>09/30/20</u>	<u>12/31/19</u>
Assets			
Government securities		285,014	-
Instruments issued by the BCRA		20,073,031	-
	Total	<u>20,358,045</u>	<u>-</u>
Liabilities			
Government securities		76,324	-
	Total	<u>76,324</u>	<u>-</u>

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NOTE 11 – OTHER FINANCIAL ASSETS

Breakdown is as follows:

	<u>09/30/20</u>	<u>12/31/19</u>
Measured at amortized cost		
Sundry receivables from the sale of Prisma Medios de Pago S.A.	1,140,523	1,185,728
Receivables from spot sales of foreign currency to be settled	305,183	440,900
Receivables from spot sales of government securities to be settled	802,508	29,593
Sundry receivables	1,308,019	1,502,841
Sub - Total	3,556,233	3,159,062
Measured at fair value with changes through profit or loss		
Mutual fund shares	656,605	560,788
Sub – Total	656,605	560,788
Less: Allowance for loan losses (Exhibit R)	(1,202,241)	(1,206,620)
Total	3,010,597	2,513,230

NOTE 12 – LOANS AND OTHER FINANCING FACILITIES

The Group holds loans and other financing facilities under a business model whose objective is to collect the contractual cash flows. Consequently, loans and other financing facilities are measured at amortized cost, unless their terms and conditions do not meet the “principal and interest payment only” criterion; then, they are measured at fair value with changes through profit or loss.

Loans and other financing facilities classified on the basis of their measurement are shown below:

	<u>09/30/20</u>	<u>12/31/19</u>
Measured at amortized cost	107,431,638	113,950,937
Less: Allowance for loan losses (Exhibit R)	(4,333,396)	(5,847,557)
Total	103,098,242	108,103,380

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Breakdown of loans and other financing facilities is shown below:

	09/30/20	12/31/19
Government sector	6,898	4,284
Financial sector	6,619,882	5,215,452
Non-financial private sector and residents abroad	100,804,858	108,731,201
Overdrafts	28,500,545	23,347,629
Notes	25,010,380	32,103,721
Credit cards	18,503,462	19,310,537
Personal consumer loans	7,460,145	10,404,805
Pledge loans	3,866,653	4,564,306
Mortgage loans	2,413,271	2,537,063
Finance leases	275,747	646,511
Other	12,770,812	12,786,054
Interest and other adjustments	2,003,843	3,030,575
Sub - Total	107,431,638	113,950,937
Less: Allowance for loan losses (Exhibit R)	(4,333,396)	(5,847,557)
Total	103,098,242	108,103,380

Exhibit "B" reports on loans and financing facilities classified by status (determined according to the BCRA criteria) and guarantees received, and also presents the reconciliation of information and accounting balances.

Exhibit "C" presents information on the concentration of loan and other financing facilities as well as the reconciliation of information and accounting balances.

Finance leases

The Group provides financing under finance leases.

The following table breaks them down according to the term of the total gross investment of financial leases and the present value of the minimum payments receivable:

Term	09/30/20		12/31/19	
	Total investment	Present value of minimum lease payments	Investment Total	Present value of minimum lease payments
Up to 1 year	249,348	182,546	587,241	437,685
From 1 to 5 years	125,246	98,135	279,379	220,740
Totals	374,594	280,681	866,620	658,425

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Breakdown of the present value of minimum lease payments receivable is shown below:

	<u>09/30/20</u>	<u>12/31/19</u>
Capital	275,747	646,511
Accrued interest	4,934	11,914
Total	<u>280,681</u>	<u>658,425</u>

Allowances for bad debt related to loans and other financings

As described in note 5, the impairment of financial assets is determined using the expected credit loss model established in point 5.5 of IFRS 9.

In this sense, the Group's internal impairment estimates are based on the PCE model, according to the following formula

$$PCE = (PD * FLC * LGD * EAD)/(1 + IRR)^T$$

EAD: Exposure at Default

PD: Probability of Default

LGD: Loss given Default

FLC: Forward Looking Coefficient

IRR: ECL internal rate of return

The main methodological guidelines for each of these parameters are set out below:

Probability of default

For the calculation of the ECLs, the values of the PD to be used are PiT (*Point in Time*) that is, they are specific to a certain point in the time with the last available value being used for the calculation.

As far as the probability of *default* is concerned, IFRS 9 establishes a differentiation by category according to the level of customer impairment defined as Stages:

Performing (Status 1): in the case of assets whose credit risk has not increased significantly since initial recognition, the PD is estimated for the next 12 months, which estimate considers the effect of forward-looking economic variables.

Underperforming (Stage 2): for assets whose credit risk has increased significantly since initial recognition, a PD is estimated for the entire life cycle of the asset, which estimate takes into account the effect of forward-looking economic variables. For revolving products, such as credit cards and checking accounts, a 12-month DP applies.

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Non-Performing (3): Considers assets in which a default has occurred and a 100% DP is assigned.

In the case of personal banking, the PD is estimated based on internal behavioral scoring models, which are developed following widely accepted practices and are subject to independent validation.

For customers who do not have an internal behavioral score, a third-party rating is used to derive the PD by score ranges from the *defaults* observed for each range.

For business banking, PDs are determined from transition matrices, following the method known as "*Hazard Rate Approach*". For collective determination of PDs, the segment is broken down into subgroups.

In addition, a Credit Rating Adjustment Coefficient (CACR) is applied on the PDs resulting from the previous model, which considers the relative payment behavior arising from the PD ratio of each category of the *Credit Rating Internal*.

For debt instruments, the PD allocation is based on the rating assigned by rating agencies.

Loss given Default – LGD

The LGD is defined as the percentage over the EAD that is not expected to be recovered in case of default.

The Group bases the construction of its LGD model on the "historical experience" approach where estimates arise from the measurement of balances recovered over a year, discounted by the funding benchmark rate, after deducting the estimated costs associated with recovery management and considering the effect of the guarantees associated to the operations

An average 12-month trailing LGD is used, thus isolating the monthly volatility inherent in the parameter. In turn, a segmentation is performed to calculate an LGD by preferred guarantee "A" or "B" and without preferred guarantee.

The model includes the following breakdown:

- Personal banking segment.
- Business banking segment.
- Refinancing.

In addition, a specific LGD is used for the segments Corporate, Finance, Government sector, because it is difficult to make a static inference about them

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As regards the LGD for debt securities, a general convention rate is used, according to a history of defaults, where a certain percentage of capital recovery is assumed given the default.

Exposure to Default - EAD

The Group estimates the EAD separately for each product; in determining that value, it adds the debt at the customer's amortized cost and a credit conversion factor (CCF) multiplied by the unused limit of credit cards (CC) and current account agreements.

The CCF is a percentage coefficient applied to each customer which measures the level of utilization of the limits available at the time of default. For its computation, the debt and limit prior to the time of default (normal use by the customer) is used as input and compared against the balance then used. Finally, the average of 12 coefficients per product is computed and an adjustment to the CCF of credit card is performed for the customers that have not used their credit cards in the last 3, 6 and 12 months, taking into account the probability of the mentioned product

The EAD for the securities portfolio is determined as the value at amortized cost of positions in financial instruments measured at amortized cost and fair value with changes through OCI.

Forward Looking Coefficient (FLC):

The modeling approach for projecting internal PDs contingent upon forward looking scenarios makes use of macroeconomic variables; as a result, three scenarios are established, each with a probability of occurrence, with the resulting coefficient being an average of the three scenarios.

Firstly, a model is estimated that relates the development of a series of systemic delinquencies published by the BCRA, which has a historical timeline of more than ten years, with the development of the relevant macroeconomic variables. Based on this model, it is possible to project this systemic arrears twenty-four months in advance for each of the macro scenarios being considered.

The underlying assumption for the use of this series is that, as it represents the overall delinquency of the system, it is an adequate indicator of potential changes in the probabilities of default, generally associated with systemic causes.

As a second step, based on the projected development of systemic delinquency, an adjustment coefficient of internal PDs is calculated, which is then revised up or down depending on the expected prospective scenario.

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Two FLCs are calculated for each scenario, which consists of the 12-month and 24-month average projected systemic default relative to its value at the beginning of the projection.

Finally, the estimated PDs for the initial moment are corrected by the FLCs (either at 12 or 24 months, depending on the "bucket" of each operation), thus obtaining a PD contingent on the development of the macroeconomic variables for each t+k moment (with k=1...24), according to the following expression:

$$PD_{t+k} = PD_t * CFL_{t+k}$$

Where:

PD_t = Probability of default at the start of the projection (t)

CFL_{t+k} = Forward-looking adjustment coefficient until t+k, defined as

$$CFL_{t+k} = \frac{\sum_{k=1}^T \text{Sistematic default}_{t+k}}{\text{Sistematic default}_t}, \text{ where, for this particular indicator, } k \in \{12, 24\}$$

The development of allowances by type of financing is presented in Exhibit "R", Impairment correction – Allowance for bad debts.

NOTE 13 – OTHER DEBT SECURITIES

Breakdown is shown below:

Measured at fair value with changes through OCI (*)

	09/30/20	12/31/19
BCRA instruments	63,519,265	42,273,169
Argentine Treasury securities	12,703,031	6,858,773
Provincial Government securities	454,351	354,241
Argentine government securities	390,195	529,393
Argentine Corporate securities	353,793	-
US Treasury bonds	304,668	254,856
Sub – Total	77,725,303	50,270,432

Measured at amortized cost (*)

	09/30/20	12/31/19
Provincial Government securities	812,566	-
BCRA instruments	-	146,529
Argentine Treasury securities	-	859,037
Argentine corporate securities	10,314	235,939
Sub – Total	822,880	1,241,505
Total	78,548,183	51,511,937

(*) See Note 55.

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NOTE 14 – FINANCIAL ASSETS GRANTED AS COLLATERAL

Financial assets granted as collateral as of September 30, 2020 and December 31, 2019 are broken down as follows:

	<u>09/30/20</u>	<u>12/31/19</u>
Special guarantee accounts (*)	1,656,424	2,040,873
BCRA - Financial trusts under guarantee of forward transactions	3,996,057	1,370,239
- Treasury bonds	2,287,715	-
- Treasury bills	1,708,342	1,370,239
Security deposits – Credit and debit card managing companies	521,151	521,398
Security deposits – IADB loan – Global Credit Program for micro-, small- and medium-sized enterprises	288,920	428,306
- Treasury bonds	276,759	428,306
- Pesos as guarantees	9,999	-
- Dollars as guarantees	2,162	-
Other security deposits	19,026	18,778
Total	<u>6,481,578</u>	<u>4,379,594</u>

(*) Granted as collateral and held with the BCRA and Banco Central de Uruguay (see Note 44).

NOTE 15 - INCOME TAX

a) Current income tax assets and liabilities:

Broken down as follows:

	<u>09/30/20</u>	<u>12/31/19</u>
Current income tax assets	48,077	45,668
Current income tax liabilities		
Tax provision	5,393,792	8,506,531
Advance payments	(3,299,811)	(2,732,360)
Withholdings and collections at source	(5,501)	(16,500)
Total	<u>2,088,480</u>	<u>5,757,671</u>

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b) Income tax expense:

The income tax expense for the interim period is determined by multiplying income before tax by Management's best estimate of the annual effective tax rate expected for the full year, adjusted for the tax effect of certain concepts fully recognized in the period.

In this regard, Law No. 27,468 modified the transition regime established by Law No. 27,430 for the application of the adjustment for tax inflation of the Income Tax Law, indicating that it would be in force for the years beginning on or after January 1, 2018 where the change in the CPI (Consumer Price Index) for the first, second and third year, calculated from the beginning to the end of each of those years, exceeds fifty-five percent (55%), thirty percent (30%) and fifteen percent (15%), respectively.

The resulting positive or negative adjustment for inflation is to be accounted for in accordance with the amendment made by Law No. 27,541 passed on December 23, 2019 as follows: one sixth in that fiscal period and the remaining five sixths, in equal parts, in the immediately following fiscal periods.

The variation in the CPI for the year 2019 exceeded the 30% established by Law No. 27,468, therefore, the Entity included the effect of exposure to inflation in the provision for the tax payable and incorporated five-sixths of the years following tax assets in the deferred tax asset as of December 31, 2019

On the other hand, considering that, on the date of issuance of these financial statements, the variation in the CPI has exceeded the 15% required for the third year of validity, Management has considered the effects of inflation and has included said estimate in the provision of income tax payable.

The effect deferring five-sixths of the result from exposure to inflation as of September 30, 2020 has been recognized as a deferred tax asset.

The Group's effective rate for the nine-month period ended September 30, 2020 and 2019 was 29.9%, y 24.3%, respectively.

Income tax expense is broken down as follows:

	<u>09/30/20</u>	<u>09/30/19</u>
Current tax	5,393,792	6,192,659
Deferred tax	(1,264,576)	755,015
Income tax expense	<u>4,129,216</u>	<u>6,947,674</u>

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NOTE 16 – INVESTMENTS IN EQUITY INSTRUMENTS

Investments in equity instruments, in which the Group does not exercise control, joint control or significant influence are measured at fair value with changes through profit or loss. The breakdown is shown below:

Information as of September 30, 2020

Description	Fair value level	Book balances as of 09/30/20
- Prisma Medios de Pago S.A. (*)	3	835,624
- Banco Latinoamericano de Comercio Exterior S.A.	2	4,658
- Matba Rofex S.A. (**)	2	3,042
- Seguros de depósitos S.A.	2	493
- Society for Worldwide Interbank Financial Telecommunication	2	262
- Miralejos S.A.C.F. Y Agropecuaria	2	106
- Bolsa de Comercio de Mar del Plata S.A.	2	56
- Argencontrol S.A.	2	53
- Sanatorio Las Lomas S.A.	2	47
- Celta Coop. Obras Ser. Tres Arroyos	2	12
- Coop. Electrica Ltda. de Claromeco	2	1
Total		844,354

Information as of December 31, 2019

Description	Fair value level	Book balances as of 12/31/19
- Prisma Medios de Pago S.A.	3	1,021,897
- Banco Latinoamericano de Comercio Exterior S.A.	2	7,952
- Seguros de depósitos S.A.	2	603
- Society for Worldwide Interbank Financial Telecommunication	2	171
- Miralejos S.A.C.F. Y Agropecuaria	2	130
- Mercado a término de Buenos Aires S.A.	2	89
- Bolsa de Comercio de Mar del Plata S.A.	2	68
- Argencontrol S.A.	2	65
- Sanatorio Las Lomas S.A.	2	57
- Celta Coop. Obras Ser. Tres Arroyos	2	15
- Coop. Electrica Ltda. de Claromeco	2	1
Total		1,031,048

(*) On February 1, 2019, the transfer to Al Zenith (Netherlands) B.V. (a company related to Advent International Corporation) of the 51% stake in Prisma Medios de Pago S.A., equal to 1,153,706 ordinary book-entry shares with a nominal value of ARS 1 each and one vote per share was completed. The price offered for said shares amounted to US ARS 38,520,752 payable: (i) 60% at the time of the transfer of the shares and (ii) 40% within a period of 5 years from the transfer.

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As of the date of issuance of these financial statements, the Entity retains ownership of 5,318,293 shares of Prisma Medios de Pago S.A. representing 2.6822% of its share capital and recorded in "Investments in Equity Instruments".

(**) Corresponds to the society created on August 1, 2019, as consequence of the merger between Mercado a Término de Buenos Aires (MATBA) and Rofex S.A.

The company's core business recording the available contracts, immediate delivery, in term, of futures and options or other negotiable values with public offer authorized by CNV

Over the new society, Banco Patagonia SA owns 70,000 subscribed shares that represent a 0.0570% over all the shares.

NOTE 17 – INVESTMENT IN SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

The Group holds investments in the following entities over which it has significant influence, therefore, they are measured using the equity method:

	<u>09/30/20</u>	<u>12/31/19</u>
Interbanking S.A.	240,184	228,198
Mercado Abierto Electrónico S.A.	56,871	46,646
Compensadora Electrónica S.A.	7,958	4,791
Provincanaje S.A.	3,589	3,105
Total	<u>308,602</u>	<u>282,740</u>

NOTE 18 - PROPERTY AND EQUIPMENT

Additionally, as mentioned in Note 5.6 to the consolidated financial statements as of December 31, 2019, the Group adopted the revaluation method as the accounting policy applicable to all real estate of its own.

In compliance with the referred accounting policy, the Group hired the services of an independent expert in appraisals for the determination of the fair values and reassessment of real estate useful lives.

To determine the fair value, the market approach was used, which assumes that a well-informed purchaser shall not pay for an asset more than the purchase price of another similar asset, that is, the value is indicated by comparing the asset with other similar assets.

The assets subject to revaluation are frequently negotiated, and to the date of the analysis, units with market prices were available, or else, the independent appraiser was able to obtain the opinion of real estate brokers or agents in the areas where each such piece of real property is located. Therefore, there was a stable market of real estate of a similar nature offered for sale in order to determine the fair value by using the market approach.

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Given that the revaluation of real estate (considered as a non-recurrent valuation) is based on unobservable market data, a level 3 Fair value is provided.

The table below shows the summary of activity in the account:

	Real property	Rights of use	Remaining assets	Total
Net book value as of January 1, 2020	8,743,627	482,268	1,375,156	10,601,051
Additions	6,566	, 299,968	289,959	596,493
Retirements	-	(13,591)	(4,604)	(18,195)
Depreciation charge	(96,518)	(250,758)	(396,910)	(744,186)
Net book value as of September 30, 2020	8,653,675	517,887	1,263,601	10,435,163

NOTE 19 – INTANGIBLE ASSETS

The table below shows a summary of activity in the account:

	Total
Net book value as of January 1, 2020	418,522
Additions	176,112
Amortization charge	(113,971)
Net book value as of September 30, 2020	480,663

NOTE 20 – OTHER NON FINANCIAL ASSETS

Breakdown is as follows:

	09/30/20	12/31/19
Advance payments	451,453	773,095
Other assets	216,447	236,863
Assets acquired as collateral for loans	108,772	133,263
Piece of art	54,179	54,179
Investment property	46,878	46,878
Other	51,343	21,362
Total	929,072	1,265,640

NOTA 21 – NON CURRENT ASSETS HELD FOR SALE

As of September 30, 2020 the Group holds for sale the following assets: a field located at Anta department, province of Salta, in the amount of 24,492 and a property located at Comodoro Rivadavia, Chubut, in the amount of 23,805.

As of December 31, 2019 the group does not own non-current assets held for sale.

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NOTE 22 - DEPOSITS

Information about this account as of September 30, 2020 and December 31, 2019 is disclosed in Exhibit "H"– Deposits Concentration, which follows to these condensed interim consolidated financial statements.

Breakdown of deposits of the non-financial private sector and foreign residents is as follows:

	<u>09/30/20</u>	<u>12/31/19</u>
Savings accounts	71,344,308	60,499,134
Time deposit and investments	68,484,579	45,579,222
Checking accounts	24,110,710	18,482,355
Investment accounts	3,510,356	122
Other	11,733,606	1,020,480
Interest and adjustment	1,294,474	8,293,461
Total	<u>180,478,033</u>	<u>133,874,776</u>

NOTE 23 – OTHER FINANCIAL LIABILITIES

Other financial liabilities are measured at amortized cost and they are broken down as follows:

	<u>09/30/20</u>	<u>12/31/19</u>
Credit card charges payable	4,110,151	6,076,169
Collections on account and on behalf of third parties	1,128,708	682,428
Payables related to FX purchases on the spot market to be settled	686,310	146,872
Payables related to foreign trade transactions	556,796	673,821
Payables related to purchase of government securities to be settled	243,271	556
Other payables	2,373,819	2,673,176
Total	<u>9,099,055</u>	<u>10,253,022</u>

NOTE 24 – FINANCING FACILITIES RECEIVED FROM BCRA AND OTHER FINANCIAL INSTITUTIONS

Financial facilities received from BCRA and other financial institutions are measured at amortized cost and they are broken down as follows:

	<u>09/30/20</u>	<u>12/31/19</u>
Financing facilities received from foreign financial institutions	2,939,773	18,420,023
Financing facilities received from local financial institutions	1,398,804	1,813,012
BCRA	9,951	12,802
Total	<u>4,348,528</u>	<u>20,245,837</u>

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**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
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NOTE 25 – CORPORATE BONDS ISSUED

The current programs for the issue of corporate bonds are the following:

1. Program for the issue of corporate bonds of Banco Patagonia S.A. approved by the CNV on October 25, 2012:

The Annual Shareholders' Meeting of Banco Patagonia S.A., held on April 26, 2012, approved the creation of a Global Program for the Issue of Simple Corporate Bonds for a maximum amount, outstanding at any time, of up to USD 250,000,000 or its equivalent in other currencies.

The Program has a term of 5 years as from CNV's authorization or for the maximum term that may be established by future applicable regulations; in that case, the Board of Directors of the Bank may decide to extend its effective term.

In addition, the Bank's Board of Directors decided that the proceeds from corporate notes issued under such program shall be used for one or more of the purposes set forth under section 36, Law No. 23576, and BCRA Communication "A" 3046, or as indicated in the corresponding Pricing Supplement.

As the current Global Program for the Issuance of Simple Corporate Bonds was reaching the maturity date, the Annual Shareholders' Meeting held on April 26, 2017 approved the extension of such program in accordance with the CNV rules, as well as the increase in the maximum outstanding amount, as described below:

- a) Effective for 5 years from CNV authorization or the maximum term to be established by the future applicable regulations;
- b) Different classes and/or series of corporate bonds may be issued, denominated in US Dollars or other currencies and the successive classes or series amortized may be re-issued;
- c) The amount of USD 500,000,000 or its equivalent in other currencies will be the maximum outstanding amount during the effective term of the program; and
- d) The proceeds from the placement of the corporate notes to be issued under the program will be used for one or more of the purposes provided for in article 36 of Law No. 23,576 as amended, and in the Regulations on Borrowing Operations, Placement of Securities and Debt Instruments Section the BCRA, or those established in the applicable regulations, and as indicated in the Pricing Supplement.

On September 14, 2017, the CNV issued Resolution No. 18,933 whereby it authorized the increase in the maximum amount and the extension of the aforementioned program.

Marcelo A. Iadarola
Executive Manager of Administration

Juan M. Trejo
Superintendent
Finance, Administration and Public Sector

João Carlos de Nobrega Pecego
President

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with our report dated 11/25/2020

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As of September 30, 2020 and December 31, 2019, the Bank does not have any class and / or series of corporate notes in force under said program.

2. GPAT corporate notes issuance program approved by the CNV on February 11, 2011.

Through Resolution No. 15,868 of the April 30, 2008, the CNV authorized the admission to listing of GMAC Financial Company S.A. (Predecessor of GPAT Compañía Financiera SAU) by creating a global program for the issue of simple non-convertible corporate notes of up to 400,000 or its equivalent in other currencies.

On July 24, 2008, the CNV was informed of the decision to suspend the subscription period for the corporate notes, also informing that GPAT may, in its sole discretion, restart the subscription period again.

On January 4, 2011, the GPAT Board of Directors decided to resume the simple corporate notes program and prepared an addendum to the prospectus duly published. Additionally, it decided to request authorization from the CNV for the global corporate note program and the issue of short-term corporate notes under said program.

On January 26, 2012, the GPAT Board of Directors requested authorization from the CNV to expand the Program from 400,000 to 800,000, with the authorization being granted on February 28, 2012.

Subsequently, on October 25, 2012, the CNV approved the extension of the said program from 800,000 to 1,500,000 and its renewal for a period of 5 years from that date. The proceeds from this placement were applied to the granting of retail loans.

On January 3, 2017, the GPAT Board of Directors proposed the expansion of the current Global Simple Corporate Notes Program from 1,500,000 to 3,000,000 and its renewal for a period of 5 years. The increase and extension was approved by the Ordinary General Meeting of Shareholders held on January 18, 2017, and by the National Securities Commission on April 12, 2017.

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The current issues are detailed below:

Issue	Issued value	Annual nominal rate	Date of issuance	Maturity date	Balance as of 09/30/20	Balance as of 12/31/19
GPAT Compañía Financiera S.A.U.						
Series XXVII Class B	177,500	Badlar + 3.50%	05/10/17	05/10/20	-	196,954
Series XXVIII Class B	123,333	Badlar + 3.97%	06/27/17	06/27/20	-	151,511
Series XXX Class B	191,111	27.50% (04/05/18) - Badlar + 4.17%	10/05/17	10/05/20	178,407	238,421
Series XXXIII Class C ⁽¹⁾	397,000	45,00%	02/05/19	02/05/20	-	679,008
Series XXXIV Class A	241,667	Badlar + 2.94%	06/24/20	12/24/20	242,648	-
Series XXXIV Class B	508,333	Badlar + 5%	06/24/20	06/24/21	509,998	-
Total					931,053	1,265,894

- (1) On November 5, 2019, and December 5, 2019 GPAT Compañía Financiera S.A.U. repurchased the corporate note Series XXXIII class C, in the amount of nominal value 3,000 and nominal value 100,000 at a price of 1.24 y 1.3348, respectively, out of a total nominal value 500,000 corporate notes issued.

On October 21, 2020, GPAT proceeded to issue the Series XXXV Class A corporate bonds for a nominal value of 500,000,000 at a fixed rate (38.50%) with a maturity of 12 months from its issuance.

NOTE 26 - PROVISIONS

It includes estimated amounts to face potential risks which, in the event of occurring, will give rise to a loss for the Group. The activity of said provisions for the nine-month period ended September 30, 2020 is disclosed in Exhibit J "Changes in Provisions" which forms part of these condensed interim consolidated financial statements.

Due to the nature of its business, the Group has several pending lawsuits for which provisions are recorded where, in the opinion of Management and its legal advisors, it is probable that these may result in an additional liability and the amount can be estimated. With respect to other claims against the Group that have not been provisioned, Management and its legal advisors consider they will not result in additional liabilities to those already recorded nor will they have a material effect on the Group's financial statements.

Note 49 includes, at the request of the BCRA, all administrative, disciplinary and criminal sanctions with a first instance judicial decision or not, which were applied or initiated by the BCRA, the Financial Information Unit, the CNV and the Superintendence of Insurance of the Nation, regardless of whether they are probable, possible or remote.

The Group's Management and its legal advisors consider that the cases in which they may involve cash disbursements are not material, and that there are no significant effects other than those set forth in these condensed interim consolidated financial statements.

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NOTE 27 – OTHER NON FINANCIAL LIABILITIES

Other non-financial liabilities are measured at amortized cost and they are broken down as follows:

	<u>09/30/20</u>	<u>12/31/19</u>
Cash dividends payable	7,764,051	-
Other short term employee benefits payable	1,767,041	1,460,949
Withholdings and collections	901,849	981,530
Sundry accounts payable	769,624	601,213
Advanced payments received	732,473	777,370
Other taxes payable	476,396	663,715
Payroll and social security contributions payable	466,543	352,966
Social security payment orders to be settled	294,492	200,391
Liabilities from contracts with costumers	232,148	206,494
Payroll withholdings payable	66,877	167,977
Advanced payments received for the sale of goods	35,246	4,833
Other	98,280	74,911
Total	<u>13,605,020</u>	<u>5,492,349</u>

NOTE 28 – SHARE CAPITAL

The Bank's share capital is made up of 719,145,237 shares, comprising 22,768,818 Class "A" shares and 696,376,419 Class "B" shares, all of them registered, common shares with a nominal value of ARS 1, and one vote per share.

Class "A" shares represent the ownership interest held by the Province of Río Negro, whereas Class "B" shares account for the ownership interest held by private capital.

The Bank's controlling shareholder is Banco do Brasil S.A., which has a shareholding of 80.39% of the total share capital.

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NOTE 29 – INTEREST INCOME

Breakdown is as follows:

Interest income	09/30/20	09/30/19
Government securities measured at fair value with changes through OCI	21,745,608	32,118,620
Overdrafts	6,078,999	5,537,422
Notes	5,245,361	7,297,193
Consumer loans	3,211,124	5,150,391
Credit cards	2,725,447	4,829,600
Other loans	2,661,502	3,220,323
Premiums on repos with the financial sector	1,631,961	1,018,304
Loans to the financial sector	1,473,379	1,044,326
Pledge Loans	945,919	1,396,630
Finance leases	113,160	316,809
Other	386,842	576,589
Total	46,219,302	62,506,207

NOTE 30 – INTEREST EXPENSE

Breakdown is as follows:

Interest expense	09/30/20	09/30/19
Time deposits	13,536,393	23,593,977
Deposits in savings accounts	1,868,047	1,003,333
Financing facilities received from financial institutions (Call)	258,750	1,142,307
Other financing facilities received from financial institutions	224,869	117,093
Corporate bonds	177,975	714,603
Premium on reverse repo transactions with the financial sector	164,545	1,021,037
Other	806,012	1,013,517
Total	17,036,591	28,605,867

NOTE 31 – FEE INCOME

Breakdown is as follows:

Fee income	09/30/20	09/30/19
Credit and debit cards	1,602,416	1,923,777
Product packages	1,346,987	1,192,549
Deposits	1,210,887	1,762,299
Insurance	937,839	1,127,469
Collections	488,692	648,565
Foreign trade	274,867	370,727
Loans	111,392	87,932
Securities	85,483	94,685
Other	130,005	104,683
Total	6,188,568	7,312,686

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NOTE 32 – FEE EXPENSES

Breakdown is as follows:

Fee expenses	09/30/20	09/30/19
Related to credit and debit cards	1,155,011	1,226,218
Government sector	366,917	365,957
Collections	86,514	129,103
Related to securities	43,749	50,221
Transfers	42,333	48,072
Other	147,760	190,069
Total	1,842,284	2,009,640

NOTE 33 – NET GAIN ON FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE WITH CHANGES THROUGH PROFIT OR LOSS

Breakdown is as follows:

Net gain on financial instruments measured at fair value with changes through profit or loss	09/30/20	09/30/19
Gain on the sale or derecognition of financial assets	508,284	207,822
Forward foreign currency transactions	273,210	183,661
Government securities and instruments issued by the BCRA	113,279	180,681
Corporate securities	37,753	800,363
Total	932,526	1,372,527

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NOTE 34 – OTHER OPERATING INCOME

Breakdown is as follows:

Other operating income	09/30/20	09/30/19
Safe deposit box rental	364,855	308,733
Recovered taxes	320,000	266,697
Management fees (FCI manager company)	257,792	236,114
Recovered receivables	211,350	372,699
Other adjustments and interests from miscellaneous credits	210,628	259,172
Derecognized provisions	188,642	19,587
Related to capital and securities markets	137,871	114,433
Punitive interest	29,504	139,942
Related to deposits	26,833	37,473
Related to transfers	26,591	31,941
Gain on the sale of property and equipment	11,680	102,264
Gain on the sale of non-current assets held for sale	-	2,487,988
Other	668,075	596,884
Total	2,453,821	4,973,927

NOTE 35 – Employee benefits

Breakdown is as follows:

Employee benefits	09/30/20	09/30/19
Salaries	5,954,555	6,129,835
Social security contributions	1,145,756	1,187,717
Services to personnel	217,450	232,787
Severance payments	136,352	159,083
Other benefits	411,216	290,651
Total	7,865,329	8,000,073

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NOTE 36 – ADMINISTRATIVE EXPENSES

Breakdown is as follows:

Administrative expenses	09/30/20	09/30/19
Maintenance, conservation and repair expenses	979,105	1,008,302
Taxes	804,462	883,218
Fee	558,358	534,016
Armored vehicle services	467,511	425,726
Electric power and communications	385,670	411,653
Security services	335,132	346,339
Stationery and supplies	124,384	151,489
Advertising and marketing	76,995	338,755
Leases	62,705	73,274
Representation, per diem and mobility	31,876	69,991
Other	670,994	718,874
Total	4,497,192	4,961,637

NOTE 37 – OTHER OPERATING EXPENSES

Breakdown is as follows:

Other operating expenses	09/30/20	09/30/19
Gross income tax	2,211,088	2,970,144
ATM expenses	266,112	490,111
Contribution to the deposit guarantee fund	201,071	241,821
Other allowance charges	182,310	1,238,511
Other	652,395	491,339
Total	3,512,976	5,431,926

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NOTE 38 – FAIR VALUE OF FINANCIAL INSTRUMENTS

a) Assets and liabilities measured at fair value

The fair value hierarchy of assets and liabilities measured at fair value as of September 30, 2020 is as follows:

Item	Book balance	Amortized cost	Fair value with changes through OCI	Fair value with changes through profit or loss	Level 1	Level 2	Level 3
Financial assets							
Debt securities measured at fair value with changes through profit or loss	1,114,966	-	-	1,114,966	1,069,797	45,169	-
Derivative financial instruments	248,203	-	-	248,203	-	248,203	-
Other debt securities	78,548,183	1,516,328	77,031,855	-	19,184,890	57,846,965	-
Financial assets granted as collateral	6,481,578	2,323,913	4,157,665	-	4,157,665	-	-
Investments in equity instruments	844,354	-	-	844,354	-	8,730	835,624
Total	87,237,284	3,840,241	81,189,520	2,207,523	24,412,352	58,149,067	835,624

Item	Book balance	Amortized cost	Fair value with changes through OCI	Fair value with changes through profit or loss	Level 1	Level 2	Level 3
Financial liabilities							
Liabilities at fair value with changes through profit or loss	148,451	-	-	148,451	148,451	-	-
Derivative financial instruments	11,606	-	-	11,606	-	11,606	-
Total	160,057	-	-	160,057	148,451	11,606	-

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The fair value hierarchy of assets and liabilities measured at fair value as of December 31, 2019 is as follows:

Item	Book balance	Amortized cost	Fair value with changes through OCI	Fair value with changes through profit or loss	Level 1	Level 2	Level 3
Financial assets							
Debt securities measured at fair value with changes through profit or loss	420,068	-	-	420,068	274,559	145,509	-
Derivative financial instruments	94,468	-	-	94,468	-	94,468	-
Other debt securities	51,511,937	1,241,506	50,270,431	-	37,265,772	13,004,659	-
Financial assets granted as collateral	4,379,594	172,312	4,207,282	-	-	4,207,282	-
Investments in equity instruments	1,031,048	-	-	1,031,048	-	9,152	1,021,896
Total	57,437,115	1,413,818	54,477,713	1,545,584	37,540,331	17,461,070	1,021,896

Item	Book balance	Amortized cost	Fair value with changes through OCI	Fair value with changes through profit or loss	Level 1	Level 2	Level 3
Financial liabilities							
Derivative financial instruments	304,100	-	-	304,100	-	304,100	-
Total	304,100	-	-	304,100	-	304,100	-

b) Transfers between hierarchy levels

b.1) Transfers from level 1 to level 2

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The following instruments measured at fair value were transferred from Level 1 to Level 2 of the fair value hierarchy:

	09/30/2020	12/31/2019
Argentine Treasury Bond in ARS at Fixed Rate, due in 2020	4,956,801	-
Total	4,956,801	-

b.2) Transfers from level 2 to level 1

The following instruments measured at fair value were transferred from Level 2 to Level 1 of the fair value hierarchy:

Detalle	09/30/20	12/31/19
Argentine Treasury Bond in ARS at Fixed Rate, due in 2020	-	4,740,392
Debt security, Class 1, Province of Rio Negro, due in 2021	-	231,742
Debt security, Class 1, Province of Rio Negro, due in 2020	-	82,112
Total	-	5,054,246

These holdings were included in hierarchy level 2 as of December 31, 2019, and as of September 30, 2020, they were carried at fair value by using their listed prices in active markets.

b.3) Valuation techniques of Levels 2 and 3

Below is a description of the financial instruments carried at fair value using valuation techniques based on observable market data (Level 2):

Financial assets and liabilities measured at fair value: it mainly includes provincial debt securities and Treasury Bills in USD carried at fair value using yield curves for comparable securities, regularly quoted on the market and with similar duration.

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Mónica M. Cukar
Regular Supervisory Auditor
Public Accountant (U.B.A.)
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Gustavo Carballal (Partner)
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BANCO PATAGONIA S.A.

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Derivative instruments: it includes the fair value of forward transactions with settlement at maturity, estimated as the difference between the agreed-upon values and market prices, discounted to the measurement date.

Investments in equity instruments: the Group includes in Level 3 its interest in Prisma Medios de Pago S.A., which is recognized as Investments in equity instruments since, in measuring their fair value, the valuation made by independent professionals has been used as adjusted in accordance with the BCRA requirements. The gain or loss on the asset stated at fair value based on unobservable market data is recognized in net gain or loss on financial instruments measured at fair value through profit or loss.

Below we describe the main financial instruments not measured at fair value, when there are no quoted prices in the active markets for such instrument, and the methodologies and assumptions used to determine their fair value.

- Assets and liabilities whose fair value approximates the carrying amount

For financial assets and liabilities that have short-term maturities (less than three months), it is considered that the carrying amount approximates fair value. This assumption is also applied to savings accounts, checking accounts and other deposits.

- Fixed-rate financial instruments

The fair value of financial assets was determined by discounting future cash flows at the market rates paid for financial instruments of similar characteristics on the measurement date.

The estimated fair value of fixed-interest rate deposits was determined by discounting future cash flows using market interest rates for deposits with maturities similar to those of the Bank's portfolio.

- Variable-rate financial instruments

The fair value of financial assets and liabilities priced with a variable rate was determined by discounting the estimated future cash flows considering the variable rate contractually applicable at measurement date, discounted by applying the market rates for financial instruments of similar characteristics and credit risk. The fair value hierarchy of assets and liabilities not measured at fair value as of September 30, 2020 is as follows:

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Superintendent
Finance, Administration and Public Sector

João Carlos de Nobrega Pecego
President

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Item	Accounting balance as of 09/30/20	FV Total	FV Level 1	FV Level 2	FV Level 3
Financial assets					
Cash and bank deposits	48,449,629	(1)	-	-	-
Repo transactions	20,358,045	(1)	-	-	-
Other financial assets	3,010,597	2,707,422	-	-	2,707,422
Loans and other financing facilities	103,098,242	100,568,107	-	-	100,568,107
Financial liabilities					
Deposits	200,678,421	199,144,509	-	-	199,144,509
Repo transactions	76,324	(1)	-	-	-
Other financial liabilities	9,099,055	(1)	-	-	-
Financing facilities received from the BCRA and other financial institutions	4,348,528	4,404,491	-	-	4,404,491
Corporate notes issued	931,053	928,315	-	-	928,315

(1) The fair value is not reported because it is deemed to approximate the carrying amount.

The fair value hierarchy of assets and liabilities not measured at fair value as of December 31, 2019 is as follows:

Item	Accounting balance as of 12/31/19	FV Total	FV Level 1	FV Level 2	FV Level 3
Financial assets					
Cash and bank deposits	54,574,859	(1)	-	-	-
Other financial assets	2,513,230	2,143,636	-	-	2,143,636
Loans and other financing facilities	108,103,380	100,035,043	-	-	100,035,043
Financial liabilities					
Deposits	149,432,927	143,204,940	-	-	143,204,940
Other financial liabilities	10,253,022	(1)	-	-	-
Financing facilities received from the BCRA and other financial institutions	20,245,837	(1)	-	-	-
Corporate notes issued	1,265,894	1,407,811	-	-	1,407,811

(1) The fair value is not reported because it is deemed to be similar to the carrying amount.

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NOTE 39 – TRANSFER OF FINANCIAL ASSETS

During the regular course of business, the Group performs transactions that involve the transfer of financial assets, mainly, loans and government securities.

In accordance with the accounting policy described in Note 5.4 d) to the consolidated financial statements as of December 31, 2019, based on the transaction conditions, the financial asset is still fully recognized or derecognized.

A transferred asset that is not derecognized arises from repo transactions, that is a contract in which the vendor of a security agrees to repurchase it from the buyer at an agreed price.

In these transactions, the Group sells financial instruments (usually, government securities) and simultaneously agrees to repurchase them at a fixed price on a given date.

The Group still recognizes the instruments as a whole in the consolidated statement of financial position because it substantially holds all the risks and returns of ownership. The consideration received is recognized as a financial asset and the obligation to repurchase the instrument is recognized as a financial liability.

The financial assets that have been transferred but not derecognized, together with the related financial liabilities as of September 30, 2020 and December 31, 2019 are reported below:

Item	09/30/20	12/31/19
Securities receivable from repo transactions involving government securities		
Government securities measured at fair value with changes through OCI	85,459	-
Total	85,459	-
 Other payables from repo transactions involving government securities		
Government securities	76,324	-
Total	38,798	-

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NOTE 40 – SEGMENT REPORTING

The Group presents information to the highest decision-making authorities based on the following operating segments:

- Personal banking: this segment groups transactions of customers that are individuals. These customers mainly acquire the following products, among others: personal loans, credit cards, time deposits, and demand deposit accounts.
- Business banking: it groups transactions relating to credit facilities, transactional services and deposits granted to large, medium, micro, and small-sized companies, and transactions performed with the Bank by the different national, provincial and municipal government agencies
- Treasury and others: it includes transactions with financial sector customers, investment activities, derivative instruments, subsidiaries and funding transactions.

For management information purposes, asset and liability balances are reported on a monthly average, not those at period end, and the profit or loss for each segment was determined using the Bank's internal transfer rate

For the nine-month periods ended September 30, 2020 and 2019, there are no transactions with individual customers accounting for 10% or more of the Bank's total revenues, nor operations in geographical areas significantly different from the country of main residence of the Bank (Argentina).

The following tables show information related to the Bank's business segments:

- As of September 30, 2020 and December 31, 2019 for the information related to the Bank's financial position;
- For the nine-month period ended September 30, 2020 and 2019 for the information related to the Bank's income.

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Information as of September 30, 2020

	Personal banking	Business banking	Treasury and other	Total As of 09/30/20
Interest income/loss	4,006,655	5,181,696	19,261,356	28,449,707
Fee income/loss	1,593,129	2,104,917	354,743	4,052,789
Net gain on financial instruments measured at fair value through profit or loss	-	183,384	691,172	874,556
Gold and foreign currency bid/offer spread	311,724	196,455	220,306	728,485
Other operating income – net	69,468	267,022	1,306,612	1,643,102
Charge for Loan Losses	(138,862)	(103,461)	(539,206)	(781,529)
TOTAL OPERATING INCOME	5,842,114	7,830,013	21,294,983	34,967,110
Operating and administrative expenses				(16,735,327)
Gain/loss on associates and joint ventures				169,854
Net monetary position gain/loss				(4,299,163)
Income tax				(4,129,216)
NET INCOME				9,973,258
Reconciliation with the statement of income				
Net income as of 09/30/20 as per statement of income				9,685,757
Reconciliation between management information and regulatory information				287,501
Total profit or loss reported in segments				9,973,258

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Information as of September 30, 2020

	Personal banking	Business banking	Treasury and other	Total As of 09/30/20
Loans	26,357,447	58,614,675	16,246,900	101,219,022
Other assets	4,591,434	1,667,466	152,882,322	159,141,222
TOTAL ASSETS	30,948,881	60,282,141	169,129,222	260,360,244
Deposits	84,500,489	73,159,833	47,193,735	204,854,057
Other liabilities	-	-	18,741,234	18,741,234
TOTAL LIABILITIES	84,500,489	73,159,833	65,934,969	223,595,291

Reconciliation with the statement of financial position

Assets as of 09/30/20 as per the statement of financial position	277,223,181
Reconciliation between management information and regulatory information:	
- Loans	(1,879,220)
- Other assets	(14,983,717)
Total assets reported in segments	260,360,244
Liabilities as of 09/30/20 as per the statement of financial position	232,886,080
Reconciliation between management information and regulatory information:	
- Deposits	4,175,636
- Other liabilities	(13,466,425)
Total liabilities reported in segments	223,595,291

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Information as of September 30, 2019

	Personal banking	Business banking	Treasury and other	Total As of 09/30/19
Interest income/loss	8,173,313	7,301,992	13,771,508	29,246,813
Fee income/loss	1,769,771	2,183,712	176,830	4,130,313
Net gain on financial instruments measured at fair value through profit or loss	-	62,062	1,340,341	1,402,403
Gold and foreign currency bid/offer spread	1,000,492	825,609	777,650	2,603,751
Other operating income – net	169,680	282,099	2,893,333	3,345,112
Charge for Loan Losses	<u>(1,260,354)</u>	<u>(924,336)</u>	<u>(1,343,946)</u>	<u>(3,528,636)</u>
TOTAL OPERATING INCOME	<u>9,852,902</u>	<u>9,731,138</u>	<u>17,615,716</u>	<u>37,199,756</u>
Operating and administrative expenses				(15,043,143)
Gain/loss on associates and joint ventures				676,047
Income tax				<u>(5,509,782)</u>
NET INCOME				<u>17,322,878</u>

Reconciliation with the statement of income

Net income for the period ended 09/30/19 as per statement of income	12,140,990
Reconciliation between management information and regulatory information	(98)
Application of financial statements restatement - IAS 29	5,181,986
Total profit or loss reported in segments	17,322,878

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Information as of December 31, 2019

	Personal banking	Business banking	Treasury and other	Total as of 12/31/19
Loans	27,984,135	64,063,286	12,003,876	104,051,297
Other assets	4,333,148	2,024,743	104,717,149	111,075,040
TOTAL ASSETS	32,317,283	66,088,029	116,721,025	215,126,337
Deposits	72,641,313	52,773,820	16,378,760	141,793,893
Other liabilities	-	-	33,780,571	33,780,571
TOTAL LIABILITIES	72,641,313	52,773,820	50,159,331	175,574,464

Reconciliation with the statement of financial position

Assets as of 12/31/2019 as per the statement of financial position	236,698,999
Reconciliation between management information and regulatory information:	
- Loans	(3,730,080)
- Other assets	(16,417,358)
- Application of financial statements restatement - IAS 29	(1,425,224)
Total assets reported in segments	215,126,337
Liabilities as of 12/31/2019 as per the statement of financial position	194,753,484
Reconciliation between management information and regulatory information:	
- Deposits	(7,639,031)
- Other liabilities	(11,230,561)
- Application of financial statements restatement - IAS 29	(309,428)
Total liabilities reported in segments	175,574,464

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NOTE 41 - SUBSIDIARIES

Below there is information about the Bank's subsidiaries as of September 30, 2020 and December 31, 2019

Company	Shares		Percentage of	
	Class	Amount	Total share capital	Class
GPAT Compañía Financiera S.A.U.	Common stock	86,837,083	100.00%	100.00%
Patagonia Inversora S.A. Sociedad Gerente Fondos Comunes de Inversión	Common stock	13,317,237	99.99%	99.99%
Patagonia Valores S.A.	Common stock	13,862,667	99.99%	99.99%
Banco Patagonia (Uruguay) S.A.I.F.E.	Common stock	50,000	100.00%	100.00%

Structured and not consolidated entities

The Bank entered into a number of agreements with other companies, whereby it was appointed trustee of certain financial trusts. The assets held in trust were mainly loans. Those loans were not recorded in the financial statements, since they are not the Bank's assets and, therefore, they are not consolidated.

NOTE 42 – RELATED PARTIES

All transactions with related parties (individuals and companies related to the Group) are described below.

Key management personnel

Pursuant to IAS 24, key management personnel are those persons having authority and responsibility for planning, directing, and controlling the activities of the Bank, either directly or indirectly. According to that definition, Directors are deemed to be key personnel by the Bank.

The number of regular directors of the Board is established by the Shareholders' Meeting, and ranges from seven to nine; they are appointed for a term of three fiscal years, with the possibility of being reappointed indefinitely. At present, the Board of Directors is made up of eight members.

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Section 9 of the Bylaws sets forth that the Directors' fees are established by the Shareholders' Meeting, taking into account their responsibilities, the time devoted to the fulfillment of duties, their experience and professional reputation and the value of services provided by directors for the Bank's performance in the market. Additionally, Directors do not assume any executive positions at the Bank and, therefore, they do not earn any other remuneration, and the Bank's policy does not allow the possibility of granting other benefits such as equity interests.

The transactions with key management personnel, including their close relatives and related entities are as follows:

Item	Balances as of		Largest balance for the period/year (1)	
	09/30/20	12/31/19	09/30/20	12/31/19
Loans – Personal Loans	6	-	9	-
Loans – Credit cards	2,806	5,289	7,321	7,702
Deposits received	184,248	88,196	312,049	162,042

(1) Due to the large number of transactions, particularly, in the checking accounts and deposits, the Bank considers that presenting the largest balance for the year is the best indicator of the transactions performed during the period.

The loans and deposits were agreed in accordance with the market conditions applicable to other clients of the Bank. Loans are classified as regularly performing in accordance with the Debtor Classification Standards of BCRA. Total fees received by the Board of Directors for the nine-month period ended September 20, 2020 and 2019 amounted to 151,763 y a 190,700, respectively.

Banco do Brasil S.A.

Banco do Brasil S.A. is a financial institution organized under the laws of Brazil and is the Bank's majority shareholder.

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The assets and liabilities balances with Banco do Brasil S.A. at September 30, 2020 and December 31, 2019 are as follow:

Item	Balances as of		Largest balance for the period/year (1)	
	09/30/20	12/31/19	09/30/20	12/31/19
Cash and cash equivalents – balances in Other financial institutions	24,983	14,540	134,632	193,289
Other receivables	1,299,558	730,072	1,299,558	774,435
Deposits	57	23,821	39,237	40,696
Financing facilities received from financial institutions	-	6,194,673	4,461,979	6,568,864
Guarantees granted (2)	99,028	109,870	105,683	109,870
Guarantees received (3)	609,400	585,971	1,069,360	585,971

- (1) Due to the large number of transactions, the Bank considers that presenting the largest balance for the period is the best indicator of the transactions performed during the period.
- (2) It is related to guarantees granted to Banco do Brasil S.A.
- (3) It is related to credit letters granted by Banco do Brasil S.A. to clients of the Bank.

Transactions with Banco do Brasil S.A. are performed on an arm's length basis.

Profit or loss for the nine-month periods ended September 30, 2020 and 2019 were as follows:

Item	nine-month period ended	
	09/30/20	09/30/19
Interest income	19,394	16,877
Interest expense	108,702	106,196
Other operating income	363	702

Province of Río Negro

As provided for in the Bank's bylaws, the province of Río Negro, sole shareholder holding Class A shares, is empowered to appoint a director for Class A shares, as long as it owns, at least, one share of that class. Since 1996, the Bank has been acting as financial agent of the Province of Río Negro, by virtue of an agreement signed in 1996.

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On December 22, 2016, the Executive Branch of the Province of Río Negro issued Executive Order 2140 calling for a bidding process for the selection and subsequent appointment of the Financial Agent of the Province of Río Negro for a term of ten years, to be extended for a five-year period, unless otherwise decided by any of the parties.

According to the bidding process schedule the award date was April 6, 2017 and the date of execution of the Agreements was April 28, 2017. Finally, as a result of the bidding process referred to above, on April 28, 2017, the Bank was once again awarded the contract to act as financial agent for the Province of Río Negro, and the Río Negro Province Banking and Financial Services Agreement was thus signed.

As a financial agent for the province, the Bank may provide several services to meet the financial and service needs of the different government areas in the province (central management, agencies and affiliates, as well as municipalities) such as tax collection, payroll deposit, among others. Such duties do not include the obligation to provide financial aid to the Province of Río Negro under conditions other than those consistent with the private banking nature of this bank.

Item	Balances as of		Largest balance for the period/year (1)	
	09/30/20	12/31/19	09/30/20	12/31/19
Financial assets measured at fair value –				
Securities issued by the Province of Río Negro	1,195,773	313,979	1,195,773	354,254
Loans – Overdrafts	-	-	2,066,860	1,834,368
Loans – syndicated loan	-	-	-	82,691
Deposits	35,085	128,634	1,957,048	1,340,871

- (1) Due to the large number of transactions, particularly at checking accounts and deposits, the Bank considers that presenting the largest balance for the period is the best indicator of the transactions performed during the period.

Transactions with the Province of Río Negro are performed on an arm's length basis while financing facilities granted are rated as regularly performing in accordance with the BCRA applicable regulations.

Marcelo A. Iadarola
Executive Manager of Administration

Juan M. Trejo
Superintendent
Finance, Administration and Public Sector

João Carlos de Nobrega Pecego
President

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BANCO PATAGONIA S.A.

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Profit or loss for the nine-month periods ended September 30, 2020 and 2019 were as follows:

Item	nine-month period ended	
	09/30/20	09/30/19
Interest income	109,348	176,879
Fee income	101,271	63,375

Associates

Balances with the Group's associates are as follows:

Item	Balances as of		Largest balance for the period/year (1)	
	09/30/20	12/31/19	09/30/20	12/31/19
Deposits	1,235,611	2,312,751	2,022,484	3,020,009

- (1) Due to the large number of transactions, the Bank considers that presenting the largest balance for the period is the best indicator of the transactions performed during the period.

NOTE 43 – DISTRIBUTION OF EARNINGS AND RESTRICTIONS

Banco Patagonia S.A.

In accordance with BCRA rules, a 20% of income for the year is to be allocated to the Legal Reserve

According to Law No. 25,063, dividends that are distributed, in cash or in kind, in excess of the accumulated tax income at the end of the fiscal year immediately prior to the payment or distribution date, will be subject to a final income tax withholding at the standard statutory rate then applicable.

Income to be considered for each fiscal year amounts to the tax income less the tax paid for the fiscal year(s) when the income being distributed was generated or the corresponding proportion, and the adding the dividends or profits distributed by other companies that were not included in computing such income for the corresponding fiscal period(s).

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Moreover, Law No. 27,430 published on December 29, 2017 reduced the rate of income tax paid by joint stock companies from 35% to 30% for the two fiscal years beginning on or after December 1, 2018 and complements it with a 7% withholding tax on the payment of dividends distributed from earnings made for the year.

In accordance with such law, for the fiscal years commenced on January 1, 2020, the income tax rate on joint stock companies would drop to 25% and was supplemented by a withholding tax on the distribution of dividends of 13%. This law was modified by Law No. 27,541 passed on December 23, 2019, which postponed the reduction of tax rates until fiscal years beginning on or after January 1, 2021, while maintaining until then the withholding rate of 7% for the distribution of profits for the financial year 2020.

The BCRA establishes in its regulations the general procedure for the distribution of profits. Under such procedure, profits can be distributed provided certain conditions: the bank should not have received financial assistance from the BCRA due to illiquidity, it should not have any shortfall in payment of capital contributions or minimum cash nor should it have been subject to penalties established by specific regulatory entities considered to be material and / or it should not have failed to implement corrective measures among other preconditions detailed in the aforementioned communication that must be met.

In this sense, entities may distribute results up to the amount that arises from the off-balance sheet computation that adds all balances in "Retained Earnings" and optional reserves for distribution, at the end of the corresponding fiscal year, and then deducts the mandatory legal and statutory reserves and other items established in the corresponding applicable regulations.

In turn, the Entity must verify that, after the proposed distribution of earnings has been made, a capital conservation buffer is maintained on its risk-weighted assets, which is supplementary to the minimum capital requirement established by law; such buffer is funded with Common Tier 1 capital, net of any deductions.

On the other hand, through communication "A" 6768 issued on August 30, 2019, the BCRA established that financial entities must have prior authorization from the BCRA to make profit distributions.

In said authorization process, the Superintendency of Financial and Exchange Entities will take into account, among other elements, the potential effects of applying section 5.5. of IFRS 9 - Impairment of financial assets (Communication "A" 6430) and of the restatement of financial statements, applying the inflation adjustment of said statements provided for in Communication "A" 6651.

In accordance with the provisions of General Resolution No. 593 of the CNV, the Shareholders' Meeting that considers the annual financial statements, must resolve on the specific allocation of the accumulated earnings of the Entity, which may include the effective distribution of dividends, capitalization of earnings with delivery of script issues, setting up optional reserves in addition to the Legal Reserve, or a combination of any of these allocations.

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Finally, taking into account what is explained in the preceding paragraph, the Ordinary and Extraordinary General Meeting of Shareholders held on April 23, 2020 approved the following allocation of earnings for the year ended December 31, 2019 (in historical currency):

Item	Amount
- To Legal reserve (20% s/17,631,649)	3,526,330
- To Optional Reserve for future distribution of earnings	14,105,319
Total	17,631,649

Additionally, it approved to partially reduce the Optional Reserve for Future Distribution of Profits in the amount of 7,764,051 (in historical currency) to be applied to the payment of Cash Dividends, upon prior authorization of the BCRA.

The corresponding authorization request was made by the Entity under file number EX2020-00071097, however, on March 19, 2020, the BCRA, through Communication "A" 6939, ordered the suspension of profit distributions by Financial Institutions until June 30, 2020

Subsequently, on June 4, 2020, the BCRA issued the Communication "A" 7035 extending until December 31, 2020 the suspension of results distribution for Financial Entities

GPAT Compañía Financiera S.A.U.

Finally, taking into account the BCRA and CNV regulations described above, distributable earnings amount to 145,581, and the annual and extraordinary shareholders' meeting held on April 15, 2020, approved the following allocation:

- Item	Amount
- To Legal reserve (20% s/145,581)	29,116
- To Optional Reserve for future distribution of earnings	116,465
Total	145,581

Patagonia Valores S.A.

The loss for the fiscal year ended December 31, 2019 was 11,565 (loss).

On April 22, 2020, the shareholders meeting unanimously approved the absorption of the 2019 fiscal year loss by partially charging the "Equity Adjustment" account.

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Patagonia Inversora S.A. Sociedad Gerente de Fondos Comunes de Inversión

As provided for by section 70 of Law 19550, 5% of income for the year shall be allocated to set up the legal reserve until 20% of the share capital is reached plus the capital adjustment.

The Unanimous Ordinary General Meeting of Shareholders held on April 22, 2020 approved the following allocation of earnings for the year ended December 31, 2019:

- Item	<u>Amount</u>
- To Legal Reserve	4,889
- To Unappropriated retained earnings	44,005
- To Cash dividends (50% s/97,788)	48,894
Total	<u>97,788</u>

NOTE 44 – RESTRICTED ASSETS

The Group has the following restricted assets:

	<u>09/30/20</u>	<u>12/31/19</u>
Special guarantee accounts (*)	1,656,424	2,040,873
BCRA - Financial trusts under guarantee of forward transactions	3,996,057	1,370,239
- Treasury bonds	2,287,715	-
- Treasury bills	1,708,342	1,370,239
Security deposits – Credit and debit card managers	521,151	521,398
Government securities – IADB loan – Global Credit Program for micro-, small- and medium-sized enterprises	288,920	428,306
- Treasury bonds	276,759	428,306
- Pesos as guarantees	10,000	-
- Dollars as guarantees	2,161	-
Other security deposits	19,026	18,778
Sub - Total	<u>6,481,578</u>	<u>4,379,594</u>
Security deposits for repurchase agreements	8,546	-
Sub - Total	<u>8,546</u>	<u>-</u>
Total	<u>6,490,124</u>	<u>4,379,594</u>

(*) Granted as collateral and held with the BCRA and in Banco Central de Uruguay (see Note 14).

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NOTE 45 – DEPOSIT GUARANTEE INSURANCE

Law No. 24,485 and Executive Order No. 540/95 created the Deposit Guarantee Insurance, which is limited, compulsory and onerous, in order to cover bank deposit risks subsidiarily and complementarily to the deposit protection and privilege system established by the Financial Institutions Law.

This law created of the company Seguro de Depósito S.A. (SEDESA) for the sole purpose of managing the Deposit Guarantee Fund, whose shareholders, in accordance with the modifications introduced by Executive Order No. 1292/96, are the BCRA, with at least one share and the trustees of the trust agreement established by financial institutions in the proportion so determined by the BCRA based on their contributions to the Deposit Guarantee Fund. Said company was incorporated in August 1995 where the Entity holds a 3.8950% share according to what was reported by the BCRA through Communication "B" 11959 issued on February 27, 2020.

As of December 31, 2019, it covers the deposits in pesos and in foreign currency placed with the participating entities in the form of current accounts, savings accounts, fixed term deposits, term investments, salary account, basic, free, social security universal and special accounts, the restricted balances of the preceding items or others as determined by the BCRA up to the sum of 1,000, with certain exclusions established by the monetary authority.

Communication "A" 6973 of April 16, 2020, established that, as of May 1, 2020, the BCRA will increase the deposit guarantee insurance coverage cap to 1,500.

As of September 30, 2020 and 2019, the contributions made have been recorded in the item "Other Operating Expenses - Contributions to the deposit guarantee fund" in the amount of 201,071 y 241,821, respectively (see Note 37).

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NOTE 46 – MINIMUM CASH AND CAPITAL REQUIREMENTS

Minimum cash requirements

The BCRA establishes different requirements that should be met by financial institutions regarding solvency, liquidity, maximum amount of loans that may be granted, among others.

The minimum cash requirement establishes that a financial institution shall keep liquid assets in relation to deposits and other obligations recorded in each period. The following table shows the items computed as minimum cash requirements:

Minimum cash requirements	09/30/20	12/31/19
Cash and bank deposits		
BCRA - Current account	33,221,567	39,326,353
Other debt securities		
Argentine Treasury Bond in ARS - Fixed Rate, maturity 2020	4,764,225	4,740,392
BCRA Liquidity Bills	17,916,972	7,166,409
Financial assets granted as collaterals		
BCRA - Special guarantee accounts	1,618,337	2,004,249
Total	57,521,101	53,237,403

Minimum capital requirements

The minimum capital requirements is shown below at each reporting date:

Minimum cash requirements	09/30/20	12/31/19
Minimum capital requirements (A)	15,718,159	15,189,173
Credit risk	10,618,550	10,750,636
Market risk – Securities	206,340	76,913
Market risk – Currencies	349,363	260,752
Operational risk	4,543,906	4,100,873
Payment (B)	37,094,431	33,182,424
Surplus (B - A)	21,376,272	17,993,252

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NOTE 47 – TRUST ACTIVITIES

The Bank executed a number of agreements with other companies, whereby it was appointed trustee of certain financial trusts. The assets held in trust were mainly loans. As of September 30, 2020, the Bank manages the following financial trusts listed in the stock exchange:

Financial trust	Trustor	Date of agreement	Assets as of 09/30/20	Assets held in trust	Net asset value as of 09/30/20
CMR Falabella LXXVI	CMR Falabella	10/21/2019	(*) 4,455	Loans resulting from the use of credit cards	-
CMR Falabella LXXVII	CMR Falabella	05/07/2020	169,621	Loans resulting from the use of credit cards	-
Ribeiro Minicreditos 5	Ribeiro S.A.C.I.F.A. e I.	10/31/2018	3,549	Consumer loans	2,908
Mercado Crédito V	Mercado Libre S.R.L.	07/22/2019	(**) 19,280	Loans granted electronically	-
Mercado Crédito VI	Mercado Libre S.R.L.	12/12/2019	(***) 18,285	Loans granted electronically	-
MELI Derechos Creditórios Tarjetas I	Mercado Libre S.R.L.	10/03/2019	271,479	Loans granted electronically	-
MELI Derechos Creditórios Tarjetas II	Mercado Libre S.R.L.	11/21/2019	337,756	Loans granted electronically	-
MELI Derechos Creditórios Tarjetas III	Mercado Libre S.R.L.	02/20/2020	648,066	Loans granted electronically	-
MELI Derechos Creditórios Tarjetas IV	Mercado Libre S.R.L.	05/14/2020	530,109	Loans granted electronically	-
Mercado Crédito Consumo I	Mercado Libre S.R.L.	12/04/2019	255,683	Loans granted electronically	129,989
Serie Ribeiro C	Ribeiro S.A.C.I.F.A. e I.	04/12/2018	15,025	Consumer loans	12,241
Serie Ribeiro CI	Ribeiro S.A.C.I.F.A. e I.	07/16/2018	9,021	Consumer loans	8,804
Serie Ribeiro CII	Ribeiro S.A.C.I.F.A. e I.	04/12/2018	13,025	Consumer loans	12,768
Serie Ribeiro CIII	Ribeiro S.A.C.I.F.A. e I.	12/12/2018	7,359	Consumer loans	7,146
Serie Ribeiro CIV	Ribeiro S.A.C.I.F.A. e I.	12/12/2018	25,642	Consumer loans	25,329
Serie Ribeiro CV	Ribeiro S.A.C.I.F.A. e I.	05/28/2019	38,346	Consumer loans	37,980
Serie Ribeiro CVI	Ribeiro S.A.C.I.F.A. e I.	07/31/2019	64,101	Consumer loans	52,090
Total			2,430,802		289,255

(*) Corresponds to Financial Statements as of 06/30/20.

(**) Corresponds to Financial Statements as of 04/30/20.

(***) Corresponds to Financial Statements as of 05/31/20.

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Public financial trusts authorized by the CNV, the financial statements of which are to be filed after 09/30/2020

Financial trust	Trustor	Date of agreement	Assets held in trust
Mercado Credito Consumo II	Mercado Libre S.R.L.	09/11/2020	Credits granted merely through electronic means

Financial trusts in escrow

Financial trust	Trustor	Date of agreement	Assets held in trust
Bogar Clase II Serie II	Provincia de Río Negro	06/11/09	Percentage of the daily provincial tax revenues
Bogar Clase II Serie III	Provincia de Río Negro	07/30/13	Percentage of the daily provincial tax revenues
Fondo Fiduciario de desarrollo Rionegrino Plan Gobernador Castello	Provincia de Río Negro	11/24/17	Funds received by public credit operations authorized in article 1 of Law No. 5,201
Fideicomiso de Garantía Energía San Juan – SEPSA/Caja	Energía San Juan S.A.	03/23/17	Assignment and transfer of each and every one of the rights, titles and interests present and future emerging from the SEPSA Collection Agreements

The Bank acts as a trustee of the above mentioned trusts, and in no case will it meet the obligations assumed in executing these trusts with its own assets; these obligations will only be satisfied with and up to the amount of the assets held in trust and the proceeds therefrom. In addition, the trustee shall not encumber the assets held in trust or dispose of them beyond the limits established in the related trust agreements.

The fees earned by the Bank for its trustee's duties are calculated under the terms of the related agreements.

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NOTE 48 – DEPOSITARY OF MUTUAL FUNDS

Banco Patagonia S.A., in its capacity as depositary of mutual funds, keeps the custody of shares subscribed by third parties and assets in the following Mutual Funds:

Information as of September 30, 2020

Name	Deposits	Other	Total assets	Net asset value
Lombard Renta en Pesos Fondo Común de Inversión	26,257,236	2,099,695	28,356,931	28,355,980
Lombard Capital F.C.I.	1,249,630	4,874,551	6,124,181	6,112,927
Fondo Común de Inversión Lombard Renta Fija	872	2,412,324	2,413,196	2,221,461
Fondo Común de Inversión Lombard Pesos Plus (*)	-	-	-	-
Fondo Común de Inversión Lombard Ahorro	11,460	0	11,460	11,459
Fondo Común de Inversión Lombard Abierto Plus	400,618	1,359,499	1,760,117	1,758,507
Fondo Común de Inversión Lombard Acciones Líderes	59	138,737	138,796	137,847
Lombard Renta Fija en Dólares F.C.I.	535,193	2,760,796	3,295,989	3,290,680
Lombard Ahorro Plus F.C.I.	95,738	826,370	922,108	922,098
TOTAL	28,550,806	14,471,972	43,022,778	42,810,959

Information as of December 31, 2019

Name	Deposits	Other	Total assets	Net asset value
Lombard Renta en Pesos Fondo Común de Inversión	14,291,702	7,998,939	22,290,640	22,288,485
Lombard Capital F.C.I.	358,933	3,348,457	3,707,391	3,691,863
Fondo Común de Inversión Lombard Renta Fija	5,118	77,141	82,259	82,007
Fondo Común de Inversión Lombard Pesos Plus (*)	-	-	-	-
Fondo Común de Inversión Lombard Ahorro	12,463	-	12,463	12,460
Fondo Común de Inversión Lombard Abierto Plus	80,554	490,925	571,479	571,423
Fondo Común de Inversión Lombard Acciones Líderes	373	127,833	128,206	113,223
Lombard Renta Fija en Dólares F.C.I.	1,314,535	2,835,371	4,149,906	4,130,754
Lombard Ahorro Plus F.C.I.	450	894,648	895,098	895,069
TOTAL	16,064,128	15,773,315	31,837,443	31,785,286

(*) To the date of issuance of these financial statements, the Board of Directors of the Management Company is analyzing market conditions to proceed to the relaunching of the Lombard Pesos Plus whenever those conditions are deemed as adequate.

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Finance, Administration and Public Sector

João Carlos de Nobrega Pecego
President

Signed for identification purposes
with our report dated 11/25/2020

By Supervisory Committee

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BANCO PATAGONIA S.A.

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NOTE 49 – SANCTIONS IMPOSED AND PROCEEDINGS INITIATED BY THE BCRA

Banco Patagonia S.A.

On January 8, 2015, the BCRA issued Communication "A" 5689 whereby it established that financial institutions shall recognize and report the administrative, disciplinary and criminal sanctions imposed by the BCRA, the UIF, the CNV, or the SSN, with judgment rendered in a court of original jurisdiction.

All the sanctions shall be taken into account, and a provision shall be set up for 100% of each sanction, which shall be kept until the payment is made or a final judgment is rendered.

As of June 30, 2020, the Bank set up a provision for the following proceedings:

Exchange proceedings No. 4969 notified on April 17, 2012; ruling issued on July 4, 2015 by the Court in Economic Criminal Matters No. 6, Court Clerk's Office No 12: of the charges are lack of authorization by the BCRA for the sale of foreign currency to a client in excess of the monthly limit of USD 2,000,000. The persons subject to these proceedings are Banco Patagonia S.A., Ariel Aranda, David Rodríguez, and Santiago Miñana. An appeal was filed with the Supreme Court of Justice and, within that context, on May 12, 2016, a filing was made with new events to request that the defendants be acquitted by the application of the less severe criminal law in relation to Communication "A" 5963, which extended the maximum limit for the acquisition of foreign currency without prior approval of the BCRA to USD 5,000,000. On December 17, 2019, the Supreme Court of Justice resolved to suspend the resolution of the case until the court of original jurisdiction decides upon the issue raised related to the most favorable criminal law.

On September 4, 2020 the National Chamber of Appeals in Economic Criminal Matters resolved to acquit Banco Patagonia S.A. and Ariel Aranda of guilt and charge. In this way, the proceedings are finished.

As of September 30, 2020, the Entity does not maintain any provision, given that the provision established as of June 30 for thousands of pesos 33 to face the penalty of exchange summary No. 4969, has been recovered.

The actions initiated by the BCRA and which are currently underway are the following:

The BCRA, through Communication "A" 5940 dated April 1, 2016, provided that financial entities that have recorded provisions for the aforementioned sanctions as of that date must analyze, in accordance with current legal reports, whether the conditions for its total or partial accounting registration are met or not. In the case of sanctions that do not meet the conditions to carry out the accounting forecast, the Entity must cancel these balances with a counterpart in "Adjustment of Results from Previous Years" or in the various loss account "Charges for Administrative, Disciplinary and Criminal Sanctions", as appropriate.

For the penalties pending payment that do not meet the conditions to make the accounting provision, the next Shareholders' Meeting must provide for the constitution of a special regulatory reserve for the amount not provisioned corresponding to the penalties applied to the extent that not assigned results are available. If said

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balance is not enough, the Special Regulatory Reserve must be established as positive unallocated results are obtained.

GPAT Compañía Financiera S.A.U.

As of September 30, 2019, GPAT Compañía Financiera S.A.U. has not received any notice of administrative, disciplinary or criminal sanctions, or any proceedings.

NOTE 50 – FINANCIAL AGENT OF THE PROVINCE OF RÍO NEGRO

Under Law No. 2929 of the Province of Río Negro, and the agreement signed on May 27, 1996, the Bank serves as financial agent for the Provincial Government, and is responsible for the banking services set forth in article 1.2 of the aforementioned agreement.

On February 28, 2006, such agreement expired, but was then successively extended until December 31, 2006, under the same terms and conditions as those of the above mentioned agreement.

Thereafter, the Entity was awarded again with the contract to act as financial agent, and on December 14, 2006, the Río Negro Province Banking and Financial Services Agreement was signed for a 10-year term, which expired on December 13, 2016.

On December 29, 2016, Law No. 5187 enacted by the Legislature of the Province of Río Negro extended the application of the aforementioned contract for a period of 180 days, automatically renewable, or less if the bidding process called for the selection of a bank to provide financial agent services concluded before the extension period.

On December 22, 2016, through Executive Order No. 2140, the Executive Power of the Province of Río Negro launched a National Public Bid for the selection and subsequent appointment of a Financial Agent of the Province of Río Negro, for a term of ten years, subject to an extension of another five years, unless any of the parties stated otherwise.

The bidding process schedule establishes that the award date is April 6, 2017 and the date of execution of the Agreements is April 28, 2017.

Finally, as a result of the bidding process referred to above, on April 28, 2017, the Bank was again awarded the contract to act as financial agent for the Province of Río Negro, and the Río Negro Province Banking and Financial Services Agreement was signed for a 10-year term, with the possibility of an extension for other five years.

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The services do not include the obligation to provide financial aid to the Province of Río Negro under conditions other than those consistent with the private banking nature of this bank.

NOTE 51 – CNV REQUIREMENTS TO ACT AS AN OVER-THE-COUNTER BROKER

Banco Patagonia S.A.

Considering the operation that Banco Patagonia S.A. is currently performing, and according to the different broker categories established by the CNV standards (consolidated text of General Resolution No. 622/2013 and amendments), the entity is registered with the mentioned entity as a Custodian Broker of Mutual Funds and Financial and Non-financial Trustee.

The minimum equity required by the mentioned standard for the each registered broker category on September 30, 2020 amounts to 1.420,350 Units of Purchasing Power (UVA) adjusted by “CER” – Law No. 25,827, which is equivalent to 83,119.

Cash contra-account requirements account for 50% of the amount required as minimum shareholders’ Equity, which amounts to 710,175 UVAs, which is equivalent to 41,559.

As of June 30, 2020, the Entity’s capital exceeds CNV’s requirements and the minimum cash contra-account required is made up of funds deposited with the BCRA in its current account N° 034.

Patagonia Inversora S.A. Sociedad Gerente de Fondos Comunes de Inversión

As provided for by General Resolution No. 792 issued by the CNV on April 26, 2019, the minimum shareholders’ equity required to act as a Manager company is equivalent to 150,000 Units of Purchasing Power (UVA), needing to increase it on an amount equivalent to 20,000 UVA’s for each Mutual Fund that it manages, by a total amount of 310,000 UVAs, equivalent to a required minimum shareholders’ Equity of 18,141 as of September 30, 2020.

Cash contra-account requirements account for 50% of the amount required as minimum shareholders’ Equity, which amounts to 155.000 Units of Purchasing Power (UVA), which is equivalent to 9,071.

As of September 30, 2020, the Entity’s capital exceeds CNV’s requirements and the minimum cash contra-account required is broken down as follows:

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Breakdown	Amount
Demand deposit accounts in local and foreign banks	61,120
Mutual funds	655,097
Corporate bonds	72,370
Listed common shares	1,812
Argentine Government Securities	3,751
Total	794,150

Patagonia Valores S.A.

In compliance with the provisions of the CNV in force under GR No. 821/2019, and pursuant to the requirements established, the minimum shareholders' equity required to act as a Full Settlement and Clearing Agent amounts to 470,350 Units of Purchasing Power (UVA), which is equivalent to 27,525.

Cash contra-account requirements account for 50% of the amount required as minimum shareholders' Equity, which amounts to 235,175 Units of Purchasing Power (UVA), which is equivalent to 13,762.

As of September 30, 2020, the Entity's capital exceeds CNV's requirements and the minimum cash contra-account required is broken down as follows:

Breakdown	Amount
Argentine Government Securities	45,212
Total	45,212

NOTE 52 – TRANSACTIONS WITH DIRECTORS

No transactions falling under the provisions of section 271 of Business Companies Law (Law No. 19,550) have been identified.

NOTE 53 – CNV REQUIREMENT - CUSTODY OF GROUP'S DOCUMENTATION

Pursuant to the provisions of General Resolution No. 629 issued by the CNV on August 14, 2014, it is informed that the Group's companies have entrusted the custody of support documentation related to accounting transactions and other management documentation, not included in article 5 a.3), Section I, Chapter V, Title II of the CNV Rules (2013 consolidated text and amendments), to the third parties listed below:

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Banco Patagonia S.A.

Company	Address
AdeA Administradora de Archivos S.A.	Ruta 36 - Km. 31,5 - Florencio Varela – Province of Buenos Aires
Iron Mountain Argentina S.A.	Av. Amancio Alcorta 2482 – Buenos Aires City. Azara 1245 – Buenos Aires City. San Miguel de Tucumán 601 - Carlos Spegazzini – Province of Buenos Aires Torcuato Di Tella 1800 – Carlos Spegazzini – Province of Buenos Aires Puente del Inca 2450 – Tristán Suárez – Province of Buenos Aires

Patagonia Inversora S.A. Sociedad Gerente de Fondos Comunes de Inversión

Company	Address
AdeA Administradora de Archivos S.A.	Ruta 36 - Km. 31,5 - Florencio Varela – Province of Buenos Aires

Patagonia Valores S.A.

Company	Address
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GPAT Compañía Financiera S.A.U.

Company	Address
AdeA Administradora de Archivos S.A.	Ruta 36 Km. 31,5 - Florencio Varela – Province of Buenos Aires
Bank S.A.	Unamuno 2095 - Quilmes – Province of Buenos Aires Diógenes Taborda 73 – Buenos Aires City Carlos Pellegrini 1401 – Dock Sud – Province of Buenos Aires Av. Fleming 2190 - Munro – Province of Buenos Aires Ruta Panamericana Km 37.5 – Garín – Province of Buenos Aires Ruta Panamericana Km 31.5 – El Talar, Tigre – Province of Buenos Aires
Iron Mountain Argentina S.A.	Av. Amancio Alcorta 2482 – Buenos Aires City

In addition, all the aforementioned companies keep a detailed record of all documents entrusted to them in custody for review by the controlling bodies at their registered office.

NOTE 54 – COMPLIANCE WITH PROVISIONS SET FORTH BY LAW No. 25738

Banco Patagonia S.A. is a joint stock company organized under the laws of Argentina, the shareholders of which limit their liability to the paid-in shares subscribed in accordance with Law No. 19550. Therefore, in compliance with Law No. 25738, we report that neither the foreign majority shareholders nor the local or foreign shareholders are liable, in excess of such paid-in shares, for the obligations arising from the transactions performed by the entity.

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NOTE 55 - MACROECONOMIC CONTEXT

a) Argentina public debt situation

On August 29th, 2019, the National Executive Branch (PEN) issued Executive Order 596/2019, whereby it provided an immediate and phased extension of the maturities of payment obligations corresponding to certain short-term government securities. The postponement provided did not interrupt the accrual of interest established in the original terms and conditions of such securities, nor did it affect the principal or the interest rates agreed in each case.

In outlining the reasons for this measure, the PEN noted that the Argentine economy had been simultaneously affected by a decrease in its export capacity and a reversal in international capital flows, which led to an unforeseen devaluation of the nominal exchange rate against the US Dollar. According to the PEN recitals, the situation described above gave rise to a state of uncertainty in the financial markets, evidenced by the sharp and sustained fall in trading prices of national government bonds, which meant no further access to international markets for new financing.

On February 5th, 2020, the National Congress passed a law that intends to restore the sustainability of the Argentine external public debt. The law notes that borrowing policies have been inconsistent with the country's capacity to repay in foreign exchange, which makes restoring the sustainability of external public debt critical. The law authorizes the PEN to manage liabilities, carry out exchanges and/or restructuring of the interest maturity and principal amortization debt services of the Argentine Government Securities issued under foreign law.

This law designates the Ministry of Economy as the implementing authority, and enables it to carry out, among other things, the following acts: (a) issue new government securities in order to modify the interest maturity and capital repayment profile and restore the sustainability of external government debt; (b) determine the periods, time limits, methods and procedures for issuing new government securities; c) designate financial institutions and/or advisers to act as lead managers and; d) designate financial institutions and/or advisers to act as placing agents and/or to conduct public credit transactions and/or to provide liability management services and/or issue new securities and/or the hiring of other public credit loans.

On April 6th, 2020, the PEN issued Executive Order 346/2020, which provided for the deferral of interest payments and capital repayments of the national public debt securities denominated in US Dollars issued under Argentine law until December 31st 2020, or earlier if so determined by the Ministry of Economy, which will depend on the degree of progress and implementation of public debt sustainability restoration process.

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On April 17th, 2020, the Ministry of Economy released a statement inviting to tender sovereign bonds issued under foreign law and eligible for restructuring for new bonds. The statement outlined the main terms of the proposal, which were then approved together with the tender documents by PEN Executive Order 391/2020. The deadline for acceptance to tender the bonds ended on May 8th, 2020. Subsequently, by Resolution No. 221/2020, the Ministry of Economy provided for the extension of that period until May 22nd, 2020.

On May 15th, 2020, the Ministry of Economy reported that it received counteroffers from its creditors to the debt exchange offer, which were being analyzed. It also reported that the Argentine government and creditors continue to negotiate to reach a sustainable agreement under the external public debt restructuring process.

The Argentine government, after a long negotiation, informed on August 4, 2020 that an agreement with main private creditors was made, which allows them to accomplish a debt restructuring in bonds for approximately sixty-six million thousand dollars. Likewise, on August 31, 2020, the National Government announced that it had obtained the required consent to exchange and / or modify 99.01% of the total outstanding capital amount of all series of eligible bonds

On September 15, 2020, the restructuring process of debt issued in dollars under local legislation concluded, reaching an acceptance rate of 99.41%.

Additionally, on the same date, the BCRA issued Communication "A" 7106, through which it deepens the exchange controls in force in order to access the Single Free Exchange Market for the formation of external assets and / or to cancel debts for capital services for financial indebtedness abroad.

In this sense, effective as of September 16, 2020, the capital restructuring for financial debts of the private sector in foreign currency is established: those who register capital maturities scheduled between October 15, 2020 and March 31, 2021 by:

- a. Financial indebtedness with the outside of the non-financial private sector with a creditor that is not a related counterpart of the debtor,
- b. Financial indebtedness with the outside by own operations of the entities, or
- c. Issuance of publicly registered debt securities in the country denominated in foreign currency from clients of the private sector or of the entities themselves, must renegotiate the debt with their creditors and submit a refinancing plan to the BCRA, considering that: a) the net amount For which the exchange market will be accessed in the original terms, it will not exceed 40% of the amount of capital that expired, and b) the rest of the capital must be, at least, refinanced with a new external debt with an average life of 2 years.

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For maturities to be registered until December 31, 2020, the refinancing plan had to be presented to the BCRA before September 30, 2020. For maturities to be registered between January 1, 2021 and March 31, 2021, it must be presented at least 30 calendar days before the maturity of the capital to be refinanced.

The Group Management constantly monitors developments in the macroeconomic situation, in order to define possible actions to be taken and to identify possible impacts that should be disclosed as regards the financial and cash situation of the company.

a) COVID Pandemic 19

On March 11th, 2020, the World Health Organization (WHO) declared the Coronavirus (COVID-19) pandemic, due to its rapid spread around the world, having affected more than 150 countries.

Most governments were taking restrictive measures to contain the spread, including: isolation, lockdown, quarantine and restriction on the free movement of persons, closure of public and private premises, except for so-called essential or primary need products (health, food, fuel and communications) and border closure as well as a dramatic reduction of air, sea, rail and land transport.

In the Argentine Republic, on March 12th, 2020, PEN Executive Order No. 260/2020, as amended, declared the health emergency to manage the crisis caused by the aforementioned COVID-19, and finally, on March 19th, the PEN passed Executive Order 297/2020 declaring the preventive, mandatory social distancing (ASPO in Spanish), which governed from March 20th to 31st, 2020, and was subsequently extended after that date.

On November 7, 2020 through Decree 875/2020, the measure of "social, preventive and mandatory distancing" is established for all people who reside or transit in urban agglomerates, parties and departments of the Argentine provinces in which compliance with all the epidemiological and sanitary parameters that are defined for this purpose in the aforementioned decree is verified in a positive way.

The established, tends to make some measures related to economic, industrial, commercial or service activities more flexible, as long as an operating protocol approved by the provincial health authority or the Autonomous City of Buenos Aires is complied with.

The various restrictive measures adopted, as mentioned above, are affecting the global, regional and national economies due to the disruption of slowdown of supply chains and the increased economic uncertainty, as evidenced by an increase in asset price volatility, exchange rates and a long-term interest rate decline.

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The BCRA regulations issued after the COVID-19 crisis included measures to extend the maturities of any loans past due during the lockdown period ordered by the Argentine government in mid-March, to provide credit lines below the market rate for individuals and companies that have been most affected by the pandemic and to ensure the availability of banking services and the payment chain at all levels, even in light of the extended branch closures that occurred during the first stage of the lockdown.

In particular, the new regulations established by the BCRA include:

- Restrictions on the maximum liquidity position of the BCRA (LELIQ), in order to make liquidity available and encourage the provision of credit lines to SMEs, through secured loans from the Argentine Guarantee Fund (FoGAR),
- Temporary flexibilization of bank loan classification rules,
- Deferral of financial institutions' dividend payments until December 31th, 2020,
- Capital requirement of 1.250% on exposure to credit card loans corresponding to tourism-related purchases made outside Argentina,
- Temporary elimination of charge fees related to ATM services
- Freezing UVA indexing on home loans until September 30th, 2020,
- Deferring credit card payments for three months,
- Lowering maximum credit card interest rates, and
- Extension of all overdue loan payments during the second quarter without punitive interest.

At Banco Patagonia, since the implementation of ASPO, the level of attention and operability was maintained in its entirety according to the standards issued by the BCRA.

In central areas, 93% of staff work remotely over VPN connections, and in branches rotating teams are changed every two weeks to ensure business continuity.

During this period, the usual performance was maintained in terms of the availability of ATMs and self-service terminals to meet user demand, as well as continuing with the implementation of ongoing projects.

In turn, biosecurity measures were implemented at the branches in order to prevent contagion, such as the mandatory use of personal protective elements (gloves and masks), the implementation of protective barriers in the workplace and provision of hand sanitizer.

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The cleaning and disinfection measures of the branches were also reinforced.

With regard to the financial situation, the COVID-19 crisis finds the Entity with a strong position of solvency and capital adequacy, exhibiting as of June 30th, 2020, a capitalization ratio according to Basel Committee Rules above 17.6%.

During the first quarter of 2020, liquidity conditions remained loose. The wide liquidity margins and the prudential management of such margins have allowed the Bank to maintain internal risk appetite and tolerance ratios as well as regulatory ratios far above the minimum required.

In this regard, it is important to note that the key indicators of Basel III, the Liquidity Coverage Ratio (LCR) and the Net Stable Funding Ratio (NSFR) more than double the minimum required, exceeding 200%.

The Entity also maintains an adequate liquidity reserve consisting of high-quality assets, and a strong balance sheet structure (in local and foreign currency) that allows it to address this situation from a strong position; it maintains prudential levels of short-term and long-term liquidity risk appetite indicators, such as liquid asset-to deposit ratio and maturity mismatch ratio.

With regard to interest rate risk management, the Entity has a favorable position with low mismatch risk (duration between assets and liabilities), both with respect to interest rate sensitivity measures and changes in economic value; as such, it shows an adequate management of the structural balance sheet risk, even considering the volatility of rates and prices of financial assets generated by COVID-19.

With regard to credit risk and allowance levels, the estimated allowance for expected credit losses incorporates updated forward-looking information in IFRS 9 models to respond to the exceptional circumstances generated by the COVID-19 pandemic in the macroeconomic and financial environment, characterized by a high level of uncertainty as to its intensity and duration.

Notwithstanding the foregoing, the Entity has taken prudential measures to efficiently manage its portfolios, monitoring changes in credit ratings and avoiding deterioration in the quality of its financial assets, in order to guarantee the recoverability of the portfolio at risk and sustainability of default rates, which will be affected by the current situation.

Management continuously monitors the situation described above in order to identify and determine its possible impact on its financial and cash position, which may be necessary to reflect in the financial statements.

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Executive Manager of Administration

Juan M. Trejo
Superintendent
Finance, Administration and Public Sector

João Carlos de Nobrega Pecego
President

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BANCO PATAGONIA S.A.

**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2020
COMPARATIVELY PRESENTED
(Stated in thousands of Pesos)**

NOTE 56 – SUBSEQUENT EVENTS

No other events or transactions have occurred from period-end to the date of issuance of these financial statements that would have a material effect on the financial position of the entity or the results of its operations as of September 30th, 2020.

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**EXHIBIT B
LOANS AND OTHER FINANCING FACILITIES CLASSIFIED
BY STATUS AND OTHER GUARANTEES RECEIVED
AS OF 09/30/20 AND 12/31/19
(Stated in thousands of pesos)**

COMMERCIAL LOAN PORTFOLIO	09/30/20	12/31/19
Performing	70,924,422	72,960,800
- With "A" preferred guarantees and counter-guarantees	3,721,839	2,184,211
- With "B" preferred guarantees and counter-guarantees	4,451,366	4,895,778
- Without preferred guarantees or counter-guarantees	62,751,217	65,880,811
Subject to special monitoring	55,957	140,346
In observation	2	101,288
- With "A" preferred guarantees and counter-guarantees	-	4,269
- With "B" preferred guarantees or counter-guarantees	-	92,825
- Without preferred guarantees or counter-guarantees	2	4,194
In negotiation or under refinancing agreements	55,955	39,058
- With "A" preferred guarantees and counter-guarantees	-	105
- With "B" preferred guarantees or counter-guarantees	7,994	34,032
- Without preferred guarantees or counter-guarantees	47,961	4,921
Troubled	133,196	98,007
- With "A" preferred guarantees and counter-guarantees	-	836
- With "B" preferred guarantees or counter-guarantees	77,915	2,777
- Without preferred guarantees or counter-guarantees	55,281	94,394
With high risk of insolvency	399,101	60,192
- With "B" preferred guarantees or counter-guarantees	387,103	56,802
- Without preferred guarantees or counter-guarantees	11,998	3,390
Non-recoverable	33,741	597,601
- With "B" preferred guarantees or counter-guarantees	11,540	458,455
- Without preferred guarantees or counter-guarantees	22,201	139,146
TOTAL COMMERCIAL LOAN PORTFOLIO	71,546,417	73,856,946

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**EXHIBIT B
LOANS AND OTHER FINANCING FACILITIES CLASSIFIED
BY STATUS AND OTHER GUARANTEES RECEIVED
AS OF 09/30/20 AND 12/31/19
(Stated in thousands of pesos)**

CONSUMER AND/OR HOME LOAN PORTFOLIO	09/30/20	12/31/19
Performing	36,830,868	38,428,540
- With "A" preferred guarantees and counter-guarantees	1,592,377	657,838
- With "B" preferred guarantees and counter-guarantees	5,974,315	6,922,444
- Without preferred guarantees or counter-guarantees	29,264,176	30,848,258
Low risk	250,034	873,719
- With "A" preferred guarantees and counter-guarantees	1,671	17,351
- With "B" preferred guarantees and counter-guarantees	5,347	232,220
- Without preferred guarantees or counter-guarantees	243,016	624,148
Low risk – At special treatment	2,417	-
- Without preferred guarantees or counter-guarantees	829	-
	1,588	-
Medium risk	201,221	643,267
- With "A" preferred guarantees and counter-guarantees	1,861	13,465
- With "B" preferred guarantees and counter-guarantees	13,240	27,996
- Without preferred guarantees or counter-guarantees	186,120	601,806
High risk	331,534	1,042,933
- With "A" preferred guarantees and counter-guarantees	3,954	10,504
- With "B" preferred guarantees and counter-guarantees	2,287	11,690
- Without preferred guarantees or counter-guarantees	325,293	1,020,739
Irrecoverable	496,034	472,910
- With "A" preferred guarantees and counter-guarantees	2,545	9,031
- With "B" preferred guarantees and counter-guarantees	2,090	3,992
- Without preferred guarantees or counter-guarantees	491,399	459,887
Non-recoverable according to BCRA regulations	-	633
- With "B" preferred guarantees and counter-guarantees	-	619
- Without preferred guarantees or counter-guarantees	-	14
TOTAL CONSUMER AND/OR HOME LOAN PORTFOLIO	38,112,108	41,462,002
GRAND TOTAL	109,658,525	115,318,948

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**EXHIBIT B
LOANS AND OTHER FINANCING FACILITIES CLASSIFIED
BY STATUS AND OTHER GUARANTEES RECEIVED
AS OF 09/30/20 AND 12/31/19
(Stated in thousands of pesos)**

RECONCILIATION OF LOANS AND OTHER FINANCING FACILITIES AS PER CONSOLIDATED STATEMENT OF FINANCIAL POSITION

BREAKDOWN	09/30/20	12/31/19
BALANCE AS PER EXHIBIT "B"	109,658,525	115,318,948
Items included in Exhibit "B" and not included in Loans and other financing facilities	(1,721,367)	(1,014,392)
Off-balance sheet items– agreed-upon loans (unused balances), other guarantees granted and other covered by Debtor Classification Standards	(1,351,256)	(766,953)
Other items	(370,111)	(247,439)
Items not included in Exhibit "B" and included in Loans and other financing facilities	(4,838,916)	(6,201,176)
Loans and other financing facilities- loans to personnel	285,672	334,728
Loans and other financing facilities – IFRS adjustment at effective interest rate	(791,192)	(688,347)
Loans and other financing facilities– Allowances for loan losses	(4,333,396)	(5,847,557)
BALANCE AS PER STATEMENT OF FINANCIAL POSITION	103,098,242	108,103,380

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**EXHIBIT C
LOANS AND OTHER FINANCING FACILITIES CONCENTRATION
AS OF 09/30/20 AND 12/31/19
(Stated in thousands of Pesos)**

Number of customers	FINANCING FACILITIES			
	09/30/20		12/31/19	
	Outstanding amount	% of total portfolio	Outstanding amount	% of total portfolio
10 largest customers	23,789,303	21.7%	21,850,355	18.9%
50 next largest customers	22,441,896	20.5%	29,313,309	25.4%
100 next largest customers	9,569,995	8.7%	10,437,757	9.1%
Rest of customers	53,857,331	49.1%	53,717,527	46.6%
TOTAL	109,658,525	100.0%	115,318,948	100.0%

RECONCILIATION OF LOANS AND OTHER FINANCING FACILITIES AS PER CONSOLIDATED STATEMENT OF FINANCIAL POSITION

BREAKDOWN	09/30/20	12/31/19
BALANCE AS PER EXHIBIT "C"	109,658,525	115,318,948
Items included in Exhibit "C" and not included in Loans and other financing facilities	(1,721,367)	(1,014,392)
Off-balance sheet items– agreed-upon loans (unused balances), other guarantees granted and other covered by Debtor Classification Standards	(1,351,256)	(766,953)
Other items	(370,111)	(247,439)
Items not included in Exhibit "C" and included in Loans and other financing facilities	(4,838,916)	(6,201,176)
Loans and other financing facilities- loans to personnel	285,672	334,728
Loans and other financing facilities–IFRS adjustment at effective interest rate	(791,192)	(688,347)
Loans and other financing facilities– Allowances for loan losses	(4,333,396)	(5,847,557)
BALANCE AS PER STATEMENT OF FINANCIAL POSITION	103,098,242	108,103,380

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**EXHIBIT D
LOANS AND OTHER FINANCING FACILITIES BROKEN DOWN BY TERM
AS OF 09/30/20
(Stated in thousands of Pesos)**

Item	Matured	Terms remaining to maturity						Total al 09/30/20
		1 month	3 months	6 months	12 months	24 months	Over 24 months	
Non-financial government sector	-	6,797	29	-	-	-	-	6,826
Financial sector	-	1,677,038	1,146,296	996,217	1,523,969	3,550,476	-	8,893,996
Nonfinancial private sector and foreign residents	1,934,504	50,829,213	7,243,010	12,681,066	16,045,678	10,275,019	9,742,136	108,750,626
TOTAL	1,934,504	52,513,048	8,389,335	13,677,283	17,569,647	13,825,495	9,742,136	117,651,448

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**EXHIBIT H
DEPOSIT CONCENTRATION
AS OF 09/30/20 AND 12/31/19
(Stated in thousands of Pesos)**

Number of customers	09/30/20		12/31/19	
	Outstanding amount	% of total portfolio	Outstanding amount	Outstanding amount
10 largest customers	32,151,584	16.0%	16,337,399	10.9%
50 next largest customers	33,682,621	16.8%	16,287,837	10.9%
100 next largest customers	13,059,666	6.5%	8,834,287	5.9%
Rest of customers	121,784,550	60.7%	107,973,404	72.3%
TOTAL	200,678,421	100.0%	149,432,927	100.0%

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BANCO PATAGONIA S.A.

EXHIBIT I
FINANCIAL LIABILITIES BROKEN DOWN BY TERMS REMAINING TO MATURITY
AS OF 09/30/2020
(Stated in thousands of Pesos)

Item	Terms remaining to maturity						
	1 month	3 months	6 months	12 months	24 months	over 24 months	Total as of 09/30/20
Deposits	188,735,169	8,898,765	3,827,975	770,257	58	58	202,232,282
Non-financial government sector	19,171,306	743,326	5,364	-	-	-	19,919,996
Financial sector	456,192	-	-	-	-	-	456,192
Nonfinancial private sector and foreign residents	169,107,671	8,155,439	3,822,611	770,257	58	58	181,856,094
Liabilities at fair value through profit or loss	148,451	-	-	-	-	-	148,451
Derivative instruments	11,606	-	-	-	-	-	11,606
Repo transactions	76,324	-	-	-	-	-	76,324
Other financial institutions	76,324	-	-	-	-	-	76,324
Other financial liabilities	9,099,055	-	-	-	-	-	9,099,055
Financing facilities received from the BCRA and other financial institutions	1,511,036	702,391	107,583	800,959	398,064	2,548,903	6,068,936
Corporate bonds issued	207,215	305,172	43,321	552,617	-	-	1,108,325
TOTAL	199,788,856	9,906,328	3,978,879	2,123,833	398,122	2,548,961	218,744,979

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**EXHIBIT J
CHANGES IN PROVISIONS
AS OF 09/30/20**
(Stated in thousands of Pesos)

Item	Balances at beginning of year	Increases	Decreases		Monetary result for allowances and provisions	Balance as of 09/30/20
			Reversals	Reversals		
INCLUDED IN LIABILITIES						
For contingent commitments	318,551	263,994	-	150,008	(45,093)	387,444
For administrative, disciplinary and criminal sanctions	40	-	33	-	(7)	-
Other	1,683,093	182,262	2,175	34,450	(317,032)	1,511,698
Labor lawsuits	84,173	37,694	-	25,336	(15,816)	80,715
Complaints, proceedings, appeals	1,452,920	125,555	2,175	8,915	(273,283)	1,294,102
Tax lawsuits	146,000	19,013	-	199	(27,933)	136,881
TOTAL ALLOWANCES AND PROVISIONS	2,001,684	446,256	2,208	184,458	(362,132)	1,899,142

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EXHIBIT R
LOSS IMPAIRMENT ADJUSTMENT - ALLOWANCE FOR LOAN LOSSES
AS OF 09/30/2020
(Stated in thousands of Pesos)

Item	Balances at beginning of year	ECL for the next 12 months	ECL of the remaining life of the financial asset		Monetary gain/loss from allowances	Balances as of 09/30/20
			IF with significant increase in CR	IF with credit impairment		
Other financial assets	1,206,620	214,179	390	991	(219,939)	1,202,241
Loans and other financing facilities	5,847,557	(331,399)	28,938	(166,749)	(1,044,951)	4,333,396
Other financial institutions	2,608	987	-	-	(475)	3,120
Nonfinancial private sector and foreign residents	5,844,949	(332,386)	28,938	(166,749)	(1,044,476)	4,330,276
Overdrafts	315,465	(101,559)	24,585	72,792	(57,503)	253,780
Notes	776,579	(93,464)	(65,712)	(193,537)	(141,555)	282,311
Mortgage loans	36,184	(17,279)	16,458	(1,964)	(6,596)	26,803
Car loans	103,200	(27,314)	-	-	(18,811)	57,075
Consumer	1,984,748	128,163	(29,094)	(11,127)	(361,780)	1,710,910
Credit cards	748,394	433,680	90,738	124,877	(136,417)	1,261,272
Finance lease	39,802	(8,865)	(7,325)	(9,121)	(10,407)	4,084
Other	1,840,577	(645,748)	(712)	(148,669)	(311,407)	734,041
Other debt securities	11,501	(3,401)	-	-	(2,096)	6,004
Eventual commitments	318,551	151,294	(3,526)	706	(79,581)	387,444
TOTAL ALLOWANCES	7,384,229	30,673	25,802	(165,052)	(1,346,567)	5,929,085

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CONDENSED INTERIM SEPARATE FINANCIAL STATEMENTS
As of September 30, 2020

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As of September 30, 2020

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CONDENSED INTERIM SEPARATE FINANCIAL STATEMENTS
As of September 30, 2020

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BANCO PATAGONIA S.A.

**CONDENSED INTERIM SEPARATE
STATEMENTS OF FINANCIAL POSITION AS OF 09/30/2020 AND 12/31/2019**
(Stated in thousands of Pesos)

ITEMS	NOTES	09/30/20	12/31/19
ASSETS			
Cash and bank deposits	4	47,900,697	54,110,012
Cash on hand		13,089,594	14,270,194
Financial institutions and correspondents		34,811,103	39,839,818
BCRA		33,105,717	39,271,639
Other in Argentina and abroad		1,705,386	568,179
Debt securities measured at fair value with change through profit or loss (Exhibit A)		986,575	275,261
Derivative instruments	5	248,203	94,468
Repo transactions	6	20,358,045	-
Other financial assets	7	2,268,913	1,900,992
Loans and other financing facilities (Exhibits B and C)	8	93,300,033	103,177,694
Non-financial government sector		6,898	27,651
Other financial institutions		7,402,832	7,308,464
Nonfinancial private sector and foreign residents		85,890,303	95,841,579
Other debt securities (Exhibit A)		77,882,800	50,640,148
Financial assets granted as collateral	9	6,443,490	4,342,970
Investments in equity instruments (Exhibit A)		844,354	1,031,048
Investments in subsidiaries, associates and joint ventures	11	2,630,801	2,484,759
Property and equipment	12	10,392,747	10,557,352
Intangible assets	13	480,663	418,522
Deferred income tax assets		2,628,186	1,250,642
Other non-financial assets	14	911,356	1,264,370
Non-current assets held for sale	15	48,297	-
TOTAL ASSETS		267,325,160	231,548,238

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Superintendent
Finance, Administration and Public

João Carlos de Nobrega Pecego
President

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**CONDENSED INTERIM SEPARATE
STATEMENTS OF FINANCIAL POSITION AS OF 09/30/2020 AND 12/31/2019**
(Stated in thousands of Pesos)

ITEMS	NOTES	09/30/20	12/31/19
LIABILITIES			
Deposits (Exhibits H)		193,308,073	146,181,299
Nonfinancial government sector		19,776,107	14,669,251
Financial sector		456,188	915,641
Nonfinancial private sector and foreign residents	16	173,075,778	130,596,407
Liabilities at fair value through profit or loss	5	148,451	-
Derivative instruments	5	11,606	304,100
Repo transactions	6	76,324	-
Other financial liabilities	17	8,585,993	9,793,163
Financing facilities received from the BCRA and other financial institutions	18	3,698,528	20,358,631
Current income tax liabilities	10 a)	1,928,394	5,671,126
Accruals and provisions (Exhibit J)	21	1,890,541	1,994,771
Other nonfinancial liabilities	20	13,340,149	5,299,633
TOTAL LIABILITIES		222,988,059	189,602,723
SHAREHOLDERS' EQUITY			
Share capital		719,145	719,145
Non-capitalized contributions		217,191	217,191
Share capital adjustments		16,798,560	16,798,560
Retained earnings		30,760,211	19,928,254
Unappropriated retained earnings		(14,346,173)	(8,073,066)
Other comprehensive income		502,410	(726,249)
Income for the period		9,685,757	13,081,680
TOTAL SHAREHOLDERS' EQUITY		44,337,101	41,945,515
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		267,325,160	231,548,238

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**CONDENSED INTERIM SEPARATE
STATEMENTS OF INCOME AS OF 09/30/2020 AND 09/30/2019**
(Stated in thousands of Pesos)

ITEMS	NOTES	THREE-MONTH PERIOD ENDED		NINE-MONTH PERIOD ENDED	
		09/30/20	09/30/19	09/30/20	09/30/19
Interest income	22	15,166,399	21,626,449	44,968,216	61,141,447
Interest expense	23	(6,478,332)	(9,436,677)	(16,666,199)	(27,671,479)
Interest income/loss		8,688,067	12,189,772	28,302,017	33,469,968
Fee income	24	2,055,444	2,376,483	6,194,077	7,331,178
Fee expenses	25	(629,195)	(694,822)	(1,859,285)	(2,032,537)
Fee income/loss		1,426,249	1,681,661	4,334,792	5,298,641
Net gain on financial instruments measured at fair value through profit or loss	26	421,544	231,673	910,667	1,357,679
Result from derecognition of assets measured at amortized cost and at fair value with changes in ORI		22,775	-	(1,637,951)	-
Gold and foreign currency bid/offer spread		349,441	1,329,705	767,785	2,932,883
Other operating income	27	481,557	608,663	2,006,764	4,438,745
Charge for Loan Losses		(76,925)	(550,181)	(733,621)	(4,285,009)
Net operating income		11,312,708	15,491,293	33,950,453	43,212,907
Benefits to personnel	28	(2,736,622)	(2,689,478)	(7,707,951)	(7,840,132)
Administrative expenses	29	(1,531,812)	(1,634,672)	(4,322,644)	(4,795,652)
Depreciation and impairment of assets		(284,076)	(222,030)	(856,841)	(773,270)
Other operating expenses	30	(1,057,108)	(2,493,439)	(3,362,010)	(5,207,011)
Operating income		5,703,090	8,451,674	17,701,007	24,596,842
Gain/loss on associates and joint ventures		(296,357)	54,015	(81,254)	468,616
Inflation effect (net position of assets and liabilities)		(1,317,205)	(1,658,106)	(3,977,798)	(6,054,483)
Income before tax relating to continuing operations		4,089,528	6,847,583	13,641,955	19,010,975
Income tax relating to continuing operations	10 b)	(1,299,344)	(1,236,680)	(3,956,198)	(6,869,985)
Net income from continuing operations		2,790,184	5,610,903	9,685,757	12,140,990
INCOME FOR THE PERIOD		2,790,184	5,610,903	9,685,757	12,140,990

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**CONDENSED INTERIM SEPARATE
STATEMENTS OF INCOME AS OF 09/30/2020 AND 09/30/2019**
(Stated in thousands of Pesos)

EARNINGS PER SHARE	THREE-MONTH PERIOD ENDED		NINE-MONTH PERIOD ENDED	
	09/30/20	09/30/19	09/30/20	09/30/20
NUMERATOR				
Net income attributable to the shareholders of the parent company	2,790,184	5,610,903	9,685,757	12,140,990
Net income attributable to the shareholders of the parent company adjusted to reflect dilution	2,790,184	5,610,903	9,685,757	12,140,990
DENOMINATOR				
Weighted average outstanding common shares for the period	719,145	719,145	719,145	719,145
Weighted average outstanding common shares for the period adjusted to reflect dilution	719,145	719,145	719,145	719,145
Earnings per share – Basic	3.880	7.802	13.468	16.883
Earnings per shares - Diluted	3.880	7.802	13.468	16.883

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**CONDENSED INTERIM SEPARATE
STATEMENTS OF OTHER COMPREHENSIVE INCOME AS OF 09/30/2020 AND 09/30/2019**
(Stated in thousands of Pesos)

ITEM	THREE-MONTH PERIOD ENDED		NINE-MONTH PERIOD ENDED	
	09/30/20	09/30/19	09/30/20	09/30/19
INCOME FOR THE PERIOD	2,790,184	5,610,903	9,685,757	12,140,990
Components of other comprehensive income that will be reclassified to income for the period				
Exchange differences on translation of financial statements	(2,423)	94,723	10,295	52,678
Exchange differences for the period	(3,231)	126,298	13,727	70,238
Income tax	808	(31,575)	(3,432)	(17,560)
Gains or losses on financial instruments carried at fair value through OCI (paragraph 4.1.2 of IFRS 9)	(418,090)	(2,593,021)	796,842	(2,429,151)
Gains on financial instruments carried at fair value through OCI	(596,812)	(3,704,315)	1,138,804	(3,470,221)
Income tax	178,722	1,111,294	(341,962)	1,041,070
Equity in other comprehensive income of associates and joint ventures recognized by using the equity method	441,914	(375,381)	421,522	(394,259)
Income for the period arising from the equity in other comprehensive income of associates and joint ventures recognized by using the equity method	441,914	(375,381)	421,522	(394,259)
TOTAL OTHER COMPREHENSIVE INCOME THAT WILL BE RECLASSIFIED TO INCOME FOR THE PERIOD	21,401	(2,873,679)	1,228,659	(2,770,732)
TOTAL OTHER COMPREHENSIVE INCOME	21,401	(2,873,679)	1,228,659	(2,770,732)
TOTAL COMPREHENSIVE INCOME	2,811,585	2,737,224	10,914,416	9,370,258

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**CONDENSED INTERIM SEPARATE STATEMENT
OF CHANGES IN SHAREHOLDERS' EQUITY
AS OF 09/30/2020**

(Stated in thousands of Pesos)

Changes	Capital stock (1)	Non-capitalized contributions	Share Capital adjustments	Other comprehensive income				Share Capital adjustments		Unappropriated retained earnings	Total equity Attributable to controlling interests	Total shareholders' equity as of 09/30/2020
	Outstanding	Additional paid-in capital		Exchange differences on translation of financial Statements	Revaluation of Property and Equipment	Accumulated gains/losses from financial instr. carried at fair value with changes through OCI	Other	Legal	Other			
Restated balances at the beginning of the year (*)	719,145	217,191	208,721	395,420	6,394,033	(1,200,788)	(311,975)	5,286,605	7,559,405	21,561,957	40,829,714	40,829,714
Adjustments and restatements of balances by initial application IAS 29	-	-	16,589,839	(236,613)	(5,139,115)	(491,578)	(135,633)	2,845,906	4,236,338	(16,553,343)	1,115,801	1,115,801
Adjusted and restated balances at the beginning of the year	719,145	217,191	16,798,560	158,807	1,254,918	(1,692,366)	(447,608)	8,132,511	11,795,743	5,008,614	41,945,515	41,945,515
Distribution of unappropriated retained earnings as approved by the General Ordinary Shareholders's Meeting held on 04/23/20 (2)												
- Legal reserve	-	-	-	-	-	-	-	3,870,958	-	(3,870,958)	-	-
- Optional reserve – Future distribution of earnings	-	-	-	-	-	-	-	-	15,483,829	(15,483,829)	-	-
- Partial reversal of the optional reserve for cash dividends payment (3)	-	-	-	-	-	-	-	-	(8,522,830)	-	(8,522,830)	(8,522,830)
Income for the period	-	-	-	-	-	-	-	-	-	9,685,757	9,685,757	9,685,757
Other comprehensive income for the period	-	-	-	10,295	-	796,842	421,522	-	-	-	1,228,659	1,228,659
Balances at period-end	719,145	217,191	16,798,560	169,102	1,254,918	(895,524)	(26,086)	12,003,469	18,756,742	(4,660,416)	44,337,101	44,337,101

(*) Balances as of December 31, 2019 restated as of September 30, 2020.

(1) See note 28 to these condensed interim consolidated financial statements.

(2) See note 43 to these condensed interim consolidated financial statements.

(3) Corresponds to \$ 11.851 per share.

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**CONDENSED INTERIM SEPARATE STATEMENT
OF CHANGES IN SHAREHOLDERS' EQUITY
AS OF 09/30/2019**

(Stated in thousands of Pesos)

Changes	Share capital (1)	Non-capitalized contributions	Share Capital adjustments	Other comprehensive income				Retained earnings		Unappropriated retained earnings	Total equity Attributable to controlling interests	Total shareholders' equity as of 09/30/2019
	Outstanding	Additional paid-in capital		Exchange differences on translation of financial statements	Revaluation of Property and Equipment	Accumulated gains/losses from financial instru. carried. at fair value with changes through OCI	Other	Legal	Other			
Restated balances at the beginning of the year (*)	719,145	217,191	825,132	338,748	6,840,214	(95,974)	(56,981)	6,119,338	9,762,095	9,744,941	34,413,849	34,413,849
Adjustments and restatements of balances by initial application IAS 29	-	-	15,973,428	(212,977)	(5,078,254)	(1,056,178)	(50,297)	-	-	(8,661,059)	914,663	914,663
Adjusted and restated balances at the beginning of the year	719,145	217,191	16,798,560	125,771	1,761,960	(1,152,152)	(107,278)	6,119,338	9,762,095	1,083,882	35,328,512	35,328,512
Distribution of unappropriated retained earnings as approved by the General Ordinary Shareholder's meeting held on 04/25/19 (2)												
- Reserva legal	-	-	-	-	-	-	-	2,013,174	-	(2,013,174)	-	-
- Optional reserve – Future distribution of earnings	-	-	-	-	-	-	-	-	3,019,761	(3,019,761)	-	-
- Absorption of adjustment from IFRS-first-time adoption	-	-	-	-	-	-	-	-	(320,927)	320,927	-	-
- Cash dividends	-	-	-	-	-	-	-	-	-	(4,352,673)	(4,352,673)	(4,352,673)
Partial reversal of the optional reserve approved by the General Ordinary Shareholder's meeting held on 07/15/19 (2)												
- Cash dividends	-	-	-	-	-	-	-	-	(665,186)	-	(665,186)	(665,186)
Income for the period	-	-	-	-	-	-	-	-	-	12,140,990	12,140,990	12,140,990
Other comprehensive income for the period	-	-	-	52,678	-	(2,429,151)	(394,259)	-	-	-	(2,770,732)	(2,770,732)
Balances at period-end	719,145	217,191	16,798,560	178,449	1,761,960	(3,581,303)	(501,537)	8,132,512	11,795,743	4,160,191	39,680,911	39,680,911

(*) Balances as of December 31, 2018 restated as of September 30, 2020.

(1) See note 28 to the condensed interim consolidated financial statements.

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BANCO PATAGONIA S.A.

**CONDENSED INTERIM SEPARATE STATEMENT OF CASH FLOWS
FOR THE NINE-MONTH PERIOD ENDED 09/30/2020 AND 09/30/2019**
(Stated in thousands of Pesos)

ITEM	09/30/20	09/30/19
Cash flows from operating activities		
Income for the period before income tax	13,641,955	19,010,975
Inflation effect (net position of assets and liabilities)	3,977,798	6,869,985
Adjustments to obtain cash flows from operating activities:	(2,037,399)	(382,393)
Depreciation and impairment of assets	856,841	773,270
Charge for Loan Losses	733,621	4,285,009
Other adjustments	(3,627,861)	(5,440,672)
Net increases from operating assets:	(38,951,288)	37,007,469
Debt securities measured at fair value with changes through profit or loss	(711,312)	296,306
Derivative instruments	(153,735)	44,306
Repo transactions	(20,358,045)	151,884
Loans and other financing facilities	10,769,168	53,065,675
Non-financial government sector	789	49,920
Other financial institutions	846,374	2,529,723
Nonfinancial private sector and foreign residents	9,922,005	50,486,032
Other debt securities	(27,240,625)	(13,064,046)
Financial assets granted as collateral	(2,100,520)	565,302
Investments in equity instruments	(75,225)	(1,515,661)
Other assets	919,006	(2,536,297)
Net increases from operating liabilities:	24,803,196	(65,994,373)
Deposits	44,442,749	(68,163,249)
Non-financial government sector	4,532,783	(5,735,811)
Financial sector	115,613	(139,475)
Nonfinancial private sector and foreign residents	39,794,353	(62,287,963)
Liabilities measured at fair value with changes through profit or loss	148,451	-
Derivative instruments	(292,494)	1,028,197
Repo transactions	76,324	4,044,004
Financing facilities received from the BCRA and other financial institutions	(15,646,299)	1,473,153
Other liabilities	(3,925,535)	(4,376,478)
Income tax payments	(1,716,250)	(2,585,374)
TOTAL OPERATING ACTIVITIES (A)	(281,988)	(6,073,711)

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BANCO PATAGONIA S.A.

**CONDENSED INTERIM SEPARATE STATEMENT OF CASH FLOWS
FOR THE NINE-MONTH PERIOD ENDED 09/30/2020 AND 09/30/2019**
(Stated in thousands of pesos)

ITEM	09/30/20	09/30/19
Cash flows from investing activities		
Payments:		
Purchase of property and equipment, intangible assets and other assets	(769,957)	(1,244,294)
Proceeds:		
Sale of property and equipment, intangible assets and other assets	26,156	1,869,568
TOTAL INVESTING ACTIVITIES (B)	(743,801)	625,274
Cash flows from financing activities		
Payments:		
Dividends	-	(5,017,859)
Financing facilities from local financial institutions	(945,263)	(1,096,237)
Operating leases	(278,899)	(256,887)
TOTAL FINANCING ACTIVITIES (C)	(1,224,162)	(6,370,983)
EFFECTS OF EXCHANGE RATE CHANGES (D)	7,828,098	8,507,397
EFFECT OF MONETARY GAIN/LOSS ON CASH AND CASH EQUIVALENTS (E)	(11,787,462)	(6,152,419)
TOTAL CHANGES IN CASH FLOWS		
NET INCREASE IN CASH AND CASH EQUIVALENTS (A + B + C + D + E)	(6,209,315)	(9,464,442)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	54,110,012	64,671,771
CASH AND CASH EQUIVALENTS AT PERIOD-END	47,900,697	55,207,329

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**NOTES TO THE CONDENSED INTERIM SEPARATE FINANCIAL STATEMENTS FOR
THE NINE-MONTH PERIOD ENDED 09/30/20 COMPARATIVELY PRESENTED**

(Stated in thousands of Pesos)

NOTE 1 – REASON FOR THE PREPARATION OF SEPARATE FINANCIAL STATEMENTS

As mentioned in Note 2 to the condensed interim consolidated financial statements, Banco Patagonia S.A. (hereinafter, “the Bank”) presents consolidated financial statements in accordance with IFRS with the adaptations of the BCRA.

These Bank financial statements are supplementary to the aforementioned consolidated financial statements, with the aim of complying with legal and regulatory requirements.

NOTE 2 – BASIS FOR THE PREPARATION OF SEPARATE FINANCIAL STATEMENTS

These condensed interim separate financial statements for the nine-month period ended September 30, 2020 have been prepared in accordance with the regulations of the Central Bank of the Argentine Republic, (hereinafter “Accounting information framework established by the “CBAR”) which establishes that the entities under its supervision should present financial statements prepared in accordance with International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB), except for the following exceptions:

- a) Application of the impairment model in section 5.5 "Impairment" of IFRS 9 "Financial instruments" on debt instruments of the non-financial public sector, in accordance with BCRA Communication "A" 6847.

Additionally, the controlled entity GPAT Compañía Financiera SAU, in accordance with the provisions of the BCRA in its Communication “A” 6938 issued on March 19, 2020, did not apply the impairment model of section 5.5 “Impairment” of the IFRS No. 9 “Financial Instruments” applicable to “Allowances for Bad Debt Risk”, since it has been postponed until January 1, 2021 for financial entities of Group “B” and “C” based on said Communication.. Therefore, the proportional equity value corresponding to the participation of Banco Patagonia S.A. in said Entity, which is recorded in the caption “Investment in subsidiaries, associates and joint ventures” and its counterpart in results recorded in the caption “Results from associates and joint ventures”, has been calculated considering the aforementioned Communication.

- b) With respect to the valuation of Prisma Medios de Pago SA, these Condensed Interim Separate Financial Statements corresponding to the nine-month period ended September 30, 2020, consider the guidelines established by the BCRA whereby the accounting treatment to be afforded to the remaining investment held by the Entity in said company, accounted for under “Investments in Equity Instruments” as of September 30, 2020.

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João Carlos de Nobrega Pecego
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**NOTES TO THE CONDENSED INTERIM SEPARATE FINANCIAL STATEMENTS FOR
THE NINE-MONTH PERIOD ENDED 09/30/20 COMPARATIVELY PRESENTED**

(Stated in thousands of Pesos)

The exceptions described constitute departures from IFRS.

The guidelines for the preparation and presentation of the financial statements of the entities, including the additional information requirements, as well as the information to be presented in the form of Exhibits, established through communications "A" 6323 and "A" 6324.

In order to avoid duplication of the information already provided, we refer to the condensed interim consolidated financial statements in relation to:

- Functional and reporting currency (Note 3 to the consolidated financial statements)
- Accounting judgments and estimates (Note 4 to the consolidated financial statements)
- Share capital (Note 28 to the consolidated financial statements)
- Transfer of Financial Assets (Note 39 to the consolidated financial statements)
- Segment reporting (Note 40 to the consolidated financial statements)
- Subsidiaries (Note 41 to the consolidated financial statements)
- Related Parties (Note 42 to the consolidated financial statements)
- Distribution of Profits and Restrictions (Note 43 to the consolidated financial statements)
- Deposit guarantee insurance (Note 45 to the consolidated financial statements)
- Trust activity (Note 47 to the consolidated financial statements)
- Depositary for Collective Investment Products of Mutual Investment Funds (Note 48 to the consolidated financial statements)
- Sanctions and proceedings initiated by the BCRA (Note 49 to the consolidated financial statements)
- Transactions with directors (Note 52 to the consolidated financial statements)
- CNV Requirement - Custody of documentation (Note 53 to the consolidated financial statements)
- Macroeconomic situation (Note 55 to the consolidated financial statements)

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(Stated in thousands of Pesos)

NOTE 3 – CHANGES IN ACCOUNTING POLICIES

The Bank has consistently applied the accounting policies described in the separate financial statements as of December 31, 2019, with the exception of the new IFRS applicable as of January 1, 2020, in accordance with the provisions of Note 5 to condensed interim consolidated financial statements.

NOTE 4 – CASH AND BANK DEPOSITS

The balance of Cash and bank deposits determined for the purposes of preparing the Statement of cash flows includes the following items:

	<u>09/30/20</u>	<u>12/31/19</u>
Cash on hand	13,089,594	14,270,194
BCRA - Current account	33,105,717	39,271,639
Balances with financial institutions in Argentina and abroad	1,705,386	568,179
Total	<u>47,900,697</u>	<u>54,110,012</u>

NOTE 5 – DERIVATIVE INSTRUMENTS

In the ordinary course of business, the Group entered into non-deliverable FX forwards with cash settlement on a daily or monthly basis, forward foreign currency transactions and interest rate swaps. Such transactions do not qualify as hedging under IFRS 9 Financial Instruments

The aforementioned instruments are measured at their fair value and changes in fair values are recognized in the Separate Statements of Income in the lines “Net result from measurement of financial instruments at fair value with changes in results”. The composition of the item is as follows:

	<u>09/30/20</u>	<u>12/31/19</u>
Assets		
Foreign currency forwards	248,203	94,468
Total	<u>248,203</u>	<u>94,468</u>

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(Stated in thousands of Pesos)

	<u>09/30/20</u>	<u>12/31/19</u>
Liabilities		
FX forward transactions	10,898	5,043
Foreign currency forwards	708	299,057
Total	<u>11,606</u>	<u>304,100</u>
National values	<u>09/30/20</u>	<u>12/31/19</u>
Assets – purchase contract		
FX forward transactions	196,204	2,883
Foreign currency forwards	9,145	20,327
Total	<u>205,349</u>	<u>23,210</u>
Liabilities – sales contract		
FX forward transactions	92,593	883
Foreign currency forwards	120,463	21,210
Total	<u>213,056</u>	<u>22,093</u>

NOTE 6 – REPO TRANSACTIONS

The repo transactions of the Entity are included in Note 10 to the consolidated financial statements since it is the only Group Entity that performs the aforementioned operations.

NOTE 7 – OTHER FINANCIAL ASSETS

Breakdown is as follows:

	<u>09/30/20</u>	<u>12/31/19</u>
Measured at amortized cost		
Sundry receivables from the sale of Prisma Medios de Pago S.A.	1,140,523	1,185,728
Receivables from spot sales of foreign currency to be settled	305,183	440,900
Receivables from spot sales of government securities to be settled	802,508	29,593
Sundry receivables	1,222,940	1,451,390
	<u>3,471,154</u>	<u>3,107,611</u>
Less: Allowance for loan losses (Exhibit R)	<u>(1,202,241)</u>	<u>(1,206,619)</u>
Total	<u>2,268,913</u>	<u>1,900,992</u>

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THE NINE-MONTH PERIOD ENDED 09/30/20 COMPARATIVELY PRESENTED**

(Stated in thousands of Pesos)

NOTE 8 – LOANS AND OTHER FINANCING FACILITIES

The Bank holds loans and other financing facilities under a business model whose objective is to collect the contractual cash flows. Consequently, loans and other financing facilities are measured at amortized cost, unless their terms and conditions do not meet the “principal and interest payment only” criterion; then, they are measured at fair value with changes in profit or loss.

Loans and other financing facilities classified on the basis of their measurement are shown below:

	<u>09/30/20</u>	<u>12/31/19</u>
Measured at amortized cost	97,538,908	108,886,481
Less: Allowance for loan losses (Exhibit R)	(4,238,875)	(5,708,787)
Total	<u>93,300,033</u>	<u>103,177,694</u>

Breakdown is shown below:

	<u>09/30/20</u>	<u>12/31/19</u>
Government sector	6,898	4,284
Financial sector	7,405,780	7,274,449
Non-financial private sector and residents abroad	90,126,230	101,607,748
Overdrafts	28,023,285	23,251,015
Notes	25,010,380	32,103,721
Credit cards	18,503,462	19,310,537
Personal consumer loans	7,460,145	10,404,805
Mortgage loans	2,413,271	2,537,063
Finance leases	275,747	646,511
Other loans	6,483,210	10,395,664
Interest and other adjustments	1,956,730	2,958,432
Sub – Total	<u>97,538,908</u>	<u>108,886,481</u>
Less: Allowance for loan losses (Exhibit R)	(4,238,875)	(5,708,787)
Total	<u>93,300,033</u>	<u>103,177,694</u>

Exhibit “B” reports on loans and financing facilities classified by status (determined according to the BCRA criteria) and guarantees received and also presents the reconciliation of information and accounting balances.

Exhibit “C” presents information on the concentration of loan and other financing facilities as well as the reconciliation of information and accounting balances.

Allowances for loan losses and other financing

Changes in allowances according to the financing classification are reported in Exhibit “R”, Loss impairment adjustment–Allowance for loan losses.

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THE NINE-MONTH PERIOD ENDED 09/30/20 COMPARATIVELY PRESENTED**

(Stated in thousands of Pesos)

NOTE 9 – FINANCIAL ASSETS GRANTED AS COLLATERAL

Financial assets granted as collaterals as of September 30, 2020 and December 31, 2019 are broken down as follows:

	<u>09/30/20</u>	<u>12/31/19</u>
Special guarantee accounts (*)	1,618,336	2,004,249
BCRA - Financial trusts under guarantee of OCT	3,996,057	1,370,238
- Treasury bonds	2,287,715	-
- Treasury bills	1,708,342	1,370,239
Guarantee Deposits Credit and debit card managers	521,151	521,398
Public Titles - BID Line - Global Credit Program for micro-, small- and medium-sized enterprises	288,920	428,307
- Treasury bonds	276,759	428,307
- Treasury bills	9,999	-
- Dollars as guarantee	2,162	-
Other security deposits	19,026	18,778
Total	<u>6,443,490</u>	<u>4,342,970</u>

(*) See note 32.

NOTE 10 – INCOME TAX

a) Current income tax liabilities:

Breakdown is as follows:

	<u>09/30/20</u>	<u>12/31/19</u>
Current income tax liabilities		
Tax provision	5,197,794	8,406,373
Advance payments	(3,269,400)	(2,732,362)
Withholdings and collections at source	-	(2,885)
Total	<u>1,928,394</u>	<u>5,671,126</u>

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(Stated in thousands of Pesos)

b) Income tax expense:

The income tax charge for the interim period is determined by multiplying income before tax by Management's best estimate of the annual effective tax rate expected for the full year, adjusted for the tax effect of certain concepts fully recognized in the period.

In this regard, Law No. 27,468 modified the transition regime established by Law No. 27,430 for the application of the adjustment for tax inflation of the Income Tax Law, indicating that it would be in force for the years beginning on or after January 1, 2018 where the change in the CPI (Consumer Price Index) for the first, second and third year, calculated from the beginning to the end of each of those years, exceeds fifty-five percent(55%), thirty percent (30%) and fifteen percent (15%), respectively.

The resulting positive or negative adjustment for inflation is to be accounted for in accordance with the amendment made by Law No. 27,541 passed on December 23, 2019 as follows: one sixth in that fiscal period and the remaining five sixths, in equal parts, in the immediately following fiscal periods.

The variation of the CPI for the year 2019 exceeded the 30% established by Law No. 27,468, therefore, the Entity included the effect of exposure to inflation in the provision of the tax payable and incorporated five-sixths of the years following tax assets in the deferred tax asset as of December 31, 2019.

On the other hand, considering that, on the date of issuance of these financial statements, the variation in the CPI has exceeded the 15% required for the third year of validity, Management has considered the effects of inflation and has included said estimate in the provision of income tax payable.

The effect deferring five-sixths of the result from exposure to inflation as of September 30, 2020 has been recognized as a deferred tax asset

The Group's effective rate for the nine-month periods ended September 30, 2020 and 2019 was 29.0% y 24.1%, respectively.

Income tax expense is broken down as follows:

	<u>09/30/20</u>	<u>09/30/19</u>
Current tax	5,197,794	6,114,970
Deferred tax	(1,241,596)	755,015
Income tax expense	<u>3,956,198</u>	<u>6,869,985</u>

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**NOTES TO THE CONDENSED INTERIM SEPARATE FINANCIAL STATEMENTS FOR
THE NINE-MONTH PERIOD ENDED 09/30/20 COMPARATIVELY PRESENTED**

(Stated in thousands of Pesos)

NOTE 11 – INVESTMENT IN SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

Investments in subsidiaries, associates and joint ventures as of September 30, 2020, and December 31, 2019 is broken down as follows:

	<u>09/30/20</u>	<u>12/31/19</u>
GPAT Compañía Financiera S.A.U.	1,295,091	1,087,161
Patagonia Inversora Sociedad Gerente de FCI	695,472	618,341
Banco Patagonia (Uruguay) S.A.I.F.E.	268,296	439,757
Interbanking S.A	240,184	228,198
Patagonia Valores S.A.	63,340	56,760
Mercado Abierto Electrónico S.A.	56,871	46,646
Compensadora Electrónica S.A.	7,958	4,791
Provincanaje S.A.	3,589	3,105
Total	<u>2,630,801</u>	<u>2,484,759</u>

NOTE 12 – PROPERTY AND EQUIPMENT

The table below shows a summary of changes in property and equipment:

	<u>Real property</u>	<u>Rights of use</u>	<u>Remaining assets</u>	<u>Total</u>
Net book value as of January 1, 2020	8,714,328	482,268	1,360,756	10,557,352
Additions	5,395	299,968	288,482	593,845
Retirements	-	(13,591)	(3,662)	(17,253)
Depreciation expense	(96,190)	(250,758)	(394,249)	(741,197)
Net book value as of September 30, 2020	<u>8,623,533</u>	<u>517,887</u>	<u>1,251,327</u>	<u>10,392,747</u>

NOTE 13 – INTANGIBLE ASSETS

The table below shows a summary of changes in intangible assets:

	<u>Total</u>
Net book value as of January 1, 2020	418,522
Additions	176,112
Depreciation expense	(113,971)
Net book value as of September 30, 2020	<u>480,663</u>

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(Stated in thousands of Pesos)

NOTE 14 – OTHER NON FINANCIAL ASSETS

	<u>09/30/20</u>	<u>12/31/19</u>
Advance payments	451,453	773,095
Other assets	216,447	236,863
Assets acquired as collateral for loans	108,772	133,263
Piece of art	54,179	54,179
Investment property	46,878	46,878
Other	33,627	20,092
Total	<u>911,356</u>	<u>1,264,370</u>

Additionally, for the valuation thereof, the criteria informed in Note 20 to the condensed interim consolidated financial statements have been applied.

NOTE 15 – NON CURRENT ASSETS HELD FOR SALE

As of September 30, 2020, the Group holds for sale a field located at Anta department, province of Salta, in the amount of 24,492 , and a property in Comodoro Rivadavia, provincia de Chubut, in the amount of 23,805.

As of December 31, 2019 the entity does not own assets held for sale.

NOTE 16 – DEPOSITS

Information about deposits is disclosed in Exhibit H – Deposits concentration to these separate financial statements, and the breakdown of deposits related to the non-financial private sector is as follows:

	<u>09/30/20</u>	<u>12/31/19</u>
Savings accounts	71,353,940	60,511,343
Time deposit and investments	68,484,579	45,579,223
Checking accounts	24,112,206	18,482,541
Investment accounts	3,510,356	122
Other	4,320,223	5,002,698
Interest and adjustment	1,294,474	1,020,480
Total	<u>173,075,778</u>	<u>130,596,407</u>

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(Stated in thousands of Pesos)

NOTE 17 – OTHER FINANCIAL LIABILITIES

Other financial liabilities are measured at amortized cost and they are broken down as follows:

	<u>09/30/20</u>	<u>12/31/19</u>
Credit card charges payable	4,110,151	6,076,169
Collections on account and on behalf of third parties	1,128,708	680,958
Payables related to FX purchases on the spot market to be settled	686,310	146,872
Payables related to foreign trade transactions	556,796	673,821
Payables related to purchase of government securities to be settled.	243,271	556
Other Payables	1,860,757	2,214,787
Total	<u>8,585,993</u>	<u>9,793,163</u>

NOTE 18 – FINANCING FACILITIES RECEIVED FROM BCRA AND OTHER FINANCIAL INSTITUTIONS

The financial facilities received from BCRA and other financial institutions are measured at amortized cost and they are broken down as follows:

	<u>09/30/20</u>	<u>12/31/19</u>
Financing facilities received from foreign financial institutions	2,939,773	18,420,024
Financing facilities received from local financial institutions	748,804	1,925,806
BCRA	9,951	12,801
Total	<u>3,698,528</u>	<u>20,358,631</u>

NOTE 19 – CORPORATE BONDS ISSUED

The Bank's corporate bonds program in force is described in Note 25 to the condensed interim consolidated financial statements and to date, no corporate bonds series have been issued under the referred Program.

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(Stated in thousands of Pesos)

NOTE 20 – OTHER NON FINANCIAL LIABILITIES

Other non-financial liabilities are measured at amortized cost and they are broken down as follows:

	<u>09/30/20</u>	<u>12/31/19</u>
Cash dividends payable	7,764,051	-
Other short term employees' benefits payable	1,764,773	1,459,587
Withholdings and collections	900,784	980,586
Advance payments received	732,473	777,370
Sundry accounts payable	606,508	523,899
Payroll and social security contributions payable	445,306	333,846
Other taxes payable	440,918	629,499
Social security payment orders to be settled	294,492	200,391
Liabilities with contracts with customers	222,448	206,494
Payroll withholdings payable	65,485	166,167
Advanced payments received for the sale of goods	35,246	4,833
Other	67,665	16,961
Total	<u>13,340,149</u>	<u>5,299,633</u>

NOTA 21 – PROVISIONS

It includes estimated amounts to face potential risks which, in the event of occurring, will give rise to a loss for the Group. The activity of said provisions for the nine-month period ended September 30, 2020 is disclosed in Exhibit J "Activity of Provisions" which forms part of these condensed interim consolidated financial statements.

Due to the nature of its business, the Entity has various pending lawsuits for which provisions are recorded where, in the opinion of Management and its legal advisors, it is probable that these may result in an additional liability and the amount can be reasonably estimated with respect to other lawsuits against the Entity that have not been provisioned, Management and its legal advisors consider they will not result in additional liabilities to those already recorded, nor will they have a material effect on the Entity's financial statements.

The Entity's Management and its legal advisors consider that the cases in which it is possible for them to mean any disbursement of cash are not material, and that there are no significant effects other than those set forth in these financial statements.

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Executive Manager of Administration

Juan M. Trejo
Superintendent
Finance, Administration and Public

João Carlos de Nobrega Pecego
President

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By Supervisory Committee

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BANCO PATAGONIA S.A.

**NOTES TO THE CONDENSED INTERIM SEPARATE FINANCIAL STATEMENTS FOR
THE NINE-MONTH PERIOD ENDED 09/30/20 COMPARATIVELY PRESENTED**

(Stated in thousands of Pesos)

NOTE 22 – INTEREST INCOME

Breakdown is as follows:

Interest income	09/30/20	09/30/19
Government securities measured at fair value with changes through OCI	21,696,704	32,063,653
Overdrafts	5,972,402	5,510,704
Notes	5,245,361	7,297,193
Consumer loans	3,211,124	5,150,391
Other loans	2,481,433	3,125,062
Credit cards	2,725,447	4,829,600
Premium on repo transactions with the financial sector	1,631,961	1,018,304
Loans to the financial sector	1,563,001	1,163,524
Finance leases	113,160	316,809
Other	327,623	666,207
Total	44,968,216	61,141,447

NOTE 23 – INTEREST EXPENSE

Breakdown is as follows:

Interest expense	09/30/20	09/30/19
Time deposits	13,534,247	23,593,977
Deposits in savings accounts	1,868,047	1,003,333
Financing facilities received from financial institutions (Call)	250,920	899,898
Premium on reverse repo transactions with the financial sector	164,545	1,021,037
Other financing facilities received from financial institutions	42,428	139,717
Other	806,012	1,013,517
Total	16,666,199	27,671,479

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THE NINE-MONTH PERIOD ENDED 09/30/20 COMPARATIVELY PRESENTED**

(Stated in thousands of Pesos)

NOTE 24 – FEE INCOME

Breakdown is as follows:

Fee income	09/30/20	09/30/19
Credit and debit cards	1,602,418	1,923,777
Product packages	1,346,986	1,192,549
Deposits	1,210,887	1,762,299
Insurance	937,839	1,127,469
Collections	496,573	669,251
Foreign trade	274,869	370,727
Loans	109,020	85,739
Securities	85,482	94,685
Other	130,003	104,682
Total	6,194,077	7,331,178

NOTE 25 – FEE EXPENSES

Breakdown is as follows:

Fee expenses	09/30/20	09/30/19
Related to credit and debit cards	1,155,012	1,226,218
Government sector	366,917	365,957
Collections	86,514	129,103
Related to securities	43,750	50,221
Transfers	42,334	48,072
Other	164,758	212,966
Total	1,859,285	2,032,537

NOTE 26 – NET GAIN ON FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE WITH CHANGES THROUGH PROFIT OR LOSS

Breakdown is as follows:

Net gain on financial instruments measured at fair value with changes through profit or loss	09/30/20	09/30/19
Gain on the sale or derecognition of financial assets	508,284	207,822
Forward foreign currency transactions	273,210	183,661
Government securities and instruments issued by the BCRA	113,279	179,632
Corporate securities	15,894	777,175
Gain/loss on interest rate swap	-	9,389
Total	910,667	1,357,679

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(Stated in thousands of Pesos)

NOTE 27 – OTHER OPERATING INCOME

Breakdown is as follows:

Other operating income	09/30/20	09/30/19
Safe deposit box rental	364,855	308,733
Recovered taxes	320,000	266,697
Other adjustments and interests from miscellaneous credits	210,628	259,172
Recovered receivables	201,412	289,789
Derecognized provisions	179,851	14,758
Related to capital and securities markets	137,871	114,433
Related to transfers	26,591	31,941
Related to deposits	25,584	37,473
Punitive interest	23,724	116,195
Gain on the sale of property and equipment	10,576	101,652
Gain on the sale of non-current assets held for sale	-	2,487,988
Other	505,672	409,914
Total	2,006,764	4,438,745

NOTE 28 – EMPLOYEE BENEFITS

Breakdown is as follows:

Employee benefits	09/30/20	09/30/19
Salaries	5,842,010	6,012,724
Social security contributions	1,115,718	1,156,510
Other benefits	411,216	290,651
Services to personnel	212,071	227,908
Severance payments	126,936	152,339
Total	7,707,951	7,840,132

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THE NINE-MONTH PERIOD ENDED 09/30/20 COMPARATIVELY PRESENTED**

(Stated in thousands of Pesos)

NOTE 29 – ADMINISTRATIVE EXPENSES

Breakdown is as follows:

Administrative expenses	09/30/20	09/30/19
Maintenance, conservation and repair expenses	912,457	949,233
Taxes	779,397	858,178
Fees	522,741	491,216
Armored vehicle services	467,511	425,726
Electric power and communications	380,365	404,721
Security services	333,326	344,503
Stationery and supplies	120,338	144,993
Advertising and marketing	68,575	333,662
Leases	60,341	71,453
Representation per diem and mobility	25,466	63,699
Other	652,127	708,268
Total	4,322,644	4,795,652

NOTE 30 – OTHER OPERATING EXPENSES

Breakdown is as follows:

Other operating expenses	09/30/20	09/30/19
Turnover tax	2,104,688	2,835,054
ATM expenses	266,112	490,111
Contribution to the deposit guarantee fund	201,042	241,821
Other allowance charges	179,104	1,234,240
Other	611,064	405,785
Total	3,362,010	5,207,011

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**NOTES TO THE CONDENSED INTERIM SEPARATE FINANCIAL STATEMENTS FOR
THE NINE-MONTH PERIOD ENDED 09/30/20 COMPARATIVELY PRESENTED**

(Stated in thousands of Pesos)

NOTE 31 – FAIR VALUE OF FINANCIAL INSTRUMENTS

a) Assets and liabilities measured at fair value

The fair value hierarchy of assets and liabilities measured at fair value as of September 30, 2020 is as follows:

Item	Book balance	Amortized cost	Fair value with changes through OCI	Fair value with changes through profit or loss	Level 1	Level 2	Level 3
Financial assets							
Debt securities measured at fair value with changes through profit or loss	986,575	-	-	986,575	941,406	45,169	-
Derivative financial instruments	248,203	-	-	248,203	-	248,203	-
Other debt securities	77,882,800	850,945	77,031,855	-	19,184,890	57,846,965	-
Financial assets granted as collateral	6,443,490	2,170,673	4,157,665	115,152	4,272,817	-	-
Investments in equity instruments	844,354	-	-	844,354	-	8,730	835,624
Total	86,405,422	3,021,618	81,189,520	2,194,284	24,399,113	58,149,067	835,624

Item	Book balance	Amortized cost	Fair value with changes through OCI	Fair value with changes through profit or loss	Level 1	Level 2	Level 3
Financial liabilities							
Liabilities at fair value with changes through profit or loss	148,451	-	-	148,451	148,451	-	-
Derivative financial instruments	11,606	-	-	11,606	-	11,606	-
Total	160,057	-	-	160,057	148,451	11,606	-

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**NOTES TO THE CONDENSED INTERIM SEPARATE FINANCIAL STATEMENTS FOR
THE NINE-MONTH PERIOD ENDED 09/30/20 COMPARATIVELY PRESENTED**

(Stated in thousands of Pesos)

The fair value hierarchy of assets and liabilities measured at fair value as of December 31, 2019 is as follows:

Item	Book balance	Amortized cost	Fair value with changes through OCI	Fair value with changes through profit or loss	Level 1	Level 2	Level 3
Financial assets							
Debt securities measured at fair value with changes through profit or loss	275,261	-	-	275,261	274,559	702	-
Derivative financial instruments	94,468	-	-	94,468	-	94,468	-
Other debt securities	50,640,148	1,139,571	49,512,077	-	37,265,771	12,246,306	-
Financial assets granted as collateral	4,342,970	172,312	4,170,658	-	-	4,170,658	-
Investments in equity instruments	1,031,048	-	-	1,031,048	-	9,151	1,021,897
Total	56,383,895	1,311,883	53,682,735	1,400,777	37,540,330	16,521,25	1,021,897
Financial liabilities							
Derivative financial instruments	304,100	-	-	304,100	-	304,100	-
Total	304,100	-	-	304,100	-	304,100	-

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**NOTES TO THE CONDENSED INTERIM SEPARATE FINANCIAL STATEMENTS FOR
THE NINE-MONTH PERIOD ENDED 09/30/20 COMPARATIVELY PRESENTED**

(Stated in thousands of Pesos)

b) Transfers between hierarchy levels

b.1) Transfers from level 1 to level 2

The following instruments measured at fair value were transferred from Level 1 to Level 2 of the fair value hierarchy:

	<u>09/30/20</u>	<u>12/31/19</u>
Fixed Rate National Treasury Bond - Maturity 2020	4,956,801	-
Total	<u>4,956,801</u>	<u>-</u>

b.2) Transfers from level 2 to level 1

The following instruments measured at fair value were transferred from Level 2 to Level 1 of the fair value hierarchy:

Breakdown	<u>09/30/20</u>	<u>12/31/19</u>
Fixed Rate National Treasury Bond - Maturity 2020	-	4,740,392
Debt Title Province of Río Negro Class 1 - Maturity 2021	-	231,742
Debt Title Province of Río Negro Class 1 - Maturity 2020	-	82,112
Total	<u>-</u>	<u>5,054,246</u>

These holdings were included in Level 2 as of December 31, 2019 and as of September 30, 2020, were recorded at fair value using their listed prices in active markets.

b.3) Valuation techniques of Levels 2 and 3

The following is a description of the financial instruments recorded at fair value using valuation techniques based on observable market data (Level 2):

Financial assets and liabilities valued at fair value: mainly includes provincial debt securities and Treasury Bills in USD that are recorded at fair value using species yield curves for comparable securities regularly quoted on the market and with similar duration.

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(Stated in thousands of Pesos)

Financial derivatives: includes the fair value of the forward transaction contracts with settlement at maturity estimated as the difference between the agreed and market values, discounted to the measurement date.

The Entity includes in Level 3 its interest in Prisma Medios de Pago S.A., which is recognized as Investments in equity instruments since, in measuring their fair value, the valuation made by independent professionals has been used as adjusted in accordance with the BCRA requirements. The gain or loss on the asset stated at fair value based on unobservable market data is recognized in net gain or loss on financial instruments measured at fair value through profit or loss.

c) Fair value of financial assets and liabilities not measured at fair value

Below we describe the methodologies and assumptions used to determine the fair values of the main financial instruments not measured at fair value, when there are no quoted prices in the active markets for such instrument.

- Assets and liabilities whose fair value approximates the carrying value.

For financial assets and liabilities with short term maturities (less than three months), it is considered that the carrying value approximates fair value. This assumption also applies to saving deposits, checking accounts and other deposits.

- Fixed-rate financial instruments

The fair value of financial assets was determined by discounting future cash flows at the market rates paid for financial instruments of similar characteristics on the measurement date.

The estimated fair value of fixed-interest rate deposits was determined by discounting future cash flows using market interest rates for deposits with maturities similar to those of the Bank's portfolio.

- Variable-rate financial instruments

The fair value of financial assets and liabilities priced with a variable rate was determined by discounting the estimated future cash flows considering the variable rate contractually applicable at measurement date, discounted by applying the market rates for financial instruments of similar characteristics and credit risk.

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**NOTES TO THE CONDENSED INTERIM SEPARATE FINANCIAL STATEMENTS FOR
THE NINE-MONTH PERIOD ENDED 09/30/20 COMPARATIVELY PRESENTED**

(Stated in thousands of Pesos)

The hierarchy of fair value of assets and liabilities not measured at fair value as of September 30, 2020 is detailed below:

Item	Accounting balance as of 09/30/20	Total fair value	Level 1 fair value	Level 2 fair value	Level 3 fair value
Financial assets					
Cash and bank deposits	47,900,697	(1)	-	-	-
Repo transactions	20,358,045	(1)	-	-	-
Other financial assets	2,268,913	2,269,925	-	-	2,269,925
Loans and other financing facilities	93,300,033	91,799,242	-	-	91,799,242
Financial liabilities					
Deposits	193,308,073	191,774,161	-	-	191,774,161
Repo transactions	76,324	(1)	-	-	-
Other financial liabilities	8,585,993	(1)	-	-	-
Financing facilities received from the BCRA and other financial institutions	3,698,528	(1)	-	-	-

(1) The fair value is not reported because it is deemed to be similar to the carrying amount.

The hierarchy of fair value of assets and liabilities not measured at fair value as of December 31, 2019 is detailed below.

Item	Accounting balance as of 12/31/19	Total fair value	Level 1 fair value	Level 2 fair value	Level 3 fair value
Financial assets					
Cash and bank deposits	54,110,012	(1)	-	-	-
Other financial assets	1,900,992	1,901,981	-	-	1,901,981
Loans and other financing facilities	103,177,694	95,489,631	-	-	95,489,631
Financial liabilities					
Deposits	146,181,299	139,953,311	-	-	139,953,311
Other financial liabilities	9,793,163	(1)	-	-	-
Financing facilities received from the BCRA and other financial institutions	20,358,631	(1)	-	-	-

(1) The fair value is not reported because it is deemed to be similar to the carrying amount.

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(Stated in thousands of Pesos)

NOTE 32 – RESTRICTED ASSETS

	<u>09/30/20</u>	<u>12/31/19</u>
Special guarantee accounts (*)	1,618,336	2,004,249
BCRA - Financial trusts under guarantee of OCT	3,996,057	1,370,238
- Treasury bonds	2,287,715	-
- Treasury bills	1,708,342	1,370,238
Security deposits – Credit and debit card managers	521,151	521,398
Government securities – IADB loan – Global Credit Program for micro-, small- and medium-sized enterprises	288,920	428,307
- Treasury bonds	276,759	428,307
- Treasury bills	9,999	-
- Dollars as guarantee	2,162	-
Other security deposits	19,026	18,778
Sub - Total	<u>6,443,490</u>	<u>4,342,970</u>
Security deposits for repurchase agreements	8,546	-
Sub - Total	<u>8,546</u>	-
Total	<u>6,452,036</u>	<u>4,342,970</u>

(*) See Note 9.

NOTE 33 – MINIMUM CASH AND CAPITAL REQUIREMENTS

The BCRA establishes different requirements that should be met by financial institutions regarding solvency, liquidity, maximum amount of loans that may be granted, among others.

The minimum cash requirement establishes that a financial institution shall keep liquid assets on deposits and other obligations recorded in each period. The following table shows the items computed as minimum cash requirements:

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(Stated in thousands of Pesos)

<u>Minimum cash requirements</u>	<u>09/30/20</u>	<u>12/31/19</u>
Cash and bank deposits		
BCRA - Current account	33,105,717	39,271,638
Other debt securities		
Argentine Treasury Bond in ARS Fixed Rate, maturity 2020	4,764,225	4,740,392
BCRA Liquidity Bills	17,916,972	7,166,409
Financial assets granted as collaterals		
BCRA - Special guarantee accounts	1,618,337	2,004,249
Total	<u>102,383,171</u>	<u>53,182,688</u>

Minimum capital requirements breakdown is as follows

<u>Minimum cash requirements</u>	<u>09/30/20</u>	<u>12/31/19</u>
Minimum capital requirements (A)	14,415,599	14,403,483
Credit risk	9,694,972	10,239,084
Market risk – Securities	20,680	7,786
Market risk – Currencies	220,396	128,595
Operational risk	4,479,551	4,028,018
Payment (B)	35,722,097	31,784,704
Surplus (B - A)	<u>21,306,498</u>	<u>17,381,221</u>

NOTE 34 – TRANSACTIONS WITH COMPANIES INCLUDED IN SECTION 33, COMPANIES LAW No. 19550

The following table shows the Bank's balances with its subsidiaries and affiliates, and its parent company as of September 30, 2020 and December 31, 2019:

	<u>09/30/20</u>	<u>12/31/19</u>
Patagonia Valores S.A.		
Other financial assets– other debtors	-	214
Deposits – Checking accounts	237	122
Deposits – Special checking account	4,358	4,129
Checks and securities in custody	1,507	38,798
Patagonia Inversora S.A. Sociedad Gerente de F.C.I.		
Deposits – Checking accounts	1,253	57
Deposits – Special checking account	-	1,183
Checks and securities in custody	655,097	715,142

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Executive Manager of Administration

Juan M. Trejo
Superintendent
Finance, Administration and Public

João Carlos de Nobrega Pecego
President

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Mónica M. Cukar
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Public Accountant (U.B.A.)
C.P.C.E.C.A.B.A. T° 147 F° 66

Gustavo Carballal (Partner)
Public Accountant (U.B.)
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BANCO PATAGONIA S.A.

**NOTES TO THE CONDENSED INTERIM SEPARATE FINANCIAL STATEMENTS FOR
THE NINE-MONTH PERIOD ENDED 09/30/20 COMPARATIVELY PRESENTED**

(Stated in thousands of Pesos)

Banco Patagonia (Uruguay) S.A.I.F.E.		
Deposits – Checking account	6	7
Deposits – Special checking account	5,274	6,895
Checks and securities in custody	4,013,857	2,740,795
Guarantees received	354,671	13,770
GPAT Compañía Financiera S.A.U.		
Loans and other financings - Other loans	-	2,057,824
Loans and other financing facilities– interbank loans (call options granted)	785,188	112,794
Loans and other financing facilities – Other financing facilities granted to local financial institutions	-	1,173
Debt securities– corporate bonds	28,065	58,217
Deposits – Checking accounts	31,907	26,741
Other financial liabilities	4,196	2,155
Banco do Brasil S.A.		
Cash and bank deposits – Financial institutions and correspondents	16,064	7,215
Deposits – Checking accounts	57	23,821
Financing facilities received from financial institutions	-	6,194,673
Guarantees received	609,400	585,971
Other Guarantees Granted	99,028	109,870
Checks and securities in custody	44,158	21,809

The Bank's income (losses) for the nine-month period ended September 30, 2020 and 2019 resulting from transactions with its subsidiaries, related companies and its parent company is as follows:

	<u>09/30/20</u>	<u>09/30/19</u>
Patagonia Valores S.A.		
Comisiones y otros ingresos operativos	1	2
Otros Ingresos operativos - Utilidades Diversas	329	2,171
Patagonia Inversora S.A. Sociedad Gerente de F.C.I.		
Otros Ingresos operativos - Utilidades Diversas	386	404

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**NOTES TO THE CONDENSED INTERIM SEPARATE FINANCIAL STATEMENTS FOR
THE NINE-MONTH PERIOD ENDED 09/30/20 COMPARATIVELY PRESENTED**

(Stated in thousands of Pesos)

GPAT Compañía Financiera S.A.U.		
Interest income – Financial sector	337,819	710,839
Interest income – Corporate bonds	20,907	37,904
Interest income – Overdrafts	1,523	1,188
Interest expense - Gain/loss on interest rate swap	-	7,244
Interest expense– Interest from financing facilities to local financial institutions	5,595	9,252
Fees and other operating income	10,203	23,731
Fee expenses	22,491	22,196
Other operating income – Other income	6,896	9,325
Banco do Brasil S.A.		
Financial expenses – Interest on other loans from financial institutions	108,702	123,780
Fee income	-	2
Other operating income –Other income	363	819

NOTE 35 – COMPLIANCE WITH PROVISIONS SET FORTH BY LAW No. 25738

Banco Patagonia S.A. is a joint stock company organized under the laws of Argentina, the shareholders of which limit their liability to the paid-in shares subscribed in accordance with Law No. 19550. Therefore, in compliance with Law No. 25738, we report that neither the foreign majority shareholders nor the local or foreign shareholders are liable, in excess of such paid-in shares, for the obligations arising from the transactions performed by the Bank.

NOTE 36 – CNV REQUIREMENT TO ACT AS AN OVER-THE-COUNTER BROKER

Considering the operation that Banco Patagonia S.A. is currently performing, and according to the different broker categories established by the CNV standards (consolidated text of General Resolution No. 622/2013 and amendments), the entity is registered with the mentioned entity as a Custodian Broker of Mutual Funds and Financial and Non-financial Trustee.

The minimum equity required by the mentioned standard for the each registered broker category on September 30, 2020 amounts to 1,420,350 Units of Purchasing Power (UVA) adjusted by “CER” – Law No. 25,827, which is equivalent to 83,119.

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THE NINE-MONTH PERIOD ENDED 09/30/20 COMPARATIVELY PRESENTED**

(Stated in thousands of Pesos)

For its part, the minimum cash contra-account must be 50% of the amount required as minimum capital, which amounts to 710,175 UVAs, equivalent to 41,559.

As of September 30, 2020, the Bank's capital exceeds CNV's requirements and the minimum cash contra-account required is made up of funds deposited with the BCRA in current account No. 034 of Banco Patagonia S.A.

NOTE 37 – SUBSEQUENT EVENTS

No other events or transactions have occurred from period-end to the date of issuance of these financial statements that would have a material effect on the financial position of the Bank or the results of its operations as of September 30th, 2020

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BANCO PATAGONIA S.A.

EXHIBIT "A"
BREAKDOWN OF GOVERNMENT AND CORPORATE SECURITIES
AS OF 09/30/20 Y 12/31/19
(Stated in thousands of Pesos)

Item	Identification	Holding				Position	
		Fair value	Level Fair value	Balance as of 09/30/2020	Balance as of 12/31/2019	without options (2)	Final
DEBT SECURITIES MEASURED AT FAIR VALUE WITH CHANGES THROUGH PROFIT OR LOSS (1)		986,017		986,575	275,261	953,276	953,276
In Argentina		986,017		986,575	275,261	953,276	953,276
Government securities		986,017		986,017	274,578	952,718	952,718
- LETES in ARS adjusted by CER to Discount., maturity 02/26/2021	5384	306,000	1	306,000	-	306,000	306,000
- LETES in ARS Private BADLAR + 100 pbs., maturity 08/05/2021	5360	255,304	1	255,304	-	255,304	255,304
- National treasury bills in ARS, maturity 11/30/2020	5383	186,733	1	186,733	-	301,885	301,885
- National treasury bonds in ARS adjusted by C.E.R. 2%, maturity 11/09/2026	5925	70,056	1	70,056	-	70,056	70,056
- Capitalizable LETES in \$ 2.65 %, maturity 10/29/2020	5284	57,800	1	57,800	-	57,800	57,800
- Couple bonds in ARS, maturity 12/31/2038	45695	34,835	2	34,835	-	34,835	34,835
- National treasury bonds in ARS adjusted by C.E.R. 1%, maturity 08/05/2021	5359	31,598	1	31,598	-	31,598	31,598
- Treasury bills in ARS to Discount, maturity 12/30/2020	5380	18,700	1	18,700	-	18,700	18,700
- Treasury bonds in ARS fixed rate, maturity 10/17/2023	5319	9,776	2	9,776	59,970	9,776	9,776
- Treasury bills in ARS to Discount, maturity 01/29/2021	5381	8,526	1	8,526	-	8,526	8,526
- Other		6,689	-	6,689	214,608	(141,762)	(141,762)
Corporate securities		-		558	683	558	558
- Other		-	-	558	683	558	558

(1) See note 55 to these condensed interim consolidated financial statements.

(2) It includes "Holding" plus "Deposits offered as security" and "Loans" less "Deposits".

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BANCO PATAGONIA S.A.

EXHIBIT "A"
BREAKDOWN OF GOVERNMENT AND CORPORATE SECURITIES
AS OF 09/30/20 Y 12/31/19
(Stated in thousands of Pesos)

Item	Identification	Holding				Position	
		Fair value	Level Fair value	Balance as of 09/30/2020	Balance as of 12/31/2019	without options (2)	Final
Other debt securities		77,031,855		77,882,800	50,640,148	82,040,465	82,040,465
MEASURED AT FAIR VALUE WITH CHANGES THROUGH OCI (1)		77,031,855		77,031,855	49,512,076	81,189,520	81,189,520
In Argentina		77,031,855		77,031,855	49,512,076	81,189,520	81,189,520
Government securities		13,158,797		13,158,797	7,213,785	17,316,462	17,316,462
-National treasury bonds in ARS, maturity 2020	5330	4,947,025	2	4,947,025	4,740,392	4,947,025	4,947,025
-National treasury bonds in ARS 22%, maturity 05/21/2022	5496	1,564,170	2	1,564,170	-	1,564,170	1,564,170
-National treasury bills in ARS a to Discount, maturity 01/29/2021	5381	1,542,807	1	1,542,807	-	1,542,807	1,542,807
-National treasury bills in ARS to Discount, maturity 12/30/2020	5380	1,359,958	1	1,359,958	-	2,809,208	2,809,208
-LETES in ARS adjusted by CER to Discount, maturity 02/26/2021	5384	1,093,440	1	1,093,440	-	1,093,440	1,093,440
-National treasury bonds in ARS adjusted by C.E.R. 1%, maturity 08/05/2021	5359	697,869	1	697,869	-	900,934	900,934
- National treasury bills in ARS, maturity 11/30/2020	5383	383,840	1	383,840	-	527,780	527,780
- National treasury bonds in ARS adjusted by CER 1.20%, maturity 03/18/2022	5491	272,921	1	272,921	-	723,321	723,321
- National treasury bonds in ARS adjusted by CER + 1.3%, maturity 09/20/2022	5495	207,595	1	207,595	-	207,595	207,595
- TD Provincia de Río Negro in ARS, maturity 07/06/2020	42261	200,745	2	200,745	-	200,745	200,745
- Other		888,427		888,427	2,473,393	2,799,437	2,799,437
Letras BCRA		63,519,265		63,519,265	42,273,168	63,519,265	63,519,265
- BCRA Liquidity Bill, maturity 10/20/2020	3093	10,775,631	2	10,775,631	-	10,775,631	10,775,631
- BCRA Liquidity Bill, maturity 10/22/2020	3094	10,287,169	2	10,287,169	-	10,287,169	10,287,169
- BCRA Liquidity Bill, maturity 10/13/2020	3081	8,879,818	2	8,879,818	-	8,879,818	8,879,818
- BCRA Liquidity Bill, maturity 10/15/2020	3088	8,861,613	2	8,861,613	-	8,861,613	8,861,613
- BCRA Liquidity Bill, maturity 10/06/2020	3061	7,950,336	1	7,950,336	-	7,950,336	7,950,336
- BCRA Liquidity Bill, maturity 10/27/2020	3095	6,808,613	2	6,808,613	-	6,808,613	6,808,613
- BCRA Liquidity Bill, maturity 10/01/2020	3042	4,997,385	1	4,997,385	-	4,997,385	4,997,385
- BCRA Liquidity Bill, maturity 10/08/2020	3074	4,958,700	2	4,958,700	-	4,958,700	4,958,700
- Others		-	-	-	42,273,168	-	-
Corporative securities		353,793		353,793	25,123	353,793	353,793
- ON IRSA S.A. in ARS - Class 6	54829	159,802	2	159,802	-	159,802	159,802
- ON Pan American Energy in ARS - Class 6	54915	51,740	2	51,740	-	51,740	51,740
- ON CNH Industrial Capital Argentina in ARS - Class 24	54907	51,551	2	51,551	-	51,551	51,551
- ON BACS S.A in ARS - Class 5	54875	45,367	2	45,367	-	45,367	45,367
- ON Volkswagen FS Compañía Financiera in ARS - Class 8	54950	45,333	1	45,333	-	45,333	45,333
- Others	-	-	-	-	25,123	-	-

- (1) See note 55 to these condensed interim consolidated financial statements.
(2) It includes "Holding" plus "Deposits offered as security" and "Loans" less "Deposits".

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BANCO PATAGONIA S.A.

EXHIBIT "A"
BREAKDOWN OF GOVERNMENT AND CORPORATE SECURITIES
AS OF 09/30/20 Y 12/31/19
(Stated in thousands of Pesos)

Item	Identification	Holding				Position	
		Fair value	Level Fair value	Balance as of 09/30/2020	Balance as of 12/31/2019	without options (2)	Final
Measured at amortized cost		-	-	850,945	1,128,072	850,945	850,945
In Argentina		-	-	850,945	1,128,072	850,945	850,945
Government securities		-	-	812,566	859,038	812,566	812,566
- Treasury bills Rio Negro Series 1, maturity 10/29/2020	42232	-	-	812,566	-	812,566	812,566
- Other		-	-	-	859,038	-	-
Corporate securities		-	-	38,379	269,034	38,379	38,379
- ON GPAT Compañía Financiera - Series 30 - Class "B"	52897	-	-	28,054	24,509	28,054	28,054
- VD FF Ribeiro 107 - Class "A"	R107	-	-	4,932	-	4,932	4,932
- VD FF Créditos - Series 22	54473	-	-	4,834	27,210	4,834	4,834
- Other		-	-	559	217,315	559	559
Equity Instruments		844,354		844,354	1,031,048	844,354	844,354
MEASURED AT FAIR VALUE WITH CHANGES THROUGH PROFIT OR LOSS		844,354		844,354	1,031,048	844,354	844,354
In Argentina		839,434		839,434	1,022,925	839,434	839,434
- Prisma Medios de Pago S.A	-	835,624	3	835,624	1,021,897	835,624	835,624
- Matba Rofex S.A.	-	3,042	2	3,042	-	3,042	3,042
- Seguro de depósitos S.A.	-	493	2	493	603	493	493
- Miralejos S.A.C.F. y Agropecuaria SACIFIA	-	106	2	106	130	106	106
- Mercado a Término de Buenos Aires S.A.	-	-	2	-	89	-	-
- Bolsa de Comercio de Mar del Plata S.A.	-	56	2	56	68	56	56
- Argencontrol S.A.	-	53	2	53	65	53	53
- Sanatorio Las Lomas S.A.	-	47	2	47	57	47	47
- Celta Coop. Obras Ser. Tres Arroyos	-	12	2	12	15	12	12
- Coop. Eléctrica Claromecó	-	1	2	1	1	1	1
Foreign instruments		4920		4920	8,123	4920	4920
- Banco Latinoamericano de Comercio Exterior S.A.	-	4,658	2	4,658	7,952	4,658	4,658
- Society for Worldwide Interbank Financial Telecommunication	-	262	2	262	171	262	262

(1) See note 55 to these condensed interim consolidated financial statements.

(2) It includes "Holding" plus "Deposits offered as security" and "Loans" less "Deposits".

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BANCO PATAGONIA S.A.

EXHIBIT "B"
LOANS AND OTHER FINANCING FACILITIES CLASSIFIED BY STATUS AND GUARANTEES
RECEIVED AS OF 09/30/2020 AND 12/31/2019
(Stated in thousands of Pesos)

COMMERCIAL LOAN PORTFOLIO	09/30/20	12/31/19
Performing	65,067,665	72,451,106
- With "A" preferred guarantees and counter-guarantees	3,721,839	2,184,211
- With "B" preferred guarantees and counter-guarantees	4,451,366	4,895,778
- Without preferred guarantees or counter-guarantees	56,894,460	65,371,117
Subject to special monitoring	55,957	140,345
In observation	2	101,287
- With "A" preferred guarantees and counter-guarantees	-	4,269
- With "B" preferred guarantees or counter-guarantees	-	92,825
- Without preferred guarantees or counter-guarantees	2	4,193
In negotiation or under refinancing agreements	55,955	39,058
- With "A" preferred guarantees and counter-guarantees	-	105
- With "B" preferred guarantees or counter-guarantees	7,994	34,032
- Without preferred guarantees or counter-guarantees	47,961	4,921
Troubled	133,196	98,007
- With "A" preferred guarantees and counter-guarantees	-	836
- With "B" preferred guarantees or counter-guarantees	77,915	2,777
- Without preferred guarantees or counter-guarantees	55,281	94,394
With high risk of insolvency	399,101	60,192
- With "B" preferred guarantees and counter-guarantees	387,103	56,802
- Without preferred guarantees or counter-guarantees	11,998	3,390
Non-recoverable	33,741	597,600
- With "A" preferred guarantees and counter-guarantees	11,540	458,455
- With "B" preferred guarantees or counter-guarantees	22,201	139,145
TOTAL COMMERCIAL LOAN PORTFOLIO	65,689,660	73,347,250

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LOANS AND OTHER FINANCING FACILITIES CLASSIFIED BY STATUS AND GUARANTEES RECEIVED
AS OF 09/30/2020 AND 12/31/2019
(Stated in thousands of Pesos)

CONSUMER AND/OR HOME LOAN PORTFOLIO	09/30/20	12/31/19
Performing	32,421,182	33,893,666
- With "A" preferred guarantees and counter-guarantees	1,592,377	657,838
- With "B" preferred guarantees and counter-guarantees	2,095,465	2,576,635
- Without preferred guarantees or counter-guarantees	28,733,340	30,659,193
Low risk	248,170	654,267
- With "A" preferred guarantees and counter-guarantees	1,671	17,351
- With "B" preferred guarantees and counter-guarantees	3,570	27,288
- Without preferred guarantees or counter-guarantees	242,929	609,628
Low risk – At special treatment	2,417	-
- Without preferred guarantees or counter-guarantees	829	-
	1,588	-
Medium risk	189,998	609,641
- With "A" preferred guarantees and counter-guarantees	1,861	13,465
- With "B" preferred guarantees and counter-guarantees	2,332	6,244
- Without preferred guarantees or counter-guarantees	185,805	589,932
High risk	314,743	1,006,612
- With "A" preferred guarantees and counter-guarantees	3,954	10,504
- With "B" preferred guarantees and counter-guarantees	77	3,025
- Without preferred guarantees or counter-guarantees	310,712	993,083
Non-recoverable	494,866	458,497
- With "A" preferred guarantees and counter-guarantees	2,545	9,031
- With "B" preferred guarantees and counter-guarantees	1,290	3,642
- Without preferred guarantees or counter-guarantees	491,031	445,824
Non-recoverable according to BCRA regulations	-	13
- Without preferred guarantees or counter-guarantees	-	13
Performing	-	13
TOTAL CONSUMER AND/OR HOME LOAN PORTFOLIO	33,671,376	36,622,696
GRAND TOTAL	99,361,036	109,969,946

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**EXHIBIT “B”
LOANS AND OTHER FINANCING FACILITIES CLASSIFIED BY STATUS AND GUARANTEES RECEIVED
AS OF 09/30/20 AND 12/31/19
(Stated in thousands of Pesos)**

RECONCILIATION OF LOANS AND OTHER FINANCING FACILITIES AS PER CONSOLIDATED STATEMENT OF FINANCIAL POSITION

BREAKDOWN	09/30/20	12/31/19
BALANCE AS PER EXHIBIT “B”	99,361,036	109,969,946
Items included in Exhibit “B” and not included in Loans and other financing facilities	(1,749,432)	(1,072,242)
Off-balance sheet items – agreed-upon loans (unused balances), other guarantees granted and other covered by Debtor Classification Standards.	(1,351,256)	(766,586)
Other items	(398,176)	(305,656)
Items not included in Exhibit “B” and included in Loans and other financing facilities	(4,311,571)	(5,720,010)
Loans and other financing facilities - loans to personnel	285,672	334,728
Loans and other financing facilities – IFRS adjustment at effective interest rate	(358,368)	(345,951)
Loans and other financing facilities – Allowances for loan losses	(4,238,875)	(5,708,787)
BALANCE AS PER STATEMENT OF FINANCIAL POSITION	93,300,033	103,177,694

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Executive Manager of Administration

Juan M. Trejo
Superintendent
Finance, Administration and Public

João Carlos de Nobrega Pecego
President

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By Supervisory Committee

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Mónica M. Cukar
Regular Supervisory Auditor
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BANCO PATAGONIA S.A.

**EXHIBIT C
LOANS AND OTHER FINANCING FACILITIES CONCENTRATION
AS OF 09/30/20 AND 12/31/19
(Stated in thousands of Pesos)**

Number of customers	FINANCING FACILITIES			
	09/30/20		12/31/19	
	Outstanding amount	% of total portfolio	Outstanding amount	% of total portfolio
10 largest customers	23,789,303	23.9%	22,321,976	20.3%
50 next largest customers	23,069,473	23.2%	30,746,192	28.0%
100 next largest customers	9,677,508	9.7%	10,588,852	9.6%
Rest of customers	42,824,752	43.1%	46,312,926	42.1%
TOTAL	99,361,036	100.0%	109,969,946	100.0%

RECONCILIATION OF LOANS AND OTHER FINANCING FACILITIES AS PER CONSOLIDATED STATEMENT OF FINANCIAL POSITION

BREAKDOWN	09/30/20	12/31/19
BALANCE AS PER EXHIBIT "C"	99,361,036	109,969,946
Items included in Exhibit "C" and not included in Loans and other financing facilities	(1,749,432)	(1,072,242)
Off-balance sheet items – agreed-upon loans (unused balances), other guarantees granted and other covered by Debtor Classification Standards.	(1,351,256)	(766,586)
Other items	(398,176)	(305,656)
Items not included in Exhibit "C" and included in Loans and other financing facilities	(4,311,571)	(5,720,010)
Loans and other financing facilities - loans to personnel	285,672	334,728
Loans and other financing facilities –IFRS adjustment at effective interest rate	(358,368)	(345,951)
Loans and other financing facilities – Allowances for loan losses	(4,238,875)	(5,708,787)
BALANCE AS PER STATEMENT OF FINANCIAL POSITION	93,300,033	103,177,694

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**EXHIBIT D
LOANS AND OTHER FINANCING FACILITIES BROKEN DOWN BY TERM
AS OF 09/30/20
(Stated in thousands of Pesos)**

Item	Matured	Terms remaining to maturity						Total as of 09/30/2020
		1 month	3 months	6 months	12 months	24 months	Over 24 months	
Non-financial government sector	-	6,797	29	-	-	-	-	6,826
Financial sector	-	2,491,000	1,146,296	996,217	1,523,969	3,550,476	-	9,707,958
Nonfinancial private sector and foreign residents	1,881,948	50,542,688	6,687,550	11,899,269	14,697,052	8,601,813	9,144,017	103,454,337
TOTAL	1,881,948	53,040,485	7,833,875	12,895,486	16,221,021	12,152,289	9,144,017	113,169,121

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**EXHIBIT H
DEPOSITS CONCENTRATION
AS OF 09/30/20 AND 12/31/19
(Stated in thousands of Pesos)**

Number of customers	09/30/20		12/31/19	
	Outstanding amount	% of total portfolio	Outstanding amount	% of total portfolio
10 largest customers	32,151,584	16.6%	16,337,399	11.2%
50 next largest customers	33,682,621	17.4%	16,287,837	11.1%
100 next largest customers	13,059,666	6.8%	8,834,287	6.0%
Rest of customers	114,414,202	59.2%	104,721,776	71.6%
TOTAL	193,308,073	100.0%	146,181,299	100.0%

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EXHIBIT I
FINANCIAL LIABILITIES BROKEN DOWN BY TERMS REMAINING TO MATURITY
AS OF 09/30/20
(Stated in thousands of Pesos)

Item	Terms remaining to maturity						Total al 09/30/2020
	1 month	3 months	6 months	12 months	24 months	over 24 months	
Deposits	181,261,921	8,898,765	3,827,975	770,257	58	58	194,759,034
Non-financial government sector	19,171,307	743,326	5,364	-	-	-	19,919,997
Financial sector	456,188	-	-	-	-	-	456,188
Nonfinancial private sector and foreign residents	161,634,426	8,155,439	3,822,611	770,257	58	58	174,382,849
Liabilities at fair value through profit or loss	148,451	-	-	-	-	-	148,451
Derivative instruments	11,606	-	-	-	-	-	11,606
Repo transactions	76,324	-	-	-	-	-	76,324
Other financial institutions	76,324	-	-	-	-	-	76,324
Other financial liabilities	8,585,993	-	-	-	-	-	8,585,993
Financing facilities received from the BCRA and other financial institutions	722,583	37,678	2,493	800,959	398,064	2,548,903	4,510,680
TOTAL	190,806,878	8,936,443	3,830,468	1,571,216	398,122	2,548,961	208,092,088

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**EXHIBIT J
CHANGES IN PROVISIONS
AS OF 09/30/20**
(Stated in thousands of Pesos)

Item	Balances at beginning of year	Increases	Decreases		Monetary result for allowances and provisions	Balance as of 09/30/2020
			Reversals	Uses		
INCLUDED IN LIABILITIES						
For contingent commitments	318,551	263,994	-	150,008	(45,093)	387,444
For administrative, disciplinary and criminal sanctions	40	-	33	-	(7)	-
Other	1,676,180	179,221	2,142	34,450	(315,712)	1,503,097
Labor lawsuits	82,054	37,308	-	25,336	(15,555)	78,471
Complaints, proceedings, appeals	1,448,189	124,124	2,142	8,915	(272,235)	1,289,021
Tax lawsuits	145,937	17,789	-	199	(27,922)	135,605
TOTAL PROVISIONS	1,994,771	443,215	2,175	184,458	(360,812)	1,890,541

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BANCO PATAGONIA S.A.

EXHIBIT "L"
BALANCES IN FOREIGN CURRENCY
AS OF 09/30/2020
(Stated in thousands of Pesos)

Items	Head office and branches in Argentina	Total as of 09/30/20	US dollar	Euro	Brazilian real	Other	Total as of 12/31/19
ASSETS							
Cash and bank deposits	36,040,961	36,040,961	34,119,174	1,851,791	13,379	56,617	33,372,078
Debt securities measured at fair value with changes through profit or loss	12	12	12	-	-	-	18,620
Other financial assets	294,820	294,820	294,775	45	-	-	193,872
Loans and other financing facilities	6,613,016	6,613,016	6,613,016	-	-	-	27,048,304
Other financial institutions	-	-	-	-	-	-	111,668
Nonfinancial private sector and foreign residents	6,613,016	6,613,016	6,613,016	-	-	-	26,936,636
Other debt securities	16,040	16,040	16,040	-	-	-	2,237,657
Financial assets granted as collateral	64,426	64,426	64,426	-	-	-	1,691,280
Investments in equity instruments	4,920	4,920	4,658	262	-	-	8,123
Investments in subsidiaries, associates and joint ventures	268,296	268,296	268,296	-	-	-	439,754
TOTAL ASSETS	43,302,491	43,302,491	41,380,397	1,852,098	13,379	56,617	65,009,688
LIABILITIES							
Deposits	36,063,021	36,063,021	34,919,172	1,143,849	-	-	42,802,528
Non-financial government sector	3,799,126	3,799,126	3,790,633	8,493	-	-	5,271,641
Financial sector	177	177	177	-	-	-	298
Nonfinancial private sector and foreign residents	32,263,718	32,263,718	31,128,362	1,135,356	-	-	37,530,589
Other financial liabilities	2,090,743	2,090,743	1,980,569	109,071	-	1,103	2,464,187
Financing facilities received from the BCRA and other financial institutions	2,977,573	2,977,573	2,977,573	-	-	-	18,176,729
Other nonfinancial liabilities	117,296	117,296	117,296	-	-	-	12,141
TOTAL LIABILITIES	41,248,633	41,248,633	39,994,610	1,252,920	-	1,103	63,455,585

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EXHIBIT O
DERIVATIVE FINANCIAL INSTRUMENTS
AS OF 09/30/20
(Stated in thousands of Pesos)

Type of contract	Purpose of transactions	Underlying asset	Type of settlement	Negotiation environment or counter-party	Weighted average term			Amount as of 09/30/20
					Weighted average term Originally agreed	Residual weighted average term	Weighted average term for the settlement of differences	
Futures	Intermediation on own account	Foreign currency	Daily settlement of differences	ROFEX	3	3	1	8,714,161
Futures	Intermediation on own account	Foreign currency	Daily settlement of differences	MAE	4	2	1	15,337,649
Futures	Intermediation on own account	Foreign currency	Daily settlement of differences	OTC - Residents in Argentina Nonfinancial sector	4	2	61	10,591,061
Repo transactions	Intermediation on own account	Government securities and instruments issued by the BCRA	Delivery of underlying asset	MAE	-	-	-	23,037,025

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EXHIBIT "R"
LOSS IMPAIRMENT ADJUSTMENT- ALLOWANCE FOR LOAN LOSSES
AS OF 09/30/20
(Stated in thousands of Pesos)

Item	Balances at beginning of year	ECL for the next 12 months	ECL of the remaining life of the financial asset		Monetary result for allowances	Balance as of 09/30/20
			IF with significant increase in CR	IF with credit impairment		
Other financial assets	1,206,619	214,180	390	991	(219,939)	1,202,241
Loans and other financing facilities	5,708,787	(309,403)	28,938	(166,749)	(1,022,698)	4,238,875
Other financial institutions	2,608	987	-	-	(475)	3,120
Nonfinancial private sector and foreign residents	5,706,179	(310,390)	28,938	(166,749)	(1,022,223)	4,235,755
Overdrafts	313,876	(105,064)	24,585	72,792	(57,213)	248,976
Notes	776,579	(93,464)	(65,712)	(193,537)	(141,555)	282,311
Mortgage loans	36,184	(17,279)	16,458	(1,964)	(6,596)	26,803
Consumer	1,984,748	128,163	(29,094)	(11,127)	(361,780)	1,710,910
Credit cards	748,394	433,680	90,738	124,877	(136,417)	1,261,272
Finance lease	39,802	(8,746)	(7,325)	(9,121)	(7,255)	7,355
Other	1,806,596	(647,680)	(712)	(148,669)	(311,407)	698,128
Other debt securities	11,501	(3,401)	-	-	(2,096)	6,004
Eventual Commitments	318,551	151,294	(3,526)	706	(79,581)	387,444
TOTAL ALLOWANCES	7,245,458	52,670	25,802	(165,052)	(1,324,314)	5,834,564

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**ADDITIONAL INFORMATION OVER THE CONDENSED INTERIM FINANCIAL STATEMENTS NOTES
REQUIRED BY SECTION 12 OF CHAPTER III, TITLE IV OF
CNV REGULATIONS (GENERAL RESOLUTION NO. 622/13)**

1. General background on the Bank's business
 - a) Specific and significant legal regimes that entail the contingent loss or acquisition of legal benefits.

None.
 - b) Significant amendments to the company's business or other similar circumstances occurring during the periods included in the financial statements that affect their comparability to prior-year financial statements, or that might affect their comparability to financial statements to be published in the future.

None.
2. Classification of loan (financing) and debt (deposits and liabilities) balances as per their maturities.

See Exhibit "D"– Breakdown of loans, other financing and Exhibit "I"– Breakdown of Financial liabilities by term remaining to maturity to the Bank's consolidated financial statements.
3. Classification of receivables and payables to disclose the financial effects derived from the maintenance thereof.

Item (In thousands of pesos)	Local currency			Foreign currency	
	With interest clause	CER/UVA Adjustment Clause	Without interest clause	With interest clause	Without interest clause
Loans and other financing facilities	89,597,792	752,103	-	12,748,347	-
TOTAL	89,597,792	752,103	-	12,748,347	-

Item (In thousands of pesos)	Local currency			Foreign currency	
	With interest clause	CER/UVA Adjustment Clause	Without interest clause	With interest clause	Without interest clause
Deposits and Liabilities					
Deposits	129,931,136	571,926	26,708,584	39,825,729	3,641,046
Derivative financial instruments	-	-	11,606	-	-
Repo transactions	76,324	-	-	-	-
Other financial liabilities	476,980	-	6,531,332	350,929	1,739,814
Financing facilities received from the BCRA and other financial institutions	1,361,004	-	9,951	2,919,568	58,005
Corporate bonds issued	931,053	-	-	-	-
TOTAL	132,776,497	571,926	33,261,473	43,096,226	5,438,865

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**ADDITIONAL INFORMATION OVER THE CONDENSED INTERIM FINANCIAL STATEMENTS NOTES
REQUIRED BY SECTION 12 OF CHAPTER III, TITLE IV OF
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4. Breakdown of percentage interest in companies under section 33 of Law No. 19,550 including shares voting rights and debit and / or credit balances per company.

Company	Shares		Percentage of	
	Class	Amount	Principal Total	Possible votes
GPAT Compañía Financiera S.A.U.	Common stock	86,837,083	100.00%	100.00%
Patagonia Valores S.A.	Common stock	13,862,667	99.99%	99.99%
Patagonia Inversora S.A. Sociedad Gerente Fondos Comunes de Inversión	Common stock	13,317,237	99.99%	99.99%
Banco Patagonia (Uruguay) S.A.I.F.E.	Common stock	50,000	100.00%	100.00%

For debit and credit balances per company, see Note 34 to the Entity's separate financial statements.

5. Trade receivables or loans with directors, supervisory auditors, members of the supervisory audit committee, and relatives up to and including the second degree.

In thousands of Pesos	Financing 09/30/2020	Maximum Financing
Directors and relatives	2,524	2,524
Supervisory auditors and relatives	651	702
TOTAL	3,175	3,226

Such financial aid is represented by loans in pesos, granted under similar terms and conditions as those applied to the other clients of the Bank, with no monetary adjustment clause.

6. Physical count of inventories. Frequency and scope of physical counts of inventories.

Not applicable.

7. Investments in other companies exceeding the limits established in section 31, Law No. 19550, and plans to regularize the situation

None.

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**ADDITIONAL INFORMATION OVER THE CONDENSED INTERIM FINANCIAL STATEMENTS NOTES
REQUIRED BY SECTION 12 OF CHAPTER III, TITLE IV OF
CNV REGULATIONS (GENERAL RESOLUTION NO. 622/13)**

8. Recoverable value: Criteria followed to assess the significant "recoverable value" of inventories, fixed assets and other assets, used as a limit to their valuation for accounting reporting purposes.
9. Insurance taken in relation to tangible assets.

Property insured In thousands of pesos	Risk	Amount insured	Book value
Cash, checks, and securities	Fraud, theft, security deposit boxes, and transportation	3,047,000	13,093,145
Buildings, machines, equipment, furniture, fixtures, and works of art	Fire, vandalism, and earthquake	15,640,806	9,749,867
Cars	All risk and third-party insurance	61,920	30,762

10. Negative and positive contingencies.
- a) Items considered to calculate the allowances, the balances of which considered either individually or as a whole, exceed two percent (2%) of the shareholders' equity
- b) Contingencies as of the balance sheet date, which are not remote and the effects of which on the financial position have not been recognized, stating whether lack of accounting is based on the likelihood of occurrence or on any difficulty in quantifying its effects.
- None.
11. Irrevocable advances to be applied to future subscriptions. Status of the processing aimed at its capitalization.
- None.
12. Unpaid cumulative dividends on preferred shares.
- None.
13. Conditions, circumstances, or terms for the removal of restrictions on the distribution of unappropriated retained earnings.
- See Note 43 - Distribution of profits and Restrictions of the Entity's Consolidated Financial Statements.

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C.P.C.E.C.A.B.A. T° 147 F° 66

Gustavo Carballal (Partner)
Public Accountant (U.B.)
C.P.C.E.C.A.B.A. T° 218 F° 224

BANCOPATAGONIA

**Reporting summary
For the nine-month period ended
September 30, 2020**

BANCO PATAGONIA S.A.

**REPORTING SUMMARY
FOR THE NINE – MONTH PERIOD
ENDED SEPTEMBER 30, 2020**

RELEVANT ASPECTS:

This reporting summary was prepared based on the consolidated financial information and under the new accounting framework based on the International Financial Reporting Standards (“IFRS”) established by the BCRA effective as from January 1, 2018.

The BCRA established the adoption of IAS 29 “Financial Information in Hyperinflationary Economies” as of January 1, 2020; therefore, this review has been prepared in constant currency as of September 30, 2020.

Banco Patagonia ended the third trimester of 2020 with assets in the amount of ARS 277,223.2 million, Loans and other financing facilities (net of allowances) in the amount of ARS 103,098.2 million, Deposits in the amount of \$ 200,678.4 million and a shareholder’s equity of \$ 44,337.1 million.

Comprehensive income for the nine-month period amounted to \$ 10,914.4 million, which is a 16.5% (\$ 1,544.1 million) up on 3T19 (\$ 9,370.3 M), with an annual ROE of 36.2% and ROA of 6.1%.

Loans granted to the non-financial private sector amounted to ARS 96,474.4 million, a 13.5% decrease (\$ 15,009.7 million) compared to September 30, 2019 (\$ 111,484.1 million).

Total deposits amounted ARS 200,678.4 million, which means an increase of 28.3% (\$ 44,238.6 million) year-over-year (\$ 156,439.8 million).

Regarding portfolio quality indicators, the irregular portfolio ratio was 1.5% and the irregular portfolio coverage with provisions was 296.2% (calculated according to the BCRA’s debtor classification rules).

The liquidity ratio was 74.4% (liquid assets over total deposits). In addition, the minimum capital exceeds that required by BCRA regulations by ARS 21,376.3 million and the capitalization ratio was 19.2%.

As of September 30, 2020, Banco Patagonia S.A. employs 3.230 people, and has a wide network made up of 208 premises all over the country, distributed in the capital and major cities of each province.

Marcelo A. Iadarola
Executive manager of Administration

Juan M. Trejo
Superintendent
Finance, Administration and Public area

João Carlos de Nobrega Pecego
President

Signed for identification purposes
with our report dated 11/25/2020
Deloitte & Co. S.A.
C.P.C.E.C.A.B.A. T° 1 F° 3

Gustavo Carballal (Partner)
Public Accountant (U.B.)
C.P.C.E.C.A.B.A. T° 218 F° 224

BANCO PATAGONIA S.A.

**REPORTING SUMMARY
FOR THE NINE – MONTH PERIOD
ENDED SEPTEMBER 30, 2020**

Presentation of information

For the preparation of this reporting summary, Banco Patagonia S.A. consolidated its statement of financial position and statement of income on a line-by-line basis with the financial statements of its subsidiaries: Patagonia Valores S.A., Patagonia Inversora S.A. Sociedad Gerente de Fondos Comunes de Inversión, Banco Patagonia (Uruguay) S.A.I.F.E. and GPAT Compañía Financiera S.A.U.

The consolidated financial statements have been prepared in accordance with the Argentine Central Bank (BCRA) regulations that require the entities under its supervision to present financial statements prepared in accordance with IFRS issued by the International Accounting Standards Board (IASB), except for the following exceptions (see note 2.1 to these Condensed Interim Consolidated Financial Statements):

- Application of the impairment model in section 5.5 "Impairment" of IFRS 9 "Financial instruments" on debt instruments of the non-financial public sector, in accordance with BCRA Communication "A" 6847.

Moreover, the controlled entity GPAT Compañía Financiera SAU, in accordance with the provisions of BCRA Communication "A" 6938 issued on March 19, 2020, did not apply the impairment model set forth in section 5.5 "Value impairment" of the IFRS No. 9 "Financial instruments" applicable for "Allowances for Bad Debt", since it has been postponed until January 1, 2021 for Group "B" financial entities based on said Communication.

- With respect to the valuation of Prisma Medios de Pago S.A, have been considered the guidelines established by the BCRA, whereby the accounting treatment to be afforded to the investment remainder held by the Entity on this company was established, registered under "Investments in Equity Instruments" as of September 30, 2020

Likewise, as of January 1, 2020, the BCRA established the adoption of Section 5.5 "Impairment" of IFRS 9 "Financial Instruments" with the exception mentioned above and of IAS 29 "Financial Information in Hyperinflationary Economies Therefore, this report has been prepared considering both regulations as of September 30, 2020, as well as in the comparative information.

Marcelo A. Iadarola
Executive manager of Administration

Juan M. Trejo
Superintendent
Finance, Administration and Public area

João Carlos de Nobrega Pecego
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BANCO PATAGONIA S.A.

**REPORTING SUMMARY
FOR THE NINE – MONTH PERIOD
ENDED SEPTEMBER 30, 2020**

a) Summary comparative consolidated financial position

Information for periods ended September 30, 2020 and 2019:

Consolidated Financial Statements		
(In Millions of Pesos)	09/30/20	09/30/19
Cash and bank deposits	48,449.6	55,704.5
Debt securities	79,663.2	58,399.7
Other financial assets	30,098.4	8,469.9
Loans and other financing facilities	103,098.2	115,826.6
Non-financial government sector	6.9	130.6
Other financial institutions	6,616.9	4,211.9
Non-financial private sector net of allowances	96,474.4	111,484.1
Property and equipment	10,435.2	11,270.5
Other assets	5,478.6	4,087.8
TOTAL ASSETS	277,223.2	253,759.0
Deposits	200,678.4	156,439.8
Non-financial government sector	19,776.1	15,300.2
Financial sector	424.3	310.3
Non-financial private sector	180,478.0	140,829.3
Other financial liabilities	9,335.5	15,940.5
Financing facilities received from the BCRA and other financial institutions	4,348.5	28,344.2
Corporate notes issued	931.1	1,880.6
Other liabilities	17,592.6	11,473.0
TOTAL LIABILITIES	232,886.1	214,078.1
SHAREHOLDERS' EQUITY	44,337.1	39,680.9
TOTAL LIABILITIES + SHAREHOLDERS' EQUITY	277,223.2	253,759.0

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BANCO PATAGONIA S.A.

**REPORTING SUMMARY
FOR THE NINE – MONTH PERIOD
ENDED SEPTEMBER 30, 2020**

b) Summary comparative consolidated income/loss

Information for the nine-month periods ended September 30, 2020 and 2019:

Consolidated Financial Statements		
(In Millions of Pesos)	09/30/20	09/30/19
Interest income/loss	29,182.7	33,900.3
Fee income/loss	4,346.3	5,303.1
Net gain on financial instruments measured at fair value through profit or loss	932.5	1,372.5
Result from derecognition of assets measured at amortized cost and fair value with changes through OCI	(2,238.2)	-
Gold and foreign currency bid/offer spread	784.0	2,949.7
Other operating income	2,453.8	4,973.9
Charge for loan losses	(781.5)	(4,315.8)
Net operating income	34,679.6	44,183.7
Administrative expenses	(16,735.3)	(19,170.3)
Operating income	17,944.3	25,013.4
Gain/loss on associates and joint ventures	169.9	694.2
Inflation effect (net position of assets and liabilities)	(4,299.2)	(6,618.9)
Income before tax relating to continuing operations	13,815.0	19,088.7
Income tax relating to continuing operations	(4,129.2)	(6,947.7)
Income for the period	9,685.8	12,141.0

Statement of comprehensive income		
(In Millions of Pesos)	09/30/20	09/30/19
Exchange differences on conversion of financial statements	10.3	52.7
Gain/loss on financial instruments carried at fair value with changes through OCI	1,218.3	(2,823.4)
Total other comprehensive income	1,228.6	(2,770.7)

Total comprehensive income	10,914.4	9,370.3
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BANCO PATAGONIA S.A.

**REPORTING SUMMARY
FOR THE NINE – MONTH PERIOD
ENDED SEPTEMBER 30, 2020**

c) Comparative consolidated statement of cash flows

Information for periods ended September 30, 2020 and 2019:

Consolidated Statement of Cash Flows		
(In Millions of Pesos)	09/30/20	09/30/19
Cash flows provided by operating activities	226.0	(4,774.6)
Cash flows provided by / (used in) investment activities	(744.4)	624.7
Cash flows used in financing activities	(1,737.0)	(8,361.8)
Financial and holding gains/losses on cash and cash equivalents	7,917.6	8,637.0
Monetary gain/loss on cash and cash equivalents	(11,787.4)	(6,152.4)
Total cash flows provided / (used in) by the period	(6,125.2)	(10,027.1)

d) Summary of statistical data

Summary of statistical data		
Item	09/30/20	09/30/19
Number of term deposit transactions – Personal banking	93,749	79,025
Number of time deposit transactions – Business banking	3,299	3,334
Number of loan transactions – Personal banking	1,000,037	1,093,200
Number of loan transactions – Business banking	30,184	25,901
Number of customer desks	208	210
Number of automatic teller machines (ATMs)	600	608
Number of self-service terminals (SSTs)	399	399
Payroll	3,230	3,341

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BANCO PATAGONIA S.A.

**REPORTING SUMMARY
FOR THE NINE – MONTH PERIOD
ENDED SEPTEMBER 30, 2020**

Breakdown	As of September 30:	
	2020	2019
Profitability Ratios		
Return on average assets (1)	6.1%	4.7%
Return on average shareholders' equity (2)	36.2%	33.5%
Interest and Commission Margin Ratios		
Total financial margin (interest income-loss/average assets)	14.6%	16.9%
Margin on net services (net fee income / Average Assets) (3)	2.2%	2.5%
Total margin (total revenues / average assets) (4)	16.9%	19.4%
Net fee income on net total revenues (3) (4)	13.1%	13.0%
Shareholders' Equity Ratios		
Shareholders' equity on total assets	15.0%	14.8%
Financial standing (shareholders' equity / total liabilities)	17.8%	17.6%
Total liabilities as a multiple of shareholders' equity	5.6	5.7
RPC on risk-weighted assets (5)	19.2%	14.6%
Portfolio Quality Ratio		
Non-performing portfolio / financing (before allowances) (6)	1.5%	2.6%
Allowances on non-performing financing portfolio (6)	296.2%	193.9%
Cost of Risk (7)	1.0%	5.0%
Efficiency Ratio		
Administrative expenses / total net income (4)	39.4%	35.3%
Net fee income / administrative expenses	33.3%	36.9%
Liquidity Ratios		
Liquid Assets on deposits (8)	74.4%	70.7%
Loans (net of allowances) on assets	37.2%	45.6%
Deposits on liabilities	86.2%	73.1%
Loans on deposits	51.4%	74.0%
Fixed assets from equity (9)	26.3%	31.2%

References:

- (1) Defined as the quotient between net year-over-year income and average assets.
- (2) Defined as the quotient between net year-over-year income and average shareholders' equity.
- (3) Total fee income defined as net fee income plus fee income/loss included in other operating income and other operating expenses.
- (4) Total net revenue defined as the addition of interest income and total fee income.
- (5) RPC means computable equity.
- (6) Non-performing portfolio is defined as loans classified as 3 – 4 – 5 and 6 condition under BCRA regulations.
- (7) Defined as the annualized charge for loan losses divided by average loans without allowances.
- (8) Defined as the addition of cash and bank deposits, debt securities and investments in equity instruments net of repo transactions divided by total deposits.
- (9) Defined as the quotient between the addition of property and equipment and intangible assets on shareholders' equity.

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BANCO PATAGONIA S.A.

**REPORTING SUMMARY
FOR THE NINE – MONTH PERIOD
ENDED SEPTEMBER 30, 2020**

e) Outlook

The global economy is beginning to leave behind the previously estimated growth levels.

According to the projections, a decrease of 4.4% of the economic activity is expected for 2020; what represents a slight improvement with respect to the previous forecasts; mainly based on the ones that are called advanced economies. These ones have begun to show signs of improvement earlier than expected, once they relaxed their policies of confinement to fines in the second quarter.

For 2021, the projected global growth indicator is 5.2%

For 2020, the group corresponding to advanced economies, the projections show an indicator of around -5.8%. The group of countries belonging to euro is the one that shows the highest economy declination with a rate of -8.3%; while for United States is around of -4.3%. For 2021 the indicator is 5.2% and 3.1% respectively; and for the whole group 3.9%.

With respect to emerging markets and developing economies, the indicator in 2020 is -3.3% and 6.0% for the next year. Within this group China stands out with positives rates both years: 1.9% and 8.2% respectively. The groups of countries inside this category, like Latin America and the Caribbean for example, Although they show negative projections for the current year, they have positive growth indicators for 2021.

In regard to the local level, Argentina continues with sanitary protection measures at the different regions of the country, allocating resources in order to mitigate the virus impact on the economy and in turn new “openings” of the productive and commercial activities in the different areas of social and economic life.

The challenges of the economic Schedule are still focused on the sustainable recovery of the activity, the inflation control, the improvement of the exchange rate dimension and the management of current and future fiscal deficit.

Banco Patagonia ratifies its objective of positioning itself within the main Private Banks of the Argentine Financial System. To this end, it works continuously on the realization of its strategic projects; as well as in improving the experience of the clients of each segment in the different service channels.

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João Carlos de Nobrega Pecego
President

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Public Accountant (U.B.)
C.P.C.E.C.A.B.A. T° 218 F° 224

SUPERVISORY AUDIT COMMITTEE'S REVIEW ON CONDENSED INTERIM FINANCIAL STATEMENTS

Banco Patagonia S.A.

Legal address: Av. de Mayo 701, Floor 24
Taxpayer Identification No. [C.U.I.T.] No. 30-50000661-3
City of Buenos Aires

I. Report on the financial statements

We have reviewed the attached condensed interim period separate financial statements of Banco Patagonia SA ("the Entity"), which include the condensed interim separate statement of financial position as of September 30, 2020, the condensed separate statements of income, of other comprehensive income, changes in equity and cash flow for the nine-month period then ended, exhibits and selected notes. Likewise, we have reviewed the condensed interim consolidated financial statements of Banco Patagonia S.A. and its subsidiaries, which are attached, those with the condensed interim consolidated statement of financial position as of September 30, 2020; the condensed interim consolidated statements of income, other comprehensive income, changes in equity and cash flow for the nine-month period ended on that date, exhibits and selected notes.

The balances and other information corresponding to the fiscal year ended December 31, 2019 and the nine-month period ended September 30, 2019, restated in constant currency of September 2020, form an integral part of the financial statements previously mentioned and should, therefore, be considered exclusively in relation to figures and other data of the current year.

II. Board of Directors' and Management responsibility for the financial statements.

The Entity's Board of Directors and Management are responsible for the preparation and presentation of the attached financial statements, in accordance with the accounting information framework established by the Central Bank of the Argentine Republic ("BCRA") and, in particular, with the International Accounting Standard 34, "Interim financial information" (IAS 34). As described in note 2 to the accompanying financial statements mentioned in point I, said financial reporting framework is based on the application of International Financial Reporting Standards ("IFRS") adopted by the Argentine Federation of Professional Councils of Economic Sciences (FACPCE) as professional accounting standards, as approved by the International Accounting Standards Board ("IASB") and adopted by the BCRA with the provisional excepted application of point 5.5 "Impairment of Value" of IFRS 9 "Financial Instruments" for Group "B" Financial Institutions, while for Group "A" Financial Institutions, said exception is limited to debt instruments of the non-financial public sector. Likewise, the Entity's Board of Directors and Management are also responsible for the internal control deemed necessary for the preparation of financial information of interim periods free of material misstatements, whether due to fraud or error.

III. Supervisory Audit Committee's responsibility.

Our responsibility is to render a conclusion on the accompanying condensed interim separate and consolidated financial statements based on our work performed in accordance with applicable supervisory audit standards. To carry out our professional task on the documents mentioned in point I, we have reviewed the work carried out by the firm DELOITTE & CO.SA, in its capacity as external auditors, who issued their reports on November 25, 2020, in accordance with the standards for reviewing financial statements for interim periods established in section IV of Technical Resolution No. 37 of the FACPCE and with the "Minimum Standards on External Audits" for Financial Entities issued by the BCRA, applicable to the review of financial statements interim period; complying with the relevant ethical requirements. According to these standards, a review consists mainly of applying analytical procedures and other review procedures on the accounting information included in the interim financial statements and in making inquiries to those responsible for preparing them. The scope of a review is significantly less than that of an audit and therefore does not ensure that all significant issues that could be identified in an audit are brought to our attention. Therefore, we do not express an audit opinion on the accompanying financial statements mentioned in point I.

Since it is not the responsibility of the supervisory auditor to carry out management control, our review did not cover the criteria and business decisions related to administration, financing and marketing, since these matters are the sole responsibility of the Board of Directors.

IV. Opinion

As a result of our review and based on the reports dated November 25, 2020 issued by Dr. Gustavo Carballal (Partner of Deloitte & Co. SA), nothing has come to our attention that causes us to believe that the financial statements of Banco Patagonia SA for the nine-month period ended September 30, 2020, as attached, have not been prepared in all significant respects, in accordance with the accounting reporting framework established by the BCRA, and in particular with IAS 34.

V. Other accounting issues disclosed in the financial statements

Without modifying our conclusion, we draw the attention of users of this report to the following issues disclosed in the accompanying condensed interim separate and consolidated financial statements, which should be taken into account for their interpretation:

- a) As explained in notes 2.a) and 2.1.a) to the attached condensed separate and consolidated financial statements, respectively, they have been prepared by the Board and the Management of the Entity in accordance with the accounting reporting framework established by the BCRA that differs from IFRS in relation to the application of the impairment model in section 5.5 "Impairment" of IFRS 9 "Financial instruments" on debt instruments of the non-financial public sector, in accordance with BCRA Communication "A" 6847. Moreover, the controlled entity GPAT Compañía Financiera SAU, in accordance with the provisions of BCRA Communication "A" 6938 issued on March 19, 2020, did not apply the impairment model set forth in section 5.5 "Value impairment" of the IFRS No. 9 "Financial instruments" applicable for "Allowances for Bad Debt", since it has been postponed until January 1, 2021 for Group "B" financial entities based on said Communication.
- b) As explained in notes 2.b) and 2.1.b) to the attached separate and consolidated financial statements, respectively, the remaining shareholding in Prisma Medios de Pago S.A. Classified under the heading "Investments in Equity Instruments", is recorded according to the accounting treatment established by the BCRA. The accounting criteria applied constitutes a departure from the provisions of IFRS 9 with respect to the measurement of equity instruments at their fair value.
- c) The figures for the fiscal year ended December 31, 2019 and the nine-month period ended September, 2019, which are presented in the accompanying condensed financial statements for comparative purposes, have been modified to reflect the application of IAS29 "Financial Information in Hyperinflationary Economies" and point 5.5 "Impairment" of IFRS 9 "Financial Instruments".

These issues must be considered for the interpretation of the attached interim Financial Statements.

VI. *Information on other legal and regulatory requirements*

In compliance with current provisions, we inform that:

1. In exercising the control of legality within our scope of work, we have applied for the nine-month period ended on September 30, 2020 the procedures described in section 294 of Law N°19.550, which we consider necessary according to the circumstances; in this respect, there are no observations to be made;
2. The condensed interim separate and consolidated financial statements of Banco Patagonia S.A. mentioned under section I above are recorded on the balance sheet, and arise from the entity's accounting records kept, in their formal aspects, in accordance with current legal regulations;
3. As of September 30, 2020, the Entity records the minimum net equity and liquidity counterpart required by the regulations of the National Securities Commission in accordance with what is indicated in Notes 36 and 51 to the condensed interim separate and consolidated financial statements, respectively.

City of Buenos Aires, November 25, 2020

By Supervisory Committee
Mónica M. Cukar
Regular Supervisory Auditor
Public Accountant (UBA)
C.P.C.E.C.A.B.A. T° 147 F° 66