

# STATEMENT OF CASH FLOWS AND EQUIVALENTS

## At December 31, 2016 and 2015

(In thousands of pesos)

	12.31.16	12.31.15
<b>Statement of Cash Flows and Equivalents</b>		
Cash at Beginning of Year	19,919,702	14,557,017
Cash at End of Year	36,760,257	19,919,702
Net Increase in Cash (in uniform currency)	16,840,555	5,362,685
<b>Reasons for Changes in Cash (in uniform currency)</b>		
<b>Operating Activities</b>		
Net Collections / (Payments) for:		
- Government and Corporate Securities	(17,398,041)	307,722
- Loans	(14,773,329)	(24,568,638)
- To the Financial Sector	(270,276)	(6,972)
- To the Non-Financial Public Sector	4,538,387	(1,349,897)
- To the Non-Financial Private Sector and Residents Abroad	(19,041,440)	(23,211,769)
- Other Receivables from Financial Brokerage	(7,530,313)	2,828,377
- Receivables from Financial Leases	25,576	38,212
- Deposits	53,110,322	25,966,389
- To the Financial Sector	22,545	24,360
- To the Non-Financial Public Sector	26,014,645	(2,103,077)
- To the Non-Financial Private Sector and Residents Abroad	27,073,132	28,045,106
- Other Liabilities from Financial Brokerage	90,361	786,052
- Other (except for liabilities included in Financing Activities)	90,361	786,052
- Collections related to Income from Services	7,547,678	5,878,136
- Payments related to Expenditure for Services	(2,040,432)	(1,659,957)
- Administrative Expenses Paid	(14,248,246)	(10,201,611)
- Payments of Organization and Development Expenses	(85,316)	(56,575)
- Net Collections for Penalty Interest	52,593	48,104
- Differences from Court Orders Paid	(20,602)	(49,869)
- Collections of Dividends from Other Companies	57,988	12,365
- Other Payments / Collections related to Miscellaneous Income and Losses	(1,148,984)	132,447
- Net Collections for other Operating Activities	12,754,700	6,719,226
. Net (Increase) / Decrease in Other Assets	(6,391)	24,283
. Net Increase / (Decrease) in Other Liabilities	342,524	(123,860)
. Financial Income Collected	29,143,266	18,302,295
. Financial Expenditure Paid	(16,724,699)	(11,483,492)
<b>Net Cash Flows resulting from Operating Activities</b>	<b>16,393,955</b>	<b>6,180,380</b>

See our report dated  
February 16,2017  
PRICE WATERHOUSE & CO. S.R.L.

Dr. Fernando L. Arriola  
General Accountant

Dr. Daniel H. Alonso  
General Manager

Dr. Juan E. Curutchet  
President

(Partner)  
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Dr. Alejandro P. Frechou  
Public Accountant (U.B.A.)  
C.P.C.E.B.A. Volume 154 – Folio 165  
Folder No. 40.051/3  
Tax Payer Registration Code  
20 - 13565011 – 1

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At December 31, 2016 and 2015

(In thousands of pesos)

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	12.31.16	12.31.15
<b><u>Investment Activities</u></b>		
- Net Payments for Bank Premises and Equipment	(367,752)	(535,500)
- Net Collections / (Payments) for Miscellaneous Assets	37,183	(17,218)
- Other Collections for Investment Activities	3,102	126
. Other Collections	3,102	126
<b><u>Net Cash Flows used in Investment Activities</u></b>	<b><u>(327,467)</u></b>	<b><u>(552,592)</u></b>
<b><u>Financing Activities</u></b>		
<b>Net Collections / (Payments) for:</b>		
- Argentine Central Bank	(81,064)	16,527
. Other	(81,064)	16,527
- International Banks and Agencies	(69,434)	(138,662)
- Other Payments for Financing Activities	(3,190,014)	(3,395,217)
. Net Increase in Miscellaneous Receivables	(3,122,297)	(3,433,241)
. Net (Decrease) / Increase in Miscellaneous Liabilities	(67,717)	38,024
<b><u>Net Cash Flows used in Financing Activities</u></b>	<b><u>(3,340,512)</u></b>	<b><u>(3,517,352)</u></b>
<b><u>Financial Income and Income from Cash Holdings and Equivalents (Including Interest and Monetary Income)</u></b>	<b><u>4,114,579</u></b>	<b><u>3,252,249</u></b>
<b><u>Net Increase in Cash</u></b>	<b><u>16,840,555</u></b>	<b><u>5,362,685</u></b>

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