

Tarjeta Naranja S.A.

Condensed Interim Financial Statements

For the three-month period commenced January 1, 2019 and ended March 31, 2019, presented on a comparative basis
(Free Translation from the Original in Spanish for Publication in Argentina)

Tarjeta Naranja S.A.

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Condensed Interim Financial Statements

For the three-month period commenced January 1, 2019 and ended March 31, 2019, presented on a comparative basis

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Tarjeta Naranja S.A.

(Free Translation from the Original in Spanish for Publication in Argentina)

Legal Domicile: La Tablada 451 – Córdoba

Principal Line of Business: Credit Card Administrator

25th Year

Condensed Interim Financial Statements

For the three-month period commenced January 1, 2019 and ended

March 31, 2019, presented on a comparative basis

Expressed in thousands of constant Argentine Pesos at period-end

Date of Registration with the Public Registry of Commerce:

Of Bylaws: December 12, 1995, May 3, 2001, March 24, 2004, and May 9, 2018 (Note 5)

Registration Number with the Public Registry of Commerce: No. 1363 Fo. 5857 Vol. 24/95

Date of Expiration of Company's Bylaws: December 12, 2094

CAPITAL STATUS (Note 5)				
Shares			Subscribed	Paid-in
Number	Type	Voting Rights per Share		
2,824	Ordinary shares with a face value of AR\$ 10,000	1	In Thousands of AR\$	
			28,240	28,240
2,824			28,240	28,240

Information on the Controlling Company:

Company's Name: **Tarjetas Regionales S.A.**

Legal Domicile: Tte. Gral. Juan D. Perón No. 430 –19° floor, Autonomous City of Buenos Aires.

Principal Line of Business: Financial and investment activities. Its principal line of business is to invest in nonbanking credit card issuers and in companies that perform services supplementary to the abovementioned activity (holding company).

Interest in Equity: 99.96%

Percentage of Votes: 99.96%

Please refer to our report dated May 10, 2019
PRICE WATERHOUSE & CO. S.R.L.

(Partner)

C.P.C.E.Cba. N° 21.00004.3
Andrés Suarez
Certified Public Accountant (U.B.A.)
Professional License No. 10.11421.4 – C.P.C.E.Cba.

TARJETA NARANJA S.A.

CONDENSED INTERIM FINANCIAL STATEMENTS
As of March 31, 2019, presented on a comparative basis
(Free Translation from the Original in Spanish for Publication in Argentina)

Tarjeta Naranja S.A.

Registration Number with the Public Registry of Commerce: No. 1363 Fo. 5857 Vol. 24/95

Condensed Interim Statement of Profit or Loss

For the three-month periods ended March 31, 2019 and 2018

Expressed in thousands of constant Argentine Pesos at period-end

(Free Translation from the Original in Spanish for Publication in Argentina)

	Notes	Year-to-Date	
		01.01.2019	01.01.2018
		03.31.2019	03.31.2018
		In Thousands of AR\$	
Revenues from Services	7	3,019,785	3,538,016
Costs of Services	8	(339,396)	(489,497)
Net Revenues from Services		2,680,389	3,048,519
Revenues from Financing	9	4,467,137	4,248,509
Costs of Financing	10	(2,055,688)	(1,081,236)
Loss on Net Monetary Position		(885,425)	(750,311)
Net Revenues from Financing		1,526,024	2,416,962
Net Income from Short-term Investments	11	411,065	143,046
Operating Revenue		4,617,478	5,608,527
Provision for Loan Losses	12	(1,440,461)	(1,012,770)
Operating Revenue, Net of Provision for Loan Losses		3,177,017	4,595,757
Employee Benefits Expenses	13	(987,851)	(1,316,270)
Taxes and Charges	14	(847,342)	(924,302)
Marketing Expenses	15	(77,194)	(116,004)
Depreciation and Amortization	16	(195,311)	(133,221)
Other Operating Expenses	17	(880,943)	(983,488)
Total Operating Expenses		(2,988,641)	(3,473,285)
Net Profit before Income from Investments Accounted for Using the Equity Method		188,376	1,122,472
(Loss) Income from Investments Accounted for Using the Equity Method	18	(366)	13
Profit before Income Tax		188,010	1,122,485
Income Tax	19	(168,417)	(604,740)
Profit for the Period		19,593	517,745
Earnings per Share			
Basic and Diluted Earnings per Share		6.94	183.34

The notes are an integral part of these condensed interim financial statements.

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Jorge F. Gregorat
 For the Supervisory Committee

Alejandro Asrin
 President

Tarjeta Naranja S.A.

Registration Number with the Public Registry of Commerce: No. 1363 Fo. 5857 Vol. 24/95

Condensed Interim Statement of Other Comprehensive Income

For the three-month periods ended March 31, 2019 and 2018

Expressed in thousands of constant Argentine Pesos at period-end

(Free Translation from the Original in Spanish for Publication in Argentina)

	Year-to-Date	
	01.01.2019 03.31.2019	01.01.2018 03.31.2018
	In Thousands of AR\$	
Profit for the Period	19,593	517,745
Other Comprehensive Income	-	-
Total Comprehensive Income for the Period	19,593	517,745
Earnings per Share	6.94	183.34
Basic and Diluted Earnings per Share		

The notes are an integral part of these condensed interim financial statements.

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For the Supervisory Committee

Alejandro Asrin
President

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Registration Number with the Public Registry of Commerce: No. 1363 Fo. 5857 Vol. 24/95

Condensed Interim Balance Sheet

As of March 31, 2019 and December 31, 2018

Expressed in thousands of constant Argentine Pesos at period-end
(Free Translation from the Original in Spanish for Publication in Argentina)

ASSETS	Note	12.31.2018		Note	03.31.2019		12.31.2018
		In Thousands of AR\$			In Thousands of AR\$		
CURRENT ASSETS							
Cash and Cash Equivalents	20	6,015,658	5,651,134			22,703,387	25,535,930
Receivables from Trade	21	42,235,792	47,643,060			7,496,995	9,527,363
Other Receivables	22	320,818	296,359			578,742	887,008
Total Current Assets		48,572,268	53,590,553			31,694,289	37,126,307
NON-CURRENT ASSETS							
Receivables from Trade	21	1,075,975	1,358,752			10,082,400	9,606,074
Other Receivables	22	24,155	7,072			38,664	-
Deferred Tax Assets	19	510,821	566,152			9,412	11,294
Investments Accounted for Using the Equity Method	23	6,274	2,370			79,981	72,667
Property, Plant and Equipment	24	2,698,061	2,018,172			247,670	-
Intangible Assets	25	695,381	684,197				
Total Non-current Assets		5,010,667	4,636,715			10,458,127	9,690,035
Total Assets		53,582,935	58,227,268			42,152,416	46,816,342
						11,430,519	11,410,926
						53,582,935	58,227,268
LIABILITIES							
CURRENT LIABILITIES							
Trade and Other Payables	26						
Borrowings	27						
Employee Benefit Obligations	28						
Current Tax Liabilities	29						
Other Liabilities	30						
Income Tax Provision	19						
Total Current Liabilities							
NON-CURRENT LIABILITIES							
Borrowings	27						
Employee Benefit Obligations	28						
Other Liabilities	30						
Provisions	31						
Income Tax Provision	19						
Total Non-current Liabilities							
Total Liabilities							
EQUITY							
Total Liabilities and Equity							

The notes are an integral part of these condensed interim financial statements.

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For the Supervisory Committee

Alejandro Asrin
President

Tarjeta Naranja S.A.

Registration Number with the Public Registry of Commerce: No. 1363 Fo. 5857 Vol. 24/95

Condensed Interim Statement of Changes in Equity

For the three-month periods ended March 31, 2019 and 2018

Expressed in thousands of constant Argentine Pesos at period-end

(Free Translation from the Original in Spanish for Publication in Argentina)

	Shareholders' Contributions				Reserves				Retained Earnings	Total Equity
	Capital Stock (Note 5)	Comprehensive Adjustment to Capital Stock	Additional Paid-in Capital from Merger	Subtotal	Legal Reserve	Discretionary Reserve	Reserve for Conduction of New Operations			
	In Thousands of AR\$									
Balances at 01.01.2019	28,240	612,054	47,532	687,826	31,738	-	14,763,618	(4,072,256)	11,410,926	
Changes during the Period:										
Profit for the Period	-	-	-	-	-	-	-	19,593	19,593	
Balances at 03.31.2019	28,240	612,054	47,532	687,826	31,738	(4,052,663)	14,763,618	2,805,485	11,430,519	
Balances at 01.01.2018	28,240	612,054	47,532	687,826	31,738	1,590,364	8,587,901	2,805,485	13,703,314	
Changes during the Period:										
Profit for the Period	-	-	-	-	-	-	-	517,745	517,745	
Balances at 03.31.2018	28,240	612,054	47,532	687,826	31,738	1,590,364	8,587,901	3,323,230	14,221,059	

The notes are an integral part of these condensed interim financial statements.

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Registration Number with the Public Registry of Commerce: No. 1363 Fo. 5857 Vol. 24/95

Condensed Interim Statement of Cash Flows

For the three-month periods ended March 31, 2019 and 2018

Expressed in thousands of constant Argentine Pesos at period-end

(Free Translation from the Original in Spanish for Publication in Argentina)

	Note	03.31.2019	03.31.2018
		In Thousands of AR\$	
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
Profit for the Period		19,593	517,745
Plus Income Tax Accrued during the Period		168,417	604,740
Plus Interest and Other Financial Expenses Accrued during the Period, Net of Interest and Other Financial Income Accrued		2,045,463	1,058,144
Plus Loss on Net Monetary Position		885,425	750,311
Adjustments to Calculate Net Cash Flow and Cash Equivalents from Operating Activities	37	2,075,133	1,663,791
Changes in Operating Assets	38	(942,693)	(6,063,920)
Changes in Operating Liabilities	39	(883,964)	149,743
NET CASH INFLOW / (OUTFLOW) FROM OPERATING ACTIVITIES		3,367,374	(1,319,446)
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Payments for Property, Plant and Equipment		(50,816)	(54,350)
Payments for Intangible Assets		(76,138)	(96,436)
Payments for Capital Contributions to Subsidiaries		(4,712)	-
NET CASH OUTFLOW FROM INVESTING ACTIVITIES		(131,666)	(150,786)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
Proceeds from Credit Lines	40	-	1,470,245
Notes ("Obligaciones Negociables") Issued	40	1,370,475	1,195,081
Repayment of Principal, Interest and Expenses on Bank and Financial Loans	40	(1,820,081)	(46,848)
Repayment of Principal, Interest and Expenses on Notes ("Obligaciones Negociables")	40	(1,742,292)	(1,271,163)
Payment of Tax on Bank Credits and Debits		(19,644)	(12,639)
Payment of Financial Leases	40	(58,316)	-
NET CASH (OUTFLOW) / INFLOW FROM FINANCING ACTIVITIES		(2,269,858)	1,334,676
		965,850	(135,556)
Cash and Cash Equivalents at the Beginning of the Year		5,651,134	3,543,470
Loss on Net Monetary Position on Cash and Cash Equivalents		(598,096)	(182,372)
Decrease Resulting from Exchange Rate Changes on Cash and Cash Equivalents		(3,230)	(730)
Cash and Cash Equivalents at Period-End	36	6,015,658	3,224,812

Additional information on the Condensed Statement of Cash Flows is disclosed in Note 40.

The notes are an integral part of these condensed interim financial statements.

Please refer to our report dated May 10, 2019
PRICE WATERHOUSE & CO. S.R.L.

(Partner)

C.P.C.E.Cba. N° 21.00004.3
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For the Supervisory Committee

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Notes to the Condensed Interim Financial Statements

For the three-month periods ended March 31, 2019 and 2018

Expressed in thousands of constant Argentine Pesos at period-end

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Notes to the Condensed Interim Financial Statements

(In the notes, figures are expressed in thousands of Argentine Pesos, except otherwise noted)

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Please refer to our report dated May 10, 2019

PRICE WATERHOUSE & CO. S.R.L.

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Notes to the Condensed Interim Financial Statements (Continued)

For the three-month periods ended March 31, 2019 and 2018

Expressed in thousands of constant Argentine Pesos at period-end

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NOTE 1 – GENERAL INFORMATION

Tarjeta Naranja S.A. (hereinafter, "the Company") was organized as a corporation in the Province of Córdoba on September 1, 1995. The Company is a leading credit-card company in Argentina. Its main business is to create, develop, direct, manage, market, exploit and operate credit and/or debit and/or purchase and/or similar card systems. The Company may hold an interest in the capital stock of other companies rendering supplementary services to the financial activity, which are allowed by the Argentine Central Bank (BCRA).

These financial statements were approved for their issuance by the Company's Board of Directors on May 10, 2019.

Tarjeta Naranja S.A. is a subsidiary of Tarjetas Regionales S.A., which, in turn, is a subsidiary of Grupo Financiero Galicia S.A.

NOTE 2 – BASIS FOR PREPARATION

The Argentine National Securities Commission (C.N.V.), pursuant to Title IV "Periodical Reporting Requirements"- Chapter III "Rules concerning the Presentation and Valuation Criteria of Financial Statements" - Section 1 of its regulations, has established the application of Technical Pronouncement No. 26 (TP No. 26) issued by the Argentine Federation of Professional Councils in Economic Sciences (FACPCE), as amended, adopting the International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) for certain entities included in the public offer regime prescribed in Law No. 17811, whether by reason of their capital stock or notes ("*obligaciones negociables*"), or because these entities have applied for authorization to be included in such regime.

Due to the aforementioned factors, the Company's management has prepared these condensed interim financial statements in accordance with the accounting guidance laid down by the C.N.V., which is based on the application of the IFRS, in particular, IAS 34, except for IFRS No. 9, paragraph 5.5, "Impairment," as further explained in Note 3 to these condensed interim financial statements. Also, some additional matters required by the Companies Law and/or C.N.V. regulations, among others, the supplementary information established in the last paragraph of Section 1, Chapter III, Title IV of General Resolution No. 622/13 were included. Such information is included in the notes to these condensed interim financial statements, as established by IFRS.

In preparing these condensed interim financial statements, the Company has availed of the option set forth in IAS 34, and has prepared such statements on a condensed basis. Therefore, these financial statements do not include all such information required to prepare a full set of annual financial statements, and users are encouraged to read them jointly with the Company's annual financial statements as of December 31, 2018.

The figures disclosed in these condensed interim financial statements and in their accompanying notes are stated in thousands of Argentine Pesos, except for net earnings per share.

a) Going Concern

As of the date of these condensed interim financial statements, there are no uncertainties as to events or conditions that may pose any doubt about the likelihood that the Company will continue operating normally as a going concern.

Please refer to our report dated May 10, 2019

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Notes to the Condensed Interim Financial Statements (Continued)

For the three-month periods ended March 31, 2019 and 2018

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NOTE 2 – BASIS FOR PREPARATION (CONTINUED)

b) Measuring Unit

International Accounting Standard 29 “Financial Reporting in Hyperinflationary Economies” (“IAS 29”) requires that an entity’s financial statements whose functional currency is the currency of a hyperinflationary economy, regardless of whether they are based on the historical cost method or on the current cost method, be stated in terms of the measuring unit current at the end of the reporting period. For such purpose, in general, the inflation from the acquisition date or the revaluation date, as the case may be, should be computed in non-monetary items. Such requirements are also applicable to the comparative information disclosed in the financial statements.

To conclude on the existence of a hyperinflationary economy pursuant to the provisions set forth in IAS 29, the standard details a series of factors to be considered, including an accumulated three-year inflation rate that approximates to or exceeds 100%. Accordingly, pursuant to the requirements of IAS 29, effective since July 1, 2018, the Argentine economy qualifies as a hyperinflationary economy.

In turn, Law No. 27,468 (published in the Official Gazette on December 4, 2018) introduced certain changes to Section 10 of Law No. 23,928, as amended, establishing that the repeal of all such legal and regulatory standards which establish or authorize price indexation mechanisms, monetary adjustments, changes in costs or any other form of restatement of indebtedness, taxes, prices or rates for goods, works or services, is not applicable to financial statements, which should continue to be subject to the provisions of Section 62 *in fine* of the Argentine General Companies Law No. 19,550 (as amended in 1984) and its amendments. In addition, Law No. 27,468 repealed Decree No. 1269/2002 dated July 16, 2002, as amended, and entrusted the National Executive Branch, through its regulatory agencies, with the duty of setting the date as from which the foregoing provisions would come into force in respect of financial statements filed with them. Accordingly, by way of General Resolution 777/2018 (published in the Official Gazette on December 28, 2018), the C.N.V. provided that issuers subject to its oversight were required to restate their annual, interim and special financial statements ended on and after December 31, 2018 into constant currency as required by IAS 29.

In accordance with IAS 29, the financial statements of an entity reporting in the currency of a hyperinflationary economy should be presented in the current unit of measurement as of the end of the reporting period. All balances disclosed in the entity’s balance sheet, other than those stated in the current unit of measurement as of the end of the reporting period, should be adjusted by reference to a general price index. All profit & loss items should be reported in terms of a unit of measurement adjusted as of the end of the reporting period by reference to the changes in the general price index occurring since the date on which revenues and expenses have been originally recognized in the financial statements.

The inflation adjustment was calculated by reference to the indexes established by the FACPCE, which are based on the price indexes released by the Argentine Institute of Statistics and Census (“INDEC”). The following table shows the applicable indexes as of the end of each reporting year/period, and the indexes applicable to each month.

Please refer to our report dated May 10, 2019

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Notes to the Condensed Interim Financial Statements (Continued)

For the three-month periods ended March 31, 2019 and 2018

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NOTE 2 – BASIS FOR PREPARATION (CONTINUED)

b) Measuring Unit (Continued)

Month	FACPCE's Indexes	
	2019	2018
December (Previous Year)	184.2552	124.7956
January	189.6101	126.9887
February	196.7501	130.0606
March	205.9571	133.1054
April	-	136.7512
May	-	139.5893
June	-	144.8053
July	-	149.2966
August	-	155.1034
September	-	165.2383
October	-	174.1473
November	-	179.6388
December	-	184.2552

For the Company, the transition date to IAS 29 was January 1, 2017.

Below is a detail of the main guidelines for the application of the inflation adjustment:

- Monetary assets and liabilities should not be restated, for they are stated in current currency as of the end of the reporting period.
- Non-monetary assets and liabilities recognized at cost and equity items should be restated, by reference to the respective adjustment ratios, for they are stated in a currency prior to the end of the reporting period.
- All profit & loss items are restated by reference to the respective adjustment factors.
- The effects of inflation on the Company's net monetary position are disclosed in the statement of profit or loss in a separate item, under "Loss on Net Monetary Position".
- The Company has reported revenues from financing and costs of financing (including, without limitation, interest and foreign exchange gain (loss)) at their restated nominal value, as provided for in paragraph 28 of IAS 29. Accordingly, such items are not reported net of the effects of inflation (in real terms).

Equity items were restated as follows on the transition date:

- Capital Stock was restated since the later of the subscription date or the date of the last inflation adjustment. The resulting amount was accounted for in "Adjusted Capital Stock."
- The other reserves were not restated upon initial application of the standard.

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Notes to the Condensed Interim Financial Statements (Continued)

For the three-month periods ended March 31, 2019 and 2018

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NOTE 2 – BASIS FOR PREPARATION (CONTINUED)

Comparative figures were adjusted following the same procedure described above. The amounts resulting from the restatement process to estimate comparative figures in the currency prevailing as of the comparative year-end are then restated into the currency prevailing as of the current period-end.

NOTE 3 – ACCOUNTING POLICIES

The accounting policies adopted are consistent with those used for the preparation of the annual financial statements for the year ended December 31, 2018.

- a) Some new standards, amendments and interpretations are effective for the years beginning after January 1, 2019 and have been applied in the preparation of these condensed interim financial statements. Below is a detail of the main standards or amendments:
- IFRS 16 "Leases" sets out the new principles for the recognition, measurement, presentation and disclosure of lease contracts. The elimination of the classification into operating and finance leases set out by IAS 17 and the adoption, as a replacement of a similar treatment to the one afforded to finance ones under such standard for all lease contracts should be highlighted. IFRS 16 "Leases" sets out the new principles for the recognition, measurement, presentation and disclosure of lease contracts. The elimination of the classification into operating and finance leases set out by IAS 17 and the adoption, as a replacement of a similar treatment to the one afforded to finance ones under such standard for all lease contracts should be highlighted. Until December 31, 2018, leases of property, plant and equipment were classified as operating or financial leases. Payments for operating leases were recorded as operating expenses during the term of the lease. Effective since January 1, 2019, these agreements are required to be disclosed as leased assets (right-of-use assets) under property, plant and equipment at the present value of the lease payments, net of depreciation calculated on a straight-line basis during the shorter of the useful life of the lease agreement or the useful life of the asset. In turn, the Company makes periodic payments and recognizes a financial liability that represents the obligation to make future lease payments. IFRS 16 does not require the lessee to recognize assets and liabilities in the cases of short-term leases or leases of low-value assets.

The Company has applied this standard retrospectively to January 1, 2019, but has not adjusted the comparative information for the year 2018, as specifically permitted by the transition standard. Instead, the Company has recognized the reclassifications and the cumulative effect of the first-time adoption of this standard as an adjustment to the opening balance as of January 1, 2019.

In adopting IFRS 16, the Company has availed of the option of not applying the standard to contracts which had not been previously determined to include a lease agreement according to IAS 17.

The Company has also opted for recognizing a right-of-use asset on the first-time adoption date for an amount equal to the lease liability recognized as the present value of the remaining lease payments, adjusted for the amount of any advanced or accrued payment in respect of that lease recognized in the balance sheet immediately before the first-time adoption date, with the first-time adoption effect on the opening balance of retained earnings being null.

The effects of the adoption of this new standard are disclosed in Note 24.

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PRICE WATERHOUSE & CO. S.R.L.

(Partner)

C.P.C.E.Cba. N° 21.00004.3
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Tarjeta Naranja S.A.

Registration Number with the Public Registry of Commerce: No. 1363 Fo. 5857 Vol. 24/95

Notes to the Condensed Interim Financial Statements (Continued)

For the three-month periods ended March 31, 2019 and 2018

Expressed in thousands of constant Argentine Pesos at period-end

(Free Translation from the Original in Spanish for Publication in Argentina)

NOTE 3 – ACCOUNTING POLICIES (CONTINUED)

- b) Effective standards as of January 1, 2019 which have not been applied in preparing these condensed interim financial statements. Below is a detail of the rationale and major impact:

- IFRS 9 "Financial Instruments" is effective for periods beginning on or after January 1, 2018. The Company has applied IFRS 9 except for paragraph 5.5 regarding the new expected credit loss model for impairment recognition, since the National Securities Commission of Argentina (C.N.V.), through General Resolution 714-E/2017, exclusively exempted credit card issuing companies from the application of this regulation in particular, until the establishment of a future application schedule, in line with the guidelines set forth by the Argentine Central Bank (BCRA). In accordance with C.N.V. Resolution 714-E/2017, the Company has applied the regulations contained in IAS 39 for the recognition of credit losses in these condensed interim financial statements. Notwithstanding this, in calculating the impairment of its receivables from trade, the Company has performed a quantitative analysis of the impact of the expected loss model set out in IFRS 9 on its equity and profit & loss accounts.

Below is a detail of such calculation:

	In Constant Currency as of December 31, 2019		In Nominal Currency	
	Impact on Assets / Equity (Net of Tax)	Impact on Profit (Loss) (Net of Tax)	Impact on Assets / Equity (Net of Tax)	Impact on Profit (Loss) (Net of Tax)
	Debtor / (Creditor)	Profit / (Loss)	Debtor / (Creditor)	Profit / (Loss)
12.31.2018 and for the year then ended	(987,861)	(474,260)	(883,597)	(572,451)
03.31.2019 and for the period then ended	(941,952)	45,909	(941,952)	(58,355)

NOTE 4 – ESTIMATES

The preparation of the condensed interim financial statements requires that the Company make judgments, estimates and assumptions that affect the application of the accounting policies and the amounts of assets and liabilities disclosed, as well as income and expenses. Actual amounts may differ from such estimates.

In preparing these condensed interim financial statements, the significant judgments made by the Company in applying the accounting policies and the key sources of estimates were the same as those applied to the financial statements for the year ended December 31, 2018.

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Notes to the Condensed Interim Financial Statements (Continued)

For the three-month periods ended March 31, 2019 and 2018

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NOTE 5 – CAPITAL STOCK

The share capital is represented by non-endorsable registered ordinary shares, with a face value of AR\$ 10,000 per share.

CAPITAL STATUS				
Shares			Subscribed	Paid-in
Number	Type	Voting Rights per Share		
			In Thousands of AR\$	
2,824	Ordinary shares with a face value of AR\$ 10,000	1	28,240	28,240
2,824			28,240	28,240

As of March 31, 2019 and as of December 31, 2018, capital status was as follows:

Capital	Face Value	Approved by		Date of Registration with the Public Registry of Commerce
	In Thousands of AR\$	Body	Date	
Subscribed, Issued and Paid in	12,000	Extraordinary Shareholders' Meeting	09.04.95	12.12.95
Capital Increase due to Merger with Tarjetas del Sur S.A.	6,600	Extraordinary Shareholders' Meeting	02.16.01	05.03.01
Capital Increase due to Merger with Tarjeta Comfiar S.A.	5,400	Extraordinary Shareholders' Meeting	10.02.03	03.24.04
Capital Increase due to Merger with Tarjetas Cuyanas S.A.	4,240	Extraordinary Shareholders' Meeting	10.24.17	05.09.18
Total	28,240			

In addition, in compliance with Section 4, Part I, Chapter IV, Title II of the regulations of the National Securities Commission (C.N.V.), the following is disclosed:

	2017	2018	2019
Capital Stock at the Beginning of the Year	24,000	28,240	28,240
Capital Increase due to Merger with Tarjetas Cuyanas S.A.	4,240	-	-
Capital Stock at Year-End / Period-End	28,240	28,240	28,240

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Notes to the Condensed Interim Financial Statements (Continued)

For the three-month periods ended March 31, 2019 and 2018

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NOTE 6 – SEGMENT INFORMATION

Segment Information as of 03.31.2019

	Córdoba	Central Region	Northwest of Argentina	Patagonia	Northeast of Argentina	Inside the Province of Buenos Aires	Gold	Greater Buenos Aires I	Greater Buenos Aires II	Cuyo	Non-allocable	Effects of Restatement	Total
Revenues from Services	301,082	299,973	598,418	253,238	375,587	100,383	174,436	133,179	242,379	215,229	202,544	123,337	3,019,785
Costs of Services	(21,432)	(22,931)	(44,985)	(17,042)	(32,068)	(10,003)	(16,368)	(15,775)	(27,207)	(20,520)	(96,379)	(14,686)	(339,396)
Net Revenues from Services	279,650	277,042	553,433	236,196	343,519	90,380	158,068	117,404	215,172	194,709	106,165	108,651	2,680,389
Revenues from Financing	411,798	462,354	964,907	460,202	642,449	146,254	274,115	213,711	356,785	345,886	-	188,676	4,467,137
Costs of Financing	(189,401)	(212,654)	(443,794)	(211,664)	(295,486)	(67,266)	(126,076)	(96,294)	(164,098)	(159,086)	-	(87,867)	(2,055,688)
Loss on Net Monetary Position	-	-	-	-	-	-	-	-	-	-	-	(885,425)	(885,425)
Net Revenues from Financing	222,397	249,700	521,113	248,538	346,963	78,986	148,039	115,417	192,687	186,800	-	(784,616)	1,526,024
Net Income from Short-term Investments	37,860	42,508	88,711	42,310	59,065	13,446	25,201	19,648	32,802	31,800	-	17,714	411,065
Provision for Loan Losses	(104,155)	(114,207)	(291,298)	(106,270)	(189,874)	(47,601)	(102,366)	(108,302)	(180,866)	(133,899)	-	(61,623)	(1,440,461)
Depreciation	(1,658)	(2,035)	(3,960)	(2,372)	(1,984)	(796)	(1,763)	(2,268)	(1,467)	(820)	(70,068)	(41,146)	(130,357)
Amortization	-	-	-	-	-	-	-	-	-	-	(36,191)	(28,763)	(64,954)
Other Operating Expenses	(221,629)	(239,525)	(476,392)	(213,040)	(328,864)	(96,456)	(165,591)	(148,983)	(238,581)	(204,225)	(337,266)	(122,778)	(2,793,330)
Income from Investments Accounted for Using the Equity Method	-	-	-	-	-	-	-	-	-	-	(344)	(22)	(366)
Income Tax	-	-	-	-	-	-	-	-	-	-	(86,641)	(81,776)	(168,417)
Profit for the Period	212,465	213,483	391,607	205,362	228,825	37,959	61,568	(7,084)	19,747	74,365	(424,345)	(994,359)	19,593

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Tarjeta Naranja S.A.

Registration Number with the Public Registry of Commerce: No. 1363 Fo. 5857 Vol. 24/95

Notes to the Condensed Interim Financial Statements (Continued)

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NOTE 6 – SEGMENT INFORMATION (CONTINUED)

Segment Information as of 03.31.2018

	Córdoba	Central Region	Northwest of Argentina	Patagonia	Northeast of Argentina	Gold	Greater Buenos Aires South	Greater Buenos Aires West	CABA	Inside the Province of Buenos Aires	Non-allocable	Effects of Restatement	Total
Revenues from Services	223,788	205,356	374,129	166,367	282,539	74,573	135,748	95,235	179,219	358,590	139,458	1,303,014	3,538,016
Costs of Services	(20,643)	(20,126)	(37,051)	(14,048)	(30,120)	(9,092)	(15,294)	(13,652)	(23,893)	(63,237)	(61,705)	(180,646)	(489,497)
Net Revenues from Services	203,145	185,230	337,078	152,319	252,419	65,481	120,454	81,583	155,336	295,353	77,753	1,122,368	3,048,519
Revenues from Financing	241,550	252,163	487,900	257,087	381,293	82,318	170,948	98,991	184,596	526,348	-	1,565,325	4,248,509
Costs of Financing	(59,207)	(61,808)	(119,590)	(63,015)	(93,457)	(20,177)	(41,901)	(24,264)	(45,247)	(154,175)	-	(398,395)	(1,081,236)
Loss on Net Monetary Position	-	-	-	-	-	-	-	-	-	-	-	(750,311)	(750,311)
Net Revenues from Financing	182,343	190,355	368,310	194,072	287,826	62,141	129,047	74,727	139,349	372,173	-	416,619	2,416,962
Net Income from Short-term Investments	10,099	10,543	20,397	10,748	15,941	3,442	7,147	4,139	7,718	40	-	52,832	143,046
Provision for Loan Losses	(47,451)	(41,978)	(78,789)	(39,617)	(66,104)	(19,864)	(44,846)	(41,674)	(72,635)	(188,228)	-	(371,584)	(1,012,770)
Depreciation	(1,841)	(1,135)	(1,835)	(1,080)	(1,313)	(539)	(818)	(1,408)	(1,314)	(7,156)	(8,576)	(39,904)	(66,919)
Amortization	-	-	-	-	-	-	-	-	-	(7,573)	(24,538)	(34,191)	(66,302)
Other Operating Expenses	(165,792)	(162,993)	(300,846)	(147,962)	(246,150)	(69,965)	(125,440)	(109,721)	(182,095)	(325,676)	(273,371)	(1,230,053)	(3,340,064)
Income from Investments	-	-	-	-	-	-	-	-	-	-	9	4	13
Accounted for Using the Equity Method	-	-	-	-	-	-	-	-	-	-	(366,186)	(238,554)	(604,740)
Income Tax	-	-	-	-	-	-	-	-	-	-	(594,909)	(322,463)	517,745
Profit for the Period	180,503	180,022	344,315	168,480	242,619	40,696	85,544	7,646	46,359	138,933	(594,909)	(322,463)	517,745

(*) The segments Greater Buenos Aires South, Greater Buenos Aires West and CABA have been reclassified into two major segments - Greater Buenos Aires I and Greater Buenos Aires II - according to internal information provided to the Company's utmost operating decision-making authority which, in the case of Tarjeta Naranja S.A., is the Board of Directors.

Please refer to our report dated May 10, 2019

PRICE WATERHOUSE & CO. S.R.L.

(Partner)

C.P.C.E.Cba. N° 21.00004.3

Andrés Suarez

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Tarjeta Naranja S.A.

Registration Number with the Public Registry of Commerce: No. 1363 Fo. 5857 Vol. 24/95

Notes to the Condensed Interim Financial Statements (Continued)

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NOTE 6 – SEGMENT INFORMATION (CONTINUED)

Segment Information as of 03.31.2019

	Córdoba	Central Region	Northwest of Argentina	Patagonia	Northeast of Argentina	Inside the Province of Buenos Aires	Gold	Greater Buenos Aires I	Greater Buenos Aires II	Cuyo	Non-allocable	Effects of Restatement	Total
ASSETS													
Cash and Cash Equivalents	744,824	679,988	1,398,354	641,108	822,406	179,257	346,446	281,312	454,629	467,334	-	-	6,015,658
Receivables from Trade	5,362,610	4,895,800	10,067,923	4,615,876	5,921,187	1,290,623	2,494,359	2,025,404	3,273,257	3,364,728	-	-	43,311,767
Other Assets	-	-	-	-	-	-	-	-	-	-	-	862,068	862,068
Property, Plant and Equipment and Intangible Assets	88,097	59,076	79,482	51,837	51,014	21,605	66,048	50,630	31,995	22,376	-	2,871,282	3,393,442
Total Assets	6,195,531	5,634,864	11,545,759	5,308,821	6,794,607	1,491,485	2,906,853	2,357,346	3,759,881	3,854,438	-	3,733,350	53,582,935
LIABILITIES													
Trade and Other Payables	3,144,292	2,809,794	5,798,909	2,587,396	2,933,458	602,759	1,212,829	659,360	1,184,205	1,770,385	-	-	22,703,387
Borrowings	2,176,578	1,987,109	4,086,372	1,873,493	2,403,293	523,839	1,012,411	822,072	1,328,551	1,365,677	-	-	17,579,395
Employee Benefit Obligations	39,882	40,457	83,982	31,254	62,124	24,543	33,363	25,118	54,838	41,800	180,045	-	617,406
Other Liabilities	-	-	-	-	-	-	-	-	-	-	1,252,228	-	1,252,228
Total Liabilities	5,360,752	4,837,360	9,969,263	4,492,143	5,398,875	1,151,141	2,258,603	1,506,550	2,567,594	3,177,862	1,432,273	-	42,152,416

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PRICE WATERHOUSE & CO. S.R.L.

(Partner)

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Tarjeta Naranja S.A.

Registration Number with the Public Registry of Commerce: No. 1363 Fo. 5857 Vol. 24/95

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NOTE 6 – SEGMENT INFORMATION (CONTINUED)

Segment Information as of 12.31.2018

	Córdoba	Central Region	Northwest of Argentina	Patagonia	Northeast of Argentina	Inside the Province of Buenos Aires	Gold	Greater Buenos Aires I	Greater Buenos Aires II	Cuyo	Non-allocable	Effects of Restatement	Total
ASSETS													
Cash and Cash Equivalents	719,423	641,540	1,307,052	606,110	769,779	168,637	325,881	247,403	408,914	456,395	-	-	5,651,134
Receivables from Trade	6,238,177	5,562,848	11,333,565	5,255,634	6,674,819	1,462,264	2,825,750	2,145,252	3,545,735	3,957,768	-	-	49,001,812
Other Assets	-	-	-	-	-	-	-	-	-	-	-	871,953	871,953
Property, Plant and Equipment	113,631	127,464	180,582	126,567	121,902	52,185	154,902	109,038	77,058	51,002	-	1,588,038	2,702,369
Total Assets	7,071,231	6,331,852	12,821,199	5,988,311	7,566,500	1,683,086	3,306,533	2,501,693	4,031,707	4,465,165	-	2,459,991	58,227,268
LIABILITIES													
Trade and Other Payables	4,109,813	3,439,908	6,447,690	3,081,727	3,700,343	758,953	1,579,918	780,077	1,392,404	245,097	-	-	25,535,930
Borrowings	2,435,799	2,172,106	4,425,376	2,052,150	2,606,293	570,965	1,103,361	837,649	1,384,491	1,545,247	-	-	19,133,437
Employee Benefit Obligations	57,952	58,217	119,079	44,721	87,854	34,136	46,838	38,635	74,358	58,216	267,002	-	887,008
Other Liabilities	-	-	-	-	-	-	-	-	-	-	1,259,967	-	1,259,967
Total Liabilities	6,603,564	5,670,231	10,992,145	5,178,598	6,394,490	1,364,054	2,730,117	1,656,361	2,851,253	1,848,560	1,526,969	-	46,816,342

Please refer to our report dated May 10/2019
PRICE-WATERHOUSE & CO. S.R.L.

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Tarjeta Naranja S.A.

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NOTE 7 – REVENUES FROM SERVICES

	03.31.2019	03.31.2018
	In Thousands of AR\$	
Account Maintenance Fee	1,413,459	1,567,175
Fees	759,742	861,297
Revenues from Third-Party Portfolio Managed	15,667	47,537
Card Renewal Fees	172,565	248,097
Other Revenues from Services	658,352	813,910
Total	3,019,785	3,538,016

NOTE 8 – COSTS OF SERVICES

	03.31.2019	03.31.2018
	In Thousands of AR\$	
Printing and Distribution Expenses	(76,733)	(134,196)
Expenses from Call Center Services	(60,411)	(62,304)
Openings of Accounts	(20,395)	(24,230)
Special Promotions	(12,041)	(34,368)
Other Costs of Services	(114,609)	(125,455)
Expenses for Telephone Sale Channel	(55,207)	(108,944)
Total	(339,396)	(489,497)

NOTE 9 – REVENUES FROM FINANCING

	03.31.2019	03.31.2018
	In Thousands of AR\$	
Merchants ("Comercios Amigos") Interest	1,069,695	832,559
Interest on Financing through Credit Cards	2,149,114	1,853,028
Interest on Personal Loans	321,120	987,498
Compensatory Interest	618,299	401,436
Penalty Interest	302,538	159,458
Revenues from Lawsuits	6,371	9,201
Foreign Exchange Gain	-	5,329
Total	4,467,137	4,248,509

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PRICE WATERHOUSE & CO. S.R.L.

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Tarjeta Naranja S.A.

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For the three-month periods ended March 31, 2019 and 2018

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NOTE 10 – COSTS OF FINANCING

	03.31.2019	03.31.2018
	In Thousands of AR\$	
Interest on Notes ("Obligaciones Negociables")	(1,825,262)	(1,016,569)
Bank Interest	(193,792)	(47,225)
Tax on Bank Debits and Credits	(18,809)	(14,652)
Other Costs of Financing	(7,599)	(2,790)
Foreign Exchange Loss	(10,226)	-
Total	(2,055,688)	(1,081,236)

NOTE 11 – NET INCOME FROM SHORT-TERM INVESTMENTS

	03.31.2019	03.31.2018
	In Thousands of AR\$	
Interest on Time Deposits	57,438	-
Interest on Government Securities	17,257	23,092
Income from Mutual Funds	336,370	119,954
Total	411,065	143,046

NOTE 12 – PROVISION FOR LOAN LOSSES

	03.31.2019	03.31.2018
	In Thousands of AR\$	
Provision for Loan Losses	(1,480,893)	(1,040,410)
Recovery of Loan Losses	40,432	27,640
Total	(1,440,461)	(1,012,770)

NOTE 13 – EMPLOYEE BENEFITS EXPENSES

	03.31.2019	03.31.2018
	In Thousands of AR\$	
Compensation and Social Security Charges	(807,598)	(1,112,183)
Bonuses for the Personnel	(106,344)	(121,264)
Travel Expenses and Per Diem	(10,773)	(27,852)
Other Employee Expenses	(63,136)	(54,971)
Total	(987,851)	(1,316,270)

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PRICE WATERHOUSE & CO. S.R.L.

(Partner)

C.P.C.E.Cba. N° 21.00004.3

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NOTE 14 – TAXES AND CHARGES

	03.31.2019	03.31.2018
	In Thousands of AR\$	
Turnover Tax	(542,179)	(523,470)
Tax on Bank Debits and Credits	(130,333)	(226,569)
Trade and Industry Tax	(158,419)	(161,888)
Other Taxes, Rates and Contributions	(16,411)	(12,375)
Total	(847,342)	(924,302)

NOTE 15 – MARKETING EXPENSES

	03.31.2019	03.31.2018
	In Thousands of AR\$	
National Advertising	(65,216)	(99,055)
Advertising at Stores	(1,442)	(3,135)
Regional Advertising	(10,536)	(13,814)
Total	(77,194)	(116,004)

NOTE 16 – DEPRECIATION AND AMORTIZATION

	03.31.2019	03.31.2018
	In Thousands of AR\$	
Depreciation of Property, Plant and Equipment (Note 24)	(130,357)	(66,919)
Amortization of Intangible Assets (Note 25)	(64,954)	(66,302)
Total	(195,311)	(133,221)

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PRICE WATERHOUSE & CO. S.R.L.

(Partner)

C.P.C.E.Cba. N° 21.00004/3

Andrés Suarez

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NOTE 17 – OTHER OPERATING EXPENSES

	03.31.2019	03.31.2018
	In Thousands of AR\$	
Rentals	(14,313)	(81,363)
Regular Mail Services	(6,203)	(14,504)
Donations	(643)	(1,196)
Electricity, Natural Gas and Communications	(67,284)	(50,463)
Bank and Financial Expenses	(36,251)	(22,219)
Collection Expenses	(219,716)	(242,338)
Expenses for Commercial Reports and Procedures for the Collection of Amounts in Arrears	(143,335)	(109,580)
Directors and Supervisory Committee Members' Fees	-	(13,348)
Third Parties' Fees	(157,706)	(213,116)
Insurance and Security Services	(94,764)	(111,814)
Stationery and Office Supplies	(16,467)	(17,917)
Maintenance of Equipment and Buildings	(28,981)	(28,171)
Cleaning Expenses	(19,935)	(26,878)
Other Expenses	(75,345)	(50,581)
Total	(880,943)	(983,488)

NOTE 18 – INCOME FROM INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

	03.31.2019	03.31.2018
	In Thousands of AR\$	
Income from Investment in Cobranzas Regionales S.A.	(366)	13
Total	(366)	13

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NOTE 19 – INCOME TAX

The following table shows the changes in current and deferred tax assets and liabilities:

	Deferred Tax Assets	Income Tax Payable	Income Tax Accrued during the Year / Period
In Thousands of AR\$			
Balance at the Beginning of 2018	702,375	(1) (2,687,712)	(2,710,970)
Adjustment to Income Tax 2018 (3)	27,781	(40,856)	(13,075)
Payment of Income Tax 2017 (4)	-	2,728,568	-
Effect of Restatement on Income Tax Expense	-	-	(374,510)
Income Tax Accrued during the Year (2)	(164,004)	(1,182,841)	(1,346,845)
Balance at December 31, 2018	566,152	(1,182,841)	(1,734,430)
Income Tax Accrued during the Period (5)	(55,331)	(318,267)	(373,598)
Adjustment to Income Tax 2019 (6)	-	157,195	157,195
Effect of Restatement on Income Tax Expense	-	124,845	47,986
Balance at March 31, 2019	510,821	(1,219,068)	(168,417)

- (1) It corresponds to the income tax amount that, pursuant to the estimations made by the Company's Management as of February 7, 2018, should have been paid in May 2018 according to the taxable income accrued during the year ended December 31, 2017.
- (2) It corresponds to the income tax amount that, pursuant to the estimations made by the Company's Management as of March 11, 2019, should be paid in May 2019 according to the taxable income accrued during the year ended December 31, 2018.
- (3) It corresponds to a correction of the income tax provision estimated at the end of 2017.
- (4) It corresponds to income tax for 2017 paid by the Company.
- (5) It corresponds to the income tax amount that, pursuant to the estimations made by the Company's Management at the date of these condensed interim financial statements, should be paid in May 2020 according to the taxable income accrued during the period ended December 31, 2019.
- (6) It corresponds to a correction of the income tax provision estimated at the end of 2018.

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NOTE 19 – INCOME TAX (CONTINUED)

As of March 31, 2019 and December 31, 2018, the net assets derived from the information included in the previous table amount to AR\$ 510,821 and AR\$ 566,152, respectively. Their composition as of those dates is detailed below:

	Balance at December 31, 2018	Net Tax Asset Generated During the Period	Balance at March 31, 2019
In Thousands of AR\$			
Receivables from Trade	1,279,795	88,092	1,367,887
Property, Plant and Equipment	(753,667)	(132,438)	(886,105)
Lease Payment	(32,393)	(1,772)	(34,165)
Trade and Other Payables	63	-	63
Employee Benefit Obligations	17,669	-	17,669
Foreign-exchange Quotation Difference	238	190	428
Provision for Contingencies	23,649	4,897	28,546
Others	30,798	(14,300)	16,498
Totals	566,152	(55,331)	510,821

The income tax amount payable estimated by Management, net of prepayments, as of March 31, 2019 and December 31, 2018 is as follows:

Current:

	03.31.2019	12.31.2018
Income Tax Provision – Current	(900,801)	(1,182,841)
Prepayments	900,801	1,140,204
Current Income Tax Payable	-	(42,637)

Non-Current:

	03.31.2019	12.31.2018
Income Tax Provision – Non-current	(318,267)	-
Prepayments	70,597	-
Non-current Income Tax Payable	(247,670)	-

The following table shows the reconciliation of income tax charged to loss as of March 31, 2019 and March 31, 2018 to that which would result from applying the tax rate in force to book income:

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NOTE 19 – INCOME TAX (CONTINUED)

	03.31.2019	03.31.2018
	In Thousands of AR\$	
Profit for the Period before Income Tax	188,010	1,122,485
Tax Rate in Force	30%	30%
Loss for the Period at the Tax Rate	(56,403)	(336,746)
Permanent Differences at the Tax Rate:		
- Income from Interest in Other Companies	(103)	5
- Non-taxable Income (1)	7,651	9,041
- Donations and Other Non-deductible Expenses	(52)	(128)
- Others	5,861	(15,520)
- Adjustments to Mutual Funds	72,983	-
Difference between the Tax Return and the Income Tax Provision	157,196	-
Effect of Restatement on Income Tax Expense	(355,550)	(261,392)
Total Income Tax Charge for the Period	(168,417)	(604,740)

(1) It corresponds to the income from transactions carried out in Tierra del Fuego, net of indirect charges.

The following table shows the reconciliation of income tax charged to loss to tax assessed for the period for tax purposes:

	03.31.2019	03.31.2018
	In Thousands of AR\$	
Total Income Tax Charge Recorded for the Period	(168,417)	(604,740)
- Temporary Differences at the Tax Rate		
- Additions:		
Provision for Loan Losses	(189,199)	(58,509)
Provision for Contingencies	(4,897)	(1,247)
Depreciation of Property, Plant and Equipment	132,438	62,538
Lease Payment	1,772	2,529
Foreign-exchange Quotation Difference	(190)	73
Portfolio Assignment	101,106	-
Others	14,301	(814)
Financial Charges	-	1,143
Difference between the Tax Return and the Income Tax Provision	(157,195)	-
Effect of Restatement on Current Income Tax Payable	(47,986)	(24,528)
Total Tax for the Period Determined for Tax Purposes	(318,267)	(623,555)
Income Tax Prepayments	70,597	327,778
Income Tax Payable	(247,670)	(295,777)

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NOTE 20 – CASH AND CASH EQUIVALENTS

	03.31.2019	12.31.2018
	In Thousands of AR\$	
Cash in Banks – Checking Account	294,666	345,433
Cash and Petty Cash	760,980	1,039,727
Mutual Funds	2,088,051	3,635,551
Time Deposits	2,685,655	494,896
Deposits Abroad (Note 44)	414	592
Collections to be Deposited	185,892	134,935
Total	6,015,658	5,651,134

NOTE 21 – RECEIVABLES FROM TRADE

	03.31.2019	12.31.2018
	In Thousands of AR\$	
Current		
Credit Card Debtors	45,772,673	49,532,379
Provision for Loan Losses – Credit Card	(5,004,796)	(4,406,669)
Personal Loans Debtors	1,615,847	2,633,009
Provision for Loan Losses – Personal Loans	(147,932)	(115,659)
Total	42,235,792	47,643,060
Non-current		
Credit Card Debtors	763,200	857,273
Personal Loans Debtors	312,775	501,479
Total	1,075,975	1,358,752

Changes in the Account Provision for Loan Losses

Balances at the Beginning of the Period / Year	4,522,328	3,928,869
Increases for the Period (1)	1,409,252	4,701,192
Applications and Uses	(56,353)	(797,682)
Portfolio Sale	(186,414)	(1,293,938)
Effects of Restatement	(536,085)	(2,016,113)
Balances at Period-End / Year-End	5,152,728	4,522,328

(1) The provision for loan losses amounting to AR\$ 1,480,893, disclosed in the Statement of Profit or Loss and in Note 12, includes AR\$ 71,641 for direct charges.

Receivables from Trade valued at amortized cost do not differ significantly from their fair value.

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Additionally, as of March 31, 2019 and December 31, 2018, the Company recorded AR\$ 898,630 and AR\$ 1,199,595, respectively, in respect of receivables from trade that are considered uncollectible, considering as such those meeting the requirements set by the Argentine Central Bank in the revised text "Minimum Provisions for Loan Losses". Under such regulations, receivables from customers fully included in provisions shall be eliminated from assets as from the seventh month subsequent to that in which these circumstances are verified and recorded in memorandum accounts while the entity continues pursuing procedures for collection of its receivables.

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NOTE 22 – OTHER RECEIVABLES

	03.31.2019	12.31.2018
	In Thousands of AR\$	
Current		
Deposits for Checking Account Attachments (Note 42)	5,102	2,015
Prepaid Expenses	4,377	9,914
Commissions Receivable	42,520	61,827
Advance Payments to Suppliers	50,717	37,928
Sundry Receivables	218,102	184,675
Total	320,818	296,359
Non-current		
Sundry Receivables	17,805	-
Security Deposits (Note 42)	5,108	5,583
Prepaid Expenses	1,242	1,489
Total	24,155	7,072

Other Receivables valued at amortized cost do not differ significantly from their fair value.

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NOTE 23 – INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

Issuing Company	Interest Percentage	Book Value as of 03.31.2019	Book Value as of 12.31.2018	Issuer Information				Balances at 03.31.2019		
				Principal Line of Business	Class of Shares	Number of Shares (1)	Face Value of Shares	Capital	Equity	Profit / Loss
Cobranzas Regionales S.A.	5%	6,274	2,370	Integral Advisory Services for Credit Risk Analysis	Ordinary registered shares	910,000	100	91,000	132,523	(15,289)
Totals		6,274	2,370							

(1) Values are stated in units.

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NOTE 24 – PROPERTY, PLANT AND EQUIPMENT

Property, Plant and Equipment at 03.31.2019

Items	ORIGINAL VALUE					DEPRECIATION			NET BOOK AMOUNT 03.31.2019
	Opening Book Amount	Adjustments due to Changes in Accounting Policies (1)	Additions	Transfers	Closing Book Amount	Opening Book Amount	Depreciation Charge	Closing Book Amount	
	In Thousands of AR\$								
Land	135,551	-	-	-	135,551	-	-	-	135,551
Buildings	1,019,861	-	-	-	1,019,861	(126,521)	(4,950)	(131,471)	888,390
Right-of-use Assets	-	759,430	-	-	759,430	-	(63,374)	(63,374)	696,056
Cost of Adapting Stores	725,233	-	15,728	-	740,961	(464,126)	(21,287)	(485,413)	255,548
Furniture and Fixtures	302,371	-	4,732	951	308,054	(153,836)	(6,074)	(159,910)	148,144
Hardware	684,250	-	15,656	8,258	708,164	(388,229)	(26,113)	(414,342)	293,822
Facilities and Improvements	429,520	-	470	1,052	431,042	(226,984)	(8,559)	(235,543)	195,499
Assets at Warehouse	81,082	-	14,230	(10,261)	85,051	-	-	-	85,051
Totals as of 03.31.2019	3,377,868	759,430	50,816	-	4,188,114	(1,359,696)	(130,357)	(1,490,053)	2,698,061

(1) See Note 3 (a).

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NOTE 24 – PROPERTY, PLANT AND EQUIPMENT (CONTINUED)

Property, Plant and Equipment at 12.31.2018

Items	ORIGINAL VALUE						DEPRECIATION				NET BOOK AMOUNT
	Opening Book Amount	Disposals	Additions	Transfers	Closing Book Amount	Opening Book Amount	Disposals	Depreciation Charge	Closing Book Amount	12.31.2018	
Land	135,551	-	-	-	135,551	-	-	-	-	135,551	
Buildings	999,124	-	20,737	-	1,019,861	(106,744)	-	(19,777)	(126,521)	893,340	
Cost of Adapting Stores	633,245	(42,711)	-	134,699	725,233	(419,401)	39,103	(83,828)	(464,126)	261,107	
Furniture and Fixtures	302,507	(22,134)	13,395	8,603	302,371	(144,946)	22,128	(31,018)	(153,836)	148,535	
Hardware	686,047	(139,500)	-	137,703	684,250	(423,270)	132,447	(97,406)	(388,229)	296,021	
Facilities and Improvements	428,775	(44,073)	31,302	13,516	429,520	(210,456)	30,932	(47,460)	(226,984)	202,536	
Assets at Warehouse	44,746	(28,417)	359,274	(294,521)	81,082	-	-	-	-	81,082	
Totals as of 12.31.2018	3,229,995	(276,835)	424,708	-	3,377,868	(1,304,817)	224,610	(279,489)	(1,359,696)	2,018,172	

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NOTE 25 – INTANGIBLE ASSETS

Intangible Assets at 03.31.2019

Items	ORIGINAL VALUE			AMORTIZATION			NET BOOK AMOUNT 03.31.2019
	Opening Book Amount	Additions	Closing Book Amount	Opening Book Amount	Amortization Charge	Closing Book Amount	
Patents and Software	1,736,749	76,138	1,812,887	(1,083,767)	(64,954)	(1,148,721)	664,166
Other Intangible Assets	31,215	-	31,215	-	-	-	31,215
Totals as of 03.31.2019	1,767,964	76,138	1,844,102	(1,083,767)	(64,954)	(1,148,721)	695,381

Intangible Assets at 12.31.2018

Items	ORIGINAL VALUE			AMORTIZATION NET BOOK AMOUNT			12.31.2018
	Opening Book Amount	Disposals	Closing Book Amount	Opening Book Amount	Disposals	Amortization Charge	
Patents and Software	1,613,310	(307,206)	1,736,749	(1,082,190)	301,079	(302,656)	652,982
Other Intangible Assets	31,215	-	31,215	-	-	-	31,215
Totals as of 12.31.2018	1,644,525	(307,206)	1,767,964	(1,082,190)	301,079	(302,656)	684,197

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NOTE 26 – TRADE AND OTHER PAYABLES

	03.31.2019	12.31.2018
	<u>In Thousands of AR\$</u>	
Merchants (" <i>Comercios Amigos</i> ")	21,983,599	23,984,192
Suppliers	207,022	548,018
Collections on Account of Third Parties Payable	512,766	1,003,720
Total	22,703,387	25,535,930

NOTE 27 – BORROWINGS

	03.31.2019	12.31.2018
	<u>In Thousands of AR\$</u>	
Current		
Notes (" <i>Obligaciones Negociables</i> ")	6,860,251	7,302,436
Bank and Financial Loans	239,849	889,780
Leases (Note 34)	280,964	34,909
Credit Lines	115,931	1,300,238
Total	7,496,995	9,527,363
Non-current		
Notes (" <i>Obligaciones Negociables</i> ")	9,536,000	9,444,374
Leases (Note 34)	546,400	161,700
Total	10,082,400	9,606,074

NOTE 28 – EMPLOYEE BENEFIT OBLIGATIONS

	03.31.2019	12.31.2018
	<u>In Thousands of AR\$</u>	
Salaries Payable	55,937	149,813
Social Security Charges	86,458	171,672
Provisions	260,360	340,781
Bonuses for the Personnel	124,689	152,982
Rewards for the Personnel	51,298	71,760
Total	578,742	887,008
Non-current		
Bonuses for the Personnel	38,664	-
	38,664	-

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NOTE 29 – CURRENT TAX LIABILITIES

	03.31.2019	12.31.2018
	In Thousands of AR\$	
Trade and Industry Tax Payable	54,436	54,640
Tax Withholdings and Additional Tax Withholdings Made from Third Parties	328,626	368,504
Value-added Tax Payable	386,261	564,371
Turnover Tax Payable	140,150	113,322
Total	909,473	1,100,837

NOTE 30 – OTHER LIABILITIES

	03.31.2019	12.31.2018
	In Thousands of AR\$	
Current		
Fees Payable to Directors and Supervisory Committee	2,095	33,279
Advanced Payments to Directors	-	(11,520)
Other Miscellaneous Liabilities	3,597	10,773
Total	5,692	32,532
Non-current		
Other Miscellaneous Liabilities	9,412	11,294
Total	9,412	11,294

NOTE 31 – PROVISIONS

This account includes the estimated amounts to face risks of probable occurrence, which, if they occur, will give rise to a loss for the Company.

(1) Legal Claims:

The Company is subject to several claims, lawsuits and other legal proceedings, including customers' claims, where a third party is claiming payments for alleged damages, refunds for losses or compensation. The potential debt for the Company with respect to such claims, lawsuits and other legal proceedings cannot be certainly estimated. Management periodically reviews the progress of each of the significant issues and calculates the potential financial exposure.

A provision is booked when a potential loss derived from a claim or legal proceeding is deemed likely and the amount can be fairly estimated.

Provisions for contingent losses reflect a fair estimation of the losses to be incurred based on the information made available by Management as of the date of the preparation of the condensed interim financial statements and considering the lawsuits to which Tarjeta Naranja is a party. These estimations are mainly prepared with the assistance provided by the legal advisors.

Please refer to our report dated May 10, 2019

PRICE WATERHOUSE & CO. S.R.L.

(Partner)

C.P.C.E.Cba. N° 21.00004.3

Andrés Suárez

Certified Public Accountant (U.B.A.)

Professional License No. 10.11421.4 – C.P.C.E.Cba.

Tarjeta Naranja S.A.

Registration Number with the Public Registry of Commerce: No. 1363 Fo. 5857 Vol. 24/95

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NOTE 31 – PROVISIONS (CONTINUED)

(2) Tax Claims:

As of the date of these condensed interim financial statements, the Company is in the following situations with respect to certain Provincial Tax Boards:

The Company has a dispute with the Tax Revenue Agency of the Province of Río Negro. In due time, the tax agency made an adjustment of AR\$ 895 for turnover tax for the tax periods from January 2010 to June 2012 from the Company. The Company timely challenged the adjustment made. The amount claimed adjusted as of March 31, 2019 and December 31, 2018 totals AR\$ 2,584 and AR\$ 2,831, respectively.

Furthermore, the Company has a dispute with the General Tax Board of the Province of La Pampa. In due time, the tax agency made an adjustment of AR\$ 2,438 for turnover tax for the tax periods from January 2013 to May 2018 from the Company. The Company timely challenged the adjustment made. The total amount of the claim adjusted as of March 31, 2019 totals AR\$ 4,598.

On the other hand, the Company was served notice of an official assessment from the General Tax Board of the Province of Tucumán, in its capacity as Turnover Tax Withholding Agent, in connection with years commencing on January 2013 through December 2015. The Company timely challenged the adjustment made, with the challenged amounts having been acknowledged, in part, on February 6, 2019. The Company filed a claim for the remaining portion with the provincial Tax Court. The amounts claimed adjusted as of March 31, 2019 and December 31, 2018 total AR\$ 6,210 and AR\$ 13,394, respectively.

The Company also has outstanding claims from certain Municipal Tax Bureaus throughout the country; most of them in connection with Publicity and Advertising, and in respect to which it has filed the respective defenses. As of March 31, 2019 and December 31, 2018, total municipal claims against the Company amounted to AR\$ 24,492.

On December 1, 2017, Tarjeta Naranja S.A. filed an action against the Argentine tax authorities (AFIP as per its initials in Spanish) for the recovery of the Income Tax for the years 2014 and 2016 in the amount of AR\$ 580,164, in nominal terms. The action was grounded on the failure to apply the inflation adjustment mechanisms set forth in Title VI of the Income Tax Law, leading to absorb a substantial portion of taxable income and surpass any reasonable taxation threshold. On May 17, 2018, an identical action was filed in respect of the predecessor company Tarjetas Cuyanas S.A. for the years 2014 and 2016, in the amount of AR\$ 145,478, in nominal terms. To date, both actions for recovery are still pending resolution by AFIP.

The provisions booked in liabilities related to the cases described above had been adjusted based on the opinion of the legal advisors, the judicial precedents referred to above and the favorable evolution thereof.

However, Tarjeta Naranja S.A.'s Board of Directors, based on tax advisors' opinions, considers the taxes involved have been appropriately calculated according to legal regulations currently in force, and those tax authorities' claims have no legal or technical grounds. Therefore, the Company is currently exercising — and will exercise in the future — its constitutional rights in order to clarify and settle said issues.

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NOTE 31 – PROVISIONS (CONTINUED)

The breakdown and changes of contingent liabilities as of March 31, 2019 are as follows:

	Balance at the Beginning of the Year	Additions	Disposals	Payments	Effects of Restatement	Balance at Period-end
Tax Matters	15,648	619	(687)	(58)	32	15,554
Consumer Protection	4,982	19,059	-	-	(8,705)	15,336
Labor Matters	43,518	9,324	(8,707)	(2,137)	(282)	41,716
Damages	8,139	733	(2,083)	(449)	616	6,956
Others	380	315	(174)	(38)	(64)	419
Total	72,667	30,050	(11,651)	(2,682)	(8,403)	79,981

(1) Additions and Disposals for the period are recorded and reported in Note 17 "Other Operating Expenses", in "Other Expenses".

In addition, the breakdown and changes of contingent liabilities as of December 31, 2018 are as follows:

	Balance at the Beginning of the Year	Additions	Disposals	Payments	Effects of Restatement	Balance at Year-end
Tax Matters	19,827	8,764	(4,966)	(953)	(7,024)	15,648
Consumer Protection	10,262	5,489	(1,034)	(5,688)	(4,047)	4,982
Labor Matters	46,056	59,350	(18,553)	(21,732)	(21,603)	43,518
Damages	3,284	11,654	(3,390)	(984)	(2,425)	8,139
Others	608	1,684	(1,601)	(100)	(211)	380
Total	80,037	86,941	(29,544)	(29,457)	(35,310)	72,667

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NOTE 32 - FINANCIAL LIABILITIES BY CONTRACTUAL DUE DATE

The table below breaks down financial liabilities by contractual due date as of March 31, 2019:

	March 31, 2019					Total
	In Thousands of AR\$					
	Less than 3 Months	From 3 to 12 Months	From 1 to 2 Years	From 2 to 5 Years	Over 5 Years	
Financial Liabilities						
Trade and Other Payables	18,586,333	4,117,054	-	-	-	22,703,387
Borrowings	2,712,601	10,548,118	10,197,061	4,397,042	75,681	27,930,503
Other Liabilities	1,527	4,158	2,748	6,663	-	15,096
Total Financial Liabilities	21,300,461	14,669,330	10,199,809	4,403,705	75,681	50,648,986

The table below breaks down financial liabilities by contractual due date as of December 31, 2018:

	December 31, 2018					Total
	In Thousands of AR\$					
	Less than 3 Months	From 3 to 12 Months	From 1 to 2 Years	From 2 to 5 Years	Over 5 Years	
Financial Liabilities						
Trade and Other Payables	23,568,521	1,967,409	-	-	-	25,535,930
Borrowings	3,206,375	12,769,369	10,150,756	5,098,985	99,904	31,325,389
Other Liabilities	8,457	24,066	-	11,295	-	43,818
Total Financial Liabilities	26,783,353	14,760,844	10,150,756	5,110,280	99,904	56,905,137

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NOTE 33 – BORROWINGS

Proceeds from Bank and Financial Loans

With the purpose of financing its business transactions, the Company took out the following borrowings, the main characteristics of which with regard to the obligations outstanding as of March 31, 2019 are summarized as follows, in chronological order:

Institution	Currency of the Loan	Date of Disbursement	Maturity Date	Term	Loan Amount	Outstanding Principal Amount at 03.31.2019	Principal Payments	Interest Payments	Interest Rate
Banco Ciudad de Buenos Aires S.A.	Pesos (AR\$)	11/07/2018	11/07/2019	12 months	200,000	200,000	One payment at maturity	Monthly	UVA + 10.5%

Credit Lines

The Company has entered into and used the following credit line arrangements, the main characteristics of which with regard to the obligations outstanding are summarized as follows:

Institution	Credit Line Currency	Date of Arrangement	Maturity Date	Credit Line Amount as of 03.31.2019 (*)	Principal Payments	Interest Payments	Interest Rate
HSBC Bank Argentina S.A.	Pesos (AR\$)	07/03/2018	07/02/2019	100,000	Upon maturity	Upon maturity	58.00%

(*) It corresponds to the principal amount outstanding as of the indicated dates in Argentine Pesos.

Memorandum Accounts

As of March 31, 2019, the Company had no commitment agreements.

As of March 31, 2018 the Company had booked in memorandum accounts unused balances of credit lines borrowed in the amount of AR\$ 100,000, in connection with a commitment agreement with Banco Patagonia S.A. effective since March 23, 2018 through March 22, 2019.

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NOTE 34 – LEASES

The Company has entered into several buildings lease agreements in respect of which it has recognized the following assets:

Items	Original Value		Depreciation	Net Book Amount
	Opening Book Amount	Additions	Charge for the Period	At 03.31.2019
Buildings under Financial Leases	730,673	-	(3,653)	727,020
Right-of-use Assets	-	759,430	(63,374)	696,056

On the other hand, the Company has recorded the following lease liabilities:

Items	Opening Book Amount	Adjustments due to Changes in Accounting Policies	Interest to be Accrued	Accrued Interest	Payments	Effect of Restatement	Value at 03.31.2019
Lease Liabilities	196,608	764,509	(54,756)	35,064	(86,439)	(27,622)	827,364

The following are the future lease payments and the related present value as of March 31, 2019:

	Future Lease Payments	Present Value of Lease Payments
	03.31.2019	
Less than One Year	390,199	280,964
From 1 to 5 Years	776,723	523,677
Over 5 Years	28,875	22,723
Minus Future Financing Charges	(368,433)	-
Present Value of Lease Payments	827,364	827,364
	03.31.2019	
Included in the Financial Statements as:		
Current Leases	280,964	
Non-current Leases	546,400	
Total	827,364	

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NOTE 35 – NOTES (“OBLIGACIONES NEGOCIABLES”)

As of March 31, 2019, the Company has the Global Program approved by Resolutions No. 15220, No. 15361, No. 15785, No. 16319, No. 16571, No. 16822, No. 17676 and No. 19508 of the C.N.V. outstanding.

The Company's Shareholders' Meeting held on July 14, 2005 authorized the creation of a Global Program for the Issuance of Notes for a maximum outstanding amount of US\$ 50,000 to be placed by means of a public offering. On October 26, 2005, the C.N.V. authorized the creation of the global program and the public offering of each series of notes issued under such Program through Resolution No. 15220 of that date.

The Shareholders' Meeting held on March 3, 2006, in turn, authorized to increase the amount of said Global Program for the Issuance of Notes by US\$ 100,000, thus resulting in a total maximum amount of US\$ 150,000. Such increase was authorized by the C.N.V. through Resolution No. 15361 dated March 23, 2006.

On October 31, 2007, the Company's Shareholders' Meeting approved to increase said Program's amount up to a maximum outstanding amount of US\$ 350,000 or its equivalent amount in any other currency. Such increase was authorized by the C.N.V. through Resolution No. 15785 dated November 16, 2007. On March 26, 2010, the Shareholders' Meeting approved the extension of the term during which such program would be effective. On April 27, 2010, the C.N.V. authorized such extension through Resolution No. 16319.

Later, the Company's Shareholders' Meeting held on April 1, 2011 approved to increase said Program's amount up to a maximum outstanding amount of US\$ 450,000 or its equivalent amount in any other currency. Such increase was authorized by the C.N.V. through Resolution No. 16571 dated May 24, 2011.

On March 8, 2012, the Company's Shareholders' Meeting approved to increase said Program's amount up to a maximum outstanding amount of US\$ 650,000 or its equivalent amount in any other currency. Such increase was authorized by the C.N.V. through Resolution No. 16822 dated May 23, 2012.

Furthermore, on March 19, 2015, the Shareholders' Meeting approved the extension of the term during which such Program would be outstanding for five years. Then, on May 21, 2015, the C.N.V. authorized such extension through Resolution No. 17676.

Finally, on April 4, 2018, the Company's Shareholders' Meeting decided to approve to increase said Program's amount up to a maximum of US\$ 1,000,000 outstanding at any time, or its equivalent amount in other currencies. Such increase was approved by the C.N.V. through Resolution No. 19508 dated May 10, 2018.

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NOTE 35 – NOTES (“OBLIGACIONES NEGOCIABLES”) (CONTINUED)

Below is a breakdown of the main characteristics of Notes and their balance at March 31, 2019 and December 31, 2018:

Date of Placement	Currency	Class Number	Amount in Thousands	Type	Term	Maturity Date	Interest Rate / Price	Face Value (*)	
								03.31.19	12.31.18
04/13/2016	ARS (1)	XXXIII Series II	366,908	Simple notes, not convertible into shares	1,095 days	04/13/2019	Minimum 37.00 % Badlar + 5.40 %	249,393	366,908
05/05/2016	ARS (2)	XXIV Series II	234,309	Simple notes, not convertible into shares	1,095 days	05/05/2019	Minimum 37.00 % Rate / Badlar + 4.98%	223,309	234,309
06/29/2016	ARS (3)	XXXIV Series II	475,397	Simple notes, not convertible into shares	1,461 days	06/29/2020	Minimum 32.00 % Badlar + 4.67 %	475,397	475,397
07/26/2016	ARS (4)	XXV	400,000	Simple notes, not convertible into shares	1,461 days	07/26/2020	Minimum 30.00 % Badlar + 3.94%	400,000	400,000
09/27/2016	ARS (5)	XXXV Series II	774,389	Simple notes, not convertible into shares	1,461 days	09/27/2020	Minimum 26.00 % Badlar + 3.99 %	774,389	774,389
10/24/2016	ARS (6)	XXVI Series II	350,237	Simple notes, not convertible into shares	1,461 days	10/24/2020	Minimum 26.00 % Badlar + 4.00%	350,237	350,237
12/07/2016	ARS (7)	XXXVI Series II	636,409	Simple notes, not convertible into shares	1,095 days	12/07/2019	Minimum 25.25% Badlar + 4.00 %	636,409	636,409
02/10/2017	ARS (8)	XXVII Series II	500,000	Simple notes, not convertible into shares	1,095 days	02/10/2020	Minimum 23.50% Rate / Badlar + 3.50%	500,000	500,000
04/11/2017	ARS (9)	XXXVII	3,845,700	Simple notes, not convertible into shares	1,826 days	04/11/2022	Minimum 15.00% Rate / Badlar + 3.50 %	3,845,700	3,845,700
06/09/2017	ARS (10)	XXVIII Series I	128,175	Simple notes, not convertible into shares	730 days	06/09/2019	Minimum 25.00 % Rate / Badlar + 3.05%	102,279	128,175
06/09/2017	ARS (10)	XXVIII Series II	371,825	Simple notes, not convertible into shares	1,461 days	06/09/2021	Minimum 25.00% Rate / Badlar + 3.70%	371,825	371,825

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NOTE 35 – NOTES (“OBLIGACIONES NEGOCIABLES”) (CONTINUED)

Date of Placement	Currency	Class Number	Amount in Thousands	Type	Term	Maturity Date	Interest Rate / Price	Face Value (*)	
								03.31.19	12.31.18
11/13/2017	AR\$ (11)	XXXVIII	503,333	Simple notes, not convertible into shares	546 days	05/13/2019	Minimum 29.50% Rate / TM20 + 4.00%	393,133	503,333
02/14/2018	AR\$ (12)	XXXIX	754,539	Simple notes, not convertible into shares	546 days	08/14/2019	Minimum 26.75% Rate / TM 20 + 3.40%	754,539	754,539
04/10/2018	AR\$ (13)	XL Series I	597,500	Simple notes, not convertible into shares	548 days	10/10/2019	25.98% Fixed Rate	597,500	597,500
04/10/2018	AR\$ (13)	XL Series II	1,402,500	Simple notes, not convertible into shares	914 days	10/10/2020	Minimum 27.00% Rate / Badlar + 3.69%	1,402,500	1,402,500
11/15/2018	AR\$ (14)	XLI Series I	854,102	Simple notes, not convertible into shares	365 days	11/15/2019	54.00% Fixed Rate	854,102	854,102
11/15/2018	AR\$ (14)	XLI Series II	343,555	Simple notes, not convertible into shares	547 days	05/15/2020	Badlar + 10.00%	343,555	343,555
12/17/2018	AR\$ (15)	XLII	1,266,303	Simple notes, not convertible into shares	287 days	09/30/2019	58.00% Fixed Rate	1,266,303	1,266,303
02/19/2019	AR\$ (16)	XLIII	1,583,895	Simple notes, not convertible into shares	547 days	08/18/2020	Badlar + 7.00%	1,583,895	-

(*) It corresponds to the principal amount outstanding as of the indicated dates in Argentine Pesos.

- (1) On April 13, 2016, the Company issued and placed its Class XXXIII Notes for a total amount of AR\$ 500,000. This issuance was carried out in two series: Series I for a total amount of AR\$ 133,092 and Series II for a total amount of AR\$ 366,908. Principal of Series I was already settled, while the residual principal of Series II as of March 31, 2019 amounts to AR\$ 249,393, as such notes were used as payment in kind for the issuance of Class XLIII Notes (“Obligaciones Negociables”), which will be settled upon maturity. Interest shall be payable quarterly. For Series II, minimum interest rate shall be 37% nominal annual for the first two interest periods. In the case the interest rate to be applied after the auction market period is held is lower than minimum interest rate, interest for the first two interest periods shall be accrued according to the latter interest rate, pursuant to the Price Supplement and disclosure report.
- (2) On May 5, 2016, the Company issued and placed TC Class XXIV Notes for a total amount of AR\$ 300,000. This issuance was carried out in two series: Series I for a total amount of AR\$ 65,691 and Series II for a total amount of AR\$ 234,309. Principal of Series I was settled, while the residual principal of Series II as of March 31, 2019 amounts to AR\$ 223,309, as such notes were used as payment in kind for the issuance of Class XLIII Notes (“Obligaciones Negociables”), which will be settled upon maturity.
- (3) On June 29, 2016, the Company issued and placed its Class XXXIV Notes for a total amount of AR\$ 600,000. This issuance was carried out in two series: Series I for a total amount of AR\$ 124,603 and Series II for a total amount of AR\$ 475,397. Principal of Series I was already settled and principal of Series II will be settled upon maturity. Interest shall be payable quarterly. Minimum interest rate shall be 32% nominal annual for the first two interest periods. In the case the interest rate to be applied after the auction market period is held is lower than Series II’s minimum interest rate, interest for the first two interest periods shall be accrued according to the latter interest rate, pursuant to the Price Supplement and disclosure report.
- (4) On July 26, 2016, the Company issued and placed TC Class XXV Notes for a total amount of AR\$ 400,000. This issuance was carried out in only one Series. Principal will be settled upon maturity.

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- (5) On September 27, 2016, the Company issued and placed its Class XXXV Notes for a total amount of AR\$ 1,000,000. This issuance was carried out in two series: Series I for a total amount of AR\$ 225,611 and Series II for a total amount of AR\$ 774,389. Principal of Series I was already settled and principal of Series II will be settled upon maturity. Interest shall be payable quarterly in both Series. For Series I, minimum interest rate shall be 26% nominal annual for the first interest period. In the case the interest rate to be applied after the auction market period is held is lower than minimum interest rate, interest for the first interest period shall be accrued according to the latter interest rate, pursuant to the Price Supplement and disclosure report. For Series II, minimum interest rate shall be 26% nominal annual for the first two interest periods. In the case the interest rate to be applied after the auction market period is held is lower than minimum interest rate, interest for the first two interest periods shall be accrued according to the latter interest rate, pursuant to the Price Supplement and disclosure report.
- (6) On October 24, 2016, the Company issued and placed TC Class XXVI Notes for a total amount of AR\$ 500,000. This issuance was carried out in two series: Series I for a total amount of AR\$ 149,763 and Series II for a total amount of AR\$ 350,237. Principal of Series I was already settled and principal of Series II will be settled upon maturity.
- (7) On December 7, 2016, the Company issued and placed its Class XXXVI Notes for a total amount of AR\$ 846,980. This issuance was carried out in two series: Series I for a total amount of AR\$ 210,571 and Series II for a total amount of AR\$ 636,409. Principal of Series I was already settled and principal of Series II will be settled upon maturity. Interest shall be payable quarterly in both Series. For Series I, minimum interest rate shall be 25.25% nominal annual for the first interest period. In the case the interest rate to be applied after the auction market period is held is lower than minimum interest rate, interest for the first interest period shall be accrued according to the latter interest rate, pursuant to the Price Supplement and disclosure report. For Series II, minimum interest rate shall be 25.25% nominal annual for the first two interest periods. In the case the interest rate to be applied after the auction market period is held is lower than minimum interest rate, interest for the first two interest periods shall be accrued according to the latter interest rate, pursuant to the Price Supplement and disclosure report.
- (8) On February 10, 2017, the Company issued and placed TC Class XXVII Notes for a total amount of AR\$ 500,000. This issuance was carried out under Series II, with Series I having been declared void. Principal will be settled upon maturity.
- (9) On April 11, 2017, the Company issued and placed Peso-linked Class XXXVII Notes for a total amount of US\$250,000, equivalent to AR\$ 3,845,700, as converted at an Initial Exchange Rate. Principal will be settled in three annual installments, with due dates on April 11, 2020, April 11, 2021 and April 11, 2022. Interest shall be payable quarterly. Minimum interest rate shall be 15.00% nominal annual. In the case the interest rate to be applied after the auction market period is held is lower than minimum interest rate, interest shall be accrued according to the latter, pursuant to the Price Supplement and disclosure report.
- (10) On June 9, 2017, the Company issued and placed TC Class XXVIII Notes for a total amount of AR\$ 500,000. This issuance was carried out in two series: Series I for a total amount of AR\$ 128,175 and Series II for a total amount of AR\$ 371,825. The residual principal of Series I as of March 31, 2019 amounts to AR\$ 102,279, as such notes were used as payment in kind for the issuance of Class XLIII Notes ("*Obligaciones Negociables*"), which will be settled upon maturity. Principal of Series II will be settled upon maturity.
- (11) On November 13, 2017, the Company issued and placed its Class XXXVIII Notes for a total amount of AR\$ 503,333. This issuance was carried out in only one Series. The residual principal as of March 31, 2019 amounts to AR\$ 393,133, as such notes were used as payment in kind for the issuance of Class XLIII Notes ("*Obligaciones Negociables*"), which will be settled upon maturity. Interest shall be payable quarterly. For Series I, minimum interest rate shall be 29.50% nominal annual for the first interest period. In the case the interest rate to be applied after the auction market period is held is lower than minimum interest rate, interest for the first interest period shall be accrued according to the latter interest rate, pursuant to the Price Supplement and disclosure report.
- (12) On February 14, 2018, the Company issued and placed its Class XXXIX Notes for a total amount of AR\$ 754,539. This issuance was carried out in only one Series. Principal will be settled upon maturity. Interest shall be payable quarterly. For Series I, minimum interest rate shall be 26.75% nominal annual for the first interest period. In the case the interest rate to be applied after the auction market period is held is lower than minimum interest rate, interest for the first interest period shall be accrued according to the latter interest rate, pursuant to the Price Supplement and disclosure report.
- (13) On April 10, 2018, the Company issued and placed Class XL Notes for a total amount of AR\$ 2,000,000. This issuance was carried out in two series: Series I for a total amount of AR\$ 597,500 and Series II for a total amount of AR\$ 1,402,500. Principal of both Series will be settled upon maturity. Series I shall accrue interest upon maturity and Series II shall accrue interest quarterly. For Series II, minimum interest rate shall be 27% nominal annual for the first two interest periods. In the case the interest rate to be applied after the auction market period is held is lower than minimum interest rate, interest for the first two interest periods shall be accrued according to the latter interest rate.
- (14) On November 15, 2018, the Company issued and placed Class XLI Notes for a total amount of AR\$ 1,197,657. This issuance was carried out in two series: Series I for a total amount of AR\$ 854,102 and Series II for a total amount of AR\$ 343,555. Principal of both Series will be settled upon maturity. Principal of Series I and Series II will be settled on a quarterly basis.
- (15) On December 17, 2018, the Company issued and placed Class XLII Notes for a total amount of AR\$ 1,266,303. This issuance was carried out in only one Series. Principal and interest will be settled upon maturity.
- (16) On February 19, 2019, the Company issued and placed Class XLIII Notes for a total amount of AR\$ 1,583,895. This issuance was carried out in only one Series. Principal shall be settled upon maturity, while interest shall be payable quarterly.

Please refer to our report dated May 10, 2019

PRICE WATERHOUSE & CO. S.R.L.

(Partner)

C.P.C.E.Cba. N° 21.00004.3

Andrés Suárez

Certified Public Accountant (U.B.A.)

Professional License No. 10,11421.4 – C.P.C.E.Cba.

Tarjeta Naranja S.A.

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NOTE 35 – NOTES (“OBLIGACIONES NEGOCIABLES”) (CONTINUED)

Covenants Undertaken:

Furthermore, it is worth noting that in the Price Supplement of Class XXXVII Notes, the Company has undertaken the following covenants, among others, with regard to the holders of such Notes.

- (i) The Company will not incur debt, unless at the date of incurring debt (a) the Total Liabilities to Equity Ratio does not exceed 7 to 1; and (b) the Indebtedness to Equity Ratio does not exceed 4 to 1;
- (ii) The Company will not levy any lien or else allow any lien to be levied, except for the permitted liens (liens existing at the time of the issuance of Notes, their renewals and those liens set forth by the law) with regard to all the other assets, when the total amount of the liens does not exceed 5% of the Company's total assets.
- (iii) The Company will not be able to dispose of its assets, unless: (a) it receives a consideration at market value, (b) 75% of the consideration is in cash, (c) the proceeds of the sale are used within 365 days to (i) pay off debt, (ii) make investments in capital assets in a related company, a permitted business or a related business, or else (iii) reinvest or purchase additional assets.

In turn, in the Price Supplement of Class XXIV (TC), XXV (TC), XXVI (TC), XXVII (TC), XXVIII (TC), XXXIII, XXXIV, XXXV, XXXVI, XXXVIII, XXXIX, XL, XLI, XLII and XLIII Notes (“Obligaciones Negociables”), the Company has undertaken the following covenant with regard to the holders of such Notes:

- (i) The Company will not levy any lien or else allow any lien to be levied, except for the permitted liens — such liens existing at the date of the Price Supplement or those to be levied in the future with regard to all the other assets—, when the total amount of the liens does not exceed 25% of the Company's total assets.

At the date of these condensed interim financial statements, the Company has complied with the abovementioned covenants undertaken.

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NOTE 36 – CASH AND CASH EQUIVALENTS – STATEMENT OF CASH FLOWS

	<u>03.31.2019</u>	<u>03.31.2018</u>
	<u>In Thousands of AR\$</u>	
Cash	1,241,952	1,040,122
Placements of Cash-equivalent Funds	4,773,706	2,184,690
Total	6,015,658	3,224,812

NOTE 37 – ADJUSTMENTS TO CALCULATE THE NET CASH FLOWS FROM OPERATING ACTIVITIES

	<u>03.31.2019</u>	<u>03.31.2018</u>
	<u>In Thousands of AR\$</u>	
Provision for Loan Losses	1,480,893	1,040,410
Provision for Contingencies, Net of Recoveries	18,399	12,556
Provision for Employee Benefit Obligations	387,995	458,435
(Recovery) / Provision for Fees Payable to Directors and Members of the Supervisory Committee	(18,057)	13,348
Foreign Exchange Gain	10,226	5,329
Income (Loss) from Investments Accounted for Using the Equity Method	366	(13)
Decrease in Property, Plant and Equipment	-	505
Decrease in Intangible Assets	-	-
Depreciation of Property, Plant and Equipment	130,357	66,919
Amortization of Intangible Assets	64,954	66,302
Total	2,075,133	1,663,791

NOTE 38 – CHANGES IN OPERATING ASSETS

	<u>03.31.2019</u>	<u>03.31.2018</u>
	<u>In Thousands of AR\$</u>	
Increase in Receivables from Trade	(859,120)	(6,033,387)
Increase in Other Receivables	(83,573)	(30,533)
Total	(942,693)	(6,063,920)

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NOTE 39 – CHANGES IN OPERATING LIABILITIES

	03.31.2019	03.31.2018
	In Thousands of AR\$	
Decrease in Employee Benefit Obligations	(573,216)	(541,644)
(Decrease) / Increase in Trade and Other Payables	(654,336)	703,693
(Decrease) / Increase in Tax Liabilities	(66,322)	164,319
Income Tax Payments	43,685	(513,976)
Increase / (Decrease) in Other Liabilities	24,632	(6,511)
Increase in Trade and Other Payables	344,408	347,728
Contingency Payments	(2,815)	(3,866)
Total	(883,964)	149,743

NOTE 40 – ADDITIONAL INFORMATION ON THE STATEMENT OF CASH FLOWS

The following is the reconciliation of borrowings disclosed in the condensed Statements of Cash Flows at period-end:

	At the Beginning of the Year	Adjustments due to Changes in Accounting Policies (1)	Debt Securities Issued	Payments of Principal, Interest and Expenses	Accrued Interest and Expenses	Effect of Restatement	At Period-end
Notes ("Obligaciones Negociables")	16,746,810	-	1,370,475	(1,742,292)	1,825,263	(1,804,005)	16,396,251
Borrowings	2,386,627	764,509	-	(1,878,397)	193,792	(283,387)	1,183,144
Total	19,133,437	764,509	1,370,475	(3,620,689)	2,019,055	(2,087,392)	17,579,395

(1) See Note 34

The following are the financing operations performed during the period that have not generated any cash movements.

	03.31.2019	12.31.2018
	In Thousands of AR\$	
Payment in Kind for the Issuance of Class XLIII Notes ("Obligaciones Negociables")	287,863	-
Payment in Kind for the Issuance of Class XL Series I and Series II Notes ("Obligaciones Negociables")	-	91,294
Dividends Paid in Kind in 2017 (Lebacs - Securities I16Y8; I21J8)	-	252,853

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NOTE 41 - BALANCES AND TRANSACTIONS WITH COMPANIES AND RELATED PARTIES

Tarjeta Naranja S.A. is controlled by Tarjetas Regionales S.A., with legal domicile at Tte. Gral. Juan D. Perón 430 - 19° floor - Autonomous City of Buenos Aires, which holds 2,823 shares, representing a 99.96% interest in the capital stock. In turn, Grupo Financiero Galicia S.A., with legal domicile at Tte. Gral. Juan D. Perón 456, 2° floor, Autonomous City of Buenos Aires, owns an 83% equity interest in Tarjetas Regionales S.A.

Ondara S.A. is a corporation incorporated in Argentina, with domicile established at Av. Paseo Colón 746, 4th Floor, Autonomous City of Buenos Aires, Argentina, and holds 1 share accounting for 0.4% of the Company's capital stock.

In an effort to associate our trademark to new products with embedded technology which already have a share in the digital market, in December 2018 Tarjeta Naranja S.A. entered into a trademark license agreement with Cobranzas Regionales S.A., pursuant to which such trademarks can be associated to the operation of a payment platform and external devices that read card magnetic stripes and chips, under the brand Naranja POS.

Since the development and execution of the project required an increase of AR\$ 90,000 in Cobranzas Regionales S.A.'s capital stock, according to the percentage of shares held by each shareholder, on February 18, 2019, the shareholders held their General Extraordinary Shareholders' Meeting at which time they approved said increase by issuing 900 non-endorsable, registered ordinary shares, 855 of Tarjetas Regionales S.A.'s capital stock and 45 of Tarjeta Naranja S.A.'s capital stock.

The following are Tarjeta Naranja S.A.'s balances with related companies as of March 31, 2019:

Companies under Section 33 of Law No.19550	
	Banco de Galicia y de Buenos Aires S.A.U.
	In Thousands of AR\$
ASSETS	
Cash and Cash Equivalents	910,565
Other Receivables	12,103
Total Current Assets as of 03.31.19	922,668
Total Assets as of 03.31.19	922,668
LIABILITIES	
Trade and Other Payables	515,749
Borrowings	39,375
Other Liabilities	2,750
Total Current Liabilities as of 03.31.19	557,874
Borrowings	138,828
Other Liabilities	9,413
Total Non-current Liabilities as of 03.31.19	148,241
Total Liabilities as of 03.31.19	706,115

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NOTE 41 – BALANCES AND TRANSACTIONS WITH COMPANIES AND RELATED PARTIES (CONTINUED)

The following are Tarjeta Naranja S.A.'s balances with other related parties as of March 31, 2019:

	Other Related Parties					Total
	Cobranzas Regionales S.A.	Galicia Seguros S.A.	Key Management Personnel	Parque Azul S.R.L.		
	AR\$					
ASSETS						
Other Receivables	34,940	310	-	-	-	35,250
Total Current Assets as of 03.31.2019	34,940	310	-	-	-	35,250
Total Assets as of 03.31.2019	34,940	310	-	-	-	35,250
LIABILITIES						
Trade and Other Payables	45,304	-	-	11,438	-	56,742
Salaries Payable	-	-	1,214	-	-	1,214
Other Liabilities	-	-	-	-	-	-
Total Current Liabilities as of 03.31.2019	45,304	-	1,214	11,438	-	57,956
Total Liabilities as of 03.31.2019	45,304	-	1,214	11,438	-	57,956

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NOTE 41 – BALANCES AND TRANSACTIONS WITH COMPANIES AND RELATED PARTIES (CONTINUED)

The following are the transactions carried out by Tarjeta Naranja S.A. with related companies during the period ended March 31, 2019:

	Companies under Section 33 of Law No.19550:
	Banco de Galicia y Buenos Aires S.A.U.
	In Thousands of AR\$
REVENUES	
Revenues from Services	16,389
Interest on Time Deposits	18,550
Totals as of 03.31.19	34,939
EXPENSES	
Rentals	(1,079)
Bank and Financial Interest	(30,173)
Bank Expenses	(20,880)
Professional Fees	(4,833)
Totals as of 03.31.19	(56,965)

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NOTE 41 – BALANCES AND TRANSACTIONS WITH COMPANIES AND RELATED PARTIES (CONTINUED)

The following are the transactions carried out by Tarjeta Naranja S.A. with other related parties during the period ended March 31, 2019:

	Other Related Parties					
	Cobranzas Regionales S.A.	Galicia Seguros S.A.	Parque Azul S.R.L.	Key Management Personnel	Golden S.A.	Colores S.A.
	In Thousands of AR\$					
REVENUES						
Revenues from Services	4,111	61,722	694	-	-	-
Revenues from Financing	-	-	130	-	-	-
Totals as of 03.31.19	4,111	61,722	824	-	-	-
EXPENSES						
Rentals	-	-	-	-	(1,214)	(359)
Professional Fees	(143,335)	-	-	(5,516)	-	-
Salaries	-	-	-	(5,516)	-	-
Totals as of 03.31.19	(143,335)	-	-	(5,516)	(1,214)	(359)

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NOTE 41 – BALANCES AND TRANSACTIONS WITH COMPANIES AND RELATED PARTIES (CONTINUED)

The following are Tarjeta Naranja S.A.'s balances with related companies as of December 31, 2018:

Companies under Section 33 of Law No.19550		
	Banco de Galicia y de Buenos Aires S.A.U.	Total
In Thousands of AR\$		
ASSETS		
Cash and Cash Equivalents	600,920	600,920
Other Receivables	18,142	18,142
Total Current Assets as of 12.31.2018	619,062	619,062
Total Assets as of 12.31.2018	619,062	619,062
LIABILITIES		
Trade and Other Payables	1,005,620	1,005,620
Borrowings	34,980	34,980
Other Liabilities	3,075	3,075
Total Current Liabilities as of 12.31.2018	1,043,675	1,043,675
Borrowings	161,700	161,700
Other Liabilities	11,294	11,294
Total Non-current Liabilities as of 12.31.2018	172,994	172,994
Total Liabilities as of 12.31.2018	1,216,669	1,216,669

Please refer to our report dated May 10, 2019

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NOTE 41 – BALANCES AND TRANSACTIONS WITH COMPANIES AND RELATED PARTIES (CONTINUED)

The following are Tarjeta Naranja S.A.'s balances with other related parties as of December 31, 2018:

	Other Related Parties			Total
	Cobranzas Regionales S.A.	Key Management Personnel	Parque Azul S.R.L.	
	In Thousands of AR\$			
ASSETS				
Other Receivables	16,722	269	-	16,991
Total Current Assets as of 12.31.2018	16,722	269	-	16,991
Total Assets as of 12.31.2018	16,722	269	-	16,991
LIABILITIES				
Trade and Other Payables	55,694	-	12,263	67,957
Salaries Payable	-	3,154	-	3,154
Other Liabilities	-	20,703	-	20,703
Total Current Liabilities as of 12.31.2018	55,694	23,857	12,263	91,814
Total Liabilities as of 12.31.2018	55,694	23,857	12,263	91,814

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NOTE 41 – BALANCES AND TRANSACTIONS WITH COMPANIES AND RELATED PARTIES (CONTINUED)

The following are the transactions carried out by Tarjeta Naranja S.A. with related companies during the period ended March 31, 2018:

	Companies under Section 33 of Law No.19550
	Banco de Galicia y Buenos Aires S.A.U.
	In Thousands of AR\$
REVENUES	
Revenues from Services	47,771
Totals as of 03.31.2018	47,771
EXPENSES	
Rentals	(1,086)
Bank and Financial Interest	(25,360)
Bank Expenses	(6,275)
Professional Fees	(9,202)
Totals as of 03.31.2018	(41,923)

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NOTE 41 – BALANCES AND TRANSACTIONS WITH COMPANIES AND RELATED PARTIES (CONTINUED)

The following are the transactions carried out by Tarjeta Naranja S.A. with other related parties during the period ended March 31, 2018:

	Other Related Parties				
	Cobranzas Regionales S.A.	Galicia Seguros S.A.	Parque Azul S.R.L.	Key Management Personnel	Colores S.A.
	In Thousands of AR\$				
REVENUES					
Revenues from Services	420	107,375	890	-	-
Revenues from Financing	-	-	291	-	-
Totals as of 03.31.2018	420	107,375	1,181	-	-
EXPENSES					
Rentals	-	-	-	-	(405)
Professional Fees	(108,688)	-	-	(12,477)	-
Directors' Fees	-	-	-	(6,110)	-
Salaries	-	-	-	-	-
Totals as of 03.31.2018	(108,688)	-	-	(18,587)	(1,403)

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NOTE 42 - RESTRICTED ASSETS

Liens in Force

As of March 31, 2019 and December 31, 2018, liens for a total amount of AR\$ 5,102 and AR\$ 2,015, respectively, have been levied on funds deposited in checking accounts opened by the Company at several financial institutions. Since the appropriate defenses have been filed during such legal proceedings to safeguard the Company's interests, the seized funds have been included in these condensed interim financial statements under "Other Receivables".

Covenants Undertaken

The commitments undertaken by virtue of Class XXIV (TC), XXV (TC), XXVI (TC), XXVII (TC), XXVIII (TC), XXXIII, XXXIV, XXXV, XXXVI, XXXVII, XXXVIII, XXXIX, XL, XLI, XLII and XLIII Notes ("*Obligaciones Negociables*") issued by the Company are mentioned in Note 40.

Security Deposits

As March 31, 2019 and December 31, 2018, the Company has paid AR\$ 5,108 and AR\$ 5,583, respectively, for security related to certain buildings lease agreements. These funds have been included in these condensed interim financial statements under "Other Receivables".

Restriction on the Distribution of Dividends

The Company's Ordinary and Extraordinary Shareholders' Meeting held on March 16, 2006 resolved to define the following policy for the distribution of dividends: i) to keep under Retained Earnings those retained earnings corresponding to years prior to 2005 and, therefore, not to distribute them as dividends, and ii) to set as maximum limit for the distribution of dividends 25% of the liquid and realized income for each year as from 2005. These restrictions shall remain in full force as long as the Company's equity remains below AR\$ 300,000. Thus, the policy for the distribution of dividends approved by the Company's Board of Directors at its meeting held on January 4, 2006 has been ratified.

Furthermore, in the Price Supplement of Class XXXVII Notes, the Company agreed not to distribute dividends: i) that exceed 50% of the Company's net profit accrued since January 1, 2017 plus the net profit accrued during the year ended December 31, 2017, net of restricted payments made in 2016, and ii) when (a) the Total Liabilities to Equity Ratio does not exceed 7 to 1, and (b) the Indebtedness to Equity Ratio does not exceed 4 to 1.

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Notes to the Condensed Interim Financial Statements (Continued)

For the three-month periods ended March 31, 2019 and 2018

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NOTE 43 – INFORMATION ABOUT EXPENSES AND THEIR ALLOCATION UNDER SECTION 64 SUBSECTION B) OF LAW 19550

Items	Totals as of 03.31.2019	Administrative Expenses	Marketing Expenses	Totals as of 03.31.2018
In Thousands of AR\$				
Directors and Supervisory Committee Members' Fees	-	-	-	13,348
Bonuses for the Personnel	106,344	32,967	73,377	121,264
Compensation and Social Security Charges	807,598	285,486	522,112	1,112,183
Taxes, Rates and Contributions	847,342	146,990	700,352	924,302
Travel Expenses and Per Diem	10,773	4,877	5,896	27,852
Maintenance of Equipment and Buildings	28,981	28,981	-	28,171
Depreciation of Property, Plant and Equipment	130,357	91,250	39,107	66,919
Amortization of Intangible Assets	64,954	64,954	-	66,302
Rentals	14,313	-	14,313	81,363
Stationery and Office Supplies	16,467	3,186	13,281	17,917
Opening of Accounts	20,395	-	20,395	24,230
Publicity and Advertising	77,194	-	77,194	116,004
Donations	643	643	-	1,196
Electricity, Natural Gas and Communications	67,284	11,347	55,937	50,463
Third Parties' Fees	157,706	145,239	12,467	213,116
Insurance and Security Services	94,764	3,581	91,183	111,814
Bank and Financial Expenses	36,251	36,251	-	22,219
Regular Mail Services	6,203	-	6,203	14,504
Expenses for Commercial Reports and Procedures for the Collection of Amounts in Arrears	143,335	143,335	-	109,580
Collection Expenses	219,716	219,716	-	242,338
General Expenses	253,090	161,946	91,144	231,007
Expenses for Telephone Sale Channel	55,207	-	55,207	108,944
Printing and Distribution Expenses	76,733	-	76,733	134,196
Cleaning Expenses	19,935	5,296	14,639	26,878
Special Promotions	12,041	-	12,041	34,368
Expenses from Call Center Services	60,411	56,410	4,001	62,304
Totals as of 03.31.2019	(1) 3,328,037	1,442,455	1,885,582	
Totals as of 03.31.2018		1,419,320	2,543,462	(1) 3,962,782

- (1) Total marketing and administrative expenses correspond with the amount of the lines "Costs of Services" and "Total Operating Expenses" in the Condensed Statement of Profit or Loss.

Please refer to our report dated May 10, 2019
PRICE WATERHOUSE & CO. S.R.L.

(Partner)

C.P.C.E.Cba. N° 21.00004.3

Andrés Suárez

Certified Public Accountant (U.B.A.)

Professional License No. 10.11421.4 – C.P.C.E.Cba.

Tarjeta Naranja S.A.

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Notes to the Condensed Interim Financial Statements (Continued)

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NOTE 44 – FOREIGN CURRENCY ASSETS AND LIABILITIES

Items	Amount and Type of Foreign Currency (in Thousands of U.S. Dollars)		Current Exchange Rate	Amount in Argentine Currency as of 03.31.2019	Amount in Argentine Currency as of 12.31.2018
				In Thousands of AR\$	
ASSETS					
CURRENT ASSETS					
Cash and Cash Equivalents					
Deposits in Argentina		956.76	42.3	40,471	6,104
Deposits Abroad		9.79	42.3	414	592
Total Current Assets				40,885	6,696
NON-CURRENT ASSETS					
Other Receivables					
Security Deposits		25	42.3	1,058	1,029
Total Non-current Assets				1,058	1,029
Total Assets				41,943	7,725
LIABILITIES					
CURRENT LIABILITIES					
Trade and Other Payables					
Collections on Account of Third Parties		71	44.3	3,126	10,566
Total Current Liabilities				3,126	10,566
Total Liabilities				3,126	10,566

US\$: United States Dollars.

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Notes to the Condensed Interim Financial Statements (Continued)

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NOTE 45 – DOCUMENTATION FILING

On August 14, 2014, the National Securities Commission issued General Resolution No. 629, whereby it introduces changes to its regulations regarding the filing and keeping of commercial books, corporate books and the accounting records.

In compliance with Section 26 of Part VII of Chapter IV of Title II of the Regulations (N.T. 2013, as amended), it is reported that the Company has entrusted the following third-party suppliers with the deposit of certain old information:

Person in Charge of the Deposit	Location
File Management Com S.R.L. (FMC)	Ruta 5 km 4 1/2 - Camino a Alta Gracia – Province of Córdoba
Administradora de Archivos S.A. (ADEA)	Ruta 36, 31.5km (Plant 3) - Florencio Varela – Province of Buenos Aires
DataBox de File S.A.	25 de mayo 821 – Dorrego – Guaymallen - Mendoza

In addition, it is evidenced that the detail of the documentation for safekeeping is made available at the registered office.

NOTE 46 – PORTFOLIO ASSIGNMENT

As of March 31, 2019, the Company entered into Credit Portfolio Assignment agreements, as detailed below:

Date	Trustee	Sale Price	Portfolio Assignment
03/22/2019	Comafi Fiduciario Financiero S.A. (Frankel)	26,001	AR\$ 346,214
03/22/2019	Banco Comafi S.A.	3,984	AR\$ 53,059

The above-mentioned agreements have been executed as portfolio assignment without recourse. Accordingly, the Company has substantially transferred the risks and rewards inherent to the ownership of the financial asset.

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Additional Information to the Notes to the Financial Statements

As of March 31, 2019

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1. LEGAL SYSTEMS

There are no significant or specific legal systems entailing contingent expiration or resurgence of benefits envisaged by those regulations.

2. COMPANY ACTIVITIES

Indicators of the Company's activities are described in the Summary of Activity.

3. CLASSIFICATION OF RECEIVABLES FROM TRADE, OTHER RECEIVABLES AND DEFERRED TAX ASSETS BY MATURITY DATE

a) Past-due Receivables from Trade as of March 31, 2019:

	Receivables from Trade
	In Thousands of AR\$
Before 03.31.18	825,872
Between 03.31.18 and 09.30.18	2,176,547
Between 09.30.18 and 12.31.18	1,798,728
Between 12.31.18 and 03.31.19	2,947,981
Subtotal	7,749,128
Provision for Loan Losses (1)	(4,066,784)
Total Past-due Receivables	3,682,344

(1) The difference of AR\$ 1,085,944 with respect to the total provision for loan losses for AR\$ 5,152,728 corresponds to a global provision for the (undue) performing commercial portfolio.

b) Other Receivables and Deferred Tax Assets with No Fixed Term as of March 31, 2019:

	Other Receivables	Deferred Tax Assets
	In Thousands of AR\$	
No Fixed Term	(1) 22,912	510,821

(1) Other Receivables with No Fixed Term: AR\$ 194 are recorded as other current receivables and AR\$ 22,912 are recorded as other non-current receivables in the Balance Sheet.

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Additional Information to the Notes to the Condensed Interim Financial Statements (Continued)

As of March 31, 2019

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c) Receivables from Trade and Other Receivables to Become Due as of June 30, 2019:

		Receivables from Trade	Other Receivables
		In Thousands of AR\$	
Current	06/30/2019	27,740,085	291,828
	09/30/2019	7,212,763	11,685
	12/31/2019	3,209,445	9,568
	03/31/2020	1,477,099	7,739
	Provision for Loan Losses (1)	(1,085,944)	-
Non-current		1,075,975	1,243

(1) The difference of AR\$ 4,066,784 with respect to the total provision for loan losses for AR\$ 5,152,728 corresponds to a provision for past-due receivables included in paragraph a).

4. CLASSIFICATION OF DEBT BALANCES BY MATURITY DATE

a) Past-due Debts as of March 31, 2019:

There are no past-due debts as of March 31, 2019.

b) Debts with No Fixed Term as of March 31, 2019:

As of March 31, 2019, we have AR\$ 8 of qualification bonds received from Directors, as required by Law No. 19550.

c) Debts to Become Due as of March 31, 2019:

	Trade and Other Payables	Borrowings	Employee Benefit Obligations	Current Tax Liabilities	Income Tax Provision	Other Liabilities
	In Thousands of AR\$					
Current						
06/30/2019	18,586,333	2,224,856	417,554	909,473	-	1,526
09/30/2019	4,117,054	2,183,430	69,544	-	-	2,782
12/31/2019	-	2,531,609	80,766	-	-	688
03/31/2020	-	557,100	10,878	-	-	688
Non-current	-	10,082,400	38,664	-	247,670	9,412

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Tarjeta Naranja S.A.

Additional Information to the Notes to the Condensed Interim Financial Statements (Continued)

As of March 31, 2019

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5. CLASSIFICATION OF RECEIVABLES FROM TRADE, OTHER RECEIVABLES AND DEFERRED TAX ASSETS BY THEIR FINANCIAL EFFECTS

- a) Receivables from Trade, Other Receivables and Deferred Tax Assets in Argentine Pesos and U.S. Dollars.

	Receivables from Trade	Other Receivables	Deferred Tax Assets
	In Thousands of AR\$		
In Argentine Pesos	48,464,495	344,053	510,821
Provision for Loan Losses AR\$	(5,152,728)	-	-
In Foreign Currency	-	920	-
Provision for Loan Losses US\$	-	-	-

- b) The balances of Receivables from Trade, Other Receivables and Deferred Tax Assets are not subject to any adjustment clause.

- c) Interest-bearing and Non-interest bearing Receivables from Trade, Other Receivables and Deferred Tax Assets.

	Receivables from Trade	Other Receivables	Deferred Tax Assets
	In Thousands of AR\$		
Interest-bearing Balances	14,483,113	-	-
Non-interest Bearing Balances	33,981,382	344,973	510,821

6. CLASSIFICATION OF DEBTS BY THEIR FINANCIAL EFFECTS

- a) Debts to Become Due in Argentine Pesos and U.S. Dollars

	Trade and Other Payables	Borrowings	Employee Benefit Obligations	Current Tax Liabilities	Income Tax Provision	Other Liabilities
	In Thousands of AR\$					
In Argentine Pesos	22,682,442	17,579,395	617,406	909,473	247,670	15,104
In Foreign Currency	20,945	-	-	-	-	-

- b) Debt balances are not subject to any adjustment clause.

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Tarjeta Naranja S.A.

Additional Information to the Notes to the Condensed Interim Financial Statements (Continued)

As of March 31, 2019

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c) Interest-bearing and Non-interest Bearing Debts:

	Trade and Other Payables	Borrowings	Employee Benefit Obligations	Current Tax Liabilities	Income Tax Provision	Other Liabilities
In Thousands of AR\$						
Interest-bearing Balances	-	16,321,403	-	-	-	-
Non-interest Bearing Balances	22,703,387	1,257,992	617,406	909,473	247,670	15,104

7. INVESTMENT IN COMPANIES

As of March 31, 2019, the Company holds a 5% interest in Cobranzas Regionales S.A.

8. RECEIVABLES FROM OR LOANS GRANTED TO DIRECTORS AND SUPERVISORY COMMITTEE MEMBERS

As of March 31, 2019, there are advances to directors and supervisory committee members for AR\$ 27,006, but there are no receivables from or loans granted to supervisory committee members and supervisory committee members' or directors' relatives up to the second grade of consanguinity, except for the regular use of their credit cards.

9. INVENTORY

The Company does not have any inventories.

10. VALUATION OF INVENTORIES

The Company does not have any inventories.

11. TECHNICAL REVALUATION OF PROPERTY, PLANT AND EQUIPMENT

The Company does not have any property, plant and equipment that have been technically revaluated.

12. OBSOLETE PROPERTY, PLANT AND EQUIPMENT

The Company does not have any obsolete property, plant and equipment bearing book value.

13. INVESTMENT IN OTHER COMPANIES

There are no investments in companies in excess of the maximum value set forth by Section 31 of the Argentine General Companies Law.

14. RECOVERABLE VALUES

Please refer to our report dated May 10, 2019
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(Partner)

C.P.C.E.C. N° 21.00004.3

Alejandro Asrin
President

Tarjeta Naranja S.A.

Additional Information to the Notes to the Condensed Interim Financial Statements (Continued)

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The recoverable value of property, plant and equipment is their value in use determined by the possibility of absorbing depreciation charges with the income reported by the Company.

15. INSURANCE

The following are the insurance policies hired by the Company:

INSURANCE POLICY No.	INSURANCE COMPANY	INSURANCE TYPE	EXPIRATION DATE	INSURED AMOUNT (In Thousands)	BOOK VALUE
27312	BERKLEY	Theft	04/15/2019	US\$ 340	-
156749	CHUBB	Civil Liability Multi-Peril Insurance	04/15/2019	ARS 20,000	-
985235	CHUBB	Commercial Buildings Security	06/30/2019	ARS 210	-
842927	CHUBB	Civil Liability Work	04/17/2019	ARS 6,000	-
2240410	CHUBB	EPEC Award Process in Public Services and/or Supplies	05/16/2019	ARS 3,000	-
1313493	ASEGURADORA DE CREDITOS Y GARANTIAS S.A.	Store Surety	09/27/2019	ARS 27	-
984212	CHUBB	House Surety	06/22/2019	ARS 350	-
160017687	ZURICH	Excess Liability	04/14/2019	ARS 18,000	-
1004104	CHUBB	Lease Surety	12/12/2019	ARS 251	-
1004103	CHUBB	Lease Surety	12/12/2019	ARS 705	-
2242053	CHUBB	Lease Surety - Commercial Buildings	05/31/2019	ARS 245	-
2249342	CHUBB	Surety - Preliminary Injunctions	08/10/2019	ARS 1,065	-
2248879	CHUBB	Security for Lease- MARSICO	08/07/2019	ARS 204	-
210118215	ZURICH	Surety	09/12/2019	ARS 30	-
4963900	RSA - SURA	Motorbike Insurance	04/15/2019	ARS 6,000	-
821033	CAUCIONES S.A.	Surety for the Municipality of Morón	09/01/2019	ARS 1,004	-
7977	GALICIA SEGUROS S.A.	Surety for the Government of the Province of Santiago del Estero	Annual Renewal	ARS 32	-
10408	GALICIA SEGUROS S.A.	Surety for the Municipality of Salta	Annual Renewal	ARS 342	-
659130	SANCOR SEGUROS	Group Life Insurance Required by Law	03/01/2019	ARS 44	-
100626	GALICIA SEGUROS S.A.	Life Insurance for Non-Bargaining Employees	07/01/2019	ARS 310,029	-
500605	GALICIA SEGUROS S.A.	Group Life Insurance Required by Law	10/01/2019	ARS 231,000	-
33000446	ZURICH	Personal Accidents	09/01/2019	ARS 1,000	-
81731809	ZURICH	Homeowners' Insurance	03/13/2019	ARS 3,300	-
821033	CAUCIONES S.A.	Surety	06/28/2019	ARS 5	-
2275096	CHUBB	Commercial Lease	09/03/2019	ARS 751	-
2288908	CHUBB	Award Process in Services and/or Supplies	10/17/2018	ARS 180	-
2296302	CHUBB	Commercial Lease	09/17/2020	ARS 271	-
2297671	CHUBB	Commercial Lease	09/26/2019	ARS 550	-
2268154	CHUBB	Commercial Lease	12/01/2018	ARS 77	-
2268155	CHUBB	Commercial Lease	12/01/2019	-	-
2285485	CHUBB	Commercial Lease	06/12/2019	-	-

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Additional Information to the Notes to the Condensed Interim Financial Statements (Continued)

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PROVISIONS

Current provisions exceed 2% of equity. Under IFRS, for the calculation of the provision for loan losses, the Company analyzes the historical losses of its portfolio in order to estimate the losses related to receivables from trade incurred as of the date of the financial statements, but that have not been individually identified, according to the guidelines set out in IAS 39. In addition, the historical ratios are adjusted, if appropriate, to include recent information that reflects the economic conditions as of the closing date of the financial statements, trends of behavior of customers in each portfolio segment and any other information that could affect the estimation of the provision for loan losses related to receivables from trade. Several factors may affect Management's estimation of the provision for loan losses, including the volatility of the likelihood of loss, migrations and estimates of the severity of losses.

16. CONTINGENCIES

There are no significant contingent situations as of March 31, 2019, which have not been given accounting recognition.

17. DIVIDENDS ON PREFERRED SHARES

There are no preferred shares.

18. RESTRICTIONS ON THE DISTRIBUTION OF RETAINED EARNINGS

Restrictions on the distribution of retained earnings are detailed in Note 42 to the condensed interim financial statements as of March 31, 2019.

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Tarjeta Naranja S.A.

Summary of Activity (Continued)

As of March 31, 2019

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As of March 31, 2019, we had 3,446,966 open accounts under the Naranja brand. This figure reaches a total of 4,692,000 customers when considering Naranja additional cardholders. During the quarter, we completed 45,728,000 transactions, including purchases in stores and automatic debits, personal loans, cash advances and cash withdrawals from ATMs.

At the beginning of the year, all cards under the Nevada brand had already been unified under the Naranja brand, as a result of the merger with Tarjetas Cuyanas S. A.

By way of General Resolution 777/2018, the C.N.V. provided that issuers subject to its oversight are required to restate their financial statements ended on and after December 31, 2018 into constant currency as required by IAS 29.

Originally reported comparative figures were adjusted accordingly.

Inflation-adjusted Profit before Income Tax as of March 31, 2019 was AR\$ 188,010, and Equity amounted to AR\$ 11,430,519.

Sources of Financing (Figures Expressed in Nominal Amounts)

During the first quarter of 2019, and as part of the Global Program for the Issuance of Notes ("*Obligaciones Negociables*"), on February 19, 2019, the Company issued Class XLIII Notes ("*Obligaciones Negociables*") for a total amount of AR\$ 1,370,475.

Additionally, during such period, the Company repaid principal and interest with regard to Notes ("*Obligaciones Negociables*"), Borrowings, Credit Lines and Finance Leases for AR\$ 3,620,689.

Review of Operations as of March 31

Promotions and Benefits

As part of its summer benefits, Naranja continued offering promotions with Aerolíneas Argentinas, Air Europa and GOL to buy air-tickets in 6 up to 12 interest-free installments. In addition to these benefits, Naranja signed an agreement with Grupo Flecha for the purchase of bus tickets in up to 6 interest-free installments.

Under an agreement with Atrápalo.com, Naranja also offered up to 50% discounts and payment plans of up to 6 interest-free installments on the purchase of show tickets in Mar del Plata and the Autonomous City of Buenos Aires. Customers also enjoyed the current promotions in Carlos Paz, with up to 10% discounts and the Zeta Plan (up to 3 interest-free installments) in major theaters. Naranja's promotions during the period also included benefits on movies under the Zeta Plan (up to 3 interest-free installments) at Village cinemas and a special 2x1 benefit at Showcase cinemas.

Through the "*Vuelta al Cole*" (Back to School) campaign, customers enjoyed several benefits at supermarkets (8 interest-free installments), Falabella (Zeta Plan, 3 interest-free installments), Mercado Libre (40% discount + 6 interest-free installments on selected products), MIMO (25% and 30% discounts), Dexter, Moov, Stock Center, Grupo Grimoldi (Grimoldi, Hush Puppies, Timberland, The North Face, Outscape) and Topper (20% discount + 6 interest-free installments).

Digital Evolution and Customer's Experience

In January, Naranja continued pursuing efforts to further explore the Tourism segment. Segment operations were unified under the *Naranja Viajes* brand, incorporating the sale of air-tickets to the

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Summary of Activity (Continued)

As of March 31, 2019

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website, which boosted sales of the other vertical products available, such as hotels, buses, package tours and getaways.

At the same time, Naranja made progress in the development of the "Branches of the Future" program, a new customer service model that seeks to embrace new technologies for the evolution of its services. This initiative will allow Naranja's customers to have a single multi-channel experience with more intuitive systems to solve all interactions on the first contact.

The digital account *Naranja Cuenta* was enabled in Córdoba for Android and iOS users. After completing an entirely on-line registration and validation process, users who download the app will be able to operate the digital account and use their mobile phones to pay bills, make account-to-account transfers, make payments with QR code at retail stores, and recharge their Red Bus cards. The digital account is expected to be deployed in the major cities of Argentina in 2019.

Finally, Naranja redesigned its website and app, becoming the first company in the Argentine financial system in developing its site in a PWA (Progressive Web App). This technology offers a mobile experience quite similar to that of a native application, streamlining loading speed, mobile phone performance and off-line browsing, without using up the device memory.

Casa Naranja Launches its New Cultural Agenda

Casa Naranja launched its 2019 cultural agenda in January, with a performance by Soledad Pastorutti as part of the "*Música en Colores*" (Music in Colors) acoustic shows, a program that will span throughout the year, under an agreement with the Cadena 3 radio station.

In the field of visual arts, Naranja inaugurated the "Real" exhibition by the artist Leandro Erlich at Casa Naranja. The exhibition will be open for free until June 15, featuring educational and guided visits for the entire community.

Awards and Distinctions

Naranja ranked 1st in the Ranking of Corporate Social Responsibility and Corporate Governance compiled by MERCOSUR in the financial and credit card sector; and 22nd among the 100 most responsible companies with best corporate governance in Argentina. This ranking is based on a survey among 1,465 thought leaders, including businessmen, corporate executives, Corporate Social Responsibility experts and journalists.

In addition, Naranja climbed to the 20th position in the ranking of the 100 Argentine Companies with Best Corporate Image published by *Apertura* magazine, up by two positions vis-a-vis the previous year.

Outlook

In the light of the macroeconomic conditions expected for the year, caution is required at the time of planning for our access to capital markets to increase our lending offering. Our loan loss ratio is expected to improve, as long as economic activity levels rebound in Argentina.

During the current year, the Company will continue pursuing its Digital Evolution projects. We will continue striving to achieve gradual digital growth in customer acquisition, account statements, payments and other interactions to enhance the customer's experience and cost efficiency.

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Tarjeta Naranja S.A.

Summary of Activity (Continued)

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TARJETA NARANJA S.A.'S COMPARATIVE STATISTICAL DATA FOR CURRENT AND PREVIOUS YEARS

(This information is not within the scope of the Independent Auditors' Report)

TARJETA NARANJA S.A.'S USERS

Naranja	03.31.19	03.31.18
Open Accounts (in Thousands)	3,347	2,978
Monthly Average Consumption per Active Account (in Thousands of AR\$) (1)	5.29	4.54

Nevada	03.31.19	03.31.18
Open Accounts (in Thousands)	0	781
Monthly Average Consumption per Active Account (in Thousands of AR\$)	0	3.19

(1) It includes the managed brands Naranja Visa, Naranja MasterCard, Naranja Amex.

OPERATIONS (purchases in stores, personal loans, cash advances and cash withdrawals from ATMs)

Transactions with Naranja	03.31.19	03.31.18
Amounts in Thousands (until March) (1)	45,728	39,770
Monthly Average Amount (in Thousands of AR\$) (1)	16,804,082	12,833,249
Merchants' Average Fee	1.97%	2.15%

Transactions with Nevada	03.31.19	03.31.18
Amounts in Thousands	0	7,668
Monthly Average Amount (in Thousands of AR\$)	0	1,787,578

(1) It includes the managed brands Naranja Visa, Naranja MasterCard, Naranja Amex.

Please refer to our report dated May 10, 2019
PRICE WATERHOUSE & CO. S.R.L.

(Partner)

C.P.C.E.Cba. N° 27.00004.3

Andrés Suárez

Certified Public Accountant (U.B.A.)

Professional License No. 10.11421.4 – C.P.C.E.Cba.

Tarjeta Naranja S.A.

Summary of Activity (Continued)

As of March 31, 2019

Expressed in thousands of constant Argentine Pesos
(Free Translation from the Original in Spanish for Publication in Argentina)

NUMBER OF TARJETA NARANJA S.A.'S AUTHORIZED CREDIT CARDS (in Thousands)

	03.31.19	03.31.18
Tarjeta Naranja Clásica and Oro	4,692	4,263
Tarjeta Naranja Visa	3,467	2,993
Tarjeta Naranja MasterCard	479	523
Tarjeta Naranja Amex	47	42
Tarjeta Nevada	-	957
Tarjetas Nevada Visa	-	549
Total	8,685	9,327

COMPARATIVE CHART OF BALANCE SHEET (1)

	03.31.19	03.31.18
Current Assets	48,572,268	56,313,843
Non-current Assets	5,010,667	5,169,106
Assets	53,582,935	61,482,949
Current Liabilities	31,694,289	32,185,108
Non-current Liabilities	10,458,127	15,076,784
Liabilities	42,152,416	47,261,891
Equity	11,430,519	14,221,058

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Tarjeta Naranja S.A.

Summary of Activity (Continued)

As of March 31, 2019

Expressed in thousands of constant Argentine Pesos
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COMPARATIVE CHART OF STATEMENTS OF PROFIT OR LOSS (1)

	03.31.19	03.31.18
Operating Revenue	4,617,478	5,608,527
Operating Revenue, Net of Provision for Loan Losses	3,177,017	4,595,757
Total Operating Expenses	(2,988,641)	(3,473,285)
Income (Loss) from Investments Accounted for Using the Equity Method	(366)	13
Profit before Income Tax	188,010	1,122,485
Income Tax	(168,417)	(604,740)
Profit for the Period	19,593	517,745
Comprehensive Income for the Period	19,593	517,745

COMPARATIVE STRUCTURE OF THE STATEMENT OF CASH FLOWS (1)

	03.31.19	03.31.18
Net Cash Inflow from Operating Activities	3,367,374	(1,319,446)
Net Cash Outflow from Investing Activities	(131,666)	(150,786)
(Outflow) / inflow from Financing Activities	(2,269,858)	1,334,676
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	965,850	(135,556)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	5,651,134	3,543,470
Inflation Loss Attributable to Cash	(598,096)	(182,372)
(Decrease) / Increase due to Effects of Exchange Rate Changes on Cash and Cash Equivalents	(3,230)	(730)
CASH AND CASH EQUIVALENTS AT PERIOD-END	6,015,658	3,224,812

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Tarjeta Naranja S.A.

Summary of Activity (Continued)

As of March 31, 2019

Expressed in thousands of constant Argentine Pesos
(Free Translation from the Original in Spanish for Publication in Argentina)

RATIOS (3)

	03.31.19	03.31.18
Liquidity	1.533	1.750
Indebtedness	3.688	3.323
Solvency	0.271	0.301
Tied-up Capital	0.094	0.084
ROE for the Period (1)	0.17%	3.71%
ROA for the Period (2)	0.04%	0.85%

- (1) Profit for the Period / (Equity 12/18+ Equity 03/19) / 2
(2) Profit for the Period / (Assets 12/19+ Assets 03/19) / 2

Please refer to our report dated May 10, 2019
PRICE WATERHOUSE & CO. S.R.L.

(Partner)

C.P.C.E.Cba. N° 21.00004.3

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Professional License No. 10.11421.4 – C.P.C.E.Cba.

TARJETA NARANJA S.A.

SUPERVISORY COMMITTEE'S REPORT

To the Shareholders, President and Directors of
TARJETA NARANJA S.A.
Legal Domicile: La Tablada 451
CORDOBA-ARGENTINA

1. We have reviewed the accompanying condensed interim financial statements of Tarjeta Naranja S.A., which include the Condensed Balance Sheet as of March 31, 2019, the Condensed Interim Statements of Profit or Loss and Comprehensive Income for the three-month period ended March 31, 2019, and the Condensed Interim Statements of Changes in Equity and Cash Flows for the three-month period then ended and selected explanatory notes. The balances and other information for the year 2018 and for the interim periods are an integral part of the condensed interim financial statements and, therefore, should be considered in relation to those statements.
2. The Company's Board of Directors is responsible for the preparation and presentation of the financial statements, in accordance with the accounting guidance set forth by the Argentine National Securities Commission (C.N.V.). As mentioned in Note 2 to the accompanying financial statements, such accounting guidance is based on the application of the International Financial Reporting Standards (IFRS) and, particularly, on International Accounting Standard (IAS) 34 "Interim Financial Reporting," as approved by the International Accounting Standards Board (IASB). Such standards were adopted by the Argentine Federation of Professional Councils in Economic Sciences (FACPCE) and by the C.N.V., and were used in preparing the financial statements, except for paragraph 5.5 of IFRS 9, "Impairment."
3. Our examination was carried out in accordance with standards applicable in Argentina to members of the Supervisory Committee for the review of condensed interim financial statements, which include verifying the consistency of the documents reviewed with the information concerning corporate decisions, as disclosed in minutes, and the conformity of those decisions with the law and the bylaws insofar as concerns formal and documental aspects. For purposes of our professional work, we have reviewed the work performed by the external auditors of the Company, Price Waterhouse & Co. S.R.L., in accordance with the International Standard on Review Engagements 2410 ("ISRE 2410"), "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", which was adopted as review standard in Argentina by Technical Pronouncement No. 33 of FACPCE, as approved by the International Auditing and Assurance Standards Board (IAASB), who issued their review report on May 10, 2019, without any qualified opinion. A review of interim financial information consists of making inquiries to the Company's staff responsible for the preparation of the information included in the condensed interim financial statements and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted according to International Standards on Auditing and, consequently, does not enable us to obtain assurance that we would become aware of all the significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion on the Company's financial position, comprehensive income and cash flows.

We have not assessed the business criteria regarding the different areas of the Company, as these matters are the exclusive responsibility of the Board of Directors. We also report that, in compliance with the legality control that is part of our field of competence, during this period we have applied the other procedures described in Section 294 of Law No. 19550, which we deemed necessary according to the circumstances, including —among others— controlling the constitution and survival of the Directors' bond.

Without altering our conclusion, we make specific mention to Note 2 to the accompanying condensed interim financial statements, which includes a qualitative and quantitative description of the difference between the accounting guidance laid down by the C.N.V. and the IFRS.

considering that paragraph 5.5 "Impairment" of IFRS No. 9, "Financial Instruments," was excluded by the C.N.V. from the accounting guidance applicable to financial entities.

4. Based on our review, performed within the scope described in paragraph 3 above, we inform the following:
 - i) Tarjeta Naranja S.A.'s condensed interim financial statements as of March 31, 2019, prepared in accordance with IAS 34, consider all the significant events and circumstances that we are aware of and on which we have no observations to make except for the last paragraph of paragraph 3 of this report;
 - ii) In compliance with the legality control that is part of our field of competence, we have no observations to make;
 - iii) Tarjeta Naranja S.A.'s condensed interim financial statements arise from accounting records kept, in all formal aspects, in compliance with legal regulations;
 - iv) We have applied the procedures concerning prevention of assets laundering and funding of terrorist activities, as established in Resolution No. 420/11 by the Argentine Federation of Professional Councils in Economic Sciences (FACPCE);
 - v) Tarjeta Naranja S.A.'s condensed Interim financial statements as of March 31, 2019 have been transcribed to the "Inventory and Balance Sheet" book and, are in compliance with the provisions of the Argentine General Companies Law and in the pertinent resolutions of the Argentine National Securities Commission (C.N.V.);
 - vi) With regard to the Summary of Activity and the Additional Information to the Notes to the Condensed Interim Financial Statements required by the regulations issued by the Argentine National Securities Commission submitted by the Board of Directors, insofar as concerns our field of competence, we have no observations to make.

Córdoba, May 10, 2019

Mr. Jorge F. GREGORAT
For the Supervisory Committee



REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS

To the Shareholds, President and Directors of
TARJETA NARANJA S.A.
La Tablada 451
CÓRDOBA – ARGENTINA
C.U.I.T. 30-68537634-9

Introduction

We have reviews the accompanying Condensed Interim Financial Statement of Tarjeta Naranja S.A. which (the “Company”), which include the Condensed Balance Sheet as of March 31, 2019, the Condensed Statements of Profit or Loss and the Condensed Statement of Other Comprehensive Income for the three month periods ended March 31, 2019 and the Condensed Statements of Changes in Equity and Condensed Statement of Cash Flows for the three month period then ended, as well a summary of significant accounting policies and other explanatory information included in the notes and schedules supplementing them.

The amounts and other information corresponding to fiscal year 2019 and the related interim periods are an integral part of the financial statements mentioned above; therefore, shall be considered in connection with those financial statements.

Company’s Board of Directors responsibility

The Company’s Board of Directors is responsible for the preparation and presentation of these Condensed Interim Financial Statements in accordance with the accounting framework established by the National Securities Commission (CNV). As mentioned in note 2 to the accompanying Condensed Interim Financial Statements, that accounting framework is based on the application of the International Financial Reporting Standards (IFRS), and, in particular, of the International Accounting Standard 34 “Intermediate Financial Information” (IAS 34) as approved by the International Accounting Standards Board (IASB). Such standards were adopted by the Argentine Federation of Professional Councils of Economic Sciences (FACPCE), and by the CNV, and were used in the preparation of these financial statements, with the only temporary exception of section 5.5 “Impairment” of IFRS No 9 “Financial Instruments”.

Scope of our Review

Our review was limited to applying of the review procedures established in the International Standard on Review Engagements (ISRE) 2410 “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”, adopted as review standard in Argentina, through Technical Pronouncement No. 33, as approved by the International Auditing and Assurance Standards Board (IAASB). A review of interim financial information consists of making inquiries of the Company’s staff responsible for the preparation of the information included in the condensed interim financial statements, and applying analytical and other review procedures A review is substantially less in scope than an audit conducted according to International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all the significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion causes.

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Tarjeta Naranja S.A.
May 10, 2019

Conclusion

Based on our review, nothing has called our attention that causes us to believe that the accompanying Condensed Interim Financial Statements referred to in the first paragraph of this report are not prepared, in all material respects, in accordance with the accounting framework established by the National Securities Commission (CNV).

Difference between the accounting information framework of the CNV and the IFRS

Without modifying our conclusion, we draw attention to Note 2 to the accompanying Condensed Interim Financial Statements, which describes the difference between the accounting information framework of the CNV and the IFRS, taking account the application of section 5.5 "Impairment" of IFRS 9 "Financial Instruments" was temporarily excluded by the CNV from the accounting framework applicable to financial entities.

Córdoba, May 10, 2019

PRICE WATERHOUSE & CO. S.R.L.

(Partner)

Andrés Suarez
Public Accountant

