

BUENOS AIRES, May 7, 2019

BOLSAS Y MERCADOS ARGENTINOS S.A.

Re.: Information required under section 63 of the Listing Regulations of BYMA S.A.

In order to comply with the requirements of section 63 of the Listing Regulations of Bolsas y Mercados Argentinos S.A., we report below our income, divided into ordinary and extraordinary income and our Shareholders' Equity broken down by items and amounts, as reflected in the Quarterly Financial Statements of Banco Hipotecario S.A. ended on March 31, 2019 (three-month fiscal period).

RESULTS

- Net income for the first quarter was Ps. 36.6 million, compared to Ps. 508.2 million for the previous quarter and Ps. 519.4 million for the same quarter of the previous fiscal year, mainly affected by higher loan loss provisions.
- Net operating income for the first quarter was Ps. 2,834.3 million, 23.3% lower than Ps. 3,697.4 million for the previous quarter and 6.4% lower than Ps. 3,027.5 million for the same quarter of the previous fiscal year. Operating income for the quarter was Ps. (76.1) million, compared to Ps. 645.1 million for the previous quarter and Ps. 770.6 for the same quarter of the previous fiscal year.
- As of March 31, 2019, the Liquidity Coverage Ratio (LCR) was 266%, the Net Stable Funding Ratio (NSFR) was 162.9% and the liquid assets to deposits ratio was 104.7%.
- Loans to the non-financial private sector decreased 2.3% compared to the previous quarter and increased 5.6% compared to the same quarter of the previous fiscal year.
- Deposits decreased by 1.1% compared to the previous quarter and increased by 25.3% compared to the same quarter of the previous fiscal year, whereas financial debt increased 1.5% in the quarter and 12.0% in the year.
- Non-performing loans at a consolidated level increased from 6.0% in the fourth quarter of 2018 to 11.9% in the first quarter of 2019, while the coverage ratio was 51.9%. The increase in non-performing loans is mainly due to certain outstanding corporate loans that are in the process of being renegotiated, for which purpose the Bank has made provisions in addition to the minimum amount required by the regulations of the Argentine Central Bank.
- The total capital to risk-weighted assets ratio as of March 31, 2019 was 12.66%, compared to 12.71% for the previous quarter and Ps. 12.87% for the same quarter of the previous fiscal year.

- The Bank repurchased NV USD 53,353,000 of the Series XXIX Notes under a partial early repurchase offer of up to NV USD 75,000,000 (that may be extended up to NV USD 100,000,000).

Consolidated Quarterly Income Statement	Quarter ended			
	(in millions of Ps.)	03/31/19	12/31/18	03/31/18
Interest Income		4,206.2	4,605.8	3,027.5
Interest Expense		(4,044.0)	(4,495.9)	(2,239.1)
Net interest income		162.2	109.9	788.4
Fee and commission income		1,065.5	1,145.1	898.1
Fee and commission expense		(165.3)	(147.5)	(175.8)
Net fee and commission income		900.2	997.6	722.3
Net income from measurement of financial instruments at fair value through profit or loss		2,451.0	2,485.6	804.6
Gold and foreign currency quotation differences		(952.8)	(616.0)	64.2
Other operating income		1,603.8	1,269.1	1,026.7
Loan loss provision		(1,330.1)	(548.8)	(378.6)
Net operating income		2,834.3	3,697.4	3,027.5
Employee benefits		(1,190.4)	(1,130.1)	(850.9)
Administrative expenses		(753.0)	(764.5)	(700.9)
Depreciation and impairment of assets		(62.4)	(276.6)	(37.4)
Other operating expenses		(904.7)	(881.1)	(667.7)
Operating income		(76.1)	645.1	770.6
Income tax from continuing activities		107.4	(155.4)	(238.9)
Total comprehensive income (loss) attributable to the owners of non-controlling interests		(5.3)	(18.5)	12.3
Total comprehensive income (loss) attributable to parent's owners		36.6	508.2	519.4
Net income for the period		31.3	489.8	531.7

Banco Hipotecario's accumulated income as of 03/31/2019 was as follows:

	In thousands of Ps.
Net Income as of 03-31-19:	31,286
Total comprehensive income attributable to the owners of non-controlling interests:	(5,280)
Total comprehensive income attributable to parent's owners:	36,566

SHAREHOLDERS' EQUITY

In thousands of Ps.

Total Shareholders' Equity:	10,118,636
Capital Stock:	1,500,000
Non-capitalized contributions:	45,141
Adjustments to Shareholders' Equity:	717,115
Reserves	
- Legal:	1,448,649
- Others:	4,178,603
Unappropriated retained earnings:	1,979,529
Income for the period	36,566
Shareholders' Equity attributable to the parent's owners	9,905,603
Shareholders' Equity attributable to non-controlling interests	213,033

- Capital Stock

The capital stock is divided into 1,500,000,000 shares of a par value of one peso each, divided into Class A, B, C and D shares according to the percentages set forth in the following table. Class A, B and C shares carry the right to one vote per share, Class "D" shares, which are owned by the private sector, carry the right to three votes per share so long as the Argentine Government owns more than 42% of the capital stock.

Pursuant to the provisions of the Privatization Law and the Bank's bylaws, the majority Class "D" shareholders are entitled to elect nine of the thirteen members of our board of directors.

As of March 31, 2019, the principal Class "D" shareholders were holders of an aggregate of 448,689,072 shares representing 29.91% of the Capital Stock.

Shareholders as of 12/31/2019

Shareholder	Class	Amount of Shares	Percentage of Shares
Argentine Government/Banco de la Nación Argentina as Trustee of the <i>Fondo Federal de Infraestructura Regional</i> Assistance Trust	A	664,489,424	44.30%
Banco de la Nación Argentina as Trustee of the <i>Programa de Propiedad Participada</i>	B	57,009,279	3.80%
Banco de la Nación Argentina as Trustee of the <i>Fondo Federal de Infraestructura Regional</i> Assistance Trust	C	75,000,000	5.00%
Option Trustee ⁽¹⁾	D	90,905,000	6.06%
Principal Shareholders ⁽²⁾	D	448,689,072	29.91%
ANSES (Social Security Office)	D	74,037,265	4.94%

Banco Hipotecario S.A.	D	32,942,543	2.20%
Directors' holdings	D	24,470	0.00%
Others	D	56,902,947	3.79%
Total		1,500,000,000	100.00%

⁽¹⁾ Class "D" Shares relating to outstanding options, which amount to 90,905,000, shall be held in the Trust until disposal thereof pursuant to the instructions received from the Selling Shareholder (National Government). During such period, the voting rights attaching thereto shall be exercised by the Trustee of the *Fondo Federal de Infraestructura Regional* Assistance Trust (Banco de la Nación Argentina).

⁽²⁾ As of March 31, 2019, Tyrus S.A., Ritelco S.A., E-Commerce Latina S.A., Palermo Invest S.A., IRSA Inversiones y Representaciones S.A., and Inversora Bolívar S.A. held 75,000,000, 75,000,000, 75,000,000, 74,804,237, 73,939,835, and 74,945,000 Class D Shares, respectively, representing interests in Class D Shares of 10.66%, 10.66%, 10.66%, 10.63%, 10.51%, and 10.65%, respectively.

- Number of shares resulting from conversion of debt securities into stock.

- Shares that entitle to securities convertible into stock and/or warrants in the company, held by the controlling shareholder or group: **None**.

- Identification of the controlling shareholders of the Company, stating their names and domiciles:

The principal Class "D" shareholders of the company and their domiciles are as follows:

- IRSA Inversiones y Representaciones S.A., Bolívar 108 – Autonomous City of Buenos Aires, Argentina.
- Inversora Bolívar S.A., Moreno 877 – 22nd Floor – Autonomous City of Buenos Aires, Argentina.
- Ritelco S.A., Perú 529 – Ground Floor – Mendoza, Province of Mendoza, Argentina.
- E-Commerce Latina S.A., Moreno 877 – 21st Floor – Autonomous City of Buenos Aires, Argentina.
- Tyrus S.A., Profesor Mariño 459, Temperley, Province of Buenos Aires, Argentina.
- Palermo Invest S.A., Bolívar 108 – 1st Floor – Autonomous City of Buenos Aires, Argentina.

Yours sincerely,

/Sgd./
Ernersto Viñes
Attorney-in-fact