MINUTES OF THE MEETING OF THE SUPERVISORY COMMITTEE No. 1154

In the City of Buenos Aires on May 11, 2011, at 10:00 a.m. a meeting was held at the registered office of Banco Hipotecario S.A. by the members of the Supervisory Committee in order to consider the balance sheet as of March 31, 2011, the relevant statements of income, of changes in shareholders' equity and of cash flow and cash equivalents for the three-month fiscal period ended on that date as well as supplementary Notes 1 through 38 and Exhibits A, B, C, D, E, F, G, H, I, J, K, L, N and O, submitted by the Bank to our consideration, as well as the consolidated financial statements of Banco Hipotecario S.A. and its controlled companies for the three-month period ended March 31, 2011, including consolidated Exhibit B and consolidated Notes 1 through 6.

Different issues relating to the aforementioned documents are the subject matter of comments, it being underscored that the review of such financial statements included their degree of compliance with the audit planning for the period under analysis as well as the exchange of opinions at the meetings held to such effect and the analysis of the so-called analytical review prepared by Price Waterhouse & Co. S.R.L. Further the accounting and legal controls provided for in Section 294 of Law 19,550 were conducted.

As a result of the tasks performed, the Supervisory Committee's Report is transcribed hereinbelow:

"SUPERVISORY COMMITTEE’S REPORT

To the Shareholders and Directors of
BANCO HIPOTECARIO SOCIEDAD ANÓNIMA
Reconquista 151
Autonomous City of Buenos Aires

1. In our capacity as members of the Supervisory Committee of Banco Hipotecario S.A., we have conducted a limited review of the balance sheet as of March 31, 2011, the relevant statements of income, of changes in shareholders' equity and of cash flow and cash equivalents for the three-month fiscal period ended on that date as well as supplementary Notes 1 through 38 and Exhibits A, B, C, D, E, F, G, H, I, J, K, L, N and O, submitted by the Bank to our consideration. Further, we have conducted a limited review of the consolidated financial statements of Banco Hipotecario S.A. and its controlled companies for the three-month period ended March 31, 2011, including the consolidated Exhibit B and the consolidated Notes 1 through 6. The preparation and issuance of the aforementioned financial statements is the responsibility of the Bank.
2. Our task was conducted in accordance with the supervisory standards in force. Such standards require the review of the documents detailed in paragraph 1 to be made in accordance with the auditing standards in force for limited reviews of financial statements for interim periods and to include a confirmation of the conformity of the documents reviewed with the information relating to corporate decisions recorded in minutes as well as the conformity of such decisions, in formal and documentary terms, with the laws and the by-laws.

For purposes of our professional task relating to the documents detailed in paragraph 1, we have reviewed the work performed by the Independent Auditor, Price Waterhouse & Co. S.R.L., in accordance with the auditing standards in force for the limited review of interim financial statements pursuant to the professional accounting standards and the minimum guidelines for independent audits issued by the Central Bank of the Republic of Argentina. Such review included the verification of the work planning, nature, scope and timing of the procedures applied and the findings of the limited review conducted by such professional firm. A limited review mainly consists on applying analytical procedures to the accounting information and on inquiries to the officers responsible for the accounting and financial issues. The scope of this review is substantially lower than that of an audit of the financial statements, the purpose of which is to issue an opinion on the financial statements taken as a whole. Therefore, not all the necessary procedures to issue an opinion on the financial statements referred to in 1 were applied. The independent auditors issued their Report on May 11, 2011, and we are in agreement with the content thereof. As it is not the responsibility of the Supervisory Committee to perform a management control, the review did not apply to the criterion followed and the corporate decisions taken by the different areas of the Company, which issues are the sole responsibility of the Board of Directors.

3. The balances as of March 31, 2010 stated in the statement of income are disclosed for comparison purposes and were examined by this Supervisory Committee, which issued its limited review report on such financial statements on May 11, 2010.

4. As stated in Note 3 "DIFFERENCES BETWEEN ARGENTINE CENTRAL BANK REGULATIONS AND PROFESSIONAL ACCOUNTING STANDARDS" the Bank has prepared these financial statements by applying the valuation, restatement
and disclosure criteria provided for by the BCRA regulations, as established by it by means of Circular CONAU-1, as amended and supplemented, in its capacity as supervisory entity of financial institutions. However, as stated in Note 3 to the Financial Statements and to the Consolidated Financial Statements, such valuation and restatement criteria and the guidelines for the presentation of the financial statements set forth by the Supervisory Agency are in certain respects inconsistent with the professional accounting standards in force in the Autonomous City of Buenos Aires. The effect of the different valuation, restatement and disclosure criteria on the Financial Statements has been determined by the Bank and included in such Notes.

6. Based on our review and the examination of the Bank’s financial statements and its consolidated financial statements for the fiscal year ended December 31, 2010, in respect of which we issued a report on April 9, 2011, except for certain deviations from the professional accounting standards which are described in paragraph 4 hereof, we hereby state the following:

a) The financial statements of Banco Hipotecario S.A. as of March 31, 2011 and its consolidated financial statements as of such date, as detailed in paragraph 1, which were prepared in accordance with the regulations set forth by the BCRA and except as stated in paragraph 4, in accordance with the accounting standards in force in the Autonomous City of Buenos Aires, take into account all material facts and circumstances known by us and in respect thereof, we have no qualifications to raise.

b) The comparative information included in the basic and consolidated balance sheet and in the supplementary Notes and Exhibits to the attached financial statements is derived from the Bank’s financial statements as of December 31, 2010.

This Supervisory Committee hereby authorizes any of its members to sign this report on its behalf.

There being no further issues to discuss, this meeting rose at 10:40 am.

Alfredo H. GROPPO José D. ABELOVICH Ricardo FLAMMINI
Member of the Supervisory Committee Member of the Supervisory Committee Member of the Supervisory Committee
Martin SCOTTO  
Member of the  
Supervisory Committee

Marcelo H. FUXMAN  
Member of the  
Supervisory Committee