



Nuevo Banco Comercial S.A.
Report to the Board of Directors on the
Financial Statements for the year ended
December 31, 2009

*(Convenient Translation into English of the
Original Statements Issued in Spanish)*



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Independent Auditors' Report

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Abbreviations:

\$ = Uruguayan Pesos

US\$ = American Dollars

Nuevo Banco Comercial S.A.
BALANCE SHEET AS OF DECEMBER 31, 2009
Amounts in Thousands of Uruguayan Pesos

	Local Currency	Foreign currency Equiv. Local currency	TOTAL
ASSETS	8.201.963	18.186.420	26.388.383
I) Cash and Equivalents	1.122.303	2.106.654	3.228.957
1.- Cash and equivalents	1.122.303	1.401.167	2.523.470
1.1.- Cash	810.117	647.134	1.457.251
1.2.- Central Bank of Uruguay	26.148	571.882	598.030
1.3.- Other financial institutions in Uruguay	19.992	1.005	20.997
1.4.- Clearing documents	266.046	181.146	447.192
2.- Other foreign financial institutions		705.487	705.487
II) Securities	754.478	1.780.029	2.534.507
1.- Securities held for trading	14.015	218.333	232.348
1.1.- Uruguayan	14.015	120.203	134.218
1.2.- Foreign	-	98.130	98.130
2.- Securities available for sale	740.463	1.532.678	2.273.141
2.1.- Uruguayan	740.463	195.088	935.551
2.2.- Foreign	-	1.337.590	1.337.590
3.- Securities held to maturity	-	29.018	29.018
3.1.- Uruguayan	-	29.018	29.018
3.2.- Foreign	-	-	-
III) Credits (net of provisions)	5.351.878	13.863.552	19.215.430
1.- Outstanding credits	4.899.637	13.481.868	18.381.505
1.1.- Financial sector	1.534.395	4.952.290	6.486.685
1.1.1.- Central Bank of Uruguay	1.494.388	2.858.499	4.352.887
1.1.2.- Other financial institutions in Uruguay	40.007	2.837	42.844
1.1.3.- Other foreign financial institutions	-	1.804.316	1.804.316
1.1.4.- Head office, branches and related institutions	-	286.638	286.638
1.2.- Non financial sector	3.365.242	8.529.578	11.894.820
1.2.1.- Uruguayan public sector	193.799	783.658	977.457
1.2.2.- Non resident public sector	-	-	-
1.2.3.- Resident private sector	3.167.938	7.316.242	10.484.180
1.2.4.- Non resident private sector	3.505	429.678	433.183
2.- Forward contracts	1.325	124.434	125.759
2.1.- Residents	-	-	-
2.2.- Non residents	1.325	124.434	125.759
3.- Overdue	32.179	52.441	84.620
3.1.- Financial sector	-	-	-
3.2.- Non financial sector	32.179	52.441	84.620
3.2.1.- Uruguayan public sector	-	-	-
3.2.2.- Non resident public sector	-	-	-
3.2.3.- Resident private sector	32.163	52.344	84.507
3.2.3.1.- Overdue loans	19.193	39.552	58.745
3.2.3.2.- Under management for recovery	12.894	5.882	18.776
3.2.3.3.- Delinquent loans	76	6.910	6.986
3.2.4.- Non resident private sector	16	97	113
3.2.4.1.- Overdue loans	15	97	112
3.2.4.2.- Under management for recovery	1	-	1
3.2.4.3.- Delinquent loans	-	-	-
4.- Other accounts receivable	418.737	204.809	623.546

Nuevo Banco Comercial S.A.
BALANCE SHEET AS OF DECEMBER 31, 2009
Amounts in Thousands of Uruguayan Pesos

	Local Currency	Foreign currency Equiv. Local currency	TOTAL
IV) Investments	3.609	436.185	439.794
1.- Uruguayan	3.609	-	3.609
2.- Foreign	-	436.185	436.185
V) Fixed assets	894.156	-	894.156
VI) Intangible assets	75.539	-	75.539
LIABILITIES	6.422.705	16.451.393	22.874.098
I) Obligations	6.422.705	16.451.393	22.874.098
1.- From financial intermediation	5.546.785	15.618.645	21.165.430
1.1.- Financial Sector	10.214	568.374	578.588
1.1.1.- Central Bank of Uruguay	-	36.528	36.528
1.1.2.- Other financial institutions in Uruguay	10.214	75.566	85.780
1.1.3.- Other foreign financial institutions	-	455.809	455.809
1.1.4.- Head Office, branches and related institutions	-	471	471
1.2.- Non financial sector	5.536.571	15.050.271	20.586.842
1.2.1.- Uruguayan public sector	96.092	720.756	816.848
1.2.2.- Resident private sector	5.356.715	12.233.616	17.590.331
1.2.3.- Non residents	83.764	2.095.899	2.179.663
2.- Forward contracts	6.000	125.676	131.676
2.1.- Residents	-	-	-
2.2.- Non residents	6.000	125.676	131.676
3.- Other accounts payable	181.031	127.833	308.864
4.- Accrued Expenses	632.494	136.774	769.268
5.- Provisions	56.395	442.465	498.860
SHAREHOLDERS' EQUITY	3.514.285		3.514.285
1.- Common Stock	3.634.000	-	3.634.000
2.- Adjustments to shareholders' equity	1.218.749	-	1.218.749
3.- Reserves	-	-	-
4.- Retained earnings	-	-	-
5.- Current year results	(1.338.464)	-	(1.338.464)
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	9.936.990	16.451.393	26.388.383
CONTINGENT ACCOUNTS	2.565.382	1.644.499	4.209.881
1.- Credit lines agreed	2.511.373	979.421	3.490.794
1.1.- Credit cards	2.363.907	965.748	3.329.655
1.2.- Current accounts	147.466	13.673	161.139
1.3.- Others	-	-	-
2.- Guarantees granted	49.509	316.999	366.508
3.- Foreign trade	4.500	348.079	352.579
4.- Options	-	-	-
5.- Other contingencies	-	-	-

Nuevo Banco Comercial S.A.
 BALANCE SHEET AS OF DECEMBER 31, 2009
 Amounts in Thousands of Uruguayan Pesos

	Local Currency	Foreign currency Equiv. Local currency	TOTAL
MEMORANDUM ACCOUNTS	3.115.669	15.197.647	18.313.316
1.- Guarantees received	857.363	9.182.759	10.040.122
2.- Custody of goods and securities	2.196.246	5.182.035	7.378.281
3.- Foreign trade	-	255.323	255.323
4.- Other memorandum accounts	62.060	577.530	639.590

Nuevo Banco Comercial S.A.
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED DECEMBER 31, 2009
 Amounts in Thousands of Uruguayan Pesos

	Local Currency	Foreign currency Equiv. Local currency	TOTAL
Financial income before exchange differences and provisions	1.117.640	1.005.489	2.123.129
1) Outstanding credits	627.579	767.491	1.395.070
1.1.- Financial sector	84.864	54.829	139.693
1.1.1.- Uruguayan financial institutions	84.864	1.285	86.149
1.1.2.- Foreign financial institutions	-	53.544	53.544
1.2.- Non financial sector	542.715	712.662	1.255.377
1.2.1.- Uruguayan public sector	12.472	26.699	39.171
1.2.2.- Non resident public sector	-	-	-
1.2.3.- Resident private sector	529.261	656.800	1.186.061
1.2.4.- Non resident private sector	982	29.163	30.145
2) Lease, readjustments and quotation differences of securities	450.083	136.409	586.492
2.1.- Securities held for trading	1.037	48.373	49.410
2.1.1.- Uruguayan	1.037	45.250	46.287
2.1.2.- Foreign	-	3.123	3.123
2.2.- Securities available for sale	449.046	83.843	532.889
2.2.1.- Uruguayan	399.301	26.471	425.772
2.2.2.- Foreign	49.745	57.372	107.117
2.3.- Securities held to maturity	-	4.193	4.193
2.3.1.- Uruguayan	-	4.193	4.193
2.3.2.- Foreign	-	-	-
3) Obligations readjustment	357	-	357
3.1.- Financial sector	-	-	-
3.2.- Non financial sector	357	-	357
4) Forward contracts	7.628	-	7.628
4.1.- Financial sector	7.628	-	7.628
4.1.1.- Uruguayan	-	-	-
4.1.2.- Foreign	7.628	-	7.628
4.2.- Non financial sector	-	-	-
4.2.1.- Uruguayan public sector	-	-	-
4.2.2.- Resident private sector	-	-	-
4.2.3.- Non residents	-	-	-
5) Overdue loans	31.993	101.589	133.582
5.1.- Financial sector	-	-	-
5.2.- Non financial sector	19.901	21.023	40.924
5.2.1.- Uruguayan public sector	-	-	-
5.2.2.- Non resident public sector	-	-	-
5.2.3.- Resident private sector	19.881	21.008	40.889
5.2.3.1.- Overdue loans	5.749	14.011	19.760
5.2.3.2.- Under management for recovery	2.319	2.656	4.975
5.2.3.3.- Delinquent loans	11.813	4.341	16.154

Nuevo Banco Comercial S.A.
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED DECEMBER 31, 2009
 Amounts in Thousands of Uruguayan Pesos

	Local Currency	Foreign currency Equiv. Local currency	TOTAL
5.2.4.- Non resident private sector	20	15	35
5.2.4.1.- Overdue loans	13	11	24
5.2.4.2.- Under management for recovery	4		4
5.2.4.3.- Delinquent loans	3	4	7
5.3.- Debtors refinanced under law 16.243	-	-	-
5.4.- Recoverability of doubtful debtors	12.092	80.566	92.658
Financial losses before exchange differences and provisions	(466.636)	(109.382)	(576.018)
1) Obligations	(87.642)	(75.213)	(162.855)
1.1.- Financial sector	(17.461)	(22.515)	(39.976)
1.1.1.- Uruguayan financial institutions	(17.461)	(2.804)	(20.265)
1.1.2.- Foreign financial institutions	-	(19.711)	(19.711)
1.2.- Non financial sector	(70.181)	(52.698)	(122.879)
1.2.1.- Uruguayan public sector	(800)	(6.020)	(6.820)
1.2.2.- Resident private sector	(69.012)	(26.097)	(95.109)
1.2.3.- Non residents	(369)	(20.581)	(20.950)
2) Readjustments and quotation differences of securities	(329.036)	(34.169)	(363.205)
2.1. Securities held for trading	(1.309)	(33.909)	(35.218)
2.1.1.- Uruguayan	(1.309)	(33.555)	(34.864)
2.1.2.- Foreign	-	(354)	(354)
2.2. Securities available for sale	(327.727)	(260)	(327.987)
2.2.1.- Uruguayan	(282.205)	-	(282.205)
2.2.2.- Foreign	(45.522)	(260)	(45.782)
2.3. Securities held to maturity	-	-	-
2.3.1.- Uruguayan	-	-	-
2.3.2.- Foreign	-	-	-
3) Credit readjustment	(1.085)	-	(1.085)
3.1.- Outstanding	(1.081)	-	(1.081)
3.2.- Overdue	(4)	-	(4)
4) Forward contracts	(48.873)	-	(48.873)
4.1.- Financial sector	(48.873)	-	(48.873)
4.1.1.- Uruguayan	-	-	-
4.1.2.- Foreign	(48.873)	-	(48.873)
4.2.- Non financial sector	-	-	-
4.2.1.- Uruguayan public sector	-	-	-
4.2.2.- Resident private sector	-	-	-
4.2.3.- Non residents	-	-	-

Nuevo Banco Comercial S.A.
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED DECEMBER 31, 2009
 Amounts in Thousands of Uruguayan Pesos

	Local Currency	Foreign currency Equiv. Local currency	TOTAL
I) Financial margin before exchange differences and provisions	651.004	896.107	1.547.111
Foreign exchange differences from assets and liabilities valuation	(546.302)	-	(546.302)
1.- Income	18.082.221	-	18.082.221
2.- Losses	(18.628.523)	-	(18.628.523)
II) Financial margin before provisions	104.702	896.107	1.000.809
PROVISIONS	(108.831)	(67.308)	(176.139)
Decrease of provisions and credit revaluation	69.054	719.633	788.687
1.- Decrease of provisions	69.054	719.633	788.687
1.1.- Residents	68.990	693.052	762.042
1.2.- Non residents	64	26.581	26.645
1.3.- General provisions	-	-	-
2.- Credit revaluation	-	-	-
Increase of provisions and credit depreciation	(177.885)	(786.941)	(964.826)
1.- Provisions	(177.884)	(786.941)	(964.825)
1.1.- Residents	(177.884)	(738.806)	(916.690)
1.2.- Non residents	-	(48.135)	(48.135)
1.3.- General provisions	-	-	-
2.- Credits depreciation	(1)	-	(1)
III) Financial margin	(4.129)	828.799	824.670
COMMISSION INCOME	498.816	303.001	801.817
1.- Residents	485.670	244.086	729.756
2.- Non residents	13.146	58.915	72.061
COMMISSION EXPENSES	(190.308)	(169.828)	(360.136)
1.- Residents	(188.874)	(77.986)	(266.860)
2.- Non residents	(1.434)	(91.842)	(93.276)
Commission margin	308.508	133.173	441.681
OTHER RESULTS FOR EXCHANGE DIFFERENCES	253.646	21.192	274.838
1.- From operations			
1.1.- Income	110.572	21.192	131.764
1.2.- Losses	133.667	25.499	159.166
	(23.095)	(4.307)	(27.402)
2.- From valuation of other assets and liabilities in foreign currency			
2.1.- Income	143.074	-	143.074
2.2.- Losses	962.036	-	962.036
	(818.962)	-	(818.962)

Nuevo Banco Comercial S.A.
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED DECEMBER 31, 2009
 Amounts in Thousands of Uruguayan Pesos

	Local Currency	Foreign currency Equiv. Local currency	TOTAL
IV) Gross result	558.025	983.164	1.541.189
OPERATING INCOME	124.736	61.866	186.602
1.- Income from other accounts receivable	-	64	64
1.1.- Residents	-	-	-
1.2.- Non residents	-	64	64
2.- Investment in local shares	-	-	-
3.- Foreign branches	-	16.206	16.206
4.- Leases	-	-	-
5.- Other operating income	77.781	45.596	123.377
5.1.- Residents	77.749	11.706	89.455
5.2.- Non residents	32	33.890	33.922
6.- Income from accounting restatements	-	-	-
7.- Income from inflation adjustment	46.955	-	46.955
OPERATING LOSSES	(2.786.946)	(278.318)	(3.065.264)
1.- Personnel remunerations and social charges	(1.691.663)	(36.422)	(1.728.085)
2.- Insurance expenses	(5.428)	(6.367)	(11.795)
3.- Depreciations	(95.798)	-	(95.798)
4.- Taxes and duties	(227.043)	-	(227.043)
5.- Other operating expenses	(304.259)	(109.702)	(413.961)
6.- Losses from other operations	(247)	(74)	(321)
7.- Investments in local shares	-	-	-
8.- Foreign branches	(4.917)	(125.490)	(130.407)
9.- Losses from accounting restatements	-	-	-
10.- Losses from inflation adjustments	(457.591)	-	(457.591)
11.- Other accounts payable	-	(263)	(263)
V) Exploitation margin	(2.104.185)	766.712	(1.337.473)
EXTRAORDINARY RESULTS	1.005	(1.929)	(924)
1.- Extraordinary income	1.143	1.137	2.280
2.- Extraordinary losses	(138)	(3.066)	(3.204)
PREVIOUS YEAR RESULTS	-	-	-
1.- Income	-	-	-
2.- Losses	-	-	-
VI) RESULTS FOR CURRENT YEAR BEFORE TAXES	(2.103.180)	764.783	(1.338.397)
Income Tax	(67)	-	(67)
VII) Results for current year after income tax	(2.103.247)	764.783	(1.338.464)

Nuevo Banco Comercial S.A.
 STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED
 DECEMBER 31, 2009
 Amounts in Thousands of Uruguayan Pesos

	COMMON STOCK	ADDITIONAL PAID IN CAPITAL	ADJUSTMENTS TO SHARE-HOLDERS' EQUITY	RESERVES	RETAINED EARNINGS	TOTAL SHARE-HOLDERS' EQUITY
Balances as of 12.31.2008	3.634.000	-	472.655	-	536.925	4.643.580
Capital contributions	-	-	-	-	-	-
Profit allocation	-	-	-	-	(536.925)	(536.925)
Advanced payment of results	-	-	-	-	-	-
Restatements:	-	-	-	-	-	-
- Revaluation fixed assets	-	-	68.300	-	-	68.300
- Inflation adjustment	-	-	410.637	-	-	410.637
- Variation in the fair value of securities available for sale	-	-	257.265	-	-	257.265
- Variation in the value of investments due to equity adjustments in controlled companies and branches	-	-	9.892	-	-	9.892
Results for fiscal year	-	-	-	-	(1.338.464)	(1.338.464)
Balances as of 12.31.2009	3.634.000	-	1.218.749	-	(1.338.464)	3.514.285

Nuevo Banco Comercial S.A.
 STATEMENT OF CASH FLOWS FOR THE YEAR ENDED DECEMBER 31, 2009
 Amounts in Thousands of Uruguayan Pesos

	12.31.2009
CASH FLOWS FROM OPERATING ACTIVITIES	
Gain (loss) for the year	(1.338.464)
Adjustments that reconcile the net profit for the year to net cash provided by operating activities:	1.546.385
Depreciation of fixed assets	83.780
Amortization of intangible assets	12.018
Effects of changes in monetary correction and foreign currency translation	813.864
Difference in quotations and value adjustments for securities held for trading and securities available for sale	(89.755)
Adjustment to cost of securities held to maturity	(1.529)
Securities provisions	-
Securities income accrued not received	(10.905)
Accrued expenses	545.770
Accrued interest income not received	6.269
Provision for doubtful debtors	176.139
Accrued income not received	18.808
Accrued interest expense not paid	(6.503)
Not accrued income received	15
Not accrued interest paid	-
Result from sales of fixed assets	(1.586)
Result from booking premises at their market value	-
(INCREASE) DECREASE IN OPERATING ASSETS	(4.102.918)
Securities (held for trading and available for sale)	(771.010)
Credits – Financial Sector (*)	(3.524.799)
Credits – Non Financial Sector (*)	8.049
Other assets	184.842
INCREASE (DECREASE) IN OPERATING LIABILITIES	(1.142.250)
Obligations – Financial Sector (**)	(719.533)
Obligations – Non Financial Sector (**)	(269.754)
Other liabilities	(152.963)
Net variation of forward contracts	159.950
Net cash provided (used) by operating activities	(4.877.297)
CASH FLOWS FROM INVESTING ACTIVITIES	
Net cash flow of securities held to maturity	8.505
Net cash flow of fixed assets	(36.019)
Increase in intangible assets	(26.071)
Net cash flow of special investments	-
Net cash flow of other investments	113.226
Net cash provided (used) by investing activities	59.641
CASH FLOWS FROM FINANCING ACTIVITIES	
Capital contribution /(profit allocation)	(536.925)
Net cash flow of subordinated loans	-
Issuance (amortization) of debentures and certificates of deposit	(585.470)
Other obligations originated by financing activities	-
Net cash provided (used) by financing activities	(1.122.395)
Net increase (decrease) in cash and cash equivalents	(5.940.051)
Exchange differences generated from cash and equivalents	(730.412)
Cash and cash equivalents at the beginning of the year	9.899.420
Cash and cash equivalents at the end of the year	3.228.957

(*) Except forward contracts.

(**) Except subordinated loans, debentures and forward contracts.

Notes to the Financial Statements for the year ended December 31, 2009

Note 1 - Approval by the Stockholders' Meeting

Financial Statements for the year ended December 31, 2009, have not been considered yet by the Ordinary Stockholders' Meeting in accordance with article 344 of Law N° 16.060 dated September 4, 1989.

Note 2 - Information about the financial institution

2.1 Legal nature

Nuevo Banco Comercial S.A. ("the Bank" or "NBC") is a corporation that operates in the financial sector of the República Oriental del Uruguay under the legal regime established by Law N° 15.322 dated September 17, 1982 and its subsequent amendments. In compliance with articles 32, 33, and 35 of Law N° 17.613 dated December 27, 2002, the Executive Power resolved the incorporation of Nuevo Banco Comercial S.A. on December 31, 2002. It was authorized to act as a bank by the Central Bank of Uruguay (C.B.U.) on March 19, 2003.

Central Bank of Uruguay exercises control on banks and monitors compliance with minimum requirements regarding legal cash reserves, credit provisions, and capital adequacy.

2.2 Accounting basis

Financial statements are presented in compliance with the regulatory provisions in force in Uruguay and prepared in accordance with accounting standards, valuation, risk classification criteria and presentation regulations established by the Central Bank of Uruguay, considering the particular standards established by the Financial Institutions Controlling Agency for Nuevo Banco Comercial S.A. as detailed in Note 3.6.

Financial statements were prepared based on historical costs, except for assets and liabilities in foreign currency, assets and liabilities with restatement clause, securities and fixed assets, which are valued according to the criteria expressed in Note 3, and the result of the year, which has been corrected to reflect the effects of inflation based on a simplified inflation adjustment methodology indicated by the Central Bank of Uruguay.

Said methodology, applicable from January 1 2009, consists in applying an integral monetary adjustment using the Wholesale Price Index. The result of this adjustment is exposed in the Profit and Loss Account in the account "Inflation adjustment result" and in the Balance Sheet in "Adjustments to Shareholders' Equity".

For the preparation of the Statement of Cash Flows, cash and cash equivalents was defined as cash and due from banks.

2.3 Capital and shares

On September 6, 2005, the Uruguayan Government and a consortium comprised of Advent International, Morgan Stanley Alternative Investments, DEG and FMO; signed a sale-purchase agreement by which the State sold the consortium 60% of NBC shares.

On May 15, 2006, the Financial Institutions Controlling Agency authorized the transfer of Nuevo Banco Comercial S.A.'s ordinary shares to NBC Invest S. à R.L. and to FMO Participaties B.V.. Said transfer was made on June 1, 2006.

On August 2, 2007, the Financial Institutions Controlling Agency authorized the transfer of 2% of Nuevo Banco Comercial S.A.'s ordinary shares to Tecevall S.A.. Said transfer was made on December 10, 2007.

The Bank's authorized capital amounts to thousands \$ 3.800.000. The paid in capital stock amounts to thousands \$ 3.634.000, and is represented by 2.180.400 ordinary shares and 1.453.600 preferred shares of \$ 1.000 per value each.

The paid in capital since December 10, 2007, was constituted as follows: NBC Invest S. à R.L. with 1.919.859 ordinary shares (52,83%), Nuevo Banco Comercial Holding B.V. (ex FMO Participaties B.V.) with 216.933 ordinary shares (5,97%), Tecevall S.A. with 43.608 ordinary shares (1,20%) and the Uruguayan Government with 1.453.600 preferred shares (40%).

The preferred shares held by the Uruguayan Government will have the right to a preferred fixed dividend of 4% annually. Over these shares, a call and put option was signed, to be carried out within the period of up to 7 years.

Additional information regarding the Bank's ownership structure is included in the Corporate Government's Annual Report (non audited information) required by article 36.3 of the Compilation of Central Bank Regulations, which is available on the Bank's website.

2.4 Board of Directors and Executive Staff

As at December 31, 2009, the Bank's Board of Directors is comprised as follows:

Ernest George Bachrach	President
Juan Pablo Zucchini	Vice President
Matías Eduardo Campiani	Director
Roelf Pieter Eemsing	Director
Mario Fernández Campo	Director
José Horacio Petrocelli	Director
Nicolás Sujoy Spiguel	Director
Gualberto De León Ledoux	Deputy Director
Juan Carlos Torres Carretero	Deputy Director

The Statutory Control Committee (Comisión Fiscal) is comprised as follows:

Ariel Adolfo Banda Figueroa	
Gerardo Caffera Morandi	
Sergio Lamorte Russomanno	
Pablo María Sequeira Urta	
Daniel Gustavo Marshall Scaldaferrro	Deputy

The Executive Staff, in accordance with the stipulated in article 38.11 of the Compilation of Central Bank Regulations, is also comprised of:

José Ángel Fuentes Rodríguez	General Manager
Horacio Enrique Correge	Sub-General Manager
Luis Álvarez Perazzo	General Accountant
Juan José Baluga Bello	Financial Manager
Gabriel Esteban Barandiarán Cubitto	Customers Claim Responsible
Sergio Edison Burdín Cortondo	Manager of Operations and Technology
María Ivonne Casulo Rodao	Marketing Manager
Alejandro Conforte Mariano	Foreign Relations Manager
Guillermo Alberto Gadola Bergara	Human Resources Manager
Ana Laura Gatti Dura	Internal Audit Manager
Daniel Roberto Leoncini Yañez	Corporate Banking Manager
Javier Isaac Liberman Jablonsky	Risk Manager
Gustavo Alejandro Manriquez Vázquez	Personal Banking Manager

Marcelo Eduardo Porteiro Mainetto	Retail Area Manager
María del Luján Rodríguez Chanquet	Compliance Officer
Gerardo Raúl Sansberro Bonelli	Credit Card Manager
Carmelo Umpiérrez Cruz	Foreign Exchange Operator
Pablo Federico Varela Artagaveytia	Legal Advice Manager

On March 1, 2010, Mr. José Angel Fuentes Rodríguez left his position of General Manager to become Director, being appointed in his name Mr. Horacio Enrique Corregge.

Additional information regarding the Bank's management and control structure is included in the Corporate Government's Annual Report (non audited information) required by article 36.3 of the Compilation of Central Bank Regulations, which is available on the Bank's website.

Note 3 - Information regarding assets and liabilities

3.1 Assets and liabilities denominated in foreign currency

Assets and liabilities denominated in foreign currency are translated into U.S. Dollars at the exchange rates published by the foreign exchange desk of the Central Bank of Uruguay as at the end of the year.

The resulting amounts in US Dollars are then translated into local currency at the exchange rate as at the end of the year (US\$ 1 = \$ 19,627).

3.2 Foreign currency position

The global position in foreign currency as at December 31, 2009 is broken down as follows:

In thousands

Currency	Assets in foreign currency	Liabilities in foreign currency	Net position in foreign currency		Equivalent net position in US\$
			Asset	Liability	
US Dollars	859.924	808.406	51.518	-	51.518
Argentine Pesos	16.912	1.232	15.680	-	4.125
Brazilian Reales	41.487	6.794	34.693	-	19.927
Euros	21.783	16.043	5.740	-	8.231
Other	-	-	-	-	4.599
TOTAL					88.400

3.3 Securities

Securities are valued in accordance with criteria established in Rule 2.2 of the Accounting Standards and Chart of Accounts for Financial Institutions as described below.

The securities held for trading are valued at their market value including transaction costs and deducting accrued interests. Market value adjustments are included into the Profit and Loss Account of the fiscal year.

The securities available for sale are valued at their fair value, including transaction costs and deducting accrued interests. Fair value adjustments are included directly into the Equity until said securities are sold or reimbursed, and at that moment, the adjustments are inputted in the result of the fiscal year.

The securities held to maturity are valued at their acquisition cost including transaction costs and deducting accrued interests, adjusted for the difference between the acquisition price and face value, which is accrued on a lineal basis for the remaining time to maturity.

The interests' accrual is included in the results for the fiscal year.

The composition of the securities portfolio as at December 31, 2009 is as follows:

SECURITIES	Currency of issuance	Amounts in thousands of Uruguayan Pesos	
		Book value	Market value
Securities held for trading		232.348	232.348
<i>Uruguayan Government Securities</i>		<i>117.188</i>	<i>117.188</i>
- Treasury Bonds	U.S. Dollars	54.694	54.694
- Global Bonds	Indexed Units	13.810	13.810
- Global Bonds	U.S. Dollars	38.897	38.897
- Global Bonds	Euros	9.787	9.787
<i>Private Securities</i>		<i>112.801</i>	<i>112.801</i>
- Uruguayan	U.S Dollars	14.742	14.742
- Brazil	U.S Dollars	98.059	98.059
Accrued interest Uruguayan Government Securities		2.050	2.050
Accrued interest Private Securities		309	309
Securities available for sale		2.273.141	2.273.141
<i>Uruguayan Government Securities</i>		<i>836.638</i>	<i>836.638</i>
- Treasury Bonds	U.S. Dollars	55.472	55.472
- Treasury Bonds	Indexed Units	718.342	718.342
- Global Bonds	U.S. Dollars	8.337	8.337
- Global Bonds	Euros	44.841	44.841
- Adjustable Mortgage Obligations	Uruguayan Pesos	9.646	9.646
<i>Foreign Government Securities</i>		<i>591.211</i>	<i>591.211</i>
- Argentina	U.S. Dollars	45.524	45.524
- Argentina	Argentine Pesos	74.501	74.501
- Brazil	U.S. Dollars	67.361	67.361
- Brazil	Euros	14.133	14.133
- Chile	U.S. Dollars	163.910	163.910
- Colombia	U.S. Dollars	33.783	33.783
- Peru	U.S. Dollars	34.004	34.004
- International Agencies	U.S. Dollars	21.197	21.197
- International Agencies	Euros	51.730	51.730
- International Agencies	Australian Dollars	85.068	85.069
<i>Private Securities</i>		<i>811.207</i>	<i>811.207</i>
- Uruguayan	U.S. Dollars	83.070	83.070
- Uruguayan	Uruguayan Pesos	5.997	5.997
- Argentina	Euros	239	239
- Argentina	U.S. Dollars	1.261	1.261
- Brazil	Reales	11.273	11.273
- Brazil	U.S. Dollars	166.427	166.427
- Holland	U.S. Dollars	39.937	39.937
- Mexico	U.S. Dollars	28.426	28.426
- U.S.A.	U.S. Dollars	474.577	474.577
Accrued interest Uruguayan Government Securities		8.415	8.415
Accrued interest Foreign Government Securities		14.327	14.327
Accrued interest Private Securities		11.343	11.343
Devaluation Provision		-	-
Securities held to maturity		29.018	32.709
<i>Uruguayan Government Securities</i>		<i>28.507</i>	<i>32.198</i>
- Treasury Bonds	U.S. Dollars	22.966	25.711
- Global Bonds	U.S. Dollars	5.541	6.487
Accrued interest Uruguayan Government Securities		511	511
Devaluation Provision		-	-
TOTAL SECURITIES		2.534.507	2.538.198

SECURITIES		Amounts in thousands of Uruguayan Pesos	
		Book value	Market value
	Currency of issuance		
SECURITIES ISSUED BY THE C.B.U. ⁽¹⁾			
Securities held for trading		-	-
Securities available for sale		1.382.520	1.382.520
- Monetary Regulation Bills	Uruguayan Pesos	782.781	782.781
- Monetary Regulation Bills	Indexed Units	478.013	478.013
- Indexed Notes	Indexed Units	71.458	71.458
Income from Securities issued by C.B.U.		50.268	50.268
Securities held to maturity		-	-
TOTAL SECURITIES ISSUED BY C.B.U.		1.382.520	1.382.520

(1) Recorded under Outstanding credits to the Financial Sector.

3.4 Limitations to the free disposal of assets or equity and restriction to property rights

As of December 31, 2009, there are certain assets whose disposal is limited as follows:

- a) The chapter “Outstanding credits – financial sector” includes assets for thousands \$ 431.007 (thousands US\$ 21.960), which correspond to a deposit in guarantee of transactions with Visa International.
- b) The chapter “Securities – Securities available for Sale” includes thousands \$ 248.162 (thousands Indexed Units 126.400 nominal value) corresponding to Treasury Bills in indexed units in guarantee of transactions through the Payment and Reciprocal Credit Agreement of ALADI.
- c) The chapter “Cash and equivalents” includes a cash deposit in the Central Bank of Uruguay which is pledged in guarantee in its favor for thousands \$ 5.002 (thousands of Indexed Units 2.500) corresponding to the guarantee required to act as Financial Fiduciary.

Additionally, in accordance with article 51 of the Compilation of Regulations of Operations and with the purpose of being able to use the line of credit established in article 49 of the mention Compilation, on July 26, 2005 the Bank has set up an irrevocable pledge with displacement of the entirety of the financial instruments, current accounts and securities, with free disposal, that the Bank has booked or deposited in the Central Bank, either issued by the Central Bank or by the Uruguayan Government.

The allocation of these assets will be in effect when the Bank uses the line of credit established in article 49 of the Compilation of Regulations of Operations for up to a maximum of 15% of the Bank’s net equity responsibility, if it does not exceed the equivalent to double the basic equity responsibility for banks. As at December 31, 2009, the credit line was not used.

3.5 Assets and liabilities with restatement clause

The amounts of assets and liabilities subject to restatement clause are as follows:

In thousands of Uruguayan pesos

Restatement Index	Restated Assets	Restated Liabilities
Consumer Price Index (C.P.I.)	345.630	-
Adjustable Mortgage Bonds (O.H.R.)	9.646	-
Indexed Units (Unidades indexadas)	1.761.511	220.080
TOTAL	2.116.787	220.080

3.6 Financial Sector and Non-Financial Sector Credit Portfolio

Receivables include the receivable capital amount of each transaction and the corresponding interest accrued thereon.

The credit portfolio has been classified in accordance with criteria established in Rule 3.8, and the transitory standards of the Accounting Standards and Chart of Accounts for Financial Institutions, considering the particular standards established by the Financial Institutions Controlling Agency for Nuevo Banco Comercial S.A..

According to the particular instruction No. 128/2003/1057 dated December 11, 2003:

- a) For the credits originated in agreements with customers who were given a reduction equal to or fewer than a third of the compensatory interest rate originally agreed, for the period previous to the restructuring date, the particular Rule 3.8 literal d) i) or transitory Rule 4.29 of the Accounting Standards and the Chart of Accounts for Financial Institutions have been applied, to which correspond according to the percentage of interests actually paid over the interests determined by the new rate.
- b) For the credits originated in agreement with customers who were given a reduction greater than a third of the compensatory interest rate originally agreed, for the period before the restructuring date, the transitory Rule 4.33 of the Accounting Standards and the Chart of Accounts for Financial Institutions has been applied. In order to classify the debtors under this situation, the particular instruction established that they might be improved up to the category of “normal risk” provided that as at December 31st, 2002 they were not classified into the category of “irrecoverable risk”.

According to the particular instruction established by the Financial Institutions Controlling Agency N°128/2004/0321 dated April 16, 2004, the Transitory Regulations 4.29 and 4.33 of the Accounting Regulations and Account Plan for Financial Intermediation Companies and in the terms communicated by the particular instruction N° 128/2003/1057, were extended until December 31, 2004.

According to the particular instruction established by the Financial Institutions Controlling Agency N° 128/2005/0494 dated June 22, 2005, all the regulations in force regarding the particular regime on the credit portfolio established by Nuevo Banco Comercial S.A. are unified in a sole resolution, as follows:

- a) Registration of the restructured Argentine credit portfolio: the decrease in restructured Argentine credits due to the pesification after applying Decree 214/2002 of the Government of the Argentine Republic, is not considered a release granted to the client for its classification.

b) Overdue restructured credits: the deadlines for transfers among overdue restructured credit accounts are modified:

- Following thirty days of being booked in “Overdue restructured credits”, unpaid transactions need to be transferred to the account “Under Management for Recovery”.
- Following thirty days of being booked in “Under Management for Recovery”, unpaid transactions will be transferred to “Delinquent Loans” or “Written off Credits” (from memorandum accounts), according to the antiquity of the first unpaid maturity corresponding to any transaction of the original debts.

In order to consider the stipulated in particular instruction 3.8 d i) (renewal of transactions), 100% of the interest accrued since the date of restructure of the transaction must be received.

c) Guarantees of overdue restructured credits: in the case of credits previously written off, an income will be recognized for:

- Cash deposits made in the Bank, when the credit was issued in the same currency, except for cases of credits in local currency with deposits in USA Dollars or Euros. Deposits should be pledged expressly and irrevocably in favor of the Bank.
- Deposits made in the Bank, of public securities and deposit certificates issued by the Bank. Securities should have public quotation in markets not influenced by individual private agents. The credit must have been issued in the same currency as the securities, except in the case of credits in local currency with guarantee of securities issued in USA Dollars or Euros. The deposits should be pledged expressly and irrevocably in favor of the Bank. The pledge of these certificates can be incorporated to the guarantees established in the Particular instruction 3.16 numeral I) section a) numeral i).

Unpaid transactions of the Non Financial Sector are booked in “Overdue loans” after a period of 60 days from their expiration. Consumer loans are booked in “Under management for recovery” after a period of 90 days from their expiration, and they are transferred to “Delinquent loans” after 120 days from their expiration. In the case of Mortgage Loans, they are booked in “Under management for recovery” after a period of 180 days from their expiration, and transferred to “Delinquent loans” after 240 days from their expiration. Finally, Commercial Loans are booked in “Under management for recovery” after a period of 120 days from their expiration, and they are transferred to “Delinquent loans” after 180 days from their expiration.

Financial Sector loans overdue for 1 day or more are booked in “Overdue loans”, after a period of 120 days from their expiration, they are booked in “Under management for recovery” and after 180 days from their expiration they are booked in “Delinquent loans”.

The necessary provisions have been booked to cover eventual losses derived from bad debts, in accordance with Rule 3.12 of the Accounting Standards and Plan of Accounts for Financial Institutions. In order to determine the amount to be provisioned, guarantees admitted by Rules 3.16 and 3.17 of said Accounting Standards have been deducted.

Risks of Non-Financial Sector

In thousands of Uruguayan pesos

Risk Categories	Credits local currency	Credits foreign currency (equiv. local currency)	Contingencies	Total Risks	Computed guarantees	Constituted Provisions (1)		Balance after provisions
						Minimum %	Amount	
1A Op. with liquidity collateral	14.689	118.615	-	133.304	133.304	0%	-	133.304
1C Debtors with strong repayment capacity	2.605.322	4.748.180	3.356.238	10.709.740	1.362.991	Equal to or more than 0,5% and less than 3%	54.387	10.655.353
2A Debtors with acceptable repayment capacity	285.880	1.586.747	190.097	2.062.724	520.430	Equal to or more than 3% and less than 7%	47.577	2.015.147
2B Debtors with potential repayment problems	584.632	1.126.423	147.955	1.859.010	675.691	Equal to or more than 7% and less than 20%	85.102	1.773.908
3 Debtors with compromised repayment problems	189.871	851.508	116.402	1.157.781	609.088	Equal to or more than 20% and less than 50%	119.252	1.038.529
4 Debtors with highly compromised repayment problems	114.153	469.793	29.419	613.365	448.935	Equal to or more than 50% and less than 100%	85.572	527.793
5. Irrecoverable	168.732	99.832	6.618	275.182	32.430	100%	242.901	32.281
SUBTOTAL (2)	3.963.279	9.001.098	3.846.729	16.811.106	3.782.869		634.791	16.176.315
Other accounts receivable	123.603	80.114	-	203.717	-		-	203.717
90% forward contracts and forward contracts losses not accrued	-	-	-	-	-		-	-
Other contingencies	-	-	-	-	-		-	-
TOTAL	4.086.882	9.081.212	3.846.729	17.014.823	3.782.869		634.791	16.380.032

(1) In accordance with Rule 3.12, some transactions are not provisioned.

(2) It corresponds only to accounts included in the Credit Risk Information, forward contracts are included at 10% of their value.

Risks Composition of Non-Financial Sector

In thousands of Uruguayan pesos

Risk Categories	Outstanding	Provisions	Overdue credits	Provisions	Other accounts receivable	Provisions	Contingencies	Provisions
1A Op. with liquidity collateral	133.304	-	-	-	-	-	-	-
1C Debtors with strong repayment capacity	6.995.655	35.535	-	-	357.847	2.272	3.356.238	16.580
2A Debtors with acceptable repayment capacity	1.872.627	42.303	-	-	-	-	190.097	5.274
2B Debtors with potential repayment problems	1.650.923	74.102	-	-	60.132	4.209	147.955	6.791
3 Debtors with compromised repayment problems	975.889	87.245	62.810	9.390	2.680	536	116.402	22.081
4 Debtors with highly compromised repayment problems	550.780	67.100	33.166	11.850	-	-	29.419	6.622
5. Irrecoverable	49.520	27.593	219.044	209.160	-	-	6.618	6.148
SUBTOTAL (1)	12.228.698	333.878	315.020	230.400	420.659	7.017	3.846.729	63.496
Other accounts receivable	-	-	-	-	203.717	-	-	-
90% forward contracts and forward contracts losses not accrued	-	-	-	-	-	-	-	-
Other contingencies	-	-	-	-	-	-	-	-
TOTAL	12.228.698	333.878	315.020	230.400	624.376	7.017	3.846.729	63.496

(1) It corresponds only to accounts included in the Credit Risk Information, forward contracts are included at 10% of their value.

Risks of Financial Sector

In thousands of Uruguayan pesos

Risk Categories	Demand Deposits Local Currency	Demand Deposits Foreign Currency	Credits Local currency	Credits Foreign currency (equiv. local currency)	Contingencies	Other accounts receivable	Total Risk	Computed guarantees	Constituted Provisions (1)		Net risk of provisions
									Minimum %	Amount	
1A Outstanding resident debtors or non-residents BBB+ or higher	46.140	1.238.476	151.875	4.470.410	225.518	-	6.132.419	-	0%	-	6.132.419
1B Non-resident debtors with very strong repayment capacity	-	-	-	380.400	42.365	6.199	428.964	-	Equal to or more than 0,2% and less than 0,5%	758	428.206
1C Non-resident debtors with strong repayment capacity	-	37.937	-	61.421	55.315	-	154.673	-	Equal to or more than 0,5% and less than 3%	309	154.364
2A Non-resident debtors with acceptable repayment capacity	-	-	-	49.233	-	-	49.233	-	Equal to or more than 3% and less than 7%	1.477	47.756
2B Non-resident debtors with potential repayment problems	-	1.961	-	5.723	39.954	-	47.638	-	Equal to or more than 7% and less than 20%	12	47.626
3 Non-resident debtors with compromised repayment problems	-	-	-	-	-	-	-	-	Equal to or more than 20% and less than 50%	-	-
4 Non-resident debtors with highly compromised repayment problems	-	-	-	-	-	-	-	-	Equal to or more than 50% and less than 100%	-	-
5. Irrecoverable	-	-	-	-	-	-	-	-	100%	-	-
SUBTOTAL (2)	46.140	1.278.374	151.875	4.967.187	363.152	6.199	6.812.927			2.556	6.810.371
Other accounts receivable	-	-	-	-	-	-	-	-		-	-
90% forward contracts and forward contracts losses not accrued	-	-	1.325	111.991	-	-	113.316	-		-	113.316
Other contingencies	-	-	-	-	-	-	-	-		-	-
TOTAL	46.140	1.278.374	153.200	5.079.178	363.152	6.199	6.926.243			2.556	6.923.687

(1) In accordance with Rule 3.12, some transactions are not provisioned.

(2) It corresponds only to accounts included in the Credit Risk Information, forward contracts are included at 10% of their value. Securities issued by the Central Bank of Uruguay (detailed in Note 3.3) are not considered.

Risks Composition of Financial Sector

In thousands of Uruguayan pesos

Risk Categories	Demand Deposits	Outstanding Credits	Overdue Credits	Contingencies	Other accounts receivable	Total Risks
1A Outstanding resident debtors or non-residents BBB+ or higher (2)	1.284.616	4.622.285	-	225.518	-	6.132.419
1B Non-resident debtors with very strong repayment capacity	-	380.400	-	42.365	6.199	428.964
1C Non-resident debtors with strong repayment capacity	37.937	61.421	-	55.315	-	154.673
2A Non-resident debtors with acceptable repayment capacity	-	49.233	-	-	-	49.233
2B Non-resident debtors with potential repayment problems	1.961	5.723	-	39.954	-	47.638
3 Non-resident debtors with compromised repayment problems	-	-	-	-	-	-
4 Non-resident debtors with highly compromised repayment problems	-	-	-	-	-	-
5. Irrecoverable	-	-	-	-	-	-
SUBTOTAL (1)	1.324.514	5.119.062	-	363.152	6.199	6.812.927
Other accounts receivable	-	-	-	-	-	-
90% forward contracts and forward contracts losses not accrued	-	113.316	-	-	-	113.316
Other contingencies	-	-	-	-	-	-
TOTAL	1.324.514	5.232.378	-	363.152	6.199	6.926.243

(1) It corresponds only to accounts included in the Credit Risk Information, forward contracts are included at 10% of their value. Securities issued by the Central Bank of Uruguay (detailed in Note 3.3) are not considered.

3.7 Provisions

The amounts constituted as at December 31, 2009 for thousands \$ 1.065.979 are presented:

- Thousands \$ 573.761 deducted from the respective asset accounts;
- Thousands \$ 63.586 corresponding to contingencies and thousands \$ 428.632 to statistical reserve are shown in the liability.

The following chart shows the movements in the asset accounts "Allowance for doubtful debtors", and in the liability account "Allowance for contingency accounts", "General Provisions" and "Statistical Reserve":

In thousands of Uruguayan pesos

	Opening balances	Additions	Deductions	Write offs against debt	Other net movements	Final balances
Outstanding Credits - Financial Sector (1)	4.307	1.900	3.129	-	(624)	2.454
Outstanding Credits - Non Financial Sector	415.225	787.495	638.683	-	(230.159)	333.878
Other accounts receivable	8.898	7.706	9.061	-	(514)	7.029
Overdue loans - Financial Sector	-	-	-	-	-	-
Overdue loans - Non Financial Sector	19.842	16.336	11.380	-	900	25.698
Under management for recovery	12.415	13.494	6.809	24.191	20.216	15.125
Delinquent loans	140.719	22.481	20.411	54.109	100.897	189.577
Provisions for Contingencies	52.795	61.861	45.665	-	(5.405)	63.586
General Provisions	-	-	-	-	-	-
Statistical Reserve	522.277	53.553	53.549	-	(93.649)	428.632
TOTAL	1.176.478	964.826	788.687	78.300	(208.338)	1.065.979

(1) Includes Demand Deposits.

3.8 Restructured problematic credit

The following chart shows the problematic credits transactions restructured in the current year and the final balance of restructured credits.

RESTRUCTURED PROBLEMATIC CREDITS	Number of credits restructured in the current year	Final Balance (Thousands \$)
Outstanding credits	375	1.002.002
Overdue credits	254	42.953
Total restructured problematic credits	629	1.044.955

3.9 Investments

The composition of investments as at December 31, 2009 is as follows:

In thousands of Uruguayan pesos

Concept	Total in local currency
Assets received in exchange for loan claims	-
Idle premises	-
Participations in capital authorized by the Central Bank of Uruguay	3.742
Foreign branches	-
Investments in shares	436.052
Other investments	-
Investment provision	-
TOTAL	439.794

The balance of the account “Participations in capital authorized by the Central Bank of Uruguay” corresponds to the Bank’s share in the following companies:

Company	Amount of the participation Thousands \$	Currency in which the investment is calculated
Participations in capital authorized by the Central Bank of Uruguay		
REDBANC S.A. - (participation 12,50% - related party)	258	Uruguayan Pesos
C.U.M.P.S.A. - (participation 29,44% - related party)	2.246	Uruguayan Pesos
B.E.V.S.A. - (participation 19,23% - related party)	1.105	Uruguayan Pesos
S.W.I.F.T. - (nominated participation)	132	Euros
EUROCLEAR OPERATION CENTER - (nominated participation)	1	Euros
TOTAL	3.742	

Under “Investments in shares” is included the investment in NBC Bank Brasil S.A. – Banco Multiplo of which the Bank owns 99,999992% of the shares. The amount booked corresponds to the value applying the equity method at the end of the year. The currency in which it is booked is Brazilian Reales.

3.10 Fixed assets

The fixed assets are valued at their acquisition cost restated for inflation applying the variation of the Uruguayan Wholesale Price Index (WPI) published by the National Institute of Statistics upon deduction of the corresponding accumulated depreciation. The net variation generated by the restatement of the year (increase or loss) is booked with credit or debit to the respective equity account. Depreciations over the year are computed on restated values as at the close of the year, using the percentages set forth by the Central Bank of Uruguay, as follows:

	Annual depreciation rate
Buildings and safekeeping	2 %
Furniture, fixtures and fittings	10 %
Vehicles	20 %
Computer equipment	20 %

Costs of repair and maintenance are debited to the results of the year.

In compliance with Communication 2004/021, the Bank proceeded to compare the book value of its premises with their market value at the end of the year 2009, booking them by the latter in those cases in which the valuations were lower than 90% of their revaluated cost, net of depreciations.

We are including below the breakdown of the corresponding balances:

In thousands of Uruguayan pesos

Concept	Inflation restated value	Annual depreciation percentages %	Accumulated depreciation	Depreciation over the year	Net Value	Market Value	Book Value
Owned Fixed Assets	1.365.124		429.328	61.820	935.796	784.163	810.700
Premises - Lands	807.882				721.182	784.163	596.086
Premises - Buildings		2 a 10	86.700	11.450			
Furniture, fixtures and fittings	215.014	10	126.305	21.076	88.709		88.709
Computer equipment	302.797	20	203.916	26.693	98.881		98.881
Safekeeping boxes	25.907	2	3.497	518	22.410		22.410
Vehicles	13.524	20	8.910	2.083	4.614		4.614
Improvements and installations on leased properties		20					
Taken in financial leasing	291.898		208.442	21.960	83.456		83.456
Computer equipment	254.387	20	185.942	18.626	68.445		68.445
Vehicles		20					
Other	37.511	2 a 10	22.500	3.334	15.011		15.011
Buildings under construction							
TOTAL	1.657.022		637.770	83.780	1.019.252		894.156

3.11 Intangible assets

The acquisition costs of application software, regarding the Bank's project to change its information technology infrastructure, include the software license and implementation costs. Those deferred charges are amortized during 60 months as of the date each system is promoted into production.

We detail below the corresponding amounts:

In thousands of Uruguayan Pesos

Concept	Net opening balance	Increases	Fiscal year amortization	Net ending balance
Goodwill	-	-	-	-
Application software	61.485	26.072	12.018	75.539
Authorized by the Central Bank of Uruguay	-	-	-	-
TOTAL	61.485	26.072	12.018	75.539

3.12 Subordinated debentures

As at December 31, 2009, there are no subordinated debentures.

3.13 Guarantees granted on liabilities

As at December 31, 2009 there are no guarantees granted on liabilities.

3.14 Distribution of loans and financial intermediation obligations by their maturity based on the remaining period

The loans and obligations of the Bank as at December 31, 2009, by their maturity based on the remaining period, are exposed in the following chart.

In thousands of Uruguayan Pesos

Concept	Amounts by maturity terms			
	Less than 1 year	From 1 to 3 years	More than 3 years	Total
Outstanding Credits - Financial Sector (1)	6.431.131			6.431.131
Outstanding Credits - Non Financial Sector (2)	8.796.196	2.284.319	1.148.183	12.228.698
Outstanding Credits from forward contracts	125.759			125.759
Total Outstanding Credits	15.353.086	2.284.319	1.148.183	18.785.588
Obligations - Financial Sector (2)	283.960	260.982	33.646	578.588
Obligations - Non Financial Sector (2)	20.581.272	1.477	4.093	20.586.842
Obligations from forward contracts	131.676			131.676
Total Obligations	20.996.908	262.459	37.739	21.297.106

- (1) Includes demand deposits for thousands \$ 1.324.514. Forward contracts, other accounts receivable and securities issued by the Central Bank of Uruguay are not included
(2) Forward contracts and other accounts receivable are not included.

As regards operations that imply payments in installments, each term includes only the installments with effective maturity in its term.

3.15 Loan portfolio concentration to the Non-Financial Sector

We detail below the loan portfolio concentration to the Non Financial Sector as at December 31, 2009. To these effects, a risk is conformed by that of an individual or legal entity together with those of the economic group they belong to, as established in article 86 of the Compilation of Central Bank Regulations. Forward contracts are considered for 10% of their balance.

In thousands of Uruguayan Pesos

	Amounts before provisions (net of financial interests in suspense)							
	Outstanding	%	Overdue	%	Contingencies	%	Total	%
10 main risks	2.365.269	19	-	0	25.735	1	2.391.004	15
50 main risks	4.343.793	36	501	0	109.287	3	4.453.581	27
100 main risks	5.414.311	44	2.745	1	247.679	6	5.664.735	35
Total portfolio	12.228.698		315.020		3.846.729		16.390.447	

3.16 Loan portfolio concentration by economical activity to the Non-Financial Sector

We detail below the loan portfolio concentration by economical activity to the Non Financial Sector as at December 31, 2009.

In thousands of Uruguayan Pesos

Loan destination	Amounts before provisions				
	Outstanding	Overdue	Other credits	Contingencies	Total
Public Sector ⁽¹⁾	998.576	-	-	12.053	1.010.629
Agriculture	1.075.013	17.713	-	67.556	1.160.282
Industry	1.647.242	9.456	-	41.554	1.698.252
Construction	402.894	323	-	21.285	424.502
Commerce	2.243.242	14.642	5.411	239.605	2.502.900
Hotels and Restaurants	92.918	383	-	2.941	96.242
Transportation, warehouse and communication	685.331	4.648	-	97.015	786.994
Financial services	348.486	5.824	10.239	33.158	397.707
Other services	631.691	4.690	-	87.763	724.144
Families	2.791.552	217.023	328.555	3.066.739	6.403.869
Other	853.331	28.164	8.135	156.673	1.046.303
Credits to Residents' total	11.770.276	302.866	352.340	3.826.342	16.251.824
Non residents	458.422	12.154	68.319	20.387	559.282
Credits to Non Financial Sector's total (2)	12.228.698	315.020	420.659	3.846.729	16.811.106
Other accounts receivable	-	-	203.717	-	203.717
90% forward contracts and forward contracts losses not accrued	-	-	-	-	-
Other contingencies	-	-	-	-	-
TOTAL	12.228.698	315.020	624.376	3.846.729	17.014.823

⁽¹⁾ The Public Sector includes all credits maintained with state owned companies or with the Central Administration, independently from their sector of activity.

⁽²⁾ It corresponds to all accounts included in the Central Risk Information.

3.17 Non-financial Sector deposits' concentration

We detail below the deposit concentration of the non-financial sector as at December 31, 2009.

In thousands of Uruguayan Pesos

	Deposits in local and foreign currency (includes interest accrued)			
	Residents	%	Non Residents	%
10 main depositors	2.656.529	16,06%	-	0,00%
50 main depositors	4.044.212	24,46%	150.477	7,17%
100 main depositors	4.882.769	29,53%	282.098	13,45%
Total deposits	16.537.349		2.097.326	

In addition, the account Deposits of Non Financial Sector includes thousands \$ 1.135.319 from other obligations of the Non Financial Sector.

3.18 Classification by type of deposit

We are including below the breakdown of the non-financial sector's deposits:

In thousands of Uruguayan Pesos

Type of deposit	Residents		Total residents	Annual variation	Non Residents		Total non residents	Annual variation	Total	
	Local Currency	Foreign Currency			Local Currency	Foreign Currency			Amount	%
Current accounts	2.409.029	3.967.359	6.376.388	(224.180)	16.214	118.987	135.201	(41.300)	6.511.589	34,94
Sight deposits	5.537	15.712	21.249	(13.136)	-	-	-	-	21.249	0,12
Savings accounts	994.152	5.768.066	6.762.218	(708.052)	1.576	1.298.205	1.299.781	(164.495)	8.061.999	43,26
Time deposits	657.852	1.033.297	1.691.149	(218.433)	1.829	590.042	591.871	(192.417)	2.283.020	12,25
Others	570.402	1.110.658	1.681.060	(170.576)	17	68.537	68.554	(114.983)	1.749.614	9,39
Accrued interest	3.037	2.248	5.285	(632)	25	1.894	1.919	(1.599)	7.204	0,04
Total deposits NFS	4.640.009	11.897.340	16.537.349	(1.335.009)	19.661	2.077.665	2.097.326	(514.794)	18.634.675	

Additionally, under Deposits of the Non Financial Sector is included thousands \$ 1.135.319 from other obligations in the Non Financial Sector.

3.19 Distribution of loans and obligations for financial intermediation with non-residents by country

We detail below the credit and financial obligations distribution with non-residents by country as at December 31, 2009.

In thousands of Uruguayan Pesos

Concept	Capital and accrued interests (net of suspended interests)					Total
	Demand Deposits	Credits Financial Sector (1)	Credits Non Financial Sector (1)	Outstanding Credits Forward Contracts	Other accounts receivable	
Argentina	1.961	1.083	41.523	-	52.184	96.751
Brazil	-	441.973	377.380	-	61.99	825.552
U.S.A.	559.224	1.284.360	25	12.443	37.065	1.893.117
Germany	118.047	98.453	10	-	-	216.510
Other	26.255	267.539	51.639	-	5.287	350.720
Subtotal (2)	705.487	2.093.408	470.577	12.443	100.735	3.382.650
Other accounts receivable	-	-	-	-	258	258
90% forward contracts and forward contracts losses not accrued	-	-	-	113.316	-	113.316
TOTAL	705.487	2.093.408	470.577	125.759	100.993	3.496.224

In thousands of Uruguayan Pesos

Concept	Capital and accrued interests			Total
	Obligations Financial Sector (1)	Obligations Non Financial Sector (1)	Obligations Forward Contracts	
Argentina	15.913	1.289.460	-	1.305.373
Brazil	3.468	356.205	-	359.673
U.S.A.	336.706	104.110	131.676	572.492
Other	100.193	429.888	-	530.081
TOTAL	456.280	2.179.663	131.676	2.767.619

(1) Forward contracts and other accounts receivable are not included.

(2) It corresponds to all accounts included in the Credit Risk Information.

3.20 Transactions with related parties

Related parties are individuals or companies, from the country or abroad, which form an economic group with the Bank, in accordance with the definition of article 64 and article 86 of the Compilation of Central Bank Regulations.

At the end of the year, the balances with related parties and the results originated by transactions with the same are as follows.

Thousands \$ (local currency and foreign currency equiv. in local currency)				
	Placements ⁽¹⁾	Securities	Obligations	Result
Financial Sector	285.914	53.087	-	31.402
Local companies	-	-	-	-
Head Office, foreign branches and subsidiaries of Head Office	-	-	-	-
Controlling entity, branches and subsidiaries of the foreign controlling entity	-	-	-	-
Foreign branches	-	-	-	-
Foreign subsidiaries	285.914	53.087	-	31.402
Related banks and other foreign institutions	-	-	-	-
Non Financial Sector	5.954	-	30.432	(13.341)
Pension fund managers	-	-	-	-
Investment funds	-	-	-	-
Credit administrators	-	-	-	-
Others - individuals	5.954	-	26.206	36
Others - companies	-	-	4.226	(13.377)
Net result with related parties				18.061
\$				

⁽¹⁾ Includes demand deposits.

3.21 Certificates of Deposit

For the payment of the obligations that emerged from the selection of the bidden offer calls for the sale of the assets of the F.R.P.B.s, the Bank issued Certificates of Deposit, in US Dollars, registered and nominated in favor of each of the F.R.P.B.s, for the equivalent of the assets purchased to each one of them.

Such Certificates of Deposit have been issued with the Authorization of the Central Bank of Uruguay. They have a term of six years, payables in twenty-four quarterly payment installments, equal and consecutives, bearing an annual interest rate of 2% over the due amount. During 2009 was canceled last installment.

The total amount of them was U\$S 825.397.279, (before the Put Option) from which the Uruguayan Government, as a preferred creditor, decided to pay in capital for an amount of U\$S 120 million.

Additionally, on November 24, 2009, the Bank issued a fixed certificate of deposit transferable at variable rates linked to the Morgan Stanley Capital Internacional (MSCI) Index; it guarantees the bearer the capital at maturity. The balance amounts to thousands of \$ 230.000 and the period is for twelve month. To hedge the risk exposure, the bank agreed a call option linked to the MSCI Index.

3.22 Forward contracts

Forward contracts as at December 31, 2009 are as follows:

	Thousands \$
Assets	
Future purchase of foreign currency	124.434
Debtors for future sale of foreign currency	-
Non accrued losses	1.325
Doubtful debtors' provision	-
Total Assets	125.759
Liabilities	
Future sale of foreign currency	125.676
Creditors for future purchase of foreign currency	6.000
Non accrued income	-
Total Liabilities	131.676

3.23 Contingency situations

Ten judicial processes are pending in which ex employees of Banco Comercial S.A. and Banco la Caja Obrera S.A. claim punitive damages against NBC S.A. for not being selected as part of its work force. Their claims are based on the allegedly incorrect application of objective selection criteria which they believe were previously announced by the Bank.

The amount of the lawsuits is of US\$ 8,8 million plus readjustments and legal interests.

Up to date, there have been four verdicts in First Instance and ten of Second Instance. Taking into account that in the ten cases in which the verdicts were in Second Instance, rejected the claim regarding Nuevo Banco Comercial, it is considered probable that favorable results in the remaining judicial processes will be obtained.

It is the opinion of NBC's Board of Directors and of its Legal Advisors' that all the indicated lawsuits should ultimately be rejected due to previous exceptions and arguments, such as the fact that in all these processes NBC lacks passive legitimation under the Banking System Strengthening Law N° 17.613, and specially considering that the transfer of universalities foreseen by this law does not imply universal succession (Art. 38).

Note 4 - Equity

Capital Adequacy

The Central Bank regulations require the maintenance of a Net Equity Responsibility constituted by the "Essential Net Equity" and the "Complementary Net Equity", with the condition that the "Complementary Net Equity" should not be higher than the "Essential Net Equity".

The Net Equity Responsibility should not be lower than the highest of three parameters, as established by Article 14 of the Compilation of Central Bank Regulations (C.C.B.R.).

The parameters are:

- Capital requirement for credit and market risks.
- Basic Equity Responsibility, determined by article 15 of the Compilation of Central Bank Regulations.
- 4% of the total assets and contingencies, net of provisions.

As at December 31, 2009 the net equity responsibility of the Bank (essential net equity plus complementary net equity) amounts to thousands \$ 3.434.760, higher than the minimum required by the Central Bank of Uruguay of thousands \$ 1.633.693, which corresponds to requirement for credit and market risks.

In thousands of Uruguayan Pesos

Concept	Local Currency
Essential Net Equity (E.N.E.)	3.434.760
- Common stock	3.634.000
- Additional paid in capital	-
- Adjustments to equity	1.214.762
- Reserves	-
- Retained earnings	(1.338.464)
- Cooperative shares with interest (regulated by law N° 17.613)	-
- Credits with Head Office and subsidiaries	-
- Special investments and deferred charges	(75.538)
Complementary Net Equity (C.N.E.)	-
- Subordinated loans (up to 50% C.N.E.)	-
- General provisions (up to 1,25% assets and contingencies weighed by credit risk)	-
Net Equity Responsibility (N.E.R. = E.N.E. + C.N.E.)	3.434.760
Subordinated loans admitted to hedge market risk (S.L.M.R)	
- Subordinated loans admitted to hedge market risk (up to the maximum between 250% of the E.N.E. assigned to cover said risk and the difference between E.N.E. and C.N.E.)	-
	1.633.693
Minimum Net Equity Responsibility (M.N.E.R.)	
- Capital requirement for credit risk (article 14.1 C.C.B.R.)	1.357.308
- Capital requirement for market risk (article 14.2 C.C.B.R.)	276.385
- 4% of assets and contingent accounts (article 14 C.C.B.R.)	1.213.833
- Basic Equity Responsibility (art. 15 C.C.B.R.)	260.104
(N.E.R.+S.L.M.R) / M.N.E.R.	2,10
(N.E.R. +S.L.M.R) / (Assets weighted according to their risk+12,5*Market risk)	0,17

Note 5 - Information regarding results

5.1 Recognition of gains and losses

The income and expenses are recognized based on the accrual principle. Nonetheless, according to Rule 3.3 of the Accounting Standards and Chart of Accounts for Financial Institutions, financial products may not be recognized as profit – unless received in cash – when the debtors are classified as “Debtors with compromised repayment problems”, “Debtors with highly compromised repayment problems” or “Irrecoverable Debtors”. When, in accordance with regulations in force, a transaction must be reclassified in any of the categories mentioned above, financial products recognized as profit during the period and not effectively collected should be adjusted with credit to the accounts “Financial products in suspense”.

Loans include thousands \$ 1.893.889 which do not accrue interest in accordance with Central Bank regulations.

The Income Tax calculated corresponds to the current tax.

5.2 Result from services

In thousands of Uruguayan Pesos

	Local currency	Foreign currency
COMMISSION INCOME	498.816	303.001
Guarantees granted	-	5.063
Credit Cards	372.734	126.431
Foreign trade	4	14.167
Other commissions income	126.078	157.340
COMMISSION EXPENSES	190.308	169.828
Commissions paid to foreign banks	-	-
Brokerage commissions	509	182
Rural business	-	-
Other commission expenses	189.799	169.646

5.3 Voluntary retirement plan

On December 2009 the Bank provided a voluntary retirement plan for employees who met certain conditions, which benefited 108 employees. As at December 31, 2009 the Bank recorded the full amount payable by the plan, which amounted to thousand \$ 489,595 (thousand U\$S 24,945), accounted the loss under "Personnel remunerations and social charges", under the chapter "Operating Losses" on the Profit and Loss Account.

Note 6 - Taxes

We detail below the results corresponding to each of the taxes levied on the Bank's activities:

In thousands of Uruguayan Pesos

Concept	Charge to result of the period
Income Tax	67
Capital Tax	100.501
Value Added Tax	84.772
Regulatory oversight of the Financial System Duty	22.688
Other	19.082
TOTAL	227.110

Note 7 - Operations with derivatives

Derivatives used by the bank are purchases, sales and arbitrages of foreign currency. Unrealized income and losses of these contracts are calculated based on the difference between the rate agreed and the rate at the closing of the contract and are deferred in accordance with the term of the respective contracts.

Derivatives are used by the Bank for hedge position transactions, being the NDF (non-deliverable forward) the most frequently used. As at December 31, 2009, there were six forward transactions in force. The book values are detailed in Note 3.22. Furthermore, as at the close of the year the Bank holds a call option linked to MSCI World Index to hedge the risk exposure to this Index arising from the certificates of deposit issued by the Bank (See note 3.21).

Note 8 - Integral Risk Management System

The Bank has a Risk Area which operates independently from the Commercial Areas with the objective of obtaining an adequate equilibrium between commercial and risk factors.

In addition, the Bank has an Integral Risk Management Model which documents the policies, procedures, structure, roles and responsibilities required for the identification, disclosure and management of the different risks the Bank is exposed to, maximizing efforts to suit to the requirements of the Minimum Standards for Financial Institutions Management. For this, works within the Corporate Government the Integral Risk Management Committee.

During 2009 we have incorporated the analysis of the Environmental and Social Risk in the process of credit analysis, in order to comply with our policy to mitigate these risks in financial transactions, for which it has developed the SARAS.

Additional information regarding the Bank's Integral Risk Management System is included in the Corporate Government's Annual Report (non audited information) required by article 36.3 of the Compilation of Central Bank Regulations, which is available on the Bank's website.

Note 9 - Trusts

During this year, the Bank has not transferred loans to financial trusts nor acted as trustee.

Note 10 - Subsequent events

On March 2, 2010 the Bank began to operate with a new technology platform and new transactional and accounting systems.

No other significant subsequent events took place that should be informed following the date of the financial statements.

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Independent Auditors' Report

To the Board of Directors of
Nuevo Banco Comercial S.A.

We have audited the accompanying financial statements of Nuevo Banco Comercial S.A., which comprise the balance sheet as at December 31, 2009 and the corresponding income statement, statement of changes in equity and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting standards and valuation criteria, risk classification criteria and presentation regulations established by the Central Bank of Uruguay. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. Nuevo Banco Comercial S.A.'s investment in NBC Bank Brasil S.A.- Banco Multiplo (ex Banco Comercial Uruguay S.A.) as at December 31, 2009, included under "Investments" in the Balance Sheet, amounts to thousands of \$ 436.052 and its participation in the results of the year amounts to thousands \$ 69.317 of loss. NBC Bank Brasil S.A.- Banco Multiplo's financial statements were audited by a different auditor whose report has been provided to us and our opinion, related to the amounts included with regard to NBC Bank Brasil S.A.- Banco Multiplo, is based exclusively on the other auditor's report. We conducted our audit in accordance with International Standards on Auditing and with standards established by Central Bank of Uruguay. Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting principles used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained, based on our audit and on the other auditor's report, is sufficient and appropriate to provide a basis for our opinion.

Opinion

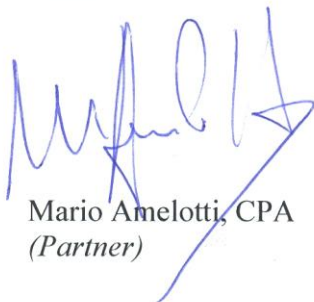
In our opinion, based on our audit and on the report from the other auditors, the financial statements present fairly, in all material respects, the financial position of Nuevo Banco Comercial S.A. as at December 31, 2009 and of its financial performance and its cash flows for the year then ended in accordance with accounting standards and valuation criteria, risk classification criteria and presentation regulations established by the Central Bank of Uruguay, considering the particular standards established by the Financial Institutions Controlling Agency for Nuevo Banco Comercial S.A..

Emphasis of matters that do not affect our opinion

The regulations and criteria mentioned in the preceding paragraph constitute the legal accounting standards in force in Uruguay for the presentation of financial statements of entities regulated by the Central Bank of Uruguay. The differences that could eventually arise between these financial statements and those which could be prepared in accordance with International Financial Reporting Standards (IFRS) have not been determined nor quantified.

March 22, 2010

KPMG



Mario Amelotti, CPA
(Partner)

