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GRUPO FINANCIERO GALICIA SA

Form 6-K

August 15, 2007

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FORM 6-K
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

REPORT OF FOREIGN PRIVATE ISSUER

Pursuant to Rule 13a-16 or 15d-16 of the
Securities Exchange Act of 1934

For the month of August, 2007

Commission File Number: 0-30852

GRUPO FINANCIERO GALICIA S.A.

Galicia Financial Group S.A.
(Translation of registrant's name into English)

Tte. Gral. Juan D. Peron 456
(C1038AAJ) Buenos Aires, Argentina
(Address of principal executive offices)

Indicate by check mark whether the registrant files or will file annual reports
under cover of Form 20-F or Form 40-F.

Form 20-F Form 40-F

Indicate by check mark whether by furnishing the information contained in this
Form, the registrant is also thereby furnishing the information to the
Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.

Yes No

If "Yes" is marked, indicate below the file number assigned to the registrant in
connection with Rule 12g3-2(b): 82- _____

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FORM 6-K
Commission File No. 0-30852

| MONTH FILED | EVENT AND SUMMARY | EXHIBIT NO. |
|--------------|--|-------------|
| August, 2007 | Financial Results for the Registrant for the quarter ending June 30, 2007. | 99.1 |

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the
registrant has duly caused this report to be signed on its behalf by the
undersigned, thereunto duly authorized.

GRUPO FINANCIERO GALICIA S.A.
(Registrant)

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Date: August 15, 2007

By: /s/Antonio Garces

 Name: Antonio Garces
 Title: Chief Executive Officer

EXHIBIT 99.1

(Buenos Aires, Argentina, August 9, 2007) - Grupo Financiero Galicia S.A. ("Grupo Galicia", "GFG") (Buenos Aires Stock Exchange: GGAL /NASDAQ: GGAL) today announced its consolidated financial results for the second quarter of fiscal year 2007, ended June 30, 2007.

NET INCOME FOR THE QUARTER ENDED JUNE 30, 2007

Net income for the quarter ended June 30, 2007 was Ps. 12.6 million. This result was mainly generated by our participation in Banco de Galicia y Buenos Aires S.A. (the "Bank") and by the income from our participation in Sudamericana Holding. Net income per share was Ps. 0.010, equivalent to Ps. 0.10 per ADS.

The Bank's net income for the quarter was Ps. 7.7 million, and its adjusted net income, which excludes the amortization of the legal injunctions (amparos) and the adjustment to the valuation of public-sector assets was Ps. 42.7 million.

During the quarter the Bank showed an increase in its operating income, related to the significant increase in deposits and the expansion of its exposure to the private sector and the reduction in its exposure to the public sector.

The table below shows per-share result information, based on Grupo Galicia's financial statements.

| EARNINGS PER SHARE | In pesos | | | |
|---|-----------------|-----------------|----------------------|-----------|
| | FY 2007 | FY 2006 | six months ended at: | |
| | 2 Q 06/30/07 | 2 Q 06/30/06 | 06/30/07 | 06/30/06 |
| Total Average Shares (in thousands) | 1,241,407 | 1,241,337 | 1,241,407 | 1,241,372 |
| Total Shares Outstanding (in thousands) | 1,241,407 | 1,239,793 | 1,241,407 | 1,239,793 |
| Book Value per Share | 1.291 | 1.344 | 1.291 | 1.344 |
| Book Value per ADS (*) | 12.910 | 13.440 | 12.910 | 13.440 |
| Earnings per Share | 0.010 | 0.044 | (0.004) | 0.032 |
| Earnings per ADS (*) | 0.100 | 0.440 | (0.040) | 0.320 |

(*) 1 ADS = 10 ordinary shares

Grupo Galicia's net income for the quarter represents an annualized return of 0.60% on average assets and of 3.16% on average shareholders' equity.

| PROFITABILITY | Percentages | | | |
|---------------|-----------------|-----------------|----------------------|----------|
| | FY 2007 | FY 2006 | six months ended at: | |
| | 2 Q 06/30/07 | 2 Q 06/30/06 | 06/30/07 | 06/30/06 |
| | | | | |

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| | | | | |
|------------------------------|------|------|------|------|
| Return on Average Assets (*) | 0.60 | 1.02 | 0.08 | 0.42 |
|------------------------------|------|------|------|------|

| PROFITABILITY | Percentages | | | |
|---|----------------------|-----------------|----------------------|----------|
| | FY 2007 | | FY 2006 | |
| | six months ended at: | | six months ended at: | |
| | 2 Q 06/30/07 | 2 Q 06/30/06 | 06/30/07 | 06/30/06 |
| Return on Average Shareholders Equity (*) | 3.16 | 13.34 | (0.69) | 4.93 |

(*) Annualized

NET INCOME BY BUSINESS

The table below shows the breakdown of net income by business.

"Income from stake in Sudamericana Holding" line includes the results from our interest in such company as of March 31, 2007.

"Income from stake in other companies" includes the results from our interests in Net Investment, Galicia Warrants and Galval.

The "Deferred tax adjustment" line shows the income tax charge determined by Banco Galicia's subsidiaries in accordance with the deferred tax method. This adjustment was not performed in Banco Galicia because Argentine Central Bank regulations do not contemplate the application of the deferred tax method.

The "Other income GFG" line includes Ps. 2.8 million of financial income and Ps. 3.5 million of administrative expenses.

| NET INCOME BY BUSINESS | In millions of pesos | | | |
|--|----------------------|--------|----------------------|----------|
| | FY 2007 | | Six months ended at: | |
| | 2nd. Q | 1st. Q | 06/30/07 | 06/30/06 |
| Income from stake in Banco Galicia (93.6%) | 7.2 | (33.9) | (26.7) | (24.4) |
| Income from stake in Sudamericana Holding(87.5%) | 3.6 | 3.9 | 7.5 | 4.6 |
| Income from stake in other companies | 0.3 | 0.1 | 0.3 | 0.4 |
| Deferred tax adjustment | 2.5 | 3.2 | 5.7 | 4.4 |
| Adjustment of treasury shares | - | - | - | (3.1) |
| Other Income GFG | (0.9) | 13.5 | 12.7 | 90.0 |
| Income tax | (0.1) | (4.9) | (5.0) | (31.8) |
| Net Income for the period | 12.6 | (18.1) | (5.5) | 40.1 |

CAPITAL INCREASE OF BANCO GALICIA

On July 27, 2007, Grupo Financiero Galicia exercised its preemptive rights and subscribed for 93.6 million shares of the Bank, the consideration for which was

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paid on August 2, 2007. Such consideration consisted of i) US\$ 102.2 million face value of negotiable obligations issued by the Bank due in 2014 for 58.5 million shares and ii) cash for 35.1 million shares.

In order to pay for a portion of the new shares with cash, on July 24, 2007 Grupo Financiero Galicia entered into a loan agreement with Merrill Lynch International, for an amount of US\$80 million; US\$18 million will be paid on the first anniversary of the borrowing date and the remaining US\$62 million on July 24, 2009. The interest rate for

the first year is 7.75% per annum and 3-month-Libor plus a 3.5% spread per annum for the second year. Interest is paid on an annual basis.

For the portion of the shares paid with the negotiable obligations, the Bank accounted a Ps. 27 million profit in August due to the fact that the price of the negotiable obligations was lower than the face value. Grupo Financiero Galicia will receive part of this accounting profit according to its new participation in the Bank. The payment of the shares with negotiable obligations did not have an impact on Grupo, as their book value was equal to the price accepted for the capital increase.

After the capital increase, Grupo Financiero Galicia holds 94.66% of the shares of the Bank, up from 93.6%.

CONFERENCE CALL

On Monday, August 13, 2007, at 11:00 A.M. Eastern Standard Time (12:00 A.M. Buenos Aires Time), GFG will host a conference call to review this results.

The call-in number is: (719) 457-2659

If you are unable to participate in the call, a replay will be available from Monday, August 13, 2007, at 2:00 P.M. Eastern Standard Time until Friday, August, 17, 2007, at 12:00 P.M. Eastern Standard Time dialing (719) 457-0820, pass code: 1357047.

This report is a summary analysis of the Grupo Galicia's financial condition and results of operations as of and for the period indicated. For a correct interpretation, this report must be read in conjunction with Banco Galicia's press release (www.bancogalicia.com.ar) and GFG's financial statements, as well as with all other material periodically filed with the Comision Nacional de Valores (www.cnv.gov.ar), Securities and Exchange Commission (www.sec.gov), Bolsa de Comercio de Buenos Aires (www.bolsar.com.ar), Bolsa de Comercio de Cordoba and Nasdaq (www.nasdaq.com). Readers of this report must note that this is a translation made from an original version written and expressed in Spanish. Therefore, any matters of interpretation should be referred to the original version in Spanish.

GRUPO FINANCIERO GALICIA S.A.

SELECTED FINANCIAL INFORMATION - CONSOLIDATED DATA (*)

| | In millions of p | | |
|-------------------------|------------------|----------|----------|
| | 06/30/07 | 03/31/07 | 12/31/06 |
| CASH AND DUE FROM BANKS | 2,057.8 | 2,062.6 | 2,294.8 |

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| | | | |
|--|----------|----------|----------|
| GOVERNMENT AND CORPORATE SECURITIES | 3,571.2 | 2,272.4 | 3,188.6 |
| LOANS | 9,910.9 | 10,712.8 | 10,525.0 |
| OTHER RECEIVABLES RESULTING FROM FINANCIAL BROKERAGE | 3,378.5 | 3,841.0 | 5,442.0 |
| EQUITY IN OTHER COMPANIES | 42.2 | 40.5 | 35.6 |
| BANK PREMISES AND EQUIPMENT, MISCELLANEOUS AND INTANGIBLE ASSETS | 1,250.5 | 1,263.3 | 1,264.2 |
| OTHER ASSETS | 1,065.2 | 1,005.9 | 894.4 |
| TOTAL ASSETS | 21,276.3 | 21,198.5 | 23,644.6 |
| DEPOSITS | 12,438.8 | 11,858.1 | 10,779.4 |
| - Non-Financial Government Sector | 202.7 | 79.7 | 63.9 |
| - Financial Sector | 156.1 | 153.9 | 154.3 |
| - Non-Financial Private Sector and Residents Abroad | 12,080.0 | 11,624.5 | 10,561.2 |
| - Current Accounts | 2,439.2 | 2,080.1 | 1,982.8 |
| - Savings Accounts | 2,816.8 | 2,647.5 | 2,442.9 |
| - Time Deposits | 6,433.8 | 6,536.0 | 5,789.3 |
| - Investment Accounts | 5.5 | 5.6 | 4.0 |
| - Other | 232.7 | 209.8 | 211.3 |
| - Accrued interest and quotation differences payable | 152.0 | 145.5 | 130.9 |
| OTHER BANKS AND INTERNATIONAL ENTITIES | 361.6 | 446.6 | 1,125.3 |
| NEGOTIABLE OBLIGATIONS | 3,686.4 | 3,511.2 | 3,587.0 |
| OTHER LIABILITIES | 3,011.3 | 3,626.4 | 6,377.2 |
| MINORITY INTERESTS | 175.3 | 165.9 | 167.2 |
| TOTAL LIABILITIES | 19,673.4 | 19,608.2 | 22,036.1 |
| SHAREHOLDERS' EQUITY | 1,602.9 | 1,590.3 | 1,608.5 |
| INFLATION AND EXCHANGE RATE | | | |
| Retail Price Index (%) (**) | 1.61 | 2.23 | 2.57 |
| Wholesale Price Index (%) (**) | 5.37 | 1.75 | 0.68 |
| C.E.R. (%) (**) | 1.91 | 2.52 | 2.46 |
| Exchange Rate (\$/U\$S) (***) | 3.0908 | 3.1007 | 3.0695 |

(*) Grupo Financiero Galicia S.A., consolidated with subsidiary companies (Art.33 - Law 19550).

(**) Variation within the quarter.

(***) Last working day of the quarter. Source B.C.R.A. - Comunico 'A' 3500 - Reference Exchange Rate

GRUPO FINANCIERO GALICIA S.A.

SELECTED FINANCIAL INFORMATION - CONSOLIDATED DATA (*)

In millions of pesos

QUARTER ENDED:

06/30/07 03/31/07 12/31/06 09/30/06

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| | | | | |
|--|--------|--------|--------|-------|
| FINANCIAL INCOME | 451.8 | 476.9 | 428.7 | 514.3 |
| - Interest on Cash and Due From Bank | 2.0 | 3.7 | 0.6 | 0.3 |
| - Interest on Loans to the Financial Sector | 0.2 | 2.3 | 1.0 | 0.6 |
| - Interest on Overdrafts | 25.1 | 19.6 | 21.0 | 20.6 |
| - Interest on Notes | 61.4 | 59.8 | 58.1 | 51.5 |
| - Interest on Mortgage Loans | 22.2 | 20.6 | 20.3 | 19.0 |
| - Interest on Pledge Loans | 2.8 | 2.5 | 2.2 | 2.0 |
| - Interest on Credit Card loans | 101.6 | 90.7 | 89.6 | 65.2 |
| - Interest on Other Loans | 42.7 | 40.1 | 36.5 | 27.1 |
| - Net Income from Government and Corporate Securities | 66.9 | 35.5 | (66.5) | 66.7 |
| - On Other Receivables Resulting from Financial Brokerage | 7.4 | 10.3 | 34.7 | 48.1 |
| - Net Income from Guaranteed Loans-Decree 1387/01 | 20.1 | 30.3 | 46.6 | 51.9 |
| - Adjustment by application of adjusting index | 45.2 | 89.9 | 149.5 | 121.4 |
| - Other | 54.2 | 71.6 | 35.1 | 39.9 |
| FINANCIAL EXPENSES | 263.0 | 354.5 | 442.7 | 408.0 |
| - Interest on Demand Accounts Deposits | 4.0 | 4.1 | 4.2 | 5.1 |
| - Interest on Saving Accounts Deposits | 1.5 | 1.4 | 1.2 | 1.2 |
| - Interest on Time Deposits | 119.0 | 114.6 | 106.5 | 89.0 |
| - Interest on Loans from Financial Sector | 1.0 | 1.3 | 1.4 | 1.1 |
| - For other Liabilities resulting from Financial Brokerage | 69.2 | 91.6 | 87.1 | 67.8 |
| - Interest on Subordinated Negotiable Obligations | 23.2 | 23.2 | 22.0 | 22.5 |
| - Other interest | 1.3 | 42.3 | 38.4 | 43.2 |
| - Adjustment by application of adjusting index | 8.2 | 43.2 | 126.7 | 121.8 |
| - Other | 35.6 | 32.8 | 55.2 | 56.3 |
| GROSS BROKERAGE MARGIN | 188.8 | 122.4 | (14.0) | 106.3 |
| PROVISIONS FOR LOAN LOSSES | 36.8 | 49.4 | 26.3 | 20.6 |
| INCOME FROM SERVICES, NET | 220.4 | 200.0 | 192.8 | 173.6 |
| ADMINISTRATIVE EXPENSES | 304.3 | 276.2 | 278.3 | 253.4 |
| - Personnel Expenses | 160.7 | 144.2 | 146.3 | 128.6 |
| - Directors' and Syndics' Fees | 1.6 | 1.7 | 2.0 | 1.8 |
| - Other Fees | 9.6 | 8.1 | 9.9 | 9.5 |
| - Advertising and Publicity | 26.9 | 24.3 | 26.0 | 25.3 |
| - Taxes | 14.7 | 13.6 | 15.0 | 13.1 |
| - Other Operating Expenses | 66.3 | 62.3 | 58.1 | 55.1 |
| - Other | 24.5 | 22.0 | 21.0 | 20.0 |
| MINORITY INTEREST | (8.7) | 4.6 | (1.3) | (7.3) |
| INCOME FROM EQUITY INVESTMENTS | 0.1 | 0.3 | (1.2) | 2.6 |
| NET OTHER INCOME | (29.5) | 6.4 | 49.6 | 57.2 |
| INCOME TAX | 17.4 | 26.2 | 13.5 | 25.2 |
| NET INCOME | 12.6 | (18.1) | (92.2) | 33.2 |

(*) Grupo Financiero Galicia, consolidated with subsidiary companies (Art. 33 - Law 15990).