

Press Release

Intergroup Financial Services Corp. (“Intergroup”) announced today that it has priced the initial public offering of its shares of common stock. The common shares are listed on the Lima Stock Exchange (*Bolsa de Valores de Lima*).

The offering price was US\$14.00 per common share. The shares will trade on the Lima Stock Exchange under the ticker symbol “IFS”, in US dollars.

A total of 19,230,769 common shares of Intergroup are being offered in a global offering (consisting of an offering in Peru through a public auction and an international offering pursuant to a private placement). The total number of shares being offered in the Peruvian offering is 961,538, while the remaining 18,269,231 shares are being offered in the international offering.

The total size of the global offering is US\$269.2 million, excluding an over-allotment option granted by certain shareholders of Intergroup to the underwriters of the international offering to purchase 2,884,615 million additional common shares (15 percent of the amount being offered in the global offering), to cover over-allotments, if any.

The common shares being offered, excluding the over-allotment option, represent approximately 21 percent of Intergroup’s total common stock.

Of the shares being offered, 7,692,308 common shares are shares newly issued by Intergroup. Proceeds will be used to fund the expansion of Interbank, Intergroup’s banking subsidiary, for general corporate purposes and for potential strategic acquisitions in the Peruvian financial services industry.

The remaining common shares are being offered by certain Intergroup shareholders, including its controlling shareholder IFH Peru Ltd. and certain of its subsidiaries, and other minority shareholders.

Citigroup Global Markets Inc. acted as Global Coordinator for the global offering.

Citigroup Global Markets Inc. and Credit Suisse Securities (USA) LLC were the Joint Bookrunners for the international offering. Citibank del Perú S.A. was the arranger for the local offering. Citicorp Perú S.A., S.A.B. and Centura SAB S.A. were the placement agents for the local offering.

About Intergroup

Intergroup is a holding company that provides a wide range of financial services in Peru through its subsidiaries, Interbank and Interseguro. Interbank is a full service bank providing general banking products and services primarily to retail, and also to commercial, customers. As of March 31, 2007, Interbank was the second largest provider of consumer loans in Peru, which include all retail loans other than mortgages, with a market share of 19.9 percent. Within the consumer loan segment, Interbank was also the second largest provider of credit card financing among banks in Peru, with a 21.9 percent market share as of March 31, 2007. Interbank serves its customers through 114 financial stores and 724 ATMs throughout Peru, and had over one million retail and commercial customers as of March 31, 2007. Interseguro is a leading insurance company, providing annuities, individual life insurance, disability insurance and survivor benefits and mandatory traffic accident insurance. As of March 31, 2007, Interseguro was the leading provider of annuities in Peru, with a 26.2 percent market share of all annuity premiums sold during the 12 months ended March 31, 2007. The annuity sector was the largest segment of the Peruvian life insurance industry as of March 31, 2007 and the fastest growing segment of the industry over the five years ended December 31, 2006.

Intergroup owns 96.8 percent of the outstanding capital of Interbank and 100 percent of the outstanding capital of Interseguro.

This announcement is not an offer of securities for sale in the United States. Securities may not be offered or sold in the United States absent registration under the U.S. Securities Act of 1933, or an exemption from registration. No public offering of securities has been or will be made in the United States and, accordingly the securities will not be registered under the U.S. Securities Act of 1933. This announcement is being issued pursuant to Rule 135e of the U.S. Securities Act of 1933.

This announcement is for informative purposes only and does not constitute an offer or an invitation to make an offer for the sale or purchase of any securities issued by Intergroup.