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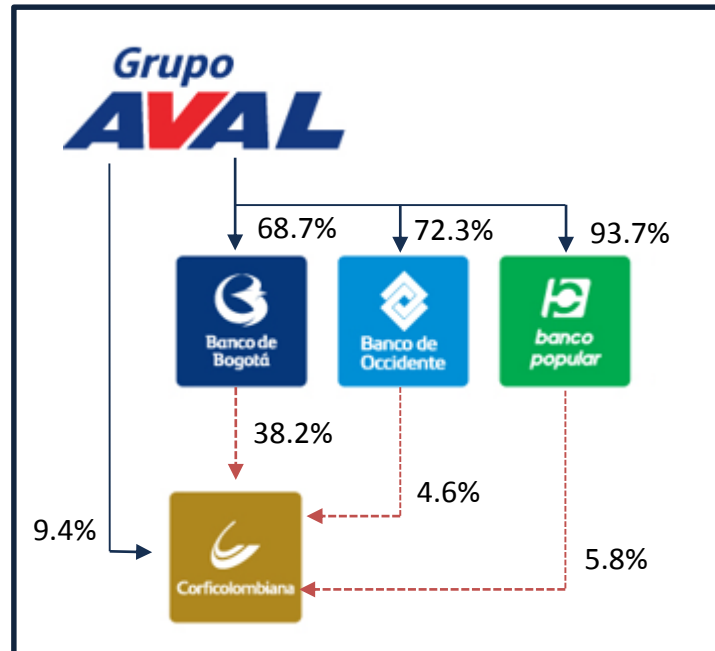


# Change of Control and deconsolidation of CFC from Banco de Bogotá

June 24, 2016



# Grupo Aval's direct and indirect stake in Corficolombiana



Grupo Aval's ownership in CFC:

- > Direct
- - -> Indirect

	% of Aval in Bank	Ownership in CFC
Grupo Aval		9.4%
Banco de Bogotá	68.7%	38.2%
Banco de Occidente	72.3%	4.6%
Banco Popular	93.7%	5.8%
<b>Total</b>		<b>58.0%</b>

# Internal calculations of BdB's capital ratios post recent developments and announcements (1/2)

Figures in millions of pesos

## Moody's TCE calculation

	December 2014	<i>a</i> March 2016	<i>b</i> Unconsolidation of CFC	<i>c = a + b</i> Subtotal	<i>d</i> Increase in the Consolidated BV of BdB derived from carrying CFC at fair value(1)	<i>e = c + d</i> Proforma
<b>A</b> Consolidated Attributable Equity	11,150,212	13,158,226		13,158,226		15,222,015
Goodwill	- 4,402,071	- 5,493,520	88,514	- 5,405,006		- 5,405,006
Other intangibles		- 464,666	121,819	- 342,847		- 342,847
Intangibles from concessions		- 2,453,322	2,453,322	-		-
<b>B Total Deductions</b>	<b>- 4,402,071</b>	<b>- 8,411,508</b>	<b>2,663,655</b>	<b>- 5,747,853</b>		<b>- 5,747,853</b>
<b>C = A - B Tangible Equity</b>	<b>6,748,141</b>	<b>4,746,719</b>	<b>2,663,655</b>	<b>7,410,373</b>	<b>2,063,789</b>	<b>9,474,162</b>
<b>D</b> RWA	101,374,476	122,019,393	- 9,891,937	112,127,456		112,127,456
<b>E</b> Adjustments to RWA as per Moody's methodology	5,207,588	4,550,720	- 1,857,245	2,693,475		2,693,475
<b>F = D + E Adjusted RWA</b>	<b>106,582,063</b>	<b>126,570,113</b>	<b>- 11,749,182</b>	<b>114,820,931</b>		<b>114,820,931</b>
<b>G = C / F TCE</b>	<b>6.33%</b>	<b>3.75%</b>		<b>6.45%</b>		<b>8.25%</b>

### Ratings

	December 2014	March 2016
Bank Deposits	Baa2/P-2	Baa2/P-2
Baseline Credit Assessment	baa3	ba1
Senior Unsecured	Baa2	Baa2
Subordinate	Ba1	Ba2

(1) Under Full IFRS

# Internal calculations of BdB's capital ratios post recent developments and announcements (2/2)

Figures in millions of pesos

## Consolidated Solvency Ratio

		a	b	c	d	e	f	i = a+b+c+d+e+f
		March 2016	2026 Tier 2 Bond	Expected capitalization of 50% of Net income 1Q2016 (1)	CFC consolidated RWA	Minority Interest held by non-related parties and other minor adjustments	Net Tier 1 deduction (CFC @ Book Value)	Proforma
A	Core Tier 1	12,229,181		246,259		- 1,091,083	- 1,216,353	10,168,004
B	Additional Tier 1	63				- 63		-
C = A + B	<b>Total Tier 1</b>	<b>12,229,244</b>		<b>246,259</b>		<b>- 1,091,146</b>	<b>- 1,216,353</b>	10,168,004
D	Tier 2	4,515,616	1,750,000	- 246,259		- 910,645		5,108,712
E = C + D	<b>Total Technical Capital</b>	<b>16,744,860</b>	<b>1,750,000</b>	-	-	<b>- 2,001,791</b>	<b>- 1,216,353</b>	<b>15,276,716</b>
F	RWA	122,019,393			- 9,891,937			112,127,456
A / F	<b>Core Tier 1</b>	<b>10.0%</b>						<b>9.1%</b>
E / F	<b>Total Solvency Ratio</b>	<b>13.7%</b>						<b>13.6%</b>

(1) As of March 31, 2016 the Bank carried 50% of 1Q2016's Net Income in Tier 2. As the Bank has committed to capitalize it in its next shareholders meeting, this will convert to Tier 1. At least 50% of 2Q2016 will also be retained.

## Detail of Net Tier 1 deduction at BdB

CFC at Fair Value	Increase in the Consolidated BV of BdB (Difference between Fair Value and Book Value of CFC)	Net Tier 1 deduction (CFC @ Book Value)
- 3,280,142	2,063,789	- 1,216,353
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- 3,280,142	2,063,789	- 1,216,353