

EXHIBIT 1

CONSOLIDATED FINANCIAL STATEMENTS



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(FREE TRANSLATION OF THE REPORT ISSUED IN SPANISH)
STATUTORY AUDITOR'S REPORT ON THE REVIEW OF THE
CONDENSED INTERIM CONSOLIDATED FINANCIAL INFORMATION

Dear Shareholders
Grupo Aval Acciones y Valores S.A.:

Introduction

I have reviewed the attached condensed consolidated interim financial information, as of September 30, 2023, of Grupo Aval Acciones y Valores S.A. and subsidiaries (the Group), which includes:

- the condensed consolidated statement of financial position as of September 30, 2023;
- the condensed consolidated statement of income for the three- and nine-month periods ended September 30, 2023;
- the condensed consolidated statement of other comprehensive income for the three- and nine-month periods ended September 30, 2023;
- the condensed consolidated statement of changes in equity for the nine-month period ended September 30, 2023;
- the condensed consolidated statement of cash flows for the nine-month period ended September 30, 2023; and
- the notes to the condensed financial information.

Management is responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with International Accounting Standard 34 (IAS 34) – Intermediate Financial Information contained in the Accounting and Financial Reporting Standards accepted in Colombia. My responsibility is to express a conclusion on this condensed consolidated financial information based on my review.

Scope of the review

I have carried out my review in accordance with the International Standard for Review Engagements 2410 “Review of Interim Financial Information carried out by the Independent Auditor of the Entity”, included in the Information Assurance Standards accepted in Colombia. A review of condensed consolidated interim financial information consists of making inquiries, primarily with those responsible



for financial and accounting matters, and the application of analytical and other review procedures. The scope of a review is substantially smaller than that of an audit carried out in accordance with International Auditing Standards accepted in Colombia and, consequently, it does not allow me to obtain assurance that I have known all the significant matters that could have been identified in an audit. Therefore, I do not express an audit opinion.

Conclusion

Based on my review, nothing has come to my attention that would cause me to assume that the attached condensed interim consolidated financial information of the Group as of September 30, 2023, has not been prepared, in all material respects, in accordance with the International Accounting Standard 34 (IAS 34) – Intermediate Financial Information contained in the Accounting and Financial Reporting Standards accepted in Colombia.

(Original signed in Spanish)
Diana Alexandra Roza Muñoz
Revisor Fiscal of Grupo Aval Acciones y Valores S.A.
Registration 120741 – T
Member of KPMG S.A.S.

November 14, 2023

Grupo Aval Acciones y Valores S.A. and Subsidiaries
Condensed Consolidated Statement of Financial Position
(Amounts expressed in millions of Colombian pesos)

	Notes	September 30, 2023	December 31, 2022
Assets			
Cash and cash equivalents	Ps.	18,382,277 Ps.	17,032,857
Trading assets		12,936,040	11,841,407
Investment securities		33,712,077	33,674,477
Hedging derivative assets	4	33,955	20,854
Loans, net	4	178,447,726	179,115,847
Other accounts receivable, net	4	24,568,728	23,380,573
Non-current assets held for sale		94,205	92,830
Investments in associates and joint ventures	6	1,250,624	1,423,343
Tangible assets	7	7,038,725	7,235,441
Concessions arrangements rights	8	13,571,872	13,242,706
Goodwill	9	2,210,662	2,248,217
Other Intangibles		2,261,926	2,040,158
Income tax assets		3,712,222	3,633,876
Other assets		511,447	608,650
Total assets	Ps.	298,732,486 Ps.	295,591,236
Liabilities and equity			
Liabilities			
Trading liabilities	4 Ps.	1,258,742 Ps.	1,757,606
Hedging derivative liabilities	4	115,974	3,568
Customer deposits	4	180,296,272	173,341,149
Financial obligations	4	68,479,518	72,116,775
Provisions	11	985,834	1,227,171
Income tax liabilities		5,664,186	5,291,487
Employee benefits	12	967,872	890,019
Other liabilities	13	10,209,727	10,141,802
Total liabilities	Ps.	267,978,125 Ps.	264,769,577
Equity			
Owners of the parent:			
Subscribed and paid-in capital	14 Ps.	23,744 Ps.	23,744
Additional paid-in capital		9,571,374	9,571,374
Retained earnings		7,641,584	8,018,417
Other comprehensive income		(855,117)	(1,146,565)
Equity attributable to owners of the parent		16,381,585	16,466,970
Non-controlling interest		14,372,776	14,354,689
Total equity		30,754,361	30,821,659
Total liabilities and equity	Ps.	298,732,486 Ps.	295,591,236

The accompanying notes are an integral part of the consolidated financial statements.

Grupo Aval Acciones y Valores S.A. and Subsidiaries
Condensed Consolidated Statement of Income
(Amounts expressed in millions of Colombian pesos)

	Notes	For the three-months periods ended September 30,		For the nine-months periods ended September 30,	
		2023	2022	2023	2022 ⁽¹⁾
Continuing operations					
Interest income	4	Ps. 7,334,615	Ps. 5,212,993	Ps. 21,497,512	Ps. 13,259,458
Interest expense	4	(5,702,244)	(3,294,506)	(16,740,831)	(7,286,005)
Net interest income		1,632,371	1,918,487	4,756,681	5,973,453
Net impairment loss on financial assets		(1,172,295)	(577,893)	(2,947,070)	(1,840,115)
Net interest income, after impairment losses		460,076	1,340,594	1,809,611	4,133,338
Income from commissions and fees		1,095,447	977,114	3,288,843	2,885,007
Expenses from commissions and fees		(236,018)	(230,389)	(703,222)	(730,913)
Net income from commissions and fees	16	859,429	746,725	2,585,621	2,154,094
Income from sales of goods and services		2,542,426	3,041,104	8,145,704	8,940,595
Costs and expenses of sales goods and services		(1,904,594)	(1,875,536)	(5,725,008)	(5,313,633)
Gross profit from sales of goods and services	16	637,832	1,165,568	2,420,696	3,626,962
Net trading loss	17	(253,897)	756,430	(1,118,322)	950,577
Net income from other financial instruments mandatorily at fair value through profit or loss		76,579	68,207	247,107	210,544
Other income	18	700,171	(725,205)	3,092,614	(322,590)
Other expenses	18	(2,003,292)	(1,874,725)	(6,169,471)	(5,308,764)
Net income before tax expense		476,898	1,477,594	2,867,856	5,444,161
Income tax expense	10	(176,223)	(547,826)	(1,059,335)	(1,745,067)
Net income from continuing operations		Ps. 300,675	Ps. 929,768	Ps. 1,808,521	Ps. 3,699,094
Discontinued operations					
Net income from discontinued operations, net of tax	(1)	Ps. -	Ps. -	Ps. -	Ps. 1,597,512
Net income		Ps. 300,675	Ps. 929,768	Ps. 1,808,521	Ps. 5,296,606
Net income attributable to owners of the parent					
Net income for the period from continuing operations		64,803	408,104	656,104	1,715,223
Net income for the period from discontinued operations, net of tax	(1)	-	-	-	1,098,073
Owners of the parent		Ps. 64,803	Ps. 408,104	Ps. 656,104	Ps. 2,813,296
Net income attributable to non-controlling interests					
Net income for the period from continuing operations		235,872	521,664	1,152,417	1,983,871
Net income for the period from discontinued operations, net of tax	(1)	-	-	-	499,439
Non-controlling interests		Ps. 235,872	Ps. 521,664	Ps. 1,152,417	Ps. 2,483,310
Net Income		Ps. 300,675	Ps. 929,768	Ps. 1,808,521	Ps. 5,296,606
Net income per share basic and diluted (in Colombian pesos)	14	Ps. 2.73	Ps. 17.19	Ps. 27.63	Ps. 122.64

(1) See note 1.1 "Discontinued operations of BAC Holding".

The accompanying notes are an integral part of the consolidated financial statements.

Grupo Aval Acciones y Valores S.A. and Subsidiaries
Condensed Consolidated Statement of Other Comprehensive Income
(Amounts expressed in millions of Colombian pesos)

	Notes	For the three-months periods ended September 30,		For the nine-months periods ended September 30,	
		2023	2022	2023	2022
Net income		Ps. 300,675	Ps. 929,768	Ps. 1,808,521	Ps. 5,296,606
Other comprehensive income					
Items that may be reclassified to profit or loss					
Net gain (loss) on hedges of net investments in foreign operations					
Foreign currency translation differences from hedged foreign operations	5	(99,585)	745,633	(605,748)	(6,086,883)
Hedging derivative instrument	5	-	(282)	-	4,051,547
Hedging non-derivative instrument	5	95,796	(628,067)	577,976	1,961,299
Cash flow hedges		(6,274)	(84)	(4,520)	(4,326)
Foreign currency translation differences from unhedged foreign operations		(50,319)	132,908	(283,478)	1,279,520
Investments in associates and joint ventures		9,894	75,081	(16,631)	(53,346)
Unrealized (losses) gains on securities at FVOCI		(207,829)	(485,639)	1,030,860	(2,398,931)
Income tax		7,513	295,770	(555,775)	(1,731,808)
		(250,804)	135,320	Ps. 142,684	Ps. (2,982,928)
Items that will not be reclassified to profit or loss					
Transfer from owner-occupied property to investment property		145	598	145	797
Gains (Losses) unrealized on equity securities at FVOCI		(40,227)	(78,640)	37,235	(361,586)
Actuarial (losses) gains from defined benefit pension plans		1,853	(83)	(18,071)	80,326
Income tax		(2,641)	(707)	4,189	(31,952)
		(40,870)	(78,832)	Ps. 23,498	Ps. (312,415)
Other comprehensive income, net of taxes		(291,674)	56,488	166,182	(3,295,343)
Total comprehensive income, net of taxes		Ps. 9,001	Ps. 986,256	Ps. 1,974,703	Ps. 2,001,263
Total comprehensive income for the periods attributable to:					
Owners of the parent	Ps.	(76,139)	Ps. 370,215	947,552	523,871
Non-controlling interest		85,140	616,041	1,027,151	1,477,392
	Ps.	9,001	Ps. 986,256	Ps. 1,974,703	Ps. 2,001,263

The accompanying notes are an integral part of the consolidated financial statements.

Grupo Aval Acciones y Valores S.A. and Subsidiaries
Consolidated Statement of Changes in Equity for the nine-month periods ended September 30, 2023 and 2022
(Amounts expressed in millions of Colombian pesos)

	Subscribed and paid-in capital	Additional paid – in capital	Appropriated retained earnings	Other comprehensive income (OCI)	Equity attributable to owners of the parent	Non-controlling interest (NCI)	Total equity
Balance as of December 31, 2021	Ps. 22,281	Ps. 8,490,799	Ps. 13,383,391	Ps. 1,117,182	Ps. 23,013,653	Ps. 16,457,994	Ps. 39,471,647
Issuance of shares	1,463	1,082,307	—	—	1,083,770	572,131	1,655,901
Dividends declared in cash	—	—	(1,083,770)	—	(1,083,770)	(572,007)	(1,655,777)
Dividends declared in cash	—	—	(119,405)	—	(119,405)	(550,390)	(669,795)
Equity transactions	—	(9,012)	—	—	(9,012)	9,012	—
Spin Off ⁽¹⁾	—	—	(6,638,961)	—	(6,638,961)	(3,019,613)	(9,658,574)
Liquidation of entities	—	—	(422)	—	(422)	(379)	(801)
Effect of realization of equity instruments ⁽¹⁾	—	—	(5,432)	—	(5,432)	(2,368)	(7,800)
Other comprehensive income	—	—	—	(2,289,425)	(2,289,425)	(1,005,918)	(3,295,343)
Withholding Tax over dividends	—	—	2,250	—	2,250	(197)	2,053
Net income	—	—	2,813,296	—	2,813,296	2,483,310	5,296,606
Balance as of September 30, 2022	Ps. 23,744	Ps. 9,564,094	Ps. 8,350,947	Ps. (1,172,243)	Ps. 16,766,542	Ps. 14,371,575	Ps. 31,138,117
	Subscribed and paid-in capital	Additional paid – in capital	Appropriated retained earnings	Other comprehensive income (OCI)	Equity attributable to owners of the parent	Non-controlling interest (NCI)	Total equity
Balance as of December 31, 2022	Ps. 23,744	Ps. 9,571,374	Ps. 8,018,417	Ps. (1,146,565)	Ps. 16,466,970	Ps. 14,354,689	Ps. 30,821,659
Dividends declared in cash	—	—	(1,025,718)	—	(1,025,718)	(1,014,789)	(2,040,507)
Other comprehensive income	—	—	—	291,448	291,448	(125,266)	166,182
Disposal of subsidiary ⁽²⁾	—	—	(3,603)	—	(3,603)	(4,686)	(8,289)
Effect of carrying out OCI to retained	—	—	(1,785)	—	(1,785)	(68)	(1,853)
Withholding Tax over dividends	—	—	(1,831)	—	(1,831)	10,479	8,648
Net income	—	—	656,104	—	656,104	1,152,417	1,808,521
Balance as of September 30, 2023	Ps. 23,744	Ps. 9,571,374	Ps. 7,641,584	Ps. (855,117)	Ps. 16,381,585	Ps. 14,372,776	Ps. 30,754,361

⁽¹⁾ See note 1.1 “Discontinued operations of BAC Holding”.

The accompanying notes are an integral part of the consolidated financial statements.

Grupo Aval Acciones y Valores S.A. and Subsidiaries
Condensed Consolidated Statement of Cash Flows for the nine-month periods ended September 30, 2023 and 2022
(Amounts expressed in millions of Colombian pesos)

	Notes	September 30, 2023	September 30, 2022 (1)
Cash flows from operating activities:			
Net income before income tax		Ps. 2,867,856	Ps. 5,444,161
Reconciliation of net income before taxes and net cash provided by operating activities:			
Depreciation and amortization	16-18	849,999	804,734
Impairment losses of loans and receivables, net	4-16	3,425,165	2,315,825
Net income in concession agreements		(2,927,644)	(3,919,697)
Net interest income		(4,756,681)	(5,973,453)
Sales of non-current assets held for sale, net		(36,140)	(8,032)
Gain on sales of tangible assets		(247,979)	(25,990)
Foreign exchange losses	18	(2,002,449)	1,285,238
Share of profit of equity accounted investees, net of tax	18	(287,405)	(488,670)
Dividends caused	18	(124,371)	(110,737)
Fair value adjustments on:			
Derivatives	17	2,074,653	(1,122,527)
Investment property		18,260	(22,214)
Biological assets		(11,155)	(24,761)
Changes in operating assets and liabilities:			
Derivatives		(2,189,605)	1,041,740
Trading assets		(824,060)	597,080
Accounts receivable		(247,229)	(824,721)
Other assets		(62,913)	30,356
Other liabilities and provisions		(900,440)	(505,006)
Employee benefit		61,428	78,865
Loan portfolio		(7,316,096)	(18,213,120)
Customer deposits		11,187,079	13,829,890
Interbank borrowings and overnight funds		6,194,598	859,219
Borrowings from development entities		(231,881)	24,226
Borrowings from banks		(2,734,332)	5,479,283
Interest received		19,260,276	11,728,385
Interest paid		(15,825,184)	(6,804,819)
Lease interest		(128,779)	(109,324)
Income tax payments		(1,905,276)	(1,427,741)
Net cash provided by operating activities		Ps. 3,179,695	Ps. 3,938,190
Cash flows from investing activities:			
Purchases of amortized cost financial assets		Ps. (5,623,319)	Ps. (5,217,602)
Redemptions of amortized cost financial assets		5,915,885	4,954,061
Purchases of FVOCI		(14,989,912)	(6,874,598)
Proceeds from sales of FVOCI		16,009,190	8,943,576
Acquisition of associates investment and joint ventures		—	(5,333)
Purchases tangible assets		(384,056)	(315,887)
Proceeds from sales of property, plant and equipment		102,372	144,680
Proceeds from sales of non-current assets held for sale		39,478	26,588
Additions of concession arrangement rights		956,122	76,233
Additions of other intangible assets		(473,147)	(347,518)
Dividends received		365,769	414,454
Disposal of subsidiaries		(3,070)	(17,570,390)
Net cash provided (used) in by investing activities		Ps. 1,915,312	Ps. (15,771,736)
Cash flows from financing activities:			
Dividends paid to shareholders		Ps. (511,523)	Ps. (412,378)
Dividends paid to non-controlling interest		(621,713)	(478,227)
Issuance of debt securities		2,597,143	558,775
Payment of outstanding debt securities		(3,654,903)	(5,568,959)
Leases		(310,855)	(282,041)
Issuance of shares		—	123
Net cash used by financing activities		Ps. (2,501,851)	Ps. (6,182,707)
Effect of foreign currency changes on cash and equivalents		(1,243,736)	780,929
Decrease in cash and cash equivalents in joint operations		—	(1,393,602)
Increase (decrease) in cash and cash equivalents		1,349,420	(18,628,926)
Cash and cash equivalents at beginning of period		Ps. 17,032,857	Ps. 36,642,829
Cash and cash equivalents at end of period		Ps. 18,382,277	Ps. 18,013,903

(1) See note 1.1 “Discontinued operations of BAC Holding”.

The accompanying notes are an integral part of the consolidated financial statements.