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Investor Presentation



June 2017



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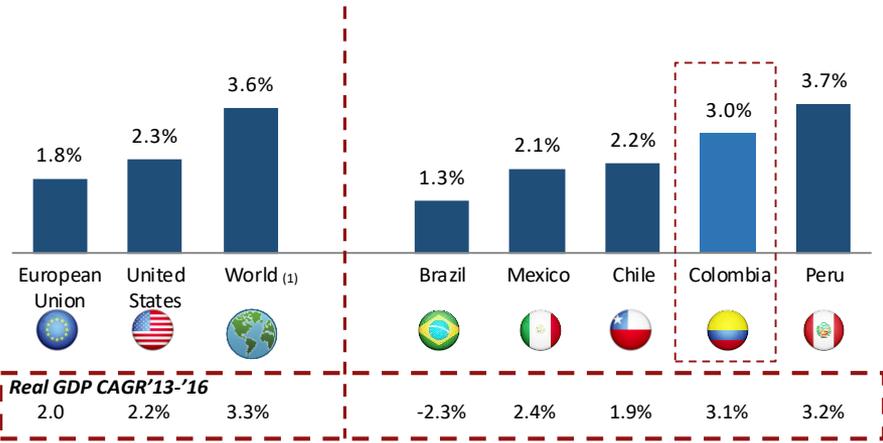
Any forward-looking statement contained in this presentation reflects the current views of Grupo Aval with respect to future events, and it assumes no obligation to publicly update or revise these forward-looking statements for any reason, or to update the reasons why actual results could differ materially from those anticipated in these forward-looking statements, even if new information becomes available in the future, except as otherwise required by applicable law. The market and competitive position data, including market forecasts and statistical data, used throughout this presentation was obtained from internal surveys, market research, independent consultant reports, publicly available information, governmental agencies and industry publications. Although we have no reason to believe that any of this information or these reports are inaccurate in any material respect, we have not independently verified such data. Grupo Aval and its shareholders do not make any representation as to the accuracy of such information.

Balance sheet and statement of income data included in this presentation for the year ended December 31, 2013 and previous years, reflects unconsolidated or consolidated information under Colombian Banking GAAP or U.S. GAAP, as applicable. Consolidated Financial information of Grupo Aval for the years 2016, 2015 and 2014 has been prepared under IFRS as issued by IASB. Unconsolidated information of our subsidiaries, combined information of Grupo Aval and comparative disclosures of our financial and operating performance for the years 2016, 2015 and 2014 against that of our competitors in Colombia has been prepared under IFRS as applicable under Colombian regulations reported to the Superintendency of Finance. Comparative disclosures of our financial and operating performance against that of our competitors in Central America are based on public information available in each of the countries’ financial superintendency.

Because of our recent migration to IFRS and recent implementation of IFRS accounting principles, the unaudited consolidated financial information for the 2016, and the comparative information for the relevant consolidated periods of 2015 presented herein, may be subject to further amendments. Our banking subsidiaries report unconsolidated financial data to the Superintendency of Finance; however, Grupo Aval, as a holding company, is not required to report such unconsolidated data. Unless otherwise indicated or the context otherwise requires, market share and other data comparing our performance and that of our competitors reflects the unconsolidated results of our banking subsidiaries, Sociedad Administradora de Fondos de Pensiones y Cesantías Porvenir S.A. (“Porvenir”) and Corporación Financiera Colombiana S.A. (“Corficolombiana”). Aggregate or Combined data throughout this document pertaining to Grupo Aval reflects the summation of unconsolidated results of our banking subsidiaries. Grupo Aval has been granted the IR Recognition by the Colombian Securities Exchange (Bolsa de Valores de Colombia S.A). This is not a certification of the registered securities or the solvency of the issuer. Also, does not imply an opinion on the quality and accuracy of the content, it only denotes a verification of the existence of the information on the website of the issuer. When applicable, in this report we refer to billions as thousands of millions. Unless otherwise indicated, certain Colombian peso amounts are translated into U.S. dollars at the representative market rates as computed and certified by the Superintendency of Finance of Ps 2,885.57 as of March 31, 2017.

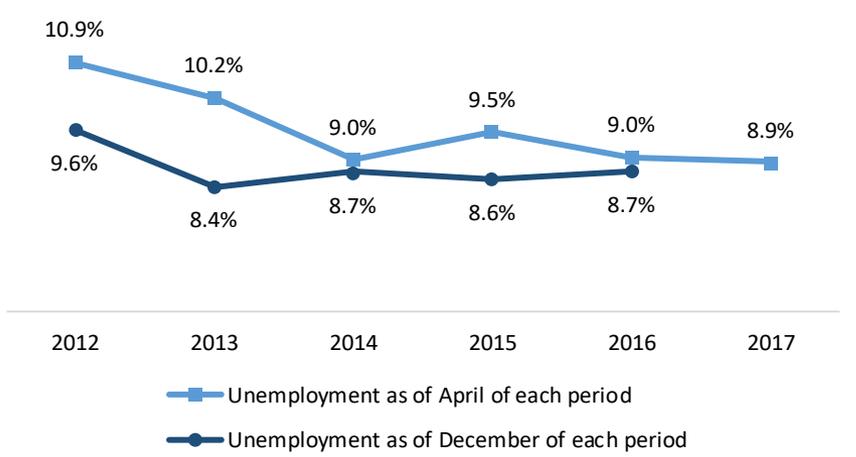
The Colombian economy's fundamentals are trending in the right direction (1/2)

Expected Real GDP Growth – Real GDP CAGR '16–'19E



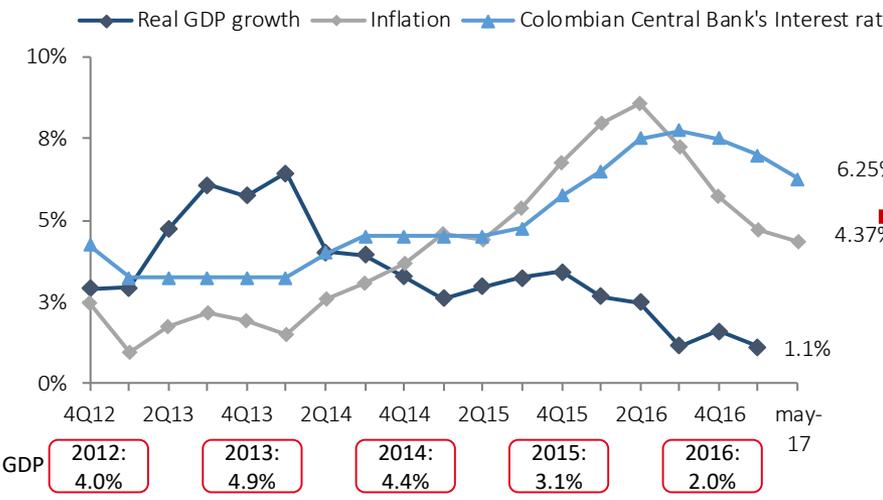
Source: IMF's WEO as of April 2017
(1) Includes the 189 countries which report to the IMF

Unemployment



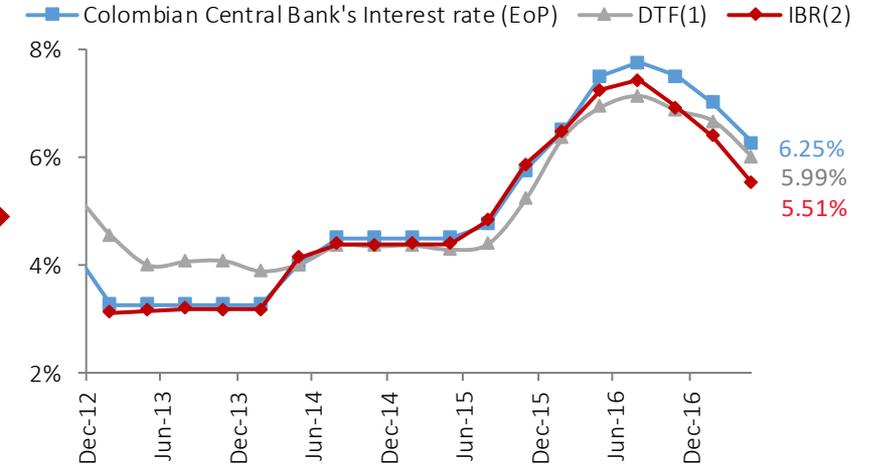
Source: DANE, and Banco de la República de Colombia

Strict Monetary Policy



Source: Banco de la República de Colombia, and DANE.

Central Bank, DTF and IBR Rates

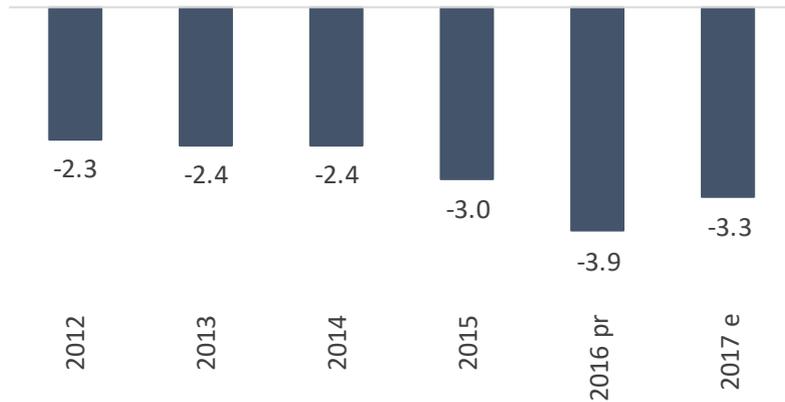


Source: Banco de la República de Colombia. As of June 2017.
Note: The DTF rate is a benchmark interest rate that represents the financial system's average rate for 90-day term deposits; (1) End of period DTF rate; (2) End of period 3-month interbank (IBR) rate



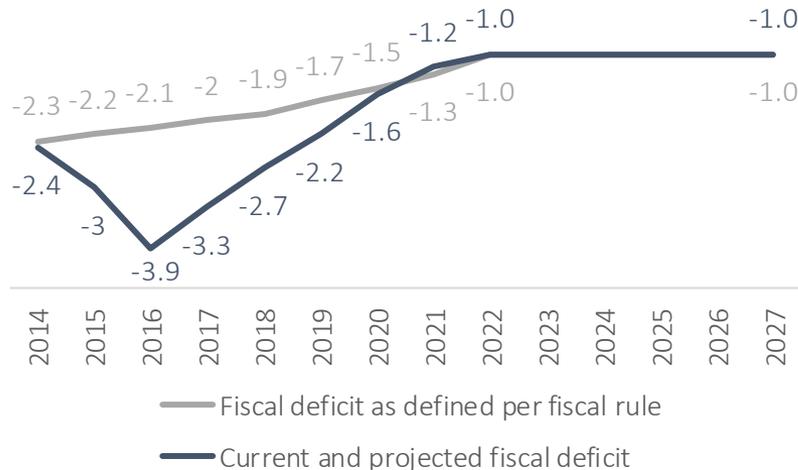
The Colombian economy's fundamentals are trending in the right direction (2/2)

Colombian Government Fiscal Deficit (% of GDP)



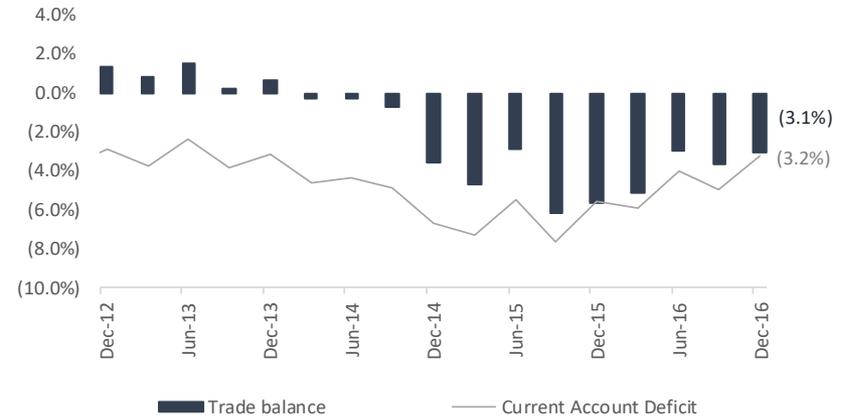
Source: Ministry of Finance. Projections according to 2016 mid-term fiscal framework.

Current and Projected Fiscal Deficit vs. Fiscal Rule (% of GDP)



Source: Ministry of Finance. Projections according to 2016 mid-term fiscal framework.

Current Account (% GDP, quarterly not seasonally adjusted)



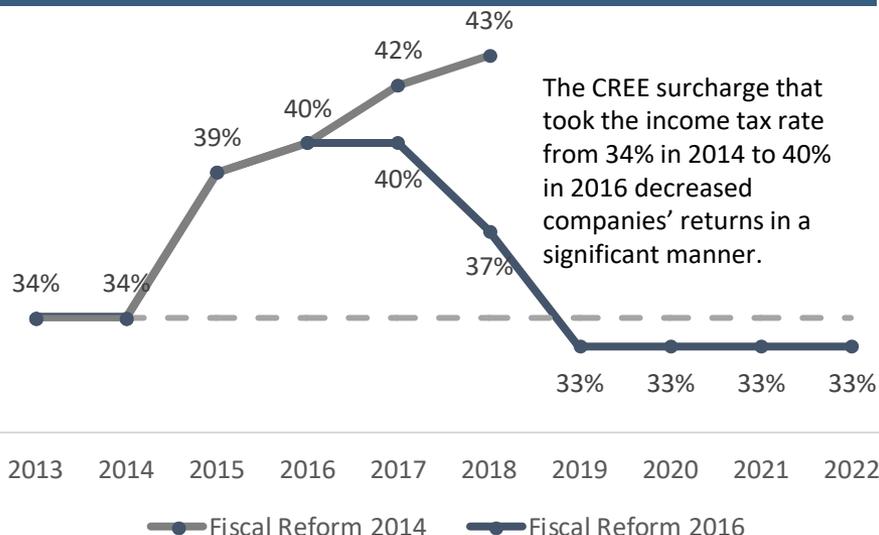
| | 2014 | 2015 | 2016 pr | 2017 e |
|--------------------------------|--------|--------|---------|--------|
| Annual current account deficit | (5.1%) | (6.4%) | (4.4%) | (3.5%) |

Source: Grupo Aval calculations based on public information from DANE and Banco de la República de Colombia

- The Government expects that the ratio of Fiscal Deficit/ GDP will return to the levels defined by the Fiscal Rule by 2021.
- Recent data confirms that the current account deficit has passed its worst levels as the trade balance deficit has started to ease driven by a decline in imported goods.

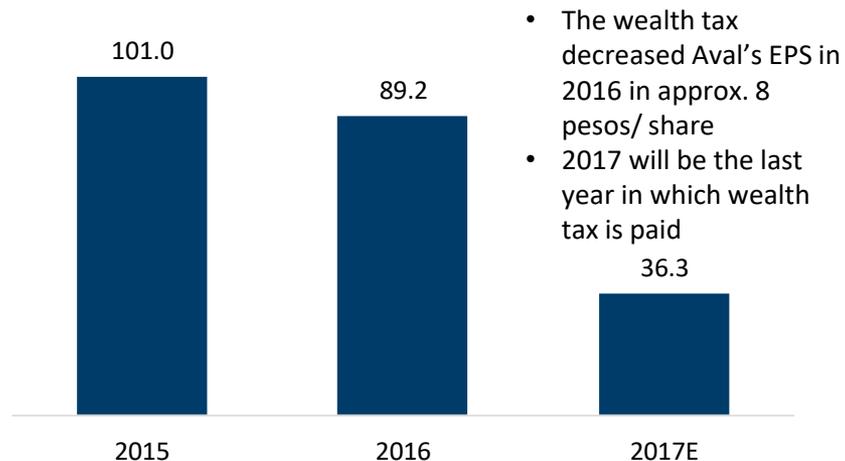
Tax Reform – Main aspects of the approved Fiscal Reform (1/2)

1. Decline in corporate income tax to 33% from current 40%



2. Elimination of the Wealth Tax in 2018

Consolidated Wealth Tax Paid by Grupo Aval (US millions)



3. The 4x1000 tax on financial transactions will continue

- This "temporary tax" was supposed to disappear in 2018.
- Because Government has identified it as a steady source of income and one of easy collection, the Reform approved its continuance
- This tax contributes with 0.8% of GDP (approx. USD 2.3 billion/ year)

5. New simplified taxes on small businesses

- A simplified tax regime is expected to facilitate and promote the tax formalization of SMEs

4. Taxes to individuals

- Limits to deductions and exemptions to 40% of total income with a cap of approximately US\$ 53,000 per year
- Unified tax return regime to simplify the tax declaration process

6. Changes in VAT

- VAT increases from 16% to 19% taking this tax to LATAM levels
- Key exemptions: basic goods, education, medicine, public transportation, low and mid income housing
- 5% tax on new houses with values over US\$274,000 (approx.)

Tax Reform – Main aspects of the approved Fiscal Reform (2/2)

7. New taxes on consumption

- New taxes: Cigarettes, gasoline, mobile data, motorcycles, among others

9. Other matters

- Improvements in capacity and tax collection effectiveness of DIAN (local tax authority)
- Severe sanctions to tax evaders.
- The fiscal reform adjusts its principles to IFRS accounting
- Transition regime for Goodwill could generate options for fiscal optimization
- Creation of “Foreign Controlled Entities” (Entidades Controladas del Exterior)
- Possibility to fully deduct the VAT charged on capital assets

8. Taxes on dividends (ordinary and preferred shares)

- Local:
 - Companies: Not Taxed
 - Individuals: Taxed (depending on income; between 5% - 10%)
- Foreign:
 - Companies: Taxed (5%)
 - Individuals: Taxed (5%)

Taxes on dividends will be charged on net income generated in 2017 onwards.

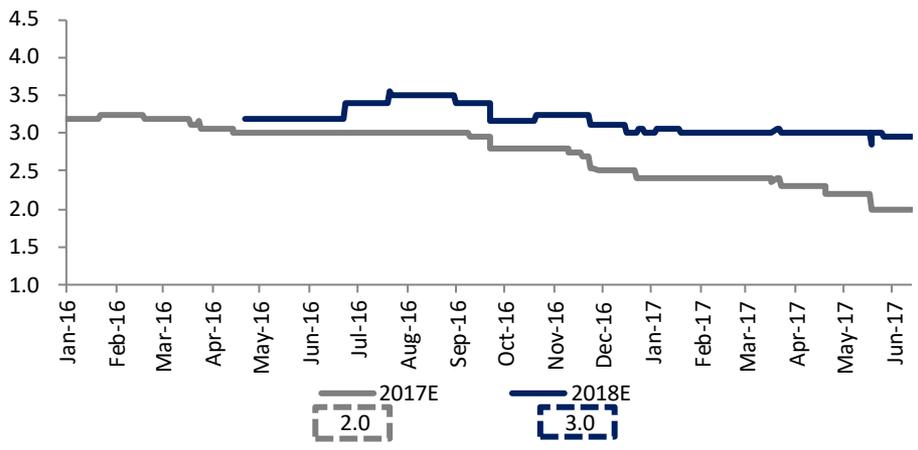
Expected additional Government Revenue from Fiscal Reform (% GDP)

| | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|--------------------------------------|------------|------------|------------|------------|------------|------------|
| VAT and Consumption Tax | 0.7 | 0.8 | 0.8 | 0.8 | 0.8 | 0.8 |
| 4x1000 Tax on Financial Transactions | - | - | 0.2 | 0.4 | 0.6 | 0.9 |
| Income Tax (Corporate & Individuals) | (0.1) | (0.2) | - | - | - | - |
| Fuel Tax | 0.1 | 0.1 | 0.1 | 0.1 | 0.1 | 0.1 |
| Subtotal | 0.6 | 0.7 | 1.1 | 1.4 | 1.6 | 1.8 |
| DIAN Optimization | - | - | 0.3 | 0.4 | 0.5 | 0.5 |
| Other Items | - | - | 0.2 | 0.6 | 0.6 | 0.6 |
| TOTAL | 0.6 | 0.7 | 1.7 | 2.4 | 2.7 | 2.9 |

Source: Ministerio de Hacienda; Corficolombiana

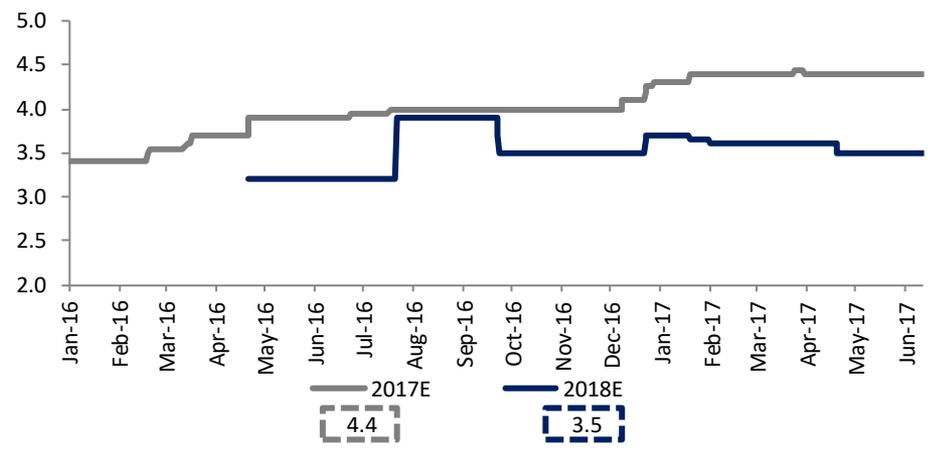
Analysts' expectations point towards a recovery in growth and inflation

Real GDP Growth (%) Forecasts



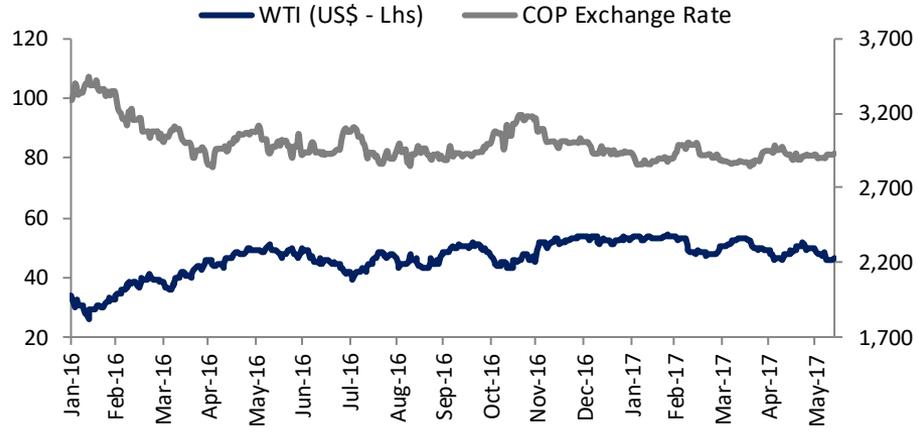
Source: Bloomberg Consensus

Inflation Expectations (%)



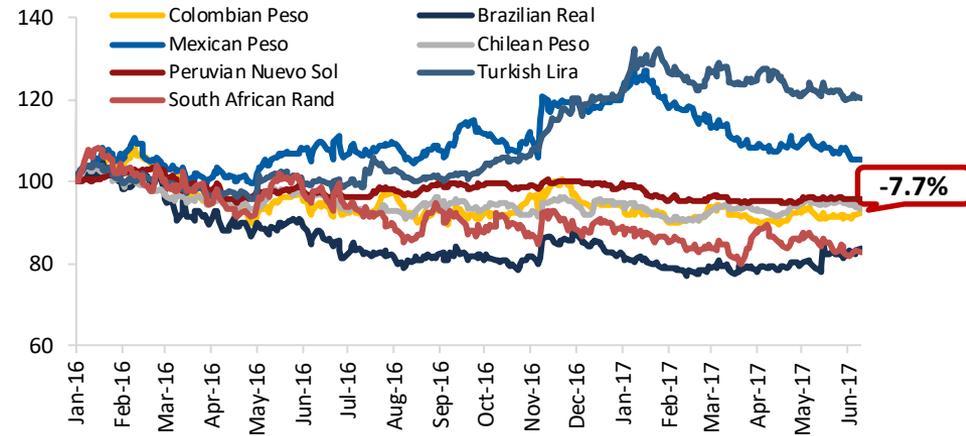
Source: Bloomberg Consensus

Colombian Peso vs WTI US\$/barrel



Source: Bloomberg

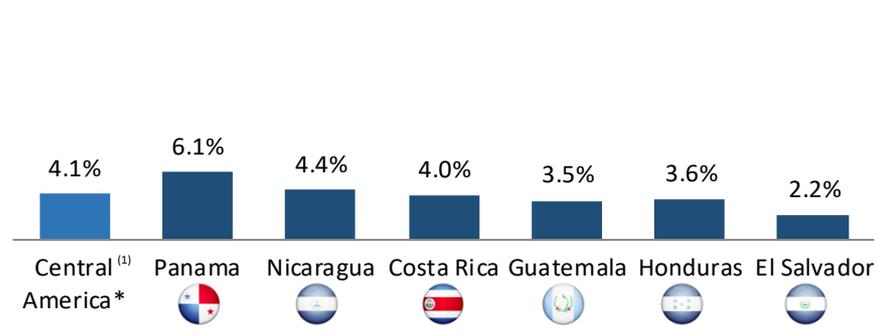
Colombian Peso vs Emerging markets' currencies (100=Jan, 2016)



Source: Bloomberg

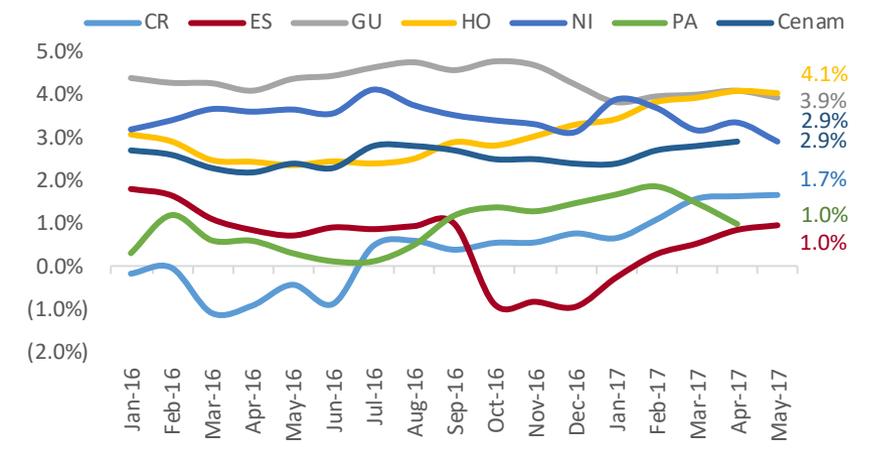
Central American countries continue to have a robust growth outlook, set to benefit from positive momentum in the US economy

Promising Growth Outlook – Real GDP CAGR '16–'19E



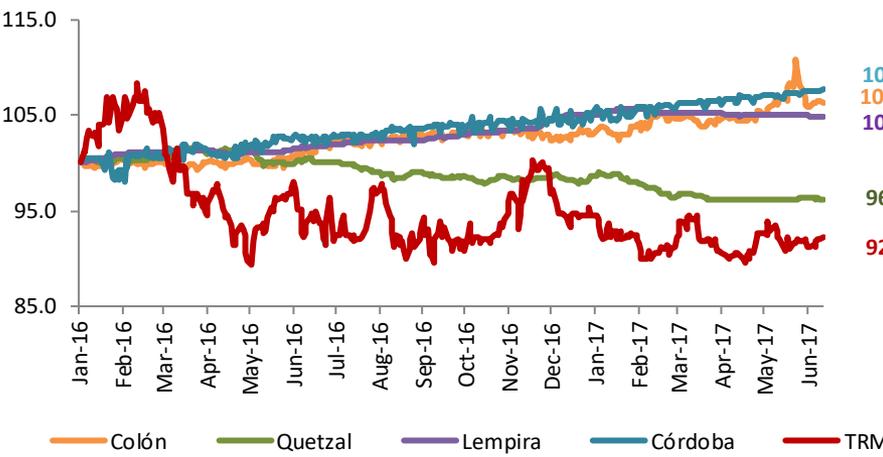
Source: IMF WEO Apr-16; (1) Aggregate growth of all the Central American countries

Inflation per Country



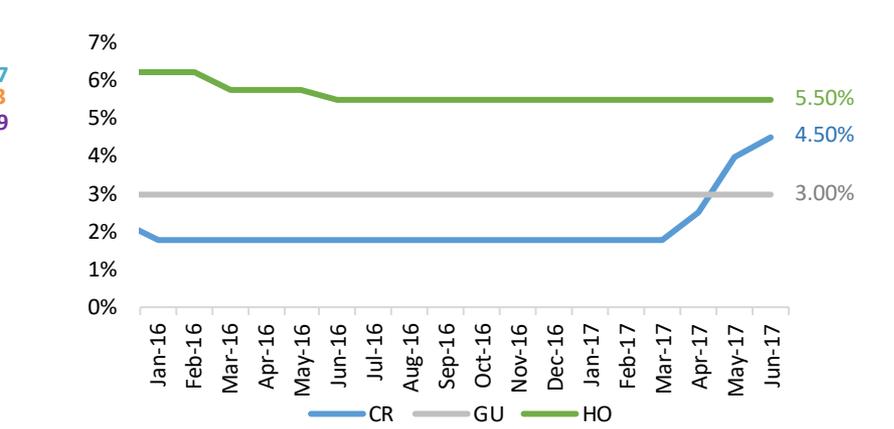
Source: SECMCA

Regional Exchange Rates



Source: Bloomberg

Central Banks' Interest Rates



Source: SECMCA

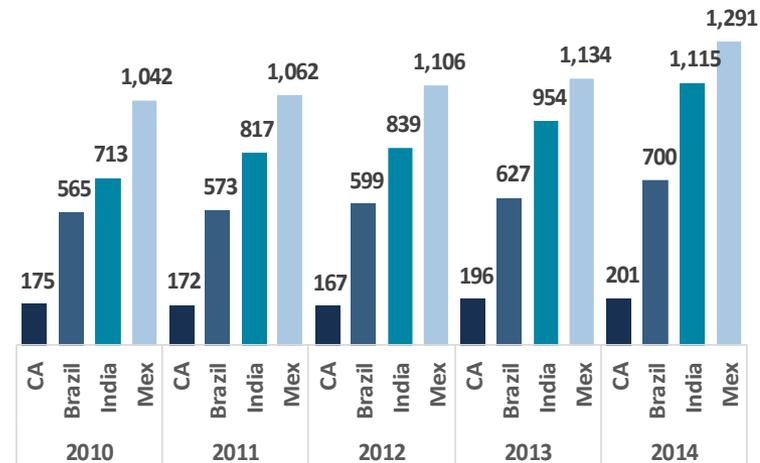
Trump effect on CAFTA...

USA Trade Balance (US\$ Bn)

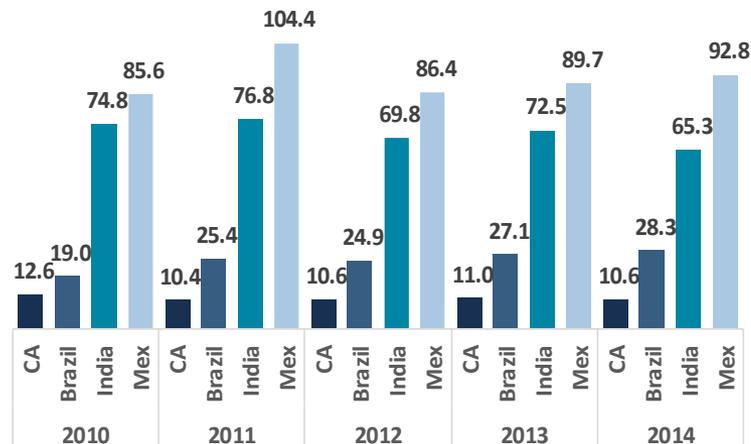
| Year | Costa Rica | El Salvador | Guatemala | Honduras | Nicaragua | Panama | Central America | India | Mexico |
|------|------------|-------------|-----------|----------|-----------|--------|-----------------|--------|--------|
| 2000 | (1.1) | (0.2) | (0.7) | (0.5) | (0.2) | 1.3 | (1.3) | (7.0) | (24.6) |
| 2007 | 0.6 | 0.3 | 1.0 | 0.5 | (0.7) | 3.3 | 5.1 | (9.1) | (74.8) |
| 2014 | (2.6) | 0.9 | 1.7 | 1.3 | (2.1) | 10.0 | 9.4 | (23.9) | (55.4) |
| 2015 | 1.6 | 0.7 | 1.7 | 0.5 | (1.9) | 7.3 | 9.8 | (23.3) | (60.7) |
| 2016 | 1.6 | 0.5 | 2.0 | 0.2 | (1.8) | 5.7 | 8.1 | (24.3) | (63.2) |

USA's trade balance with Central America has been consistently positive since 2005 and has grown 60% since the Central American Free Trade Agreement (CAFTA) was signed back in 2007

Employees hired by American companies (thousands)



USA direct investment in other regions (US\$ Bn)

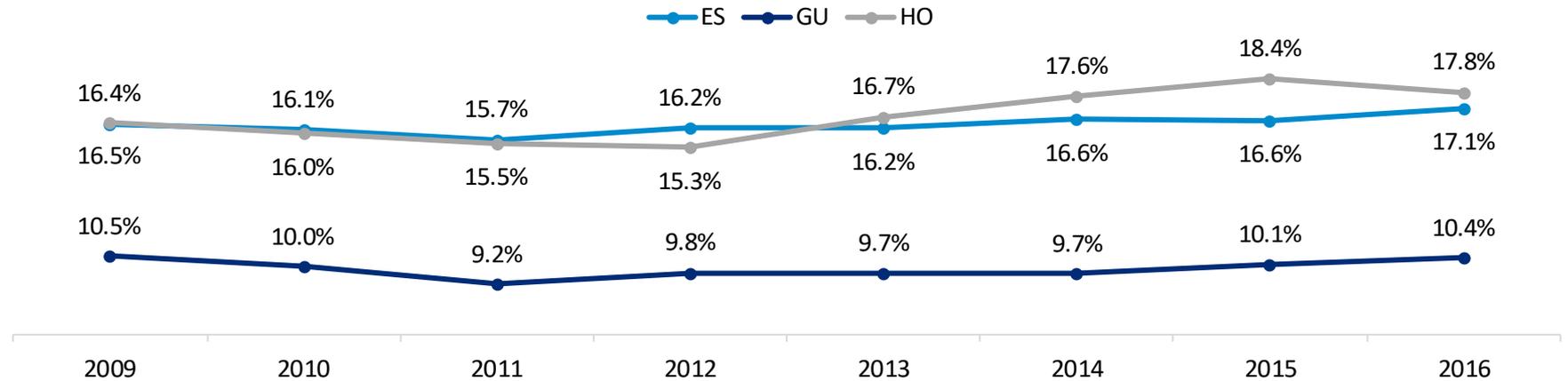


Source: US Census, Bureau of Economic Analysis, National Travel & Tourism office

Remittances from USA to North Triangle (2014)

| | Illegal Migrants in USA (% Total Origin Country Pop) | Total Illegal Migrants (thousands) | Total Migrants in USA (thousands) | Total Remittances (\$MM) | Remittances / Migrant |
|-------------|--|------------------------------------|-----------------------------------|--------------------------|-----------------------|
| Guatemala | 4.5% | 723 | 916 | 5,962 | 6,511 |
| Honduras | 4.2% | 337 | 588 | 3,195 | 5,431 |
| El Salvador | 7.6% | 465 | 1,315 | 3,912 | 2,973 |

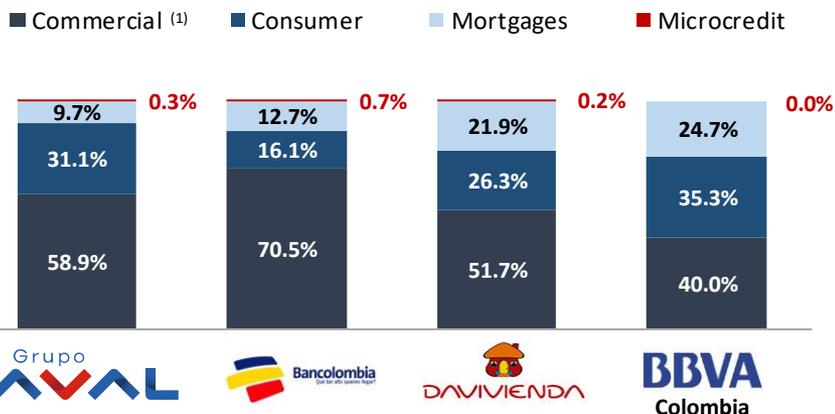
Total Remittances as % of GDP



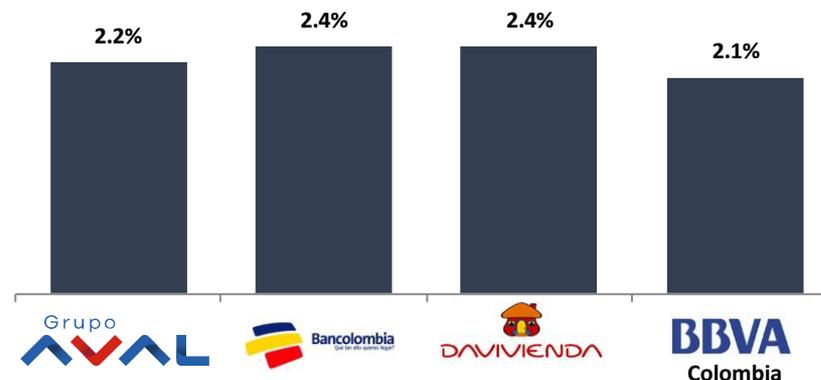
Source: Migration Policy Institute, Banco Mundial, Central Banks and Statistic Institutions of each country

Grupo Aval remains a strong competitor among its peers

Gross Loan Portfolio Composition – March 31, 2017



Loan Portfolio Quality (PDLs 90+) (2) March 31, 2017

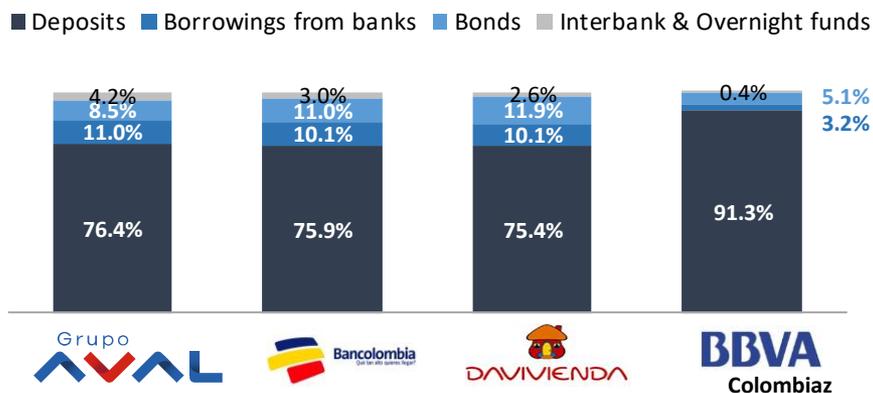


Cost of Risk (3)

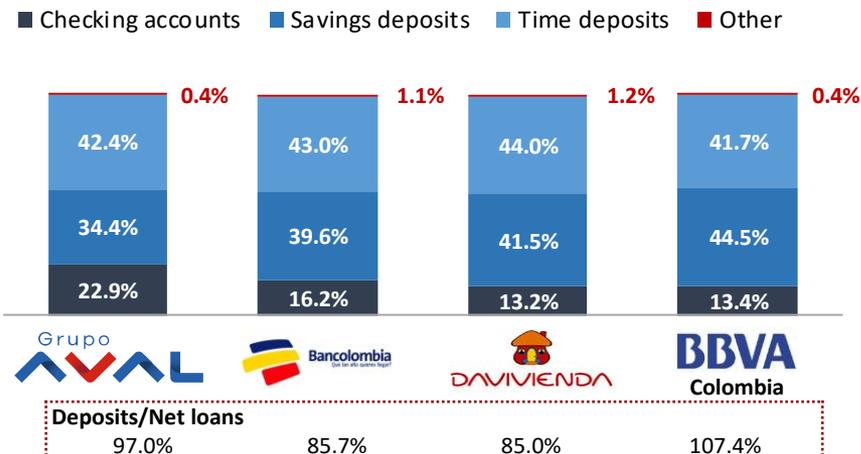
| | | | |
|-------|-------------|------------|---------------|
| Grupo | Bancolombia | DAVIVIENDA | BBVA Colombia |
| 1.9% | 2.1% | 2.7% | 2.4% |

Cost of risk excluding non-recurring effect of one-time provisions in a particular client related to the oil industry.

Funding Composition – March 31, 2017



Deposit Composition – March 31, 2017



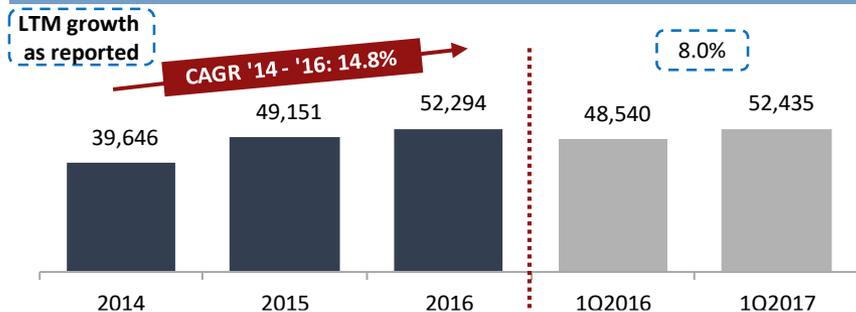
Deposits/Net loans

| | | | |
|-------|-------------|------------|---------------|
| Grupo | Bancolombia | DAVIVIENDA | BBVA Colombia |
| 97.0% | 85.7% | 85.0% | 107.4% |

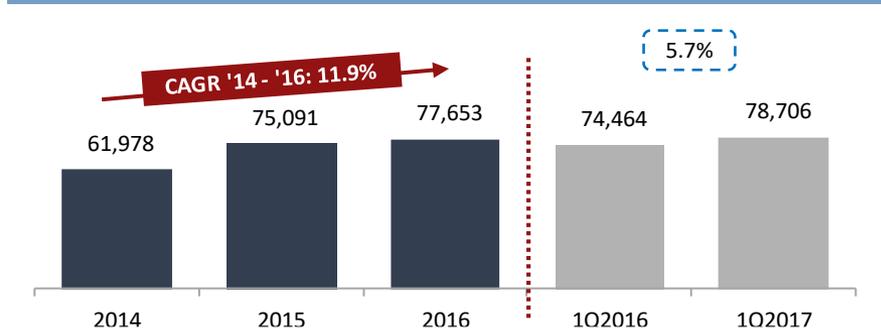
Source: Consolidated figures based on company filings as of March 31, 2017. Figures were converted with the representative market rates as computed and certified by the Superintendency of Finance Ps 2,885.57 as of March 31, 2017. (1) Excludes interbank & overnight funds and others; (2) PDLs 90+ as reported in consolidated figures, except for BBVA which refers to loan capital 90+ days past due on an unconsolidated basis as reported to the Superintendency of Finance; (3) Calculated as 12-month Impairment loss net of recoveries of charged-off assets divided by Average gross loans excluding interbank and overnight funds (sum of total loans at each quarter between 4Q16 and 1Q17, divided by two)

Grupo Aval's track record of consolidated results (1/2)

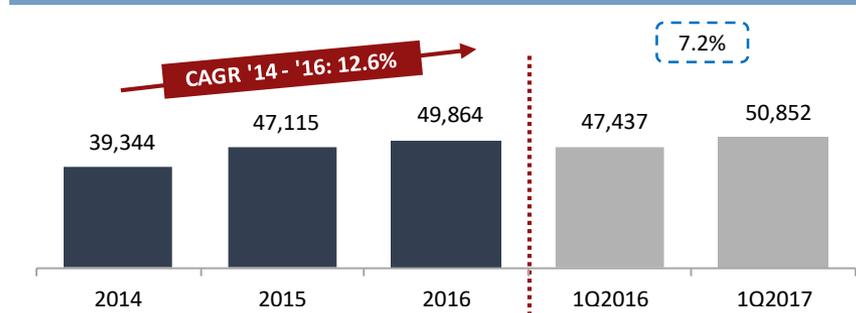
Net Loans and Leases (US\$ mm)



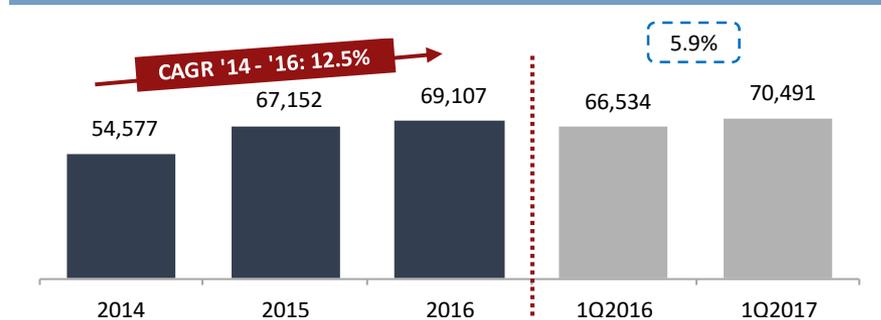
Assets (US\$ mm)



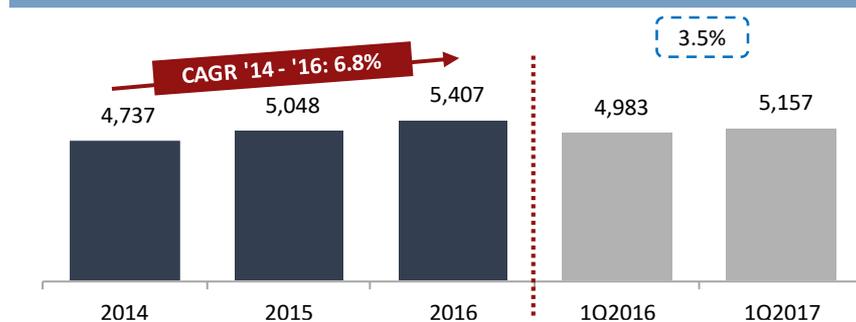
Deposits (US\$ mm)



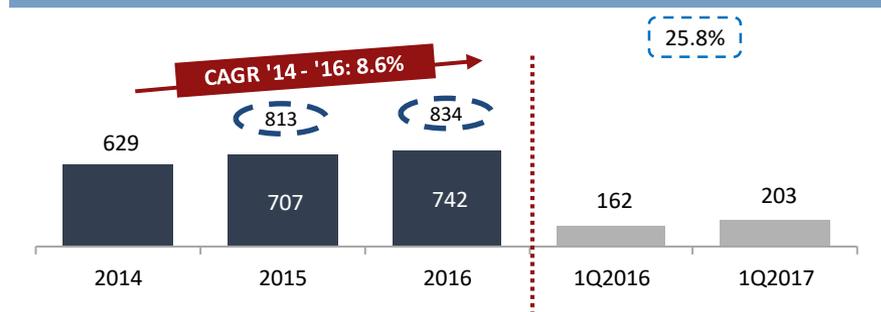
Liabilities (US\$ mm)



Attributable Equity (US\$ mm)



Net Income (US\$ mm)

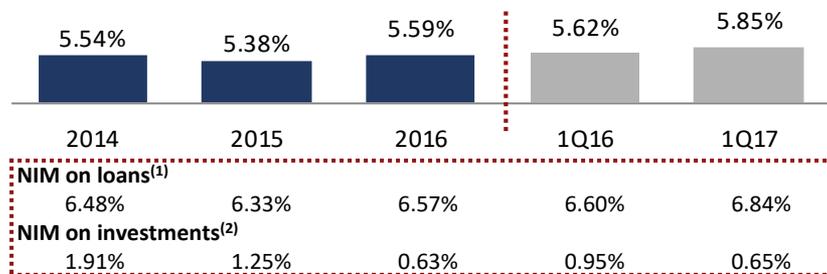


Source: Company filings. Consolidated results of Grupo Aval. All figures were converted with the representative market rate as computed and certified by the Superintendency of Finance of Ps 2,885.57 as of March 31, 2017, to maintain comparability. (1) Net income includes US\$72.3 billion, US\$62.9 billion and US\$25.5 billion of attributable wealth tax paid during 1Q15, 1Q16 and 1Q17, respectively.

Figures adjusting for one-time payment of attributable wealth tax of US\$72.3 billion, US\$62.9 billion and US\$ 25.5 for 2015, 2016 and 2017 respectively.

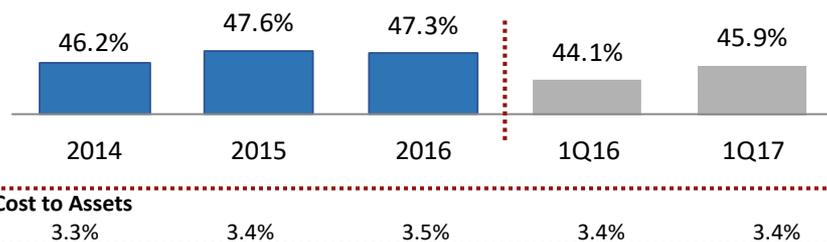
Grupo Aval's track record of consolidated results (2/2)

Net Interest Margin



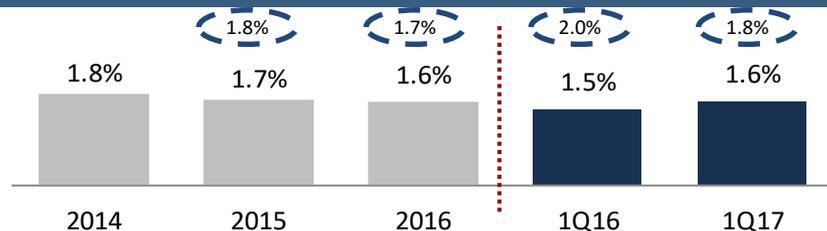
NIM calculated as Net interest income divided by total average interest-earning assets (for 2014, 2015 and 2016 five quarter average and for 1Q16 and 1Q17 two quarter average)

Efficiency and Cost to Assets



Efficiency and Cost to assets: Calculated as operating expenses before depreciation and amortization divided by total operating income for efficiency and divided by average total assets (for 2014, 2015 and 2016 five quarter average and for 1Q16 and 1Q17 two quarter average) for cost to assets. Both calculations exclude the full wealth tax from operating expenses.

ROAA

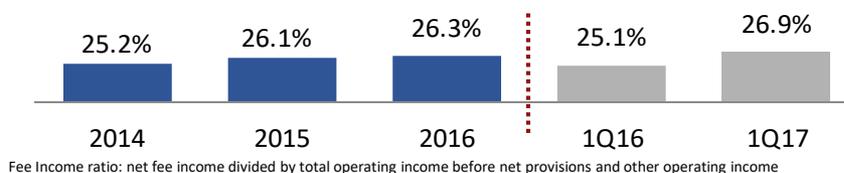


Calculated as income before non-controlling interest divided by average assets (for 2014, 2015 and 2016 five quarter average and for 1Q16 and 1Q17 two quarter average)

Source: Company filings. (1) Net Interest Income on Loans to Average loans and financial leases; (2) Net Interest income on fixed income securities, net trading income from equity and fixed income investment securities held for trading through profit and on interbank and overnight funds to Average securities and Interbank and overnight funds; (3) PDLs +90 days includes interest accounts receivable.

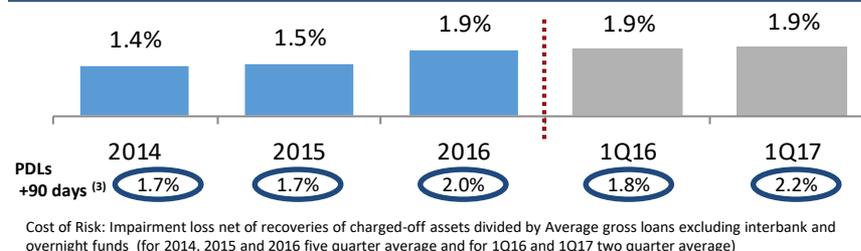
Figures adjusting for one-time payment of attributable wealth tax of US\$72.3 billion, US\$62.9 billion and US\$25.5 billion (for net income and ROAE) and total wealth tax of US\$105.1 billion, US\$92.7 and US\$37.9 (for ROAA) for 2015, 2016 and 2017 respectively.

Fee Income Ratio



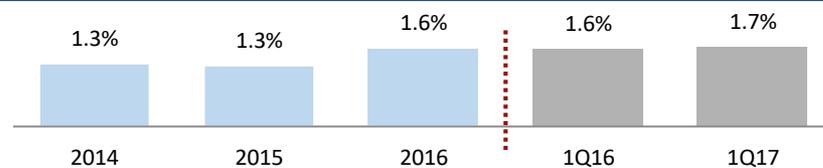
Fee Income ratio: net fee income divided by total operating income before net provisions and other operating income

Cost of Risk

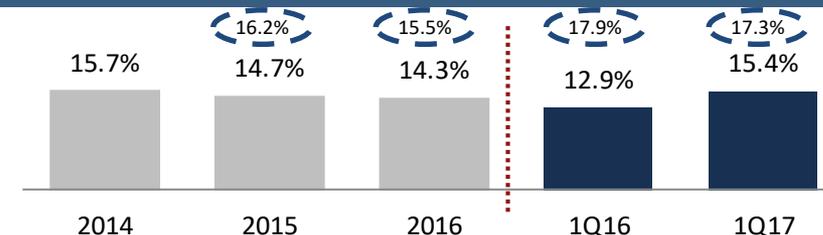


Cost of Risk: Impairment loss net of recoveries of charged-off assets divided by Average gross loans excluding interbank and overnight funds (for 2014, 2015 and 2016 five quarter average and for 1Q16 and 1Q17 two quarter average)

Charge-offs / Average Gross Loans



ROAE



Calculated as net income divided by average equity attributable to owners of the parent company (for 2014, 2015 and 2016 five quarter average and for 1Q16 and 1Q17 two quarter average)

Grupo Aval's diverse sources of value generation

Key Figures US\$ mm (As of March 31, 2017)

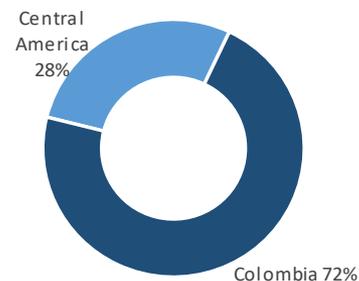


| | | | | | | |
|-----------------------------|--------|--------|-------|-------|-------|--------|
| Net Loans | 33,675 | 9,352 | 5,519 | 3,273 | 971 | 52,435 |
| Assets | 49,862 | 12,638 | 7,232 | 4,383 | 6,854 | 78,706 |
| Deposits | 33,203 | 8,562 | 5,278 | 3,287 | 1,376 | 50,852 |
| Liabilities | 44,098 | 11,195 | 6,344 | 3,914 | 5,126 | 70,491 |
| Total equity ⁽²⁾ | 5,764 | 1,444 | 889 | 469 | 1,728 | 8,215 |

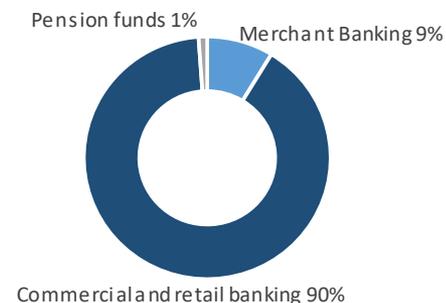
Business Composition

By Assets – As of March 31, 2017

Geographic

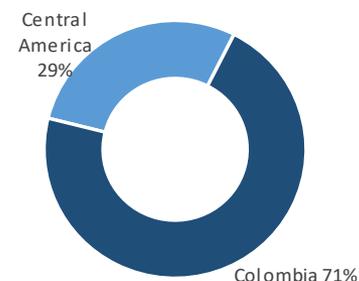


Business

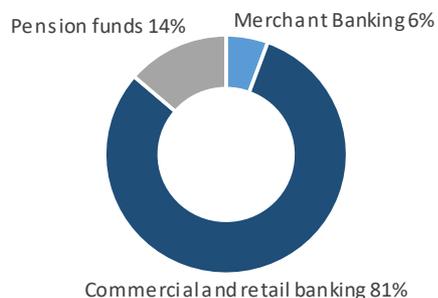


By Net Income – For the 3 months ended March 31, 2017

Geographic



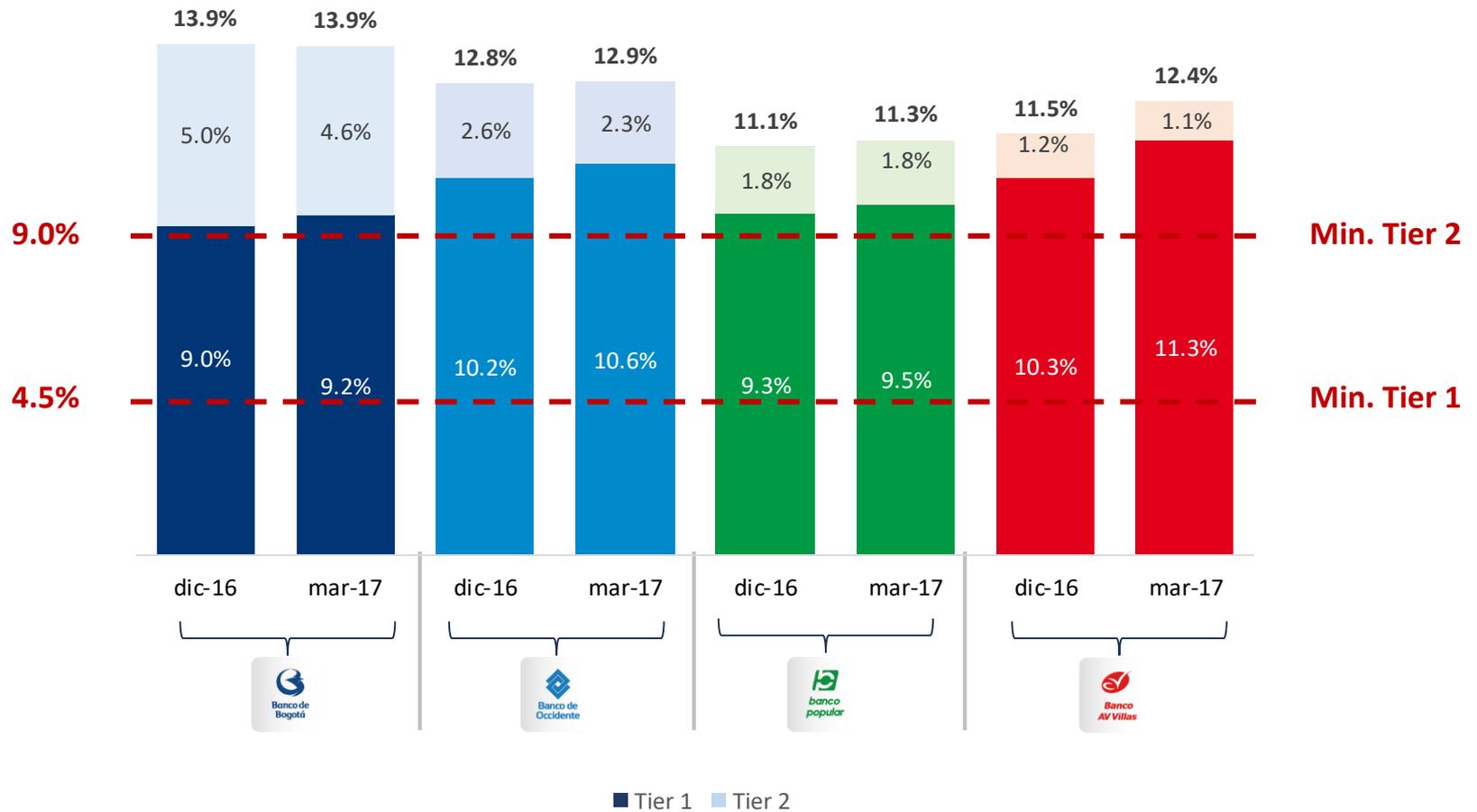
Business



Source: Unaudited company filings under IFRS. (1) Companies that consolidate into Banco de Bogotá; (2) Includes attributable equity and minority interest; Figures were converted with the representative market rates as computed and certified by the Superintendency of Finance of Ps 2,885.57 as of March 31, 2017.

Recent evolution of our banks' consolidated solvency ratios

Consolidated Solvency Ratios of our Banks



Source: Consolidated figures based on company filings.

Grupo Aval Acciones y Valores S.A. + Grupo Aval Limited's combined debt profile (US\$ mm)

Combined Total Liquid Assets and Maturity Schedule of Combined Gross Debt as of March 31, 2017



Evolución de indicadores de apalancamiento y doble apalancamiento combinados

| Debt service coverage and leverage ratios | 1Q16 | 4Q16 | 1Q17 | Δ | |
|---|-------|-------|-------|---------------|---------------|
| | | | | 1Q17 vs. 4Q16 | 1Q17 vs. 1Q16 |
| Double leverage (1) | 1.25x | 1.15x | 1.17x | 0.02 | -0.08 |
| Net debt / Core earnings (2)(3) | 4.1x | 2.8x | 3.2x | 0.4 | -0.9 |
| Net debt / Cash dividends (2)(3) | 4.8x | 3.5x | 3.5x | 0.1 | -1.3 |
| Core Earnings / Interest Expense (2) | 3.5x | 4.1x | 4.2x | 0.1 | 0.7 |

Source: Unaudited combined figures of Grupo Aval Acciones y Valores S.A. and Grupo Aval Limited as of March 31, 2017. Figures were converted with the representative market rates as computed and certified by the Superintendency of Finance Ps 2,885.57 as of March 31, 2017. (1) Double leverage is calculated as investments in subsidiaries at book value (excluding revaluations), subordinated loans to subsidiaries and goodwill as a percentage of shareholders' equity; (2) Core earnings are defined as annualized recurring cash flow from dividends and investments. Banco AV Villas given that the last payment was received during September 2016 and equivalent to a 6 month payment, however, when including the 9 months of dividends decreed by the bank starting on April 2017 the annualized Net debt / Core earnings metric would be 3.0x and the Core earnings / Interest expense would be 4.4x.; (3) Net debt is calculated as total gross debt minus cash and cash equivalents and fixed income investments.

Grupo

