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

To the shareholders
Grupo Aval Acciones y Valores S.A.:

Introduction

I have reviewed the accompanying condensed separate interim condensed financial information as of September 30, 2024 of Grupo Aval Acciones y Valores S.A. (the Company), which comprises:

- the condensed separate statement of financial position as of September 30, 2024;
- the condensed separate statement of income for the three-month and nine-month periods ended on September 30, 2024;
- the condensed separate statement of other comprehensive income for the three-month and nine-month periods ended on September 30, 2024;
- the condensed separate statement of changes in equity for the nine-month period ended on September 30, 2024;
- the condensed separate statement of cash flows for the nine-month period ended on September 30, 2024; and
- the notes to the condensed separate interim financial information.

Management is responsible for the preparation and presentation of this condensed separate interim financial information in accordance with International Accounting Standard 34 (IAS 34) - Interim Financial Information contained in the Accounting and Financial Reporting Standards accepted in Colombia. My responsibility consists of expressing a conclusion on this condensed separate financial information, based on my review of the condensed separate financial information.

Scope of the review

I have conducted my review in accordance with International Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", included in the Information Assurance Standards accepted in Colombia. A review of condensed separate interim financial information consists of making inquiries, mainly with the persons responsible for financial and accounting matters, and the application of analytical and other review procedures. The scope of a review is substantially less than that of an audit performed in accordance with International Standards on Auditing accepted in Colombia and, consequently, does not allow me to obtain assurance that I am aware of all significant matters that I could have identified in an audit. Accordingly, I do not express an audit opinion.

**Conclusion**

Based on my review, no matter has come to my attention that causes me to believe that the accompanying condensed separate interim financial information of the Company as of September 30, 2024 has not been prepared, in all material respects, in accordance with International Accounting Standard 34 (IAS 34) - Interim Financial Reporting contained in the Accounting and Financial Reporting Standards accepted in Colombia.

(Original signed in Spanish)
Diana Alexandra Rozo Muñoz
Statutory auditor of Grupo Aval Acciones y Valores S.A.
Registration 120741-T
Member of KPMG S.A.S.

November 13, 2024

GRUPO AVAL ACCIONES Y VALORES S.A.
Separate statement of financial position
(Stated in millions of Colombian pesos)

	<u>Note</u>	<u>September 30th</u> <u>2024</u>	<u>December 31st</u> <u>2023</u>
Assets			
Current assets			
Cash and cash equivalents	5 Ps.	145,644	Ps. 157,323
Trading securities	6	322	256
Amortized cost investments	7	35,832	18,707
Accounts receivable from related parties	8	477,793	444,964
Taxes paid in advance	8	-	5,958
Other accounts receivable	8	48	31
Other non-financial assets		116	103
Total current assets		659,755	627,342
Non-current Assets			
Investments in subsidiaries and associates	9 Ps.	19,232,679	Ps. 18,645,247
Accounts receivable from related parties	8	1,128,141	1,031,954
Property and equipment, net	10	14,204	2,404
Deferred tax assets, net	11	-	278
Total non-current Assets		20,375,024	19,679,883
Total assets	Ps.	21,034,779	Ps. 20,307,225
Liabilities and shareholders' equity			
Current liabilities			
Financial obligations at amortized cost	12 Ps.	16,983	Ps. 20,923
Outstanding bonds at amortized cost	12	234,116	237,172
Accounts payable	14	390,936	363,998
Employee benefits	13	2,692	2,880
Tax liabilities	14	13,084	13,335
Other non-financial liabilities	14	1,214	1,214
Total current liabilities		659,025	639,522
Long-term liabilities			
Deferred tax liability	11 Ps.	53	Ps. -
Financial obligations at amortized cost	12	1,633,967	1,525,800
Outstanding bonds at amortized cost	12	900,000	900,000
Total long-term liabilities		2,534,020	2,425,800
Total liabilities	Ps.	3,193,045	Ps. 3,065,322
Equity			
Subscribed and paid capital	Ps.	23,743	Ps. 23,743
Additional paid-in capital		9,695,243	9,695,243
Retained earnings	15	7,596,117	7,450,394
Net income		716,159	723,038
Other comprehensive income	15	(189,528)	(650,515)
Total shareholders' equity	Ps.	17,841,734	Ps. 17,241,903
Total liabilities and shareholders' equity	Ps.	21,034,779	Ps. 20,307,225

The accompanying notes are an integral part of these condensed separate financial statements

María Lorena Gutiérrez Botero
President
(See my certification report of November 13, 2024)

María Edith González Flórez
Certified Public Accountant
Registration 13083-T
(See my certification report of November 13, 2024)

Diana Alexandra Roza Muñoz
Revisor Fiscal of Grupo Aval Acciones y Valores S.A.
Registration 120741 T
Member of KPMG S.A.S.
(See my report of November 13, 2024)

GRUPO AVAL ACCIONES Y VALORES S.A.
Separate income statement
(Stated in millions of Colombian pesos, except earnings per share)

	Note	For the accumulated quarter		For the accumulated nine-months period	
		September 30th 2024	September 30th 2023	September 30th 2024	September 30th 2023
Operating revenue					
Equity method income, net	17	Ps. 395,397	Ps. 76,094	Ps. 698,826	Ps. 647,143
Other revenue from ordinary activities	17	106,679	106,725	320,483	341,101
Total operating revenue		Ps. 502,076	Ps. 182,819	Ps. 1,019,309	Ps. 988,244
Expenses, net					
Administrative expenses	18	Ps. 18,149	Ps. 18,930	Ps. 59,475	Ps. 57,601
Other expenses	18	(287)	126	(313)	(85)
revenue from exchange rate differences	18	(309)	62	(2,766)	404
Operating income		Ps. 484,523	Ps. 163,701	Ps. 962,913	Ps. 930,324
Financial expenses	18	66,641	82,069	208,090	247,387
Earnings before taxes		Ps. 417,882	Ps. 81,632	Ps. 754,823	Ps. 682,937
Income tax expense	11	13,703	10,185	38,664	35,951
Net income from continuing operations		Ps. 404,179	Ps. 71,447	Ps. 716,159	Ps. 646,986
Net income		Ps. 404,179	Ps. 71,447	Ps. 716,159	Ps. 646,986
Number of shares outstanding	15	23,743,475,754	23,743,475,754	23,743,475,754	23,743,475,754
Net income per share		Ps. 17.02	Ps. 3.01	Ps. 30.16	Ps. 27.25

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GRUPO AVAL ACCIONES Y VALORES S.A.
 Separate Other Comprehensive Income Statement
 (Stated in millions of Colombian pesos)

	For the accumulated quarter		For the accumulated nine-months period	
	September 30th	September 30th	September 30th	September 30th
	2024	2023	2024	2023
Net income	Ps. 404,179	Ps. 71,447	Ps. 716,159	Ps. 646,986
Other comprehensive income (OCI), net of taxes				
Participation in other comprehensive income reported using the equity method	268,525	(164,890)	460,987	285,989
Comprehensive income, net	Ps. 672,704	Ps. (93,443)	Ps. 1,177,146	Ps. 932,975

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GRUPO AVAL ACCIONES Y VALORES S.A.
Separate Statement of Changes in Equity
(Stated in millions of Colombian pesos)

	Retained earnings (losses)								
	Subscribed and paid capital	Paid-in Capital	Legal reserve	Occasional reserve	Retained earnings	Operations with shareholders	Net Income	Other comprehensive income	Total Equity
Balance as of December 31st 2022	Ps. <u>23,743</u>	Ps. <u>9,695,243</u>	Ps. <u>11,872</u>	Ps. <u>12,817,186</u>	Ps. <u>(245,351)</u>	Ps. <u>(6,644,277)</u>	Ps. <u>2,541,179</u>	Ps. <u>(1,237,319)</u>	Ps. <u>16,962,276</u>
Constitution of reserves for future distributions net income 2022	-	-	-	2,541,179	-	-	(2,541,179)	-	-
Reserve appropriation	-	-	-	(7,111,764)	467,487	6,644,277	-	-	-
To distribute a cash dividend of \$ 3.60 per share per month from April 2023 to March 2024 including those two months, over 23.743.475.754 outstanding shares as of the date of the Shareholder's meeting.	-	-	-	(1,025,718)	-	-	-	-	(1,025,718)
Application of the equity method	-	-	-	-	-	-	-	285,989	285,989
Effect of carrying out OCI to retained (Equity method)	-	-	-	-	(1,948)	-	-	-	(1,948)
Withholding tax on dividends	-	-	-	-	(667)	-	-	-	(667)
Net Income	-	-	-	-	-	-	646,986	-	646,986
Balance as of September 30th 2023	Ps. <u>23,743</u>	Ps. <u>9,695,243</u>	Ps. <u>11,872</u>	Ps. <u>7,220,883</u>	Ps. <u>219,521</u>	Ps. <u>-</u>	Ps. <u>646,986</u>	Ps. <u>(951,330)</u>	Ps. <u>16,866,918</u>
Balance as of December 31st 2023	Ps. <u>23,743</u>	Ps. <u>9,695,243</u>	Ps. <u>11,872</u>	Ps. <u>7,220,883</u>	Ps. <u>217,639</u>	Ps. <u>-</u>	Ps. <u>723,038</u>	Ps. <u>(650,515)</u>	Ps. <u>17,241,903</u>
Constitution of reserves for future distributions net income 2023	-	-	-	723,038	-	-	(723,038)	-	-
To distribute a cash dividend of \$ 2.00 per share per month from April 2024 to March 2025 including those two months, over 23.743.475.754 outstanding shares as of the date of the Shareholder's meeting.	-	-	-	(569,843)	-	-	-	-	(569,843)
Application of the equity method	-	-	-	-	-	-	-	460,987	460,987
Changes in subsidiaries equity	-	-	-	-	(11,801)	-	-	-	(11,801)
Withholding tax on dividends	-	-	-	-	4,329	-	-	-	4,329
Net Income	-	-	-	-	-	-	716,159	-	716,159
Balance as of September 30th 2024	Ps. <u>23,743</u>	Ps. <u>9,695,243</u>	Ps. <u>11,872</u>	Ps. <u>7,374,078</u>	Ps. <u>210,167</u>	Ps. <u>-</u>	Ps. <u>716,159</u>	Ps. <u>(189,528)</u>	Ps. <u>17,841,734</u>

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GRUPO AVAL ACCIONES Y VALORES S.A.
Separate Statement of Cash Flows
(Stated in millions of Colombian pesos)

	Note	Acumulated to	
		September 30th 2024	September 30th 2023
Cash flow from operating activity:			
Net Income	Ps.	716,159 Ps.	646,986
Adjustments to reconcile net income with net cash provided by operating activities			
Income tax expense	Ps.	38,664 Ps.	35,951
Impairment of property and equipment		16	-
Depreciation and amortization	10	1,350	1,277
Loan Impairment	8	(460)	(264)
Equity method income	17	(698,826)	(647,143)
Changes in operating assets and liabilities:			
(Increase) Decrease in trading securities	Ps.	(66) Ps.	523
Receivable interests	8	(457)	(495)
Decrease in other assets and liabilities, net: prepaid taxes, prepaid expenses, taxes, accounts payable, employee liabilities, estimated liabilities and provisions		(34,604)	(34,690)
(Decrease) Increase in interests payable		(5,762)	2,360
Interest paid on lease agreements (IFRS 16)	18	(439)	(386)
Dividends received by subsidiaries		529,271	619,053
Net cash provided by operating activities	Ps.	544,846 Ps.	623,172
Cash flow from investing activities:			
Amortized cost investments	7	(15,649)	-
Acquisition of property and equipment	12	(960)	(111)
Net cash used in investing activities	Ps.	(16,609) Ps.	(111)
Cash flow from financing activities:			
Dividends paid		(537,923)	(511,523)
Payment of lease liabilities	12	(1,005)	(921)
Net cash used in financing activities	Ps.	(538,928) Ps.	(512,444)
Effect of exchange rate difference on cash		(988)	-
(Decrease) Increase Change in cash and cash equivalents		(11,679)	110,617
Cash of the beginning of the period		157,323	67,439
Cash and cash equivalents as of the end of the period	Ps.	145,644 Ps.	178,056
Additional information:			
Payment of Interest	Ps.	214,285 Ps.	245,388

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GRUPO AVAL ACCIONES Y VALORES S.A.
Notes to the Separate Financial Statements
(Stated in millions of Colombian pesos, except earnings per share)

(1) Reporting Entity

Grupo Aval Acciones y Valores S.A. (hereinafter referred to as the 'Company' or 'Grupo Aval') is a Stock Corporation established by Public Deed number 0043 on January 7, 1994; Its registered office is located at Carrera 13 No. 26A – 47, Bogotá, D.C., Colombia.

Its corporate purpose is focused on the to buy and to sell of stocks, bonds, and securities of entities belonging to the financial system and other commercial entities. As part of its activities, the Company is authorized to acquire and trade all kinds of marketable securities and securities in general freely circulating in the market; to promote the creation of all kinds of companies related to or complementary to the corporate purpose; to represent natural or legal persons engaged in similar or complementary activities, as well as those previously indicated; to lend or borrow money, with or without interest; to provide as collateral or for management its movable or immovable assets; to issue, endorse, acquire, accept, collect, protest, cancel, or pay bills of exchange, checks, promissory notes, or any other securities titles, either by accepting or providing them as payment, and generally execute or celebrate the exchange contract in all its manifestations, in all their forms, or related, parallel, and/or complementary activities. The total number of employees on September 30, 2024 and December 31, 2023, was 121 and 119 respectively.

The duration of the Company, as established in its bylaws, is until May 24, 2044, but may be dissolved or extended before that term.

The Law 1870 of 2017 aims to define, supervise, and regulate financial conglomerates to watch over the stability of the financial system. In its Article 3, it defines the scope and responsibility of financial holdings, such as Grupo Aval. This law specifies that these entities will be subject to inspection and supervision by the Financial Superintendent; therefore, all regulatory provisions related to risk management, internal control, information disclosure, conflicts of interest, and corporate governance that they must apply will be applicable.

(2) Basis of presentation of separate financial statements and summary of significant accounting policies.

The condensed separate interim condensed financial information of Grupo Aval Acciones y Valores S.A., have been prepared in accordance with the Accounting and Financial Reporting Standards accepted in Colombia (IFRS adopted by Colombia) and established in Law 1314 of 2009, regulated in the annex of Decree 2420 of 2015, and the other amending decrees issued by the National Government.

The condensed interim separate financial statements do not include all the information and disclosures required for an annual financial statement, and therefore need to be read in conjunction with the annual separate financial statements as at 31 December 2023. In accordance with IAS 34 Interim Financial Reporting, the accounting policies used for interim periods are the same as those applied in the preparation of the annual financial statements.

Grupo Aval Acciones y Valores S.A., presents stability in the recognition of its results in each quarter, as in the different periods disclosed above there is no evidence of seasonality or cyclical effects in its disclosed results.

(3) Critical accounting judgments and estimates in the application of accounting policies

In preparing these interim financial statements, the Company's management makes estimates and assumptions that affect the application of policies, the amounts recognized and the carrying amounts of assets and liabilities, income and expenses.

GRUPO AVAL ACCIONES Y VALORES S.A.
Notes to the Separate Financial Statements
(Stated in millions of Colombian pesos, except earnings per share)

Significant judgements made by management apply to the Group's accounting policies and the key sources of estimates were the same as those applied to the separate annual financial statements for the period ended at December 31, 2023.

(4) Fair Value Estimation

The fair value of financial assets and liabilities traded in active markets (such as financial assets in debt and equity securities and actively traded derivatives on stock exchanges or interbank markets) is based on 'dirty' prices provided by an official price provider authorized by the called SFC (Superintendencia Financiera de Colombia). These prices are determined through weighted averages of transactions occurring during the trading day.

An active market is a market in which transactions for assets or liabilities take place with sufficient frequency and volume to provide continuous price information. A "dirty" price is one includes accrued and pending interest on the security from the issuance date or the last interest payment until the settlement date of the purchase or sale transaction. The fair value of financial assets and liabilities not traded in an active market is determined using valuation techniques established by the price provider or Grupo Aval entities' management. Valuation techniques for non-standardized financial instruments, such as options, currency swaps, and over-the-counter derivatives, include the use of interest rate or currency valuation curves constructed by price providers from market data and extrapolated to the specific conditions of the instrument being valued. Other valuation methods involve discounted cash flow analysis, option pricing models, and commonly used techniques by market participants. These techniques emphasize maximizing the use of market data and minimizing reliance on entity-specific data.

The Company may use internally developed models for financial instruments that do not have active markets. These models are generally based on methods and valuation techniques that are commonly standardized in the financial sector. Some inputs for these models may not be observable in the market, and therefore, they are estimated based on assumptions.

The output of a model is always an estimate or approximation of a value that cannot be determined with certainty, and the valuation techniques employed may not fully reflect all factors relevant to the Company's positions. Therefore, valuations are adjusted, where necessary, to allow for additional factors, including country risk, liquidity risks and counterparty risks.

The fair value hierarchy has the following levels:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.
- Level 2: Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3: Unobservable inputs for the asset or liability.

The level in the fair value hierarchy within which the fair value measurement is classified in its entirety is determined based on the lowest-level input that is significant for the fair value measurement as a whole. The importance of an input is assessed in relation to the fair value measurement as a whole. Financial instruments quoted in markets that are not considered active but are valued based on quoted market prices, quotes from price providers, or alternative pricing sources supported by observable inputs, are classified in Level 2

GRUPO AVAL ACCIONES Y VALORES S.A.
Notes to the Separate Financial Statements
(Stated in millions of Colombian pesos, except earnings per share)

If a fair value measurement uses observable inputs that require significant adjustments based on unobservable inputs, it is categorized as a Level 3 measurement. The assessment of the significance of a particular input to the fair value measurement as a whole requires judgment, considering specific factors related to the asset or liability.

The determination of what constitutes "observable" requires significant judgment by the Company. Observable data refers to market data that is already available, regularly distributed or updated by the price provider, reliable and verifiable, without proprietary rights, and provided by independent sources actively participating in the relevant market.

Fair value measurements on a recurring basis

Fair value measurements on a recurring basis are those required or allowed by IFRS accounting standards in the financial statements at the end of each accounting period.

Tradable investments are carried at fair value using the unit value provided by the fund's management company, which reflects the fair value of the underlying assets, incorporating all the risks to which the assets are exposed, in accordance with IFRS 13. The management company, based on observable market data, accounts for the credit risk associated with the asset; therefore, the Company does not analyze or monitor impairment indicators.

The fair value of underlying assets is calculated based on inputs observable by the market, either directly or indirectly, which can be substantially corroborated with observable market data. For this reason, these investments have been classified as Level 2.

The fair value of investments primarily reflects changes in market conditions, primarily due to changes in interest rates and other economic conditions in the country where the investment is held. On September 30, 2024, and December 31, 2023, the Company believes that there have been no significant losses in the fair value of investments due to impairment of credit risk conditions for these assets.

The following table analyzes, within the fair value hierarchy, the Company's financial assets and liabilities (by class) measured at fair value on September 30, 2024, and December 31, 2023, on a recurring basis:

		September 30, 2024			
		Level 1	Level 2	Level 3	Total
Assets					
Amortized cost investments	Ps.	-	Ps. -	Ps. 35,832	Ps. 35,832
Trading securities at fair value		-	322	-	322
Total recurring fair value assets	Ps.	-	Ps. 322	Ps. 35,832	Ps. 36,154
		December 31, 2023			
		Level 1	Level 2	Level 3	Total
Assets					
Amortized cost investments	Ps.	-	Ps. -	Ps. 18,707	Ps. 18,707
Trading securities at fair value		-	256	-	256
Total recurring fair value assets	Ps.	-	Ps. 256	Ps. 18,707	Ps. 18,963

GRUPO AVAL ACCIONES Y VALORES S.A.
Notes to the Separate Financial Statements
(Stated in millions of Colombian pesos, except earnings per share)

Fair value information for financial assets and liabilities recorded at amortized cost determined solely for disclosure purposes.

The following is the breakdown of how financial assets and liabilities recorded at amortized cost and valued at fair value solely for the purpose of this disclosure were assessed.

Financial assets

The following table analyzes, within the fair value hierarchy, the financial assets, investments at amortized cost and loans granted by Grupo Aval Acciones y Valores S.A. to Endor Capital Assets S.R.L. on September 30, 2024 and December 31, 2023, measured on a recurring basis:

	Book Value		Fair Value	
	September 30, 2024	December 31, 2023	September 30, 2024	December 31, 2023
Amortized cost investments				
CDT Banco de Occidente Panamá ⁽¹⁾	Ps. 35,832	Ps. 18,707	Ps. 35,832	Ps. 18,506
Subtotal Investments to maturity	35,832	18,707	35,832	18,506
Credit Portfolio				
Promissory 1 – Endor Capital ^{(2) y (3)}	Ps. 1,134,384	Ps. 1,037,466	Ps. 1,168,502	Ps. 1,320,719
Promissory 2 – Endor Capital ^{(2) y (3)}	202,016	202,319	203,744	213,091
Subtotal Credit portfolio	1,336,400	1,239,785	1,372,246	1,533,810
Total	Ps. 1,372,232	Ps. 1,258,492	Ps. 1,408,078	Ps. 1,552,316

⁽¹⁾ For the calculation of the fair value of investments, the same nominal value is taken because they have a maturity of less than 90 days.

⁽²⁾ The fair value of Promissory Note 1 was calculated using the Credit Default Swap (CDS) curve for Colombia, along with the Interest Rate Swap (IRS) curve in dollars. Credit spreads (margin) for AA-rated issuers were added, calculated in the market of papers issued in DTF + SWAP DTF minus the zero-coupon curve of TES. For Promissory Note 2, the fair value was calculated by taking the credit spread (margin), calculated in the market for rates of papers indexed to DTF and IBR. The implicit rate in the SWAP DTF - Fixed Rate curve, quoted in Precia, was added. On September 30, 2024, and December 31, 2023, the average discount rate used was 9.5712% and 9.7923%, and 10.9693% and 11.5893%, respectively. Both promissory notes are classified in Level 2 of the hierarchy.

⁽³⁾ On May 24, 2023, a contract was signed transferring the contractual debtor position to Endor Capital Assets, S.R.L. for the loans granted to Esadinco. An amendment was made to the contract between Grupo Aval Acciones y Valores and Esadinco S.A.

Financial liabilities

For financial obligations and other liabilities, their fair value was determined using discounted cash flow models by risk-free interest rates adjusted for entity-specific risk premiums. For outstanding bonds, their fair value was determined based on their quotations on stock exchanges.

The following table provides a summary of the Company's financial liabilities on September 30, 2024 and December 31, 2023, not measured at fair value on a recurring basis, compared with their fair value for those for which fair value is viable to calculate:

	Book Value		Fair Value	
	September 30, 2024	December 31, 2023	September 30, 2024	December 31, 2023
Capital balance and interest				
Bank loans ⁽¹⁾	Ps. 503,943	Ps. 507,556	Ps. 516,823	Ps. 532,678
Third party loans ⁽²⁾	1,133,812	1,037,157	1,152,988	1,064,408
Bonds outstanding ⁽³⁾	1,134,116	1,137,172	1,042,829	1,088,765
Total	Ps. 2,771,871	Ps. 2,681,885	Ps. 2,712,640	Ps. 2,685,851

GRUPO AVAL ACCIONES Y VALORES S.A.
Notes to the Separate Financial Statements
(Stated in millions of Colombian pesos, except earnings per share)

- (1) The fair values of bank loans are calculated by taking the credit spread (margin); in turn, the market-calculated rates of papers indexed to DTF and IBR are used, and to these rates, the implicit rate in the SWAP DTF - Fixed Rate curve quoted in Precia is added. On September 30, 2024 and December 31, 2023, the average discount rates used were 9.5060% and 11.2265%, respectively, and they are classified in Level 2 of the hierarchy.
- (2) For the valuation of dollar-denominated credits, the fair value was calculated by taking the CDS (Credit Default Swap) curve for Colombia, plus the IRS (Interest Rate Swap) curve in dollars, adding the credit spreads (margin) of AA issuers calculated in the market for papers issued in DTF + the SWAP DTF rate minus the zero coupon curve of TES. On September 30, 2024 and December 31, 2023, the average discount rates used were 9.5692% and 10.6001%, respectively, and they are classified in Level 2 of the hierarchy.
- (3) For the calculation of the fair value of bonds outstanding, the prices from Precia (formerly called Infovalmer) were used for each of the cuts, calculated with an estimated price, which corresponds to the "dirty" price, obtained as the result of the present value of the cash flows of a security, discounted with the reference rate and the corresponding margin; likewise, they are classified in Level 2 of the hierarchy.

(5) Cash and cash equivalents

Balances comprise the following on September 30, 2024 and December 31, 2023:

	September 30, 2024	December 31, 2023
In Colombian Pesos		
Cash	Ps. 4	Ps. 3
Bank and other financial institutions on demand	145,536	157,286
	145,540	157,289
In foreign currency		
Bank and other financial institutions on demand ⁽¹⁾	104	34
	Ps. 145,644	Ps. 157,323

⁽¹⁾ It includes a balance in US dollars in a current account at Banco de Bogotá Miami Agency for US 24,883.33 on September 30, 2024, converted at the closing exchange rate of Ps.4,178.30 per dollar.

From the total cash, the Company has earmarked specific resources amounting to Ps.1,214 on September 30, 2024, and December 31, 2023, to cover the repayment of undistributed contributions in shares from the 2011 issuance.

Below is the breakdown of the credit quality determined by independent credit rating agencies for the main financial institutions where the Company holds cash funds:

Credit quality	September 30, 2024	December 31, 2023
Investment grade	Ps. 145,540	Ps. 157,289
Not rated or not available	104	34
Total	Ps. 145,644	Ps. 157,323

(6) Trading securities

On September 30, 2024 and December 31, 2023, the balance of marketable securities consists of the following:

Credit Quality	September 30, 2024	December 31, 2023
Collective investment funds	Ps. 322	Ps. 256

Investments are measured at fair value using the unit value provided by the fund management company, which reflects the fair value of the underlying assets, incorporating all risks to which the

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assets are exposed, in accordance with IFRS 13 "Fair Value Measurement" based on observable market data, which also reflects the credit risk associated with the asset and, therefore, the Company does not analyze or monitor indicators of impairment.

The Company's marketable investments can be corroborated by observable data from the reports provided in the fund accounting.

The fair value of investments mainly reflects changes in market conditions, mainly due to changes in interest rates and other economic conditions in the country where the investment is held. On September 30, 2024 and December 31, 2023, the Company considers that there have been no significant losses in the fair value of the investments due to conditions of impairment of credit risk of these assets.

The following is a breakdown of the credit quality determined by independent risk rating agents, of the main investment counterparties in which the Company has investments:

Credit Quality		September 30, 2024		December 31, 2023
Degree of investment	Ps.	<u>322</u>	Ps.	<u>256</u>

Fair value includes credit risk, so no further impairment assessments are required.

(7) Amortized cost investments

The balance of investments at amortized cost comprises the following on September 30, 2024 and December 31, 2023:

		September 30, 2024		December 31, 2023
TD in foreign currency				
Capital ⁽¹⁾	Ps.	35,416	Ps.	18,690
Interest ⁽²⁾		416		17
Total	Ps.	<u>35,832</u>	Ps.	<u>18,707</u>

⁽¹⁾ Includes a balance in U.S. dollars in Banco de Occidente Panama for USD8,476,286.28, on September 30, 2024 converted at the closing exchange rate of Ps. 4,178.30 per dollar.

⁽²⁾ Includes a balance in U.S. dollars at Banco de Occidente Panama for USD99,517.25, on September 30, 2024 translated at the closing exchange rate of Ps. 4,178.30 per dollar.

On December 2023, a TD was opened with Banco de Occidente Panama in U.S. dollars for a term of 181 days and a rate of 5.6%, for USD4,890,000.

On April 2024, a TD was opened with Banco de Occidente Panama in U.S. dollars for a term of 183 days and a rate of 5.43%, for USD1,748,000.

On June 2024, the interest of the TD opened in December 2023 was capitalized for USD4,957,522.19, changing the term to 182 days and a rate of 5.5%. Additionally, a TD was opened with Banco de Occidente Panama in U.S. dollars for a term of 186 days and a rate of 5.5%, for USD1,747,100.

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On July 2024, the interest paid in the first quarter of the CDT opened in April of the same year of USD23,664.09 was capitalized, leaving USD1,771,664.09.

The credit quality of the Company's main investment counterparties, as rated by independent risk rating agencies, is as follows:

	<u>September 30, 2024</u>	<u>December 31, 2023</u>
Credit quality		
Stable outlook	Ps. <u>35,832</u>	Ps. <u>18,707</u>

The book value and fair value of investments at amortized cost (calculation methodology included in note 5 - Fair value estimation in the Financial Assets section) are as follows:

	<u>Book Value</u>		<u>Fair Value</u>	
	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2024</u>	<u>December 31, 2023</u>
Investments to maturity				
TD Banco Occidente Panamá ⁽¹⁾	Ps. <u>35,832</u>	Ps. <u>18,707</u>	Ps. <u>35,832</u>	Ps. <u>18,506</u>
Total Financial Assets	Ps. <u>35,832</u>	Ps. <u>18,707</u>	Ps. <u>35,832</u>	Ps. <u>18,506</u>

⁽¹⁾ For the calculation of the fair value of the investments in the case of September 2024, the same nominal value is taken as it has a maturity of less than 90 days. For the December 2023 period, the risk curves provided by Banco de Occidente Panama were used, with a discount rate of 8.1066% at the same cutoff, converted to the closing TRM of Ps.3,822.05 per dollar.

(8) Accounts receivable

The following is the detail of accounts receivable on September 30, 2024 and December 31, 2023:

	<u>September 30, 2024</u>	<u>December 31, 2023</u>
Dividends receivable from subsidiaries ⁽¹⁾	Ps. <u>269,534</u>	Ps. <u>237,133</u>
Accounts receivable from related parties ⁽²⁾	<u>208,259</u>	<u>207,831</u>
Subtotal accounts receivable from related parties	<u>477,793</u>	<u>444,964</u>
Tax assets ⁽³⁾	Ps. <u>-</u>	Ps. <u>5,958</u>
Subtotal advance tax payments	<u>-</u>	<u>5,958</u>
Miscellaneous	Ps. <u>20</u>	Ps. <u>30</u>
Incapacities	<u>3</u>	<u>1</u>
Advances to contracts and suppliers	<u>25</u>	<u>-</u>
Subtotal other accounts receivable	<u>48</u>	<u>31</u>
Subtotal accounts receivable - current portion	Ps. <u>477,841</u>	Ps. <u>450,953</u>
Accounts receivable from related parties ⁽²⁾	<u>1,128,141</u>	<u>1,031,954</u>
Subtotal accounts receivable - non-current portion	Ps. <u>1,128,141</u>	Ps. <u>1,031,954</u>
Total accounts receivable	Ps. <u>1,605,982</u>	Ps. <u>1,482,907</u>

⁽¹⁾ In March 2024 the companies in which Grupo Aval has direct investment declared dividends of Ps. 567,113.

⁽²⁾ In December 2022, Grupo Aval granted two loans to the entity Esadinco S.A. explained in section Accounts receivable from related parties, of this note.

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In May 2023, the contractual position of Esadinco as debtor was transferred to Endor Capital Assets S.R.L., The contract signed between Grupo Aval and Esadinco S.A. was amended, maintaining the same conditions of the loans originally agreed with Esadinco, S.A.

- (3) On September 30, 2024, the tax asset is composed of the net result between the balance in favor of the previous period, plus the withholdings and self-withholdings of the period minus the income tax liability, whose net balance in favor of the period is Ps.4, which is transferred to assets for presentation purposes in each period.

Accounts receivable from related parties

	September 30, 2024	December 31, 2023
Current		
Capital	Ps. 200,000	Ps. 200,000
Interest	10,017	10,049
Impairment ⁽¹⁾	(1,758)	(2,218)
Subtotal current	208,259	207,831
Capital	Ps. 1,128,141	Ps. 1,031,954
Subtotal Non-current	1,128,141	1,031,954
Total Accounts receivable from related parties	Ps. 1,336,400	Ps. 1,239,785

- (1) For the calculation of the impairment of the current credit in the institution, a financial rating model was used, which consists of statistical models based on the client's financial information. Using the Probability of Default (PD) and the Loss Given Default (LGD) of clients with the same rating, equal segment, and with the information from the models at the end at September 30, 2024, December 31, 2023, the provision percentage was 0.13136% and 0.17855%, respectively, for a one-year period, given that this is a non-impaired credit and there is no significant increase in risk, resulting in a decrease in impairment of Ps.460.

Loans granted to Endor Capital Assets S.R.L. (i) for two and three years, with a single final principal payment:

Accounts receivable from related parties - agreed interest rates		
Credits to:	SOFR 3M + 3.5% T.V.	IBR 3M + 4.5% T.V.
Amount:	USD 270,000,000 ⁽ⁱⁱ⁾	Ps. 200,000 ⁽ⁱⁱⁱ⁾

- i) On May 24, 2023, the contractual position of Esadinco as debtor was transferred to Endor Capital Assets S.R.L..The contract signed between Grupo Aval Acciones y Valores S.A., and Esadinco S.A. was amended, maintaining the same conditions of the loans originally agreed with Esadinco, S.A.
- ii) On December 2, 2022, Grupo Aval Acciones y Valores S.A., subscribed a loan granted to its related party Esadinco S.A. (Promissory note 1) in Colombian pesos equivalent to USD 270 million U.S. dollars, for a term of 36 months with a rate of SOFR 3M + 3.5% and quarterly interest payments.
- iii) On December 2, 2022, Grupo Aval subscribed a loan granted to its related party Esadinco S.A. (Promissory note 2) for Ps.200,000, for a term of 24 months with a rate of IBR 3M + 4.5% and quarterly interest payments.

The credits granted by Grupo Aval to Endor Capital Assets S.R.L. are secured with share guarantee contracts as follows:

Guarantees on accounts receivable from related parties on September 30, 2024

	Loan value	Number of shares under guarantee	Company issuing the shares
Ps.	200,000	1,167,513	Femisal S.R.L.
USD	89,293,306	3,263,511,681	Femisal S.R.L.
	180,706,694	6,604,508,624	Femisal S.R.L.
USD	270,000,000	9,868,020,305	

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The breakdown of the principal and interest components of accounts receivable from related parties is as follows:

		September 30, 2024			
Credit		Capital	Interest	Impairment	Total
Promissory 1 – Endor Capital ⁽¹⁾	Ps.	1,128,141	Ps. 7,735	Ps. (1,492)	Ps. 1,134,384
Promissory 2 – Endor Capital ⁽¹⁾		200,000	2,282	(266)	202,016
Total	Ps.	1,328,141	Ps. 10,017	Ps. (1,758)	Ps. 1,336,400

		December 31, 2023			
Credit		Capital	Interest	Impairment	Total
Promissory 1 – Endor Capital ⁽¹⁾	Ps.	1,031,954	Ps. 7,368	Ps. (1,856)	Ps. 1,037,466
Promissory 2 – Endor Capital ⁽¹⁾		200,000	2,681	(362)	202,319
Total	Ps.	1,231,954	Ps. 10,049	Ps. (2,218)	Ps. 1,239,785

The book value and fair value of accounts receivable from related parties at amortized cost (calculation methodology included in Note 5 - Estimation of fair values in its Financial Assets section) are as follows:

		Book Value		Fair Value	
		September 30, 2024	December 31, 2023	September 30, 2024	December 31, 2023
Capital balance and interest					
Promissory 1 – Endor Capital ⁽²⁾	Ps.	1,134,384	Ps. 1,037,466	Ps. 1,168,502	Ps. 1,320,719
Promissory 2 – Endor Capital ⁽²⁾		202,016	202,319	203,744	213,091
Total	Ps.	1,336,400	Ps. 1,239,785	Ps. 1,372,246	Ps. 1,533,810

⁽¹⁾ The fair value of Promissory note 1 was calculated by taking the CDS (Credit Default Swap) curve for Colombia, plus the IRS curve in dollars, adding the credit spreads (margin) of the AA issuers, calculated in the market of papers issued in DTF + the SWAP DTF rate minus the zero-coupon curve of the TES. In the case of Promissory note 2, the fair value was calculated by taking the credit spread (margin), the rates of papers indexed to the DTF and IBR are calculated in the market and to these the implicit rate in the SWAP DTF - Fixed Rate curve, quoted in Precia, is added. As at September 30, 2024 and December 31, 2023, the average discount rate used for promissory note 1 was 9.5712% and 10.9693% and for promissory note 2 was 9.7923% and 11.5893%, respectively. Both promissory notes are classified in hierarchy level 2.

⁽²⁾ On May 24, 2023, cession of the contractual position of debtor to Endor Capital Assets, S. R. L. was signed for the loans granted to Esadinco and the contract signed between Grupo Aval and Endor Capital Assets, S.R.L., was amended, maintaining the same conditions as the loans initially agreed with Esadinco S. A.

Maturities of loans granted on September 30, 2024

Credit		2024	2025	Total
Promissory 1 – Endor Capital ⁽¹⁾	Ps.	7,735	Ps. 1,128,141	Ps. 1,135,876
Promissory 2 – Endor Capital ⁽¹⁾		202,282	-	202,282
Total	Ps.	210,017	Ps. 1,128,141	Ps. 1,338,158

⁽¹⁾ Include principal and interest.

Contractual maturities are presented in accordance with the provisions of Appendix B11C of IFRS 7.

Type of currency of accounts receivable from related parties

	September 30, 2024	December 31, 2023
Colombian pesos	Ps. 202,282	Ps. 202,681
Colombian pesos per loan in U.S. dollars	1,135,876	1,039,322
Total	Ps. 1,338,158	Ps. 1,242,003

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Annual interest rates on accounts receivable from related parties

	September 30, 2024	
	In Colombian pesos	
	Minimum rate	Maximum rate
Promissory 1 – Endor Capital	8.79%	9.16%
Promissory 2 – Endor Capital	14.94%	17.71%
December 31, 2023		
In Colombian pesos		
	Minimum rate	Maximum rate
Promissory 1 – Endor Capital	8.17%	9.19%
Promissory 2 – Endor Capital	16.55%	18.08%

(9) Investments in subsidiaries and associates

The value of investments in subsidiaries and associates on September 30, 2024 and December 31, 2023 is as follows:

	Percent of Participation		Number of shares		Book value	
	September 30, 2024	December 31, 2023	September 30, 2024	December 31, 2023	September 30, 2024	December 31, 2023
Subsidiaries						
Banco de Bogotá S.A.	68.93%	68.93%	244,858,322	244,858,322	Ps. 9,518,782	Ps. 9,005,759
Banco de Occidente S.A.	72.27%	72.27%	112,671,465	112,671,465	4,199,871	4,026,825
Banco Comercial AV Villas S.A.	79.86%	79.86%	179,459,557	179,459,557	1,269,547	1,322,954
Banco Popular S.A. ⁽¹⁾	93.74%	93.74%	7,241,936,738	7,241,936,738	2,740,629	2,938,542
Corporación Financiera Colombiana S.A. ⁽¹⁾	8.71%	8.71%	31,833,029	31,833,029	1,276,554	1,235,453
Sociedad Administradora de Fondos de Pensiones y Cesantías Porvenir S.A. ⁽²⁾	20.00%	20.00%	21,842,531	21,842,531	666,803	609,657
Grupo Aval Limited	100.00%	100.00%	1	1	(453,207)	(506,174)
Subtotal Subsidiaries					Ps. 19,218,979	Ps. 18,633,016
Associates						
ADL Digital Lab S.A.S	34.00%	34.00%	408	408	13,700	12,231
Subtotal Associates					Ps. 13,700	Ps. 12,231
Total investments in subsidiaries an associates					Ps. 19,232,679	Ps. 18,645,247

⁽¹⁾ On November 22, 2023, a shareholders' agreement was signed by Grupo Aval, Banco de Bogotá S.A., Banco de Occidente S.A. and Banco Popular S.A., whereby Banco Popular S.A. became the controlling company of Corporación Financiera Colombiana S.A. ("Corficolombiana") under the terms of articles 260 and 261 of the Commercial Code.

⁽²⁾ In July 2021, a shareholders' agreement was subscribed between Grupo Aval, Banco de Bogotá, Banco de Occidente, Fiduciaria Bogotá and Fiduciaria de Occidente in which Grupo Aval acquires the quality of direct controller of Sociedad Administradora de Fondos de Pensiones Porvenir SA, under the terms of articles 260 and 261 of the Code of Commerce. The subscription of the referred agreement does not imply for Grupo Aval any variation in the shareholding it currently holds.

Restriction on investments

On September 30, 2024 and December 31, 2023, there was a restriction on 15,589,972 shares of Banco de Occidente S.A. respectively, pledged as collateral to guarantee financial obligations with Banco de Bogotá S.A.

On September 30, 2024 and December 31, 2023, there was a restriction on 772,532,650 shares of Banco Popular, granted as pledge to guarantee financial obligations with Banco de Bogotá S.A.

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On September 30, 2024 and December 31, 2023, there was a restriction on 6,537,470 shares of Corficolombiana, respectively, pledged as collateral to secure financial obligations with Banco de Bogotá S.A.

On September 30, 2024 and December 31, 2023, there was a restriction on 3,427,867 shares of Banco de Bogotá, pledged as collateral to guarantee financial obligations with Banco de Occidente S.A.

The aforementioned guarantees cover loans for Ps.493,406. Included in Note 12 - Financial obligations at amortized cost.

Subsidiaries and associates

The following is a detail of the assets, liabilities and equity of subsidiaries and associates accounted for by the equity method on September 30, 2024 and December 31, 2023:

September 30, 2024																	
		Asset		Liability		Equity											
						Subscribed and paid capital		Reserves		Additional paid-in capital		Retained earnings		Net income		Total Equity	
Subsidiaries																	
Banco de Bogotá S.A.	Ps.	126,510,300	Ps.	113,338,811	Ps.	3,553	Ps.	8,389,454	Ps.	5,235,723	Ps.	(1,233,142)	Ps.	775,901	Ps.	13,171,489	
Banco de Occidente S.A.		69,986,916		64,296,888		4,677		4,423,690		650,498		219,399		391,764		5,690,028	
Banco Comercial AV Villas S.A.		18,591,873		17,002,090		22,473		1,284,736		134,443		282,469		(134,338)		1,589,783	
Banco Popular S.A.		29,729,170		27,188,059		77,253		2,566,421		(14,437)		156,074		(244,200)		2,541,111	
Corporación Financiera Colombiana S.A.		27,264,961		14,672,808		3,656		6,009,156		6,172,890		291,246		115,205		12,592,153	
Sociedad Administradora de Fondos de Pensiones y Cesantías Porvenir S.A.		3,801,984		660,405		109,211		1,373,917		1,144,780		(60,033)		573,704		3,141,579	
Grupo Aval Limited		3,730,545		4,183,753		-		-		(239,602)		(304,458)		90,852		(453,208)	
Subtotal Subsidiaries	Ps.	279,615,749	Ps.	241,342,814	Ps.	220,823	Ps.	24,047,374	Ps.	13,084,295	Ps.	(648,445)	Ps.	1,568,888	Ps.	38,272,935	
Associates																	
ADL Digital Lab S.A.S		85,405		45,111		1,200		1,718		-		33,057		4,319		40,294	
Subtotal Associates	Ps.	85,405	Ps.	45,111	Ps.	1,200	Ps.	1,718	Ps.	-	Ps.	33,057	Ps.	4,319	Ps.	40,294	
Total	Ps.	279,701,154	Ps.	241,387,925	Ps.	222,023	Ps.	24,049,092	Ps.	13,084,295	Ps.	(615,388)	Ps.	1,573,207	Ps.	38,313,229	

December 31, 2023																	
		Asset		Liability		Equity											
						Subscribed and paid capital		Reserves		Additional paid-in capital		Retained earnings		Net income		Total Equity	
Subsidiaries																	
Banco de Bogotá S.A.	Ps.	119,073,307	Ps.	106,646,131	Ps.	3,553	Ps.	18,184,023	Ps.	4,751,487	Ps.	(11,468,029)	Ps.	956,142	Ps.	12,427,176	
Banco de Occidente S.A.		64,240,155		58,789,565		4,677		4,201,825		587,683		191,124		465,281		5,450,590	
Banco Comercial AV Villas S.A.		18,827,212		17,170,549		22,473		1,401,862		66,984		381,656		(216,312)		1,656,663	
Banco Popular S.A.		29,439,247		26,687,013		77,253		2,824,491		(47,515)		296,829		(398,824)		2,752,234	
Corporación Financiera Colombiana S.A.		26,982,474		14,862,408		3,656		5,221,997		5,816,008		184,027		894,378		12,120,066	
Sociedad Administradora de Fondos de Pensiones y Cesantías Porvenir S.A.		3,530,284		674,432		109,211		1,095,712		1,152,304		(59,985)		558,610		2,855,852	
Grupo Aval Limited		3,360,047		3,866,222		-		-		(201,716)		(393,429)		88,970		(506,175)	
Subtotal Subsidiaries	Ps.	265,452,726	Ps.	228,696,320	Ps.	220,823	Ps.	32,929,910	Ps.	12,125,235	Ps.	(10,867,807)	Ps.	2,348,245	Ps.	36,756,406	
Associates																	
ADL Digital Lab S.A.S		71,577		35,602		1,200		1,182		-		22,440		11,153		35,975	
Subtotal Associates	Ps.	71,577	Ps.	35,602	Ps.	1,200	Ps.	1,182	Ps.	-	Ps.	22,440	Ps.	11,153	Ps.	35,975	
Total	Ps.	265,524,303	Ps.	228,731,922	Ps.	222,023	Ps.	32,931,092	Ps.	12,125,235	Ps.	(10,845,367)	Ps.	2,359,398	Ps.	36,792,381	

As a result of the impairment test performed on September 30, 2024 and December 31, 2023, taking into account the market value of these investments or the financial results of the subsidiaries, the Company's management does not consider it necessary to establish an impairment provision for these investments.

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(10) Property and Equipment

The following is the movement of the book value of property and equipment during the periods ended September 30, 2024, and December 31, 2023:

	For own use	Right of use	Total
Cost or Fair Value:			
Balance of December 31, 2022	Ps. 5,905	Ps. 6,064	Ps. 11,969
Capitalized purchases or expenses (net)	145	(98)	47
Drawings / Sales (Net)	(180)	-	(180)
Loss on disposal of assets	(4)	-	(4)
Balance of December 31, 2023	Ps. 5,866	Ps. 5,966	Ps. 11,832
Capitalized purchases or expenses (net)	960	13,339	14,299
Drawings / Sales (Net)	-	-	-
Loss on disposal of assets	- 49	- 6,184	- 6,233
Balance of September 30, 2024	Ps. 6,777	Ps. 13,121	Ps. 19,898
Accumulated depreciation:			
Balance of December 31, 2022	Ps. 4,856	Ps. 3,030	Ps. 7,886
Depreciation for the period charged to the income statement	443	1,281	1,724
Drawings / Sales (Net)	(178)	-	(178)
Loss on disposal of assets	(4)	-	(4)
Balance of December 31, 2023	Ps. 5,117	Ps. 4,311	Ps. 9,428
Depreciation for the period charged to the income statement	303	1,159	1,462
Drawings / Sales (Net)	-	-	-
Loss on disposal of assets	- 32.00	- 5,164.00	- 5,196
Balance of September 30, 2024	Ps. 5,388	Ps. 306	Ps. 5,694
Tangible assets, net:			
Balance of December 31, 2023	Ps. 749	Ps. 1,655	Ps. 2,404
Balance of September 30, 2024	Ps. 1,389	Ps. 12,815	Ps. 14,204

a. Property and Equipment for own use

The following is the detail of the balance on September 30, 2024 and December 31, 2023, by type of property and equipment for own use:

Description	Cost	Accumulated depreciation	Books value
Office equipment, furniture, and fixtures	Ps. 960	Ps. (890)	Ps. 70
Computer equipment	2,593	(2,078)	515
Improvements on properties not owned ⁽¹⁾	3,224	(2,420)	804
Balance at September 30, 2024	Ps. 6,777	Ps. (5,388)	Ps. 1,389
Description	Cost	Accumulated depreciation	Books value
Office equipment, furniture, and fixtures	Ps. 921	Ps. (847)	Ps. 74
Computer equipment	2,410	(2,023)	387
Improvements on properties not owned ⁽¹⁾	2,535	(2,247)	288
Balance at December 31, 2023	Ps. 5,866	Ps. (5,117)	Ps. 749

⁽¹⁾ This item corresponds to adjustments made in the Grupo Aval offices.

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b. Property and equipment under right of use

The company adopted IFRS 16 from January 1, 2019. Leases are recognized as an asset for the right of use and a liability on the date the asset is leased and is available for use by the Company. Right-of-use assets are depreciated on a straight-line basis until the end of the lease term.

The following is the breakdown of the balance on September 30, 2024 and December 31, 2023, by type of property and equipment under right of use:

Right of use	Cost	Accumulated depreciation	Books value
Banco de Occidente Floor 22 y 23 ⁽¹⁾	Ps. 13,121	Ps. (306)	Ps. 12,815
Balance at 30 September 2024	Ps. 13,121	Ps. (306)	Ps. 12,815

Right of use	Cost	Accumulated depreciation	Books value
Banco de Occidente Floor 22 y 23 ⁽¹⁾	Ps. 5,966	Ps. (4,311)	Ps. 1,655
Balance at 31 December 2023	Ps. 5,966	Ps. (4,311)	Ps. 1,655

⁽¹⁾ The nominal interest rate to determine interest and depreciation on the right of use at the adoption date of IFRS 16 was set at 1.55% per month during the year 2023. On January 2, 2024, a quotation and validation of rates were carried out, setting the rate for 2024 at 1.15% per month, resulting in a variation in the right of use due to an adjustment in the rate of Ps.62.

On April 1, 2024, the rental fee for Floors 22 and 23 of the Banco de Occidente Building, due to an adjustment of the IPC 2023 of 9.28%, generated a variation in the right of use due to an increase in the fee of Ps.156.

On June 30, 2024, and in compliance with the provisions of IFRS 16 in relation to lease contracts recognized as rights of use, it is certain to renew the term of the lease contract for floors 22 and 23, for a period equal to that stipulated in the 10-year contract. Rates were quoted and validated, setting the rate for extension of the lease contract at 0.78% monthly, which generated a variation in the right of use for Ps.13,377.

On January 2, 2023, a quotation and validation of rates were conducted, setting the rate for 2023 at 1.55% per month, resulting in a variation in the right of use due to a rate adjustment of (Ps.446).

On April 1, 2023, the lease payment for the 22nd and 23rd floors of the Banco de Occidente Building was increased due to an adjustment based on the 2022 IPC of 13.12%, resulting in a variation in the right of use due to an increase in the lease payment of Ps.348.

(11) Income Taxes

Income tax expense is recognized based on the administration's best estimate of both current income tax and deferred income tax.

The income tax expense for the periods ended September 30, 2024 and 2023 comprises the following:

	For the accumulated quarter		For the accumulated nine-months period	
	September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023
Income tax for the current period	Ps. 13,829	Ps. 10,246	Ps. 38,341	Ps. 36,138
Adjustment of previous periods	-	-	(9)	-
Net deferred taxes for the period	(126)	(61)	332	(187)
Total Income Tax	Ps. 13,703	Ps. 10,185	Ps. 38,664	Ps. 35,951

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The Company's effective tax rate for the comparative periods is shown below

		For the accumulated quarter		For the accumulated nine-months period	
		September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023
Earnings before income tax	Ps.	417,882	Ps. 81,632	Ps. 754,823	Ps. 682,937
Income tax expense		13,703	10,185	38,664	35,951
Effective tax rate	Ps.	3,28%	Ps. 12,48%	Ps. 5,12%	Ps. 5,26%

The Company's effective tax rate for continuing operations for the nine-month period ended September 30, 2024, was 5.12%, and for the nine-month period ended September 30, 2023, it was 5.26%.

The variation in the effective tax rate of (0.14) percentage points as of September is mainly due to:

- For the nine months ended September 30, 2024, a lower non-deductible expense related to non-taxable income and occasional gains was determined, compared to the same period in 2023, which resulted in a decrease in the comparative effective tax rate of (0.89) percentage points.
- For the nine months ended September 30, 2024, an increase in income exempt from tax due to the equity method was generated, compared to the same period in 2023, which caused an increase in the effective tax rate by 0.76 percentage points.

(12) Financial Obligations at Amortized Cost

The balances of financial obligations on September 30, 2024 and December 31, 2023, are:

		September 30, 2024	December 31, 2023
Short-term financial liabilities			
Loans Banks	Ps.	10,537	Ps. 14,150
Third-party loans ⁽²⁾		5,671	5,203
Finance leases ⁽³⁾		775	1,570
		16,983	20,923
Outstanding Bonds		234,116	237,172
Total Short-term financial liabilities	Ps.	251,099	Ps. 258,095
Long-term financial liabilities			
Loans Banks ⁽¹⁾	Ps.	493,406	Ps. 493,406
Third-party loans ⁽²⁾		1,128,141	1,031,954
Finance leases ⁽³⁾		12,420	440
		1,633,967	1,525,800
Outstanding Bonds		900,000	900,000
Total Long-term financial liabilities		2,533,967	2,425,800
Total financial liabilities	Ps.	2,785,066	Ps. 2,683,895

⁽¹⁾ Obligations acquired with Banco Bogotá S.A., y Banco de Occidente S.A., including both short and long-term principal and interest, initially agreed for a term of two years with a single final principal payment:

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Financial Liabilities - Agreed interest rates				
Loans at:	IBR + 1.69 % T.V.	IBR + 1.70 % T.V.	IBR + 1.75 % T.V.	IBR + 2.35 % T.V.
Amounts:	Ps. 161,199	Ps. 74,400	Ps. 180,052	Ps. 77,755

- On April 26, 2024, Banco de Bogotá S.A. and Grupo Aval agreed to extend the term to one year loans for Ps.46,799, Ps.85,400 and Ps.29,000, instead establishing a new maturity date of April 26, 2025 and a spread of 1.69%.
 - On May 22 and June 24, 2024, Banco de Bogotá S.A. and Grupo Aval agreed to extend the term to one year credits for Ps.34,400 and Ps.40,000, instead, a new maturity date of May 26 and June 24, 2025 and a spread of 1.70% was established.
 - On July 31, 2024, Banco de Bogotá S.A. and Grupo Aval agreed to extend the term of loans amounting to Ps. 53,000, Ps. 100,000, and Ps. 27,052 for one year, establishing a new maturity date of July 31, 2025, with a spread of 1.75%
 - On October 31, 2023, Banco de Bogotá S.A. and Grupo Aval agreed to novate loans amounting to Ps. 48,255, Ps. 24,500, and Ps. 5,000 in favor of Banco de Occidente, totaling Ps. 77,755. The new maturity date is set for October 31, 2024, with a spread of 3.25%. On May 22, 2024, an adjustment was made to the credit spread to 2.35% fixed rate
 - On August 3, 2023, Banco de Bogotá S.A. and Grupo Aval agreed to extend the term of loans amounting to Ps. 5,000 and Ps. 24,500 for one year, establishing a new maturity date of August 4, 2024, with a spread of 4.13%.
 - On July 7, 2023, Banco de Bogotá S.A. and Grupo Aval Acciones y Valores S.A. agreed to extend the term to one year for the loan of Ps.100,000. Instead, a new maturity date of July 7, 2024, is established, with a spread of 3.25%.
 - On June 24, 2023, Banco de Bogotá S.A. and Grupo Aval Acciones y Valores S.A. agreed to extend the term to one year for the loan of Ps.40,000. Instead, a new maturity date of June 24, 2024, is established, with a spread of 3.2%.
 - On May 24, 2023, Banco de Bogotá S.A. and Grupo Aval Acciones y Valores S.A. agreed to extend the term to one year for the loan of Ps.34,400. Instead, a new maturity date of May 24, 2024, is established, with a spread of 2.75%.
 - On April 26, 2023, Banco de Bogotá S.A. and Grupo Aval Acciones y Valores S.A. agreed to extend the term to one year for the loans of Ps.161,199. Instead, a new maturity date of April 26, 2024, is established, with a spread of 2.8%.
 - On December 29, 2022, Grupo Aval made a payment to Banco de Bogotá S.A. of the principal amount corresponding to obligation 356267503 for Ps.29,000.
 - For presentation purposes at the period closure at December 2023, and in accordance with paragraph 73 of IAS 1, long-term loans amounting to Ps.493,406 are included, maintaining the initially agreed interest rates and/or spreads.
- ⁽²⁾ Corresponds to the obligation acquired on December 2, 2022, where Grupo Aval Limited grants a loan to Grupo Aval Acciones y Valores S.A. for USD 270 million, equivalent in Colombian pesos, with a agreed term of 18 months, SOFR 3M + 2.00% TV interest rate, and quarterly interest payments.
- On May 31, 2024, Grupo Aval Limited and Grupo Aval agreed to extend the term of the USD 270 million, equivalent in Colombian pesos, to 18 months and instead established a new maturity date of December 4, 2025 with SOFR 3M rate.
- ⁽³⁾ Corresponds to the balance of the financial lease liability generated in the adoption of IFRS 16, amounting to Ps.14,200, minus the right-of-use amortization for the period of Ps.1,005.
- The nominal interest rate for determining interest and the depreciation of the right-of-use at the adoption date of IFRS 16 was set at 1.55% per month during the year 2023. On January 2, 2024, a rate quotation and validation were conducted, fixing the rate for the year 2024 at 1.15% per month, resulting in a variation in the right-of-use due to the rate adjustment Ps.62.
- On April 1, 2024 and 2023, the lease fee for the 22nd and 23rd floors of the Banco de Occidente Building was increased by 9.28% and 13.12%, generating a variation in the right of use due to an increase in the fee of Ps.156 and Ps.348, respectively.
- On June 30, 2024, and in compliance with the provisions of IFRS 16 in relation to lease agreements recognized as rights of use, it is certain to renew the term of the lease agreement of the 22nd and 23rd floors, for a period equal to

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that stipulated in the contract of 10 years. A quotation and validation of rates was made, setting the rate for the extension of the lease contract at 0.78% per month, which generated a variation in the right of use of Ps.13,377.

On January 2, 2023, a rate quotation and validation were conducted, fixing the rate for the year 2023 at 1.55% per month, resulting in a variation in the right-of-use due to the rate adjustment of (Ps.446).

The loans obtained by Grupo Aval from its subsidiaries Banco de Bogotá S.A. and Banco de Occidente are secured with share guarantee contracts covering the total amount of the loans:

Guarantees on obligations on September 30, 2024

	Loan amount	Number of shares as collateral	Company issuing the shares
		772,532,650	Banco Popular
Ps.	415,651	15,589,972	Banco de Occidente ^{(1), (2) y (3)}
		6,537,470	Corficolombiana ⁽²⁾
	415,651	794,660,092	
	77,755	3,427,867	Banco Bogotá ⁽¹⁾
	77,755	3,427,867	
Ps.	493,406	798,087,959	

(1) On November 2, 2023, a pledge contract is executed for shares of Banco de Bogotá S.A. and Banco de Occidente S.A., totaling 3,427,867 shares respectively, to cover all obligations acquired up to that date.

(2) In May 2023, a pledge contract is executed for shares of Banco de Occidente S.A. and Corficolombiana, totaling 2,293,187 and 4,943,900 shares respectively, to cover all obligations acquired with Banco de Bogotá S.A.

(3) On April 4, June 29, and November 8, 2022, a pledge contract is executed for shares of Banco de Occidente S.A., totaling 2,657,000, 1,686,000, and 1,453,000 shares, to cover all obligations acquired with Banco de Bogotá S.A.

The composition of principal and interest for the financial obligations is as follows:

Obligations	September 30, 2024			December 31, 2023		
	Capital	Interest	Total	Capital	Interest	Total
Bank loans	Ps. 493,406	Ps. 10,537	Ps. 503,943	Ps. 493,406	Ps. 14,150	Ps. 507,556
Third-party loans	1,128,141	5,671	1,133,812	1,031,954	5,203	1,037,157
Outstanding bonds	1,124,520	9,596	1,134,116	1,124,520	12,652	1,137,172
Total	Ps. 2,746,067	Ps. 25,804	Ps. 2,771,871	Ps. 2,649,880	Ps. 32,005	Ps. 2,681,885

The book value and fair value of financial liabilities at amortized cost (calculation methodology included in note 4 - Fair value estimation in its Financial Liabilities and Other Liabilities section) are as follows:

	Book Value		Fair Value	
	September 30, 2024	December 31, 2023	September 30, 2024	December 31, 2023
Balance capital e Interest				
Bank loans ⁽¹⁾	Ps. 503,943	Ps. 507,556	Ps. 516,823	Ps. 532,678
Third-party loans ⁽²⁾	1,133,812	1,037,157	1,152,988	1,064,408
Outstanding bonds ⁽³⁾	1,134,116	1,137,172	1,042,829	1,088,765
Total	Ps. 2,771,871	Ps. 2,681,885	Ps. 2,712,640	Ps. 2,685,851

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- (1) The fair values of bank loans are calculated by taking the credit spread (margin); in turn, market rates for papers indexed to DTF and IBR are calculated, and the implicit rate in the SWAP DTF - Fixed Rate curve, quoted in Precia, is added to them. As at September 30, 2024 and December 31, 2023, the average discount rates used were 9.5060% and 11.2265%, respectively, and they are classified in level 2 of the hierarchy.
- (2) For the valuation of loans in dollars, the fair value was calculated using the Credit Default Swap (CDS) curve for Colombia, plus the IRS curve in dollars, adding the credit spreads (margin) of AA-rated issuers, calculated in the market for papers issued in DTF + the SWAP rate DTF minus the zero-coupon curve of the TES. As of September 30, 2024 and December 31, 2023, the average discount rates used were 9.5692% and 10.6001%, respectively, and they are classified at level 2 of the hierarchy.
- (3) For the calculation of the fair value of the outstanding bonds, Precia (formerly Infovalmer) prices were used for each of the periods, calculated with the estimated price, which corresponds to the 'dirty' price. This is obtained as the present value of the cash flows of a security, discounted.

Maturities of obligations on September 30, 2024

Obligation		2024	2025	2026	2036	2039	2042	Total
Bank loans ⁽¹⁾	Ps.	10,537	Ps. 77,755	Ps. 415,651	Ps. -	Ps. -	Ps. -	Ps. 503,943
Loans from third parties ⁽¹⁾		5,671	1,128,141	-	-	-	-	1,133,812
Outstanding bonds ⁽¹⁾		234,116	93,000	-	207,000	300,000	300,000	1,134,116
Total	Ps.	250,324	Ps. 1,298,896	Ps. 415,651	Ps. 207,000	Ps. 300,000	Ps. 300,000	Ps. 2,771,871

(1) Includes principal and interest

The contractual maturities are presented in accordance with the provisions of Appendix B11C of IFRS 7.

IFRS 16 Maturities on September 30, 2024

		Short-term	Between 1 and 3 years	Between 3 and 5 years	More than 5 years	Total
Leasing	Ps.	774	Ps. 2,809	Ps. 3,721	Ps. 5,891	Ps. 13,195
Total	Ps.	774	Ps. 2,809	Ps. 3,721	Ps. 5,891	Ps. 13,195

Currency of financial liabilities

		September 30, 2024	December 31, 2023
Colombian pesos	Ps.	1,651,253	Ps. 1,646,738
Dollar ⁽¹⁾ (Peso's equivalent)		1,133,812	1,037,157
Total	Ps.	2,785,065	Ps. 2,683,895

(1) This corresponds to the obligation acquired on December 2, 2022, where Grupo Aval Limited grants a loan to Grupo Aval for USD 270 million U.S. dollars, equivalent in Colombian pesos, with a term of 18 months, SOFR 3M + 2.00%TV interest rate, and quarterly interest payments.

- On May 31, 2024, Grupo Aval Limited and Grupo Aval Acciones y Valores S.A., agreed to extend the term of the debt of USD 270 million US dollars equivalent in Colombian pesos, to 18 months and instead set a new maturity date of December 4, 2025 with SOFR 3M rate.

Annual interest rates for financial liabilities

	September 30, 2024			
	Expressed In Colombian pesos		In a foreign currency	
	Minimum Rate	Maximum Rate	Minimum Rate	Maximum Rate
Bank loans	12.27%	17.66%	-	-
Third-party loans	-	-	7.53%	7.89%
Bonds	6.42%	15.88%	-	-

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December 31, 2023				
	Expressed In Colombian pesos		In a foreign currency	
	Minimum Rate	Maximum Rate	Minimum Rate	Maximum Rate
Bank loans	13.49%	17.74%	-	-
Third-party loans	-	-	6.59%	7.60%
Bonds	6.42%	19.17%	-	-

The composition of the bond debt liability on September 30, 2024, and December 31, 2023, by issuance date and maturity date is as follows:

Issuer	Issue date		September 30, 2024		December 31, 2023	Maturity date	Interest rate
Grupo Aval Acciones y Valores S.A. ⁽¹⁾	Dec-09	Ps.	124,520	Ps.	124,520	Dec-24	CPI + 5.20%
			93,000		93,000	Nov-26	CPI + 3.86%
	Nov-16		207,000		207,000	Nov-36	CPI + 4.15%
	Jun-17		300,000		300,000	Jun-42	CPI + 3.99%
	Nov-19		100,000		100,000	Nov-24	FIJA 6.42%
			300,000		300,000	Nov-39	CPI + 3.69%
		Ps.	<u>1,124,520</u>	Ps.	<u>1,124,520</u>		

⁽¹⁾ Principal value of the issuance.

(13) Employee Benefits

Under Colombian labor law, the contracts signed with the company's employees grant them rights to short-term benefits such as salaries, vacation pay, legal bonuses, severance pay, and severance interest. Long-term benefits are not included in these contracts.

Similarly, in accordance with Colombian regulations, companies and their employees are required to make pension contributions to defined contribution funds established by the general pension and social security system, as per Law 100 of 1993. Therefore, the Company is not responsible for long-term pension benefits.

The following is the composition of employee benefits balances on September 30, 2024, and December 31, 2023:

		September 30, 2024		December 31, 2023
Short-Term Benefits	Ps.	<u>2,692</u>	Ps.	<u>2,880</u>

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(14) Accounts Payable and Other Liabilities

The balances of accounts payable and other liabilities comprise the following items on September 30, 2024 and December 31, 2023:

	September 30, 2024	December 31, 2023
Dividends Payable	Ps. 388,721	Ps. 360,039
Accounts Payable	74	419
Withholdings and other labor-related contributions	1,248	1,224
Commissions and Fees	527	1,893
Other Accounts Payable	366	423
Total Accounts Payable	Ps. 390,936	Ps. 363,998
Taxes ⁽¹⁾	13,084	13,335
Other Non-Financial Liabilities	1,214	1,214
Total Other Liabilities	Ps. 14,298	Ps. 14,549
Total	Ps. 405,234	Ps. 378,547

⁽¹⁾ Taxes Payable

	September 30, 2024	December 31, 2023
Income Tax	Ps. 4,542	Ps. -
Industry and Commerce Tax	2,009	2,941
VAT Payable	4,383	7,449
Withholding Tax	2,132	2,829
VAT Withholdings	13	101
Withholdings on Industry and Commerce Tax	5	15
Total Taxes	Ps. 13,084	Ps. 13,335

(15) Shareholders' equity

Mandatory and voluntary reserves are determined during the Shareholders' Meetings. Below is a breakdown of retained earnings (losses) on September 30, 2024 and December 31, 2023:

Retained Earnings	September 30, 2024	December 31, 2023
Legal Reserve	Ps. 11,872	Ps. 11,872
Occasional reserve at the disposal of the highest social body	7,374,078	7,220,883
	Ps. 7,385,950	Ps. 7,232,755
Utilities in first-time adoption	256,878	256,878
Withholding tax on dividends ⁽¹⁾	(34,151)	(38,480)
Realization of OCI on entities	(3,716)	(759)
Preferred dividends declared subsidiaries ⁽²⁾	(8,844)	-
	Ps. 7,596,117	Ps. 7,450,394

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- (1) In accordance with paragraph 65A of IAS 12, which states that the value of the withholding tax on dividends has been recognized in equity by (Ps. 34,151), of which (Ps. 26,325) corresponds to the participation (Equity method) in the withholding tax recognized by the entities over which Grupo Aval has control and (Ps. 7,826) corresponds to the net of the withholding tax transferred by its subsidiaries to Grupo Aval by (Ps. 21,179) and that transferred by Grupo Aval to its shareholders by Ps. 13,353, in accordance with the provisions Art. 242-1 ET, as amended by Act 1943 of 2018.
- (2) According to Corficolombiana's PDU (Profit Sharing Projects) in March 2024, cash dividends were declared only for preferred shares, which generated an equity variation in retained earnings of (Ps. 8,844) as part of the MPP calculation; in Banco de Bogotá (Ps. 5,222), Banco Popular (Ps. 1,063), Banco de Occidente (Ps. 659) and Grupo AVAL (Ps. 1,900).

Decreed dividends

Dividends are decreed and paid to shareholders based on the occasional reserves available to the highest corporate organ. As of 2017, the Company has been cutting accounts on an annual basis. The declared dividends were as follows for the results of the years ended December 31, 2023, and 2022:

	December 31, 2023	December 31, 2022
Unconsolidated earnings for the year	Ps. 723,038	Ps. 2,541,179
	At the meeting held in March 2024, 24.00 pesos per share were decreed, payable in twelve installments of 2.00 pesos per share, from April 2024 to March 2025.	At the meeting held in March 2023, 43.20 pesos per share were decreed, payable in twelve installments of 3.60 pesos per share, from April 2023 to March 2024.
Dividends paid in cash		
Outstanding Common Shares	16,201,712,499	16,203,440,659
Outstanding preferred shares	7,541,763,255	7,540,035,095
Total shares outstanding	23,743,475,754	23,743,475,754
Total dividends decreed	Ps. 569,843	Ps. 1,025,718

Other comprehensive results

The method of participation on September 30, 2024, and December 31, 2023, is detailed below:

	September 30, 2024	December 31, 2023
Surplus Method of participation		
Banco de Bogotá S.A.	Ps. 183,019	Ps. (153,292)
Banco de Occidente S.A.	(77,958)	(124,422)
Banco Popular S.A.	(28,485)	(57,898)
Banco Comercial AV Villas S.A.	(44,018)	(98,452)
Corporación Financiera Colombiana S.A.	42,429	8,674
Sociedad Administradora de Fondos de Pensiones y Cesantías Porvenir S.A.	(13,785)	(12,281)
Grupo Aval Limited	(250,730)	(212,844)
Total other equity holdings	Ps. (189,528)	Ps. (650,515)

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Proper capital management

The Company at the individual level is not subject to any minimum equity requirement for the development of its operations; therefore, the management of the Company's capital is aimed at satisfying the minimum capital requirements of the subsidiary financial institutions in accordance with the parameters established in Colombian legislation, so that the Company can maintain and even increase its participation in the equity of such entities.

(16) Contingencies

a. Commitments

- On September 30, 2024, the loans obtained by the Company with its subsidiary Banco de Bogota S.A. and Banco de Occidente S.A., are guaranteed with; 15,589,972 shares of Banco de Occidente S.A., 772,532,650 shares of Banco Popular, 6,537,470 shares of Corficolombiana, and 3,427,867 of Banco de Bogota.
- The Company is a guarantor of the bonds issued on the international capital market by its subsidiary Aval Group Limited in the Cayman Islands, pursuant to Regulation S of the Securities Act of 1933 of the United States of America and under Rule 144A, for USD 1 billion as follows:
 - In February 2020, USD 1 billion was issued, maturing in February 2030, with a deduction of 56.8 basis points, price of 99.43% and coupon of 4.375%.
- In September 2022, Grupo Aval Limited made the payment of the September 2012 bond issue for USD 1 billion, for which Grupo Aval was the guarantor.

(17) Operating revenue

A breakdown of income for the periods ended at September 30, 2024 and December 31, 2023:

	Quarter ended in		For nine-months ended in	
	September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023
Operating revenue				
Income method of participation in subsidiary companies ⁽¹⁾	Ps. 394,582	Ps. 75,099	Ps. 697,358	Ps. 646,206
Income method of participation in associated companies ⁽²⁾	815	995	1,468	937
Total revenue share method	Ps. 395,397	Ps. 76,094	Ps. 698,826	Ps. 647,143
Other income from regular activities				
Interest	Ps. 3,185	Ps. 4,751	Ps. 10,612	Ps. 13,146
Financial returns	32,243	32,326	95,891	100,013
Commissions and/or fees	71,247	69,648	213,743	227,675
Miscellaneous - Remuneration	4	-	227	267
Compensation	-	-	10	-
Total other income	106,679	106,725	320,483	341,101
Total operating revenue	Ps. 502,076	Ps. 182,819	Ps. 1,019,309	Ps. 988,244

⁽¹⁾ Investments in entities over which the Company has control are Banco de Bogotá S. A., Banco de Occidente S. A., Banco Comercial AV Villas S. A., Banco Popular S. A., Corporación Financiera Colombiana S. A., Grupo Aval Limited and Sociedad Administradora de Fondos de Pensiones y Cesantías Porvenir S. A., these are referred to as "Investments in Subsidiaries" and are accounted for using the equity method in accordance with IAS 28.

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(2) Corresponds to the associated company ADL Digital Lab S.A.S. and is accounted for using the equity method in accordance with IAS 28.

Calculation of the equity method income

The basis for calculating the equity method income for the periods ending September 30, 2024, and 2023 is set out below:

	For the accumulated quarter					
	Percentage of Participation		Income Basis for the Equity method		Equity method income	
	September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023
Subsidiaries						
Banco de Bogotá S.A.	68.93%	68.93%	Ps. 371,202	Ps. 146,043	Ps. 255,852	Ps. 100,661
Banco de Occidente S.A.	72.27%	72.27%	159,441	65,900	115,230	47,628
Banco Comercial AV Villas S.A.	79.86%	79.86%	(8,717)	(38,651)	(6,961)	(30,865)
Banco Popular S.A.	93.74%	93.74%	(50,457)	(96,141)	(47,300)	(90,126)
Corporación Financiera Colombiana S.A.	8.71%	8.71%	(35,631)	59,265	(3,102)	5,160
Sociedad Administradora de Fondos de Pensiones y Cesantías Porvenir S.A.	20.00%	20.00%	242,545	20,985	48,510	4,197
Grupo Aval Limited	100.00%	100.00%	32,353	38,444	32,353	38,444
Total subsidiaries			Ps. 710,736	Ps. 195,845	Ps. 394,582	Ps. 75,099
Associates						
ADL Digital LAB S.A.S.	34.00%	34.00%	2,397	2,927	815	995
Total associates			Ps. 2,397	Ps. 2,927	Ps. 815	Ps. 995
Total permanent investments			Ps. 713,133	Ps. 198,772	Ps. 395,397	Ps. 76,094

	For the accumulated nine-months period					
	Percentage of Participation		Income Basis for the Equity method		Equity method income	
	September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023
Subsidiaries						
Banco de Bogotá S.A.	68.93%	68.93%	Ps. 775,901	Ps. 901,786	Ps. 534,794	Ps. 621,560
Banco de Occidente S.A.	72.27%	72.27%	391,763	365,753	283,135	264,337
Banco Comercial AV Villas S.A.	79.86%	79.86%	(134,338)	(156,626)	(107,276)	(125,074)
Banco Popular S.A.	93.74%	93.74%	(244,200)	(326,971)	(228,920)	(306,511)
Corporación Financiera Colombiana S.A.	8.71%	8.71%	115,205	711,648	10,030	61,958
Sociedad Administradora de Fondos de Pensiones y Cesantías Porvenir S.A.	20.00%	20.00%	573,704	359,845	114,743	71,970
Grupo Aval Limited	100.00%	100.00%	90,852	57,966	90,852	57,966
Total subsidiaries			Ps. 1,568,887	Ps. 1,913,401	Ps. 697,358	Ps. 646,206
Associates						
ADL Digital LAB S.A.S.	34.00%	34.00%	4,319	2,757	1,468	937
Total associates			Ps. 4,319	Ps. 2,757	Ps. 1,468	Ps. 937
Total permanent investments			Ps. 1,573,206	Ps. 1,916,158	Ps. 698,826	Ps. 647,143

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(18) General overhead and financial expenses

A detail of expenses for the periods ended September 30, 2024, and 2023, is as follows:

	Quarter ended in		For nine-months ended in	
	September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023
Administrative expenses				
Personnel expenses	Ps. 11,545	Ps. 10,620	Ps. 31,486	Ps. 29,291
Fees	1,608	1,632	11,295	10,141
Taxes:				
Industry and commerce Tax	2,238	4,314	8,394	11,157
Financial transaction tax	826	1,222	2,973	2,716
Sales operating expenses	444	88	972	581
Contributions and affiliations	385	28	1,106	797
Leases	2	2	6	7
Services	358	327	1,005	919
Property and equipment depreciation	404	437	1,334	1,271
Amortization	5	2	15	6
Maintenance and repairs	23	36	113	105
Travel expenses	60	31	133	83
Other administrative expenses	251	191	643	527
Total administrative expenses	Ps. 18,149	Ps. 18,930	Ps. 59,475	Ps. 57,601
Other expenses				
Impairment of accounts receivable from related parties	Ps. (300)	Ps. (26)	Ps. (460)	Ps. (264)
Miscellaneous	13	152	147	179
Total other expenses	Ps. (287)	Ps. 126	Ps. (313)	Ps. (85)
Gain (loss) on foreign exchange differences				
Foreign exchange gain	Ps. 7,533	Ps. (33,527)	Ps. 92,704	Ps. (182,849)
Foreign exchange lost	(7,842)	33,589	(95,470)	183,253
Net effect of foreign exchange differences	Ps. (309)	Ps. 62	Ps. (2,766)	Ps. 404
Financial expenses				
Banking expenses	Ps. -	Ps. 1	Ps. 3	Ps. 3
Commissions	-	9	-	22
	Ps. -	Ps. 10	Ps. 3	Ps. 25
Interest:				
Bonds in circulation	29,714	Ps. 42,474	Ps. 95,666	Ps. 129,151
Interest on bank loans and other financial obligations	36,614	39,466	111,982	117,825
Interest on lease liabilities (IFRS 16)	313	119	439	386
Total interest	66,641	Ps. 82,059	208,087	Ps. 247,362
Total financial expenses	66,641	Ps. 82,069	208,090	Ps. 247,387

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(19) Related parties:

In accordance with IAS 24, a related party is a person or entity that is related to the entity that prepares its financial statements, which may exercise control or joint control over the reporting entity, exercise significant influence over the reporting entity or be considered a member of key management personnel of the reporting entity or of a controlling entity of the reporting entity. The definition of related party includes persons and/or relatives related to the entity, entities that are members of the same group ("controller" and "subsidiary"), associates or joint ventures of the entity or group entities, and post-employment benefit plans for the benefit of employees of the reporting entity or a related entity.

The related parties that currently apply to the Company are as follows:

1. Natural persons who exercise control or joint control, who own more than 50% of Grupo Aval; additionally includes close relatives who could be expected to influence or be influenced by that person.
2. Natural persons, who are members of key management personnel and have authority and responsibility for planning, directing and controlling the activities of the entity, members of the Board of Directors, President and Vice Presidents and senior management personnel of Grupo Aval; additionally includes close relatives who could be expected to influence or be influenced by that person.
3. Juridical persons that are members of the same group; this category includes the controlling company, subsidiaries or other subsidiaries of the same controlling company of Grupo Aval.
4. Associated companies and joint ventures are entities over which the Company has significant influence, generally defined as an ownership between 20% and 50% of its capital.
5. This category includes entities that are controlled by the natural persons included in numbers 1 and 2.
6. This item includes entities in which the persons referred over items 1 and 2 exercise significant influence.

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a. Balances ended September 30, 2024, and December 31, 2023, with related parties are included in the following accounts:

September 30, 2024												
Categories	1		2		3		4		5		6	
	Individuals exercising control or joint control		Core management personnel		Companies' members of the same group		Associates and joint ventures		Entities controlled by the persons included in categories 1 and 2		Entities in which the persons included in categories 1 and 2 exercise significant influence	
Assets												
Cash and cash equivalents	Ps.	-	Ps.	-	Ps.	145,640	Ps.	-	Ps.	-	Ps.	-
Financial assets in investments		-		-		19,254,811		13,700		-		-
Accounts receivable		-		-		269,553		-		1,338,158		-
Liabilities												
Accounts payable		17		190		14		-		280,295		2
Financial obligations at amortized cost		-		20		1,638,728		-		30,025		-
December 31, 2023												
Categories	1		2		3		4		5		6	
	Individuals exercising control or joint control		Core management personnel		Companies' members of the same group		Associates and joint ventures		Entities controlled by the persons included in categories 1 and 2		Entities in which the persons included in categories 1 and 2 exercise significant influence	
Assets												
Cash and cash equivalents	Ps.	-	Ps.	-	Ps.	157,320	Ps.	-	Ps.	-	Ps.	-
Financial assets in investments		-		-		18,651,723		12,231		-		-
Accounts receivable		-		-		237,163		-		1,242,002		-
Liabilities												
Accounts payable		15		108		48		-		256,318		2
Financial obligations at amortized cost		-		20		1,545,688		-		30,045		-

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Transactions during the quarterly periods as of September 30, 2024 and 2023 with related parties comprise sales, services and transfers:

September 30, 2024

Categories	1	2	3	4	5	6
	Individuals exercising control or joint control	Core management personnel	Companies' members of the same group	Associates and joint ventures	Entities controlled by the persons included in categories 1 and 2	Entities in which the persons included in categories 1 and 2 exercise significant influence
Interest income	Ps. -	Ps. -	Ps. 3,669	Ps. -	Ps. 31,749	Ps. -
Interest expense	-	-	36,640	-	2,039	-
Fee and commission income	-	-	71,247	-	-	-
Fees and commissions expense	-	578	19	-	-	-
Operating expenses - administrative	-	-	-	-	495	-
Other expenses	-	-	11	-	-	-

September 30, 2023

Categories	1	2	3	4	5	6
	Individuals exercising control or joint control	Core management personnel	Companies' members of the same group	Associates and joint ventures	Entities controlled by the persons included in categories 1 and 2	Entities in which the persons included in categories 1 and 2 exercise significant influence
Interest income	Ps. -	Ps. -	Ps. 4,751	Ps. -	Ps. 32,280	Ps. -
Interest expense	-	-	39,499	-	-	-
Fee and commission income	-	-	69,648	-	-	-
Fees and commissions expense	-	271	13	-	-	30
Operating expenses - administrative	-	-	-	-	453	-
Other expenses	-	-	3	-	1	-

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Transactions with related parties during the cumulative periods on September 30, 2024 and 2023, comprise; Sales, services and transfers:

September 30, 2024							
Categories	1	2	3	4	5	6	
	Individuals exercising control or joint control	Core management personnel	Companies' members of the same group	Associates and joint ventures	Entities controlled by the persons included in categories 1 and 2	Entities in which the persons included in categories 1 and 2 exercise significant influence	
Interest income	Ps. -	Ps. -	Ps. 11,730	Ps. -	Ps. 94,732	Ps. -	-
Interest expense	-	1	112,069	-	2,724	-	-
Fee and commission income	-	-	213,743	-	-	-	-
Fees and commissions expense	-	1,578	58	-	-	-	-
Operating expenses - administrative	-	-	-	-	1,444	-	-
Other expenses	-	-	47	-	29	-	-

September 30, 2023							
Categories	1	2	3	4	5	6	
	Individuals exercising control or joint control	Core management personnel	Companies' members of the same group	Associates and joint ventures	Entities controlled by the persons included in categories 1 and 2	Entities in which the persons included in categories 1 and 2 exercise significant influence	
Interest income	Ps. -	Ps. -	Ps. 11,599	Ps. -	Ps. 99,932	Ps. -	-
Interest expense	-	1	117,894	-	685	-	-
Fee and commission income	-	-	227,675	-	-	-	-
Fees and commissions expense	-	887	29	-	-	-	80
Operating expenses - administrative	-	-	-	-	1,307	-	-
Other expenses	-	-	15	-	29	-	-

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b. Compensation of core management personnel:

Compensation received by Core Management Personnel is comprised of the following:

	Quarter ended in		For nine-months ended in	
	September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023
Salaries	Ps. 4,820	Ps. 3,964	Ps. 12,639	Ps. 11,186
Short-term employee benefits	1,115	1,373	1,592	2,375
Total	Ps. 5,935	Ps. 5,337	Ps. 14,231	Ps. 13,561

Compensation of core management personnel includes salaries, vacation allowance and the company's expenses in Health Promoting Entities (EPS Entidad Promotora de Salud in spanish), Pension Fund Administrators (AFP Administradora de Fondo de Pensiones in spanish), Labor Risk Administrators (ARL Administradora de riesgos Laborales in spanish), (CCF Caja de Compensación Familiar in spanish), (ICBF Instituto Colombiano de Bienestar Familiar in spanish) y (SENA Servicio Nacional de Aprendizaje in spanish).

The Company has not granted any long-term benefits to its employees.

(20) Subsequent events

The Company did not record events between September 30, 2024, and the date of approval of the financial statements for publication that would be disclosed in the notes.