

GRUPO AVAL ACCIONES Y VALORES S.A.

Statement of financial position

For the period ended as of March 31st, 2018 and December 31st, 2017

(Stated in millions of Colombian pesos)

IFRS



	2018	2017
	March 31st (*)	December 31st
Assets		
Current assets		
Cash and cash equivalents	\$ 15,675	35,478
Trading securities	587	453
Accounts receivable from related parties	1,055,274	274,323
Other accounts receivable	179	165
Other non-financial assets	280	348
Total current assets	1,071,995	310,767
Non-current Assets		
Investments in subsidiaries	17,436,542	18,619,868
Property and equipment	2,711	2,851
Total non-current Assets	17,439,253	18,622,719
Total assets	\$ 18,511,248	18,933,486
Liabilities and shareholders' equity		
Current liabilities		
Borrowings at amortized cost, current	\$ 394,471	290,101
Outstanding bonds at amortized cost, current	5,215	5,725
Accounts payable	1,165,212	422,103
Employee benefits	1,704	1,907
Tax liabilities	16,203	16,308
Other non-financial liabilities	24,987	1,233
Total current liabilities	1,607,792	737,377
Long-term liabilities		
Deferred tax liability	427	33
Borrowings at amortized cost, non current	148,155	253,503
Outstanding bonds, non current	1,104,080	1,104,080
Total long-term liabilities	1,252,662	1,357,616
Total liabilities	2,860,454	2,094,993
Shareholders' equity		
Subscribed and paid capital	22,281	22,281
Additional Paid-in capital	8,504,729	8,504,729
Reserves	5,727,393	5,344,903
Earnings from first-time adoption	256,878	256,878
Earnings for the period	590,928	2,001,178
Other equity accounts	548,585	708,524
Total shareholders' equity	15,650,794	16,838,493
Total liabilities and shareholders' equity	\$ 18,511,248	18,933,486

(*) Grupo Aval adopted IFRS 15, IFRS 9, and made voluntary changes to its accounting policies as of January 1, 2018. With the transition methods chosen, the comparative information is not restated.

GRUPO AVAL ACCIONES Y VALORES S.A.
Statement of income
(Stated in million of Colombian pesos, except earnings per share)
IFRS



	For the three month period ended	
	2018	2017
	March 31st (*)	March 31st
Operating revenue		
Equity method income, net	\$ 583,599	656,058
Other revenue from ordinary activities	72,165	20,886
Total operating revenue	655,764	676,944
Expenses, net		
Administrative expenses	20,974	18,718
Other expenses	18	47
Foreing exchange gains (losses),net	1,210	673
Operating income	635,982	658,852
Financial expenses	30,950	34,525
Earnings before taxes	605,032	624,327
Income tax expense	14,104	2,283
Net Income	\$ 590,928	622,044
Net Earnings per Share	\$ 26.52	27.92

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



	For the three month period ended	
	2018	2017
	March 31st (*)	March 31st (*)
Net income	590,928	622,044
Other comprehensive income (OCI), net of taxes		
Investors participation in other comprehensive income reported using the equity method	(159,939)	(44,264)
Comprehensive income, net	430,989	577,780

(*) Grupo Aval adopted IFRS 15, IFRS 9, and made voluntary changes to its accounting policies as of January 1, 2018. With the transition methods chosen, the comparative information is not restated.

GRUPO AVAL ACCIONES Y VALORES S.A.**Individual statement of cash flow**

For the period ended as of March 31st, 2018 and December 31st, 2017

(Stated in million of Colombian pesos)

IFRS



	<u>2018</u>	<u>2017</u>
	<u>March 31st (*)</u>	<u>March 31st</u>
Cash flow from operating activities:		
Net Income	\$ 590,928	622,044
Adjustments to reconcile net profit with net cash used in operating activities		
Use of deferred income taxes	394	-
Property and equipment depreciation	145	145
Acquisition of permanent investments	-	(5,067)
Equity method earnings	(583,599)	(656,058)
Changes in operating assets and liabilities:		
Increase (decrease) in trading securities	(134)	3,806
Reversal on exchange adjustments	0	
Increase (decrease) in other assets and liabilities, net: prepaid taxes, prepaid expenses; taxes, accounts payable, employee liabilities, estimated liabilities and provisions.	23,921	(8,511)
Decrease in interests payable	(281)	(397)
Dividends received	276,835	262,609
Net cash used in operating activities	<u>308,209</u>	<u>218,571</u>
Cash flow from investing activities:		
Acquisition of property and equipment	(5)	(67)
Net cash used in investing activities	<u>(5)</u>	<u>(67)</u>
Cash flow from financing activities:		
Dividends paid	(326,800)	(326,872)
Acquisition of loans	-	69,399
Net cash from financing activities	<u>(326,800)</u>	<u>(257,473)</u>
Effect of exchange rate difference on cash	(1,207)	(671)
Change in cash and cash equivalents	(19,803)	(39,640)
Cash and cash equivalents as of the beginning of the period	35,478	47,280
Cash and cash equivalents as of the end of the period	<u>\$ 15,675</u>	<u>7,640</u>
Additional information:		
Payment of Interest	\$ 31,052	34,793

(*) Grupo Aval adopted IFRS 15, IFRS 9, and made voluntary changes to its accounting policies as of January 1, 2018. With the transition methods chosen, the comparative information is not restated.

GRUPO AVAL ACCIONES Y VALORES S.A.

Statement of shareholders' equity

For the period ended as of March 31st, 2018 and December 31st, 2017

(Stated in million of Colombian pesos)

IFRS



	Subscribed and paid capital	Paid-in Capital	Reserves			Earnings (losses) in first-time adoption	Earnings (losses) for the period (*)	Other equity accounts	Shareholders' equity
			Legal	Occasional	Retained earnings (losses) (*)				
Balance as of December 31st, 2016	22,281	8,504,729	11,140	4,332,553	-	240,105	2,312,429	562,042	15,985,279
Constitution of reserves for future distributions				2,312,429			(2,312,429)		-
To distribute a cash dividend of \$ 4.90 per share per month from April 2017 to March 2018, including those two months, over 22,281,017,159 outstanding shares as of the date of this meeting.				(1,310,124)					(1,310,124)
Wealth Tax				(1,095)					(1,095)
Application of the equity method								(44,264)	(44,264)
Net Income							622,044		622,044
Balance as of March 31st, 2017	22,281	8,504,729	11,140	5,333,763	-	240,105	622,044	517,778	15,251,840
Balance as of December 31st, 2017	22,281	8,504,729	11,140	5,333,763	-	256,878	2,001,178	708,524	16,838,493
Change in accounting policies by adoption of IFRS 15 and IFRS 9					(549,199)				(549,199)
Balance as of January 1st, 2018	22,281	8,504,729	11,140	5,333,763	(549,199)	256,878	2,001,178	708,524	16,289,294
Constitution of reserves for future distributions				2,001,178			(2,001,178)		-
To distribute a cash dividend of \$ 4.0 per share per month from April 2018 to March 2019, including those two months, over 22,281,017,159 outstanding shares as of the date of this meeting.				(1,069,489)					(1,069,489)
Application of the equity method								(159,939)	(159,939)
Net Income							590,928		590,928
Balance as of March 31st, 2018	22,281	8,504,729	11,140	6,265,452	(549,199)	256,878	590,928	548,585	15,650,794

(*) Grupo Aval adopted IFRS 15, IFRS 9, and made voluntary changes to its accounting policies as of January 1, 2018. With the transition methods chosen, the comparative information is not restated.