

**GRUPO AVAL ACCIONES Y VALORES S.A.**  
**Statement of financial position**  
**For the period ended as of June 30th, 2018**  
**(Stated in millions of Colombian pesos)**  
**IFRS**



	<b>2018</b>	<b>2017</b>
	<b>June 30th (*)</b>	<b>December 31st</b>
<b>Assets</b>		
<b>Current assets</b>		
Cash and cash equivalents	\$ 8,935	35,478
Trading securities	888	453
Accounts receivable from related parties	806,943	274,323
Other accounts receivable	204	165
Other non-financial assets	211	348
<b>Total current assets</b>	<b>817,181</b>	<b>310,767</b>
<b>Non-current Assets</b>		
Investments in subsidiaries	18,137,144	18,619,868
Property and equipment	2,571	2,851
<b>Total non-current Assets</b>	<b>18,139,715</b>	<b>18,622,719</b>
<b>Total assets</b>	<b>\$ 18,956,896</b>	<b>18,933,486</b>
<b>Liabilities and shareholders' equity</b>		
<b>Current liabilities</b>		
Borrowings at amortized cost, current	\$ 424,851	290,101
Outstanding bonds at amortized cost, current	4,936	5,725
Accounts payable	892,815	422,103
Employee benefits	1,791	1,907
Tax liabilities	24,791	16,308
Other non-financial liabilities	7,155	1,233
<b>Total current liabilities</b>	<b>1,356,339</b>	<b>737,377</b>
<b>Long-term liabilities</b>		
Deferred tax liability	132	33
Borrowings at amortized cost, non current	117,755	253,503
Outstanding bonds, non current	1,104,080	1,104,080
<b>Total long-term liabilities</b>	<b>1,221,967</b>	<b>1,357,616</b>
<b>Total liabilities</b>	<b>2,578,306</b>	<b>2,094,993</b>
<b>Shareholders' equity</b>		
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	1,283,471	2,001,178
Other equity accounts	583,838	708,524
<b>Total shareholders' equity</b>	<b>16,378,590</b>	<b>16,838,493</b>
<b>Total liabilities and shareholders' equity</b>	<b>\$ 18,956,896</b>	<b>18,933,486</b>

(\*) 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**

	<b>For the accumulated year</b>	
	<b>2018</b>	<b>2017</b>
	<b>June 30th (*)</b>	<b>June 30th</b>
<b>Operating revenue</b>		
Equity method income, net	\$ 1,270,858	1,125,210
Other revenue from ordinary activities	143,062	90,792
<b>Total operating revenue</b>	<b>1,413,920</b>	<b>1,216,002</b>
<b>Expenses, net</b>		
Administrative expenses	38,467	41,542
Other expenses	101	79
Gains (Losses) from exchange differences	340	(285)
<b>Operating income</b>	<b>1,375,692</b>	<b>1,174,096</b>
Financial expenses	60,475	68,488
<b>Earnings before taxes</b>	<b>1,315,217</b>	<b>1,105,608</b>
Income tax expense	31,746	16,702
<b>Net Income</b>	<b>\$ 1,283,471</b>	<b>1,088,906</b>
<b>Net Earnings per Share</b>	<b>\$ 57.60</b>	<b>48.87</b>

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

	<b>For the accumulated year</b>	
	<b>2018</b>	<b>2017</b>
	<b>June 30th (*)</b>	<b>June 30th</b>
<b>Net income</b>	<b>1,283,471</b>	<b>1,088,906</b>
<b>Other comprehensive income (OCI), net of taxes</b>		
Investors participation in other comprehensive income reported using the equity method	(124,686)	194,831
<b>Comprehensive income, net</b>	<b>1,158,785</b>	<b>1,283,737</b>

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**GRUPO AVAL ACCIONES Y VALORES S.A.****Individual statement of cash flow****For the period ended as of June 30th, 2018****(Stated in million of Colombian pesos)****IFRS**

	<u>2018</u>	<u>2017</u>
	<u>June 30th (*)</u>	<u>June 30th</u>
<b>Cash flow from operating activity:</b>		
Net Income	\$ 1,283,471	1,088,906
<b>Adjustments to reconcile net profit with net cash used in operating activities</b>		
Use of deferred income taxes	99	-
Property and equipment depreciation	310	285
Acquisition of permanent investments	(9,375)	(13,357)
Dividends declared by subsidiaries in the period	-	-
Equity method earnings	(1,270,858)	(1,125,210)
<b>Changes in operating assets and liabilities:</b>		
Increase (decrease) in trading securities	(435)	3,880
Decrease in receivables	8,367	5,492
Decrease in other assets and liabilities, net: prepaid taxes, prepaid expenses; taxes, accounts payable, employee liabilities, estimated liabilities and provisions.	9,690	6,193
Decrease in interests payable	(1,483)	(4,398)
Dividends received	548,085	548,484
Wealth Tax paid	-	(548)
<b>Net cash used in operating activities</b>	<u><b>567,871</b></u>	<u><b>509,727</b></u>
<b>Cash flow from investing activities:</b>		
Acquisition of property and equipment	(30)	(68)
<b>Net cash used in investing activities</b>	<u><b>(30)</b></u>	<u><b>(68)</b></u>
<b>Cash flow from financing activities:</b>		
Dividends paid	(594,080)	(653,904)
Acquisition of loans	-	106,399
Payment of other borrowings from banks	-	(294,886)
Bonds Issuance	-	400,000
<b>Net cash from financing activities</b>	<u><b>(594,080)</b></u>	<u><b>(442,391)</b></u>
Effect of exchange rate difference on cash	(304)	297
Change in cash and cash equivalents	(26,543)	67,565
Cash and cash equivalents as of the beginning of the period	<u>35,478</u>	<u>47,280</u>
<b>Cash and cash equivalents as of the end of the period</b>	<u><b>\$ 8,935</b></u>	<u><b>114,845</b></u>
<b>Additional information:</b>		
Payment of Interest	\$ 61,607	72,708

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**GRUPO AVAL ACCIONES Y VALORES S.A.**  
**Statement of shareholders' equity**  
**For the period ended as of June 30th, 2018**  
**(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) (*)				
<b>Balance as of December 31st, 2016</b>	<b>22,281</b>	<b>8,504,729</b>	<b>11,140</b>	<b>4,332,553</b>	<b>-</b>	<b>240,105</b>	<b>2,312,429</b>	<b>562,042</b>	<b>15,985,279</b>
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						15,244		194,831	210,075
Net Income							1,088,906		1,088,906
<b>Balance as of June 30th, 2017</b>	<b>22,281</b>	<b>8,504,729</b>	<b>11,140</b>	<b>5,333,763</b>	<b>-</b>	<b>255,349</b>	<b>1,088,906</b>	<b>756,873</b>	<b>15,973,041</b>
<b>Balance as of December 31st, 2017</b>	<b>22,281</b>	<b>8,504,729</b>	<b>11,140</b>	<b>5,333,763</b>	<b>-</b>	<b>256,878</b>	<b>2,001,178</b>	<b>708,524</b>	<b>16,838,493</b>
Change in accounting policies by adoption of IFRS 15 and IFRS 9					(549,199)				(549,199)
<b>Balance as of January 01st, 2018</b>	<b>22,281</b>	<b>8,504,729</b>	<b>11,140</b>	<b>5,333,763</b>	<b>(549,199)</b>	<b>256,878</b>	<b>2,001,178</b>	<b>708,524</b>	<b>16,289,294</b>
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								(124,686)	(124,686)
Net Income							1,283,471		1,283,471
<b>Balance as of June 30th, 2018</b>	<b>22,281</b>	<b>8,504,729</b>	<b>11,140</b>	<b>6,265,452</b>	<b>(549,199)</b>	<b>256,878</b>	<b>1,283,471</b>	<b>583,838</b>	<b>16,378,590</b>

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