

## GRUPO AVAL ACCIONES Y VALORES S.A.

## Statement of financial position

For the period ended as of September 30th, 2017 and December 31st 2016

(Stated in millions of Colombian pesos)

IFRS



	2017	2016
	September 30th	December 31st
<b>Assets</b>		
<b>Current assets</b>		
Cash and cash equivalents	\$ 71,843	47,280
Trading securities	1,955	4,980
Accounts receivable from related parties	550,809	260,445
Taxes paid in advance	36,741	17,375
Other accounts receivable	32	11
Other non-financial assets	183	373
<b>Total current assets</b>	<b>661,563</b>	<b>330,464</b>
<b>Non-current Assets</b>		
Investments in subsidiaries	18,168,728	17,529,893
Property and equipment	2,840	3,170
<b>Total non-current Assets</b>	<b>18,171,568</b>	<b>17,533,063</b>
<b>Total assets</b>	<b>\$ 18,833,131</b>	<b>17,863,527</b>
<b>Liabilities and shareholders' equity</b>		
<b>Current liabilities</b>		
Borrowings at amortized cost, current	\$ 251,768	370,349
Outstanding bonds at amortized cost, current	5,258	6,701
Accounts payable	746,192	424,415
Employee benefits	1,933	1,588
Tax liabilities	39,757	4,277
Other non-financial liabilities	1,233	1,233
<b>Total current liabilities</b>	<b>1,046,141</b>	<b>808,563</b>
<b>Long-term liabilities</b>		
Borrowings at amortized cost, non current	291,651	365,605
Outstanding bonds, non current	1,104,080	704,080
<b>Total long-term liabilities</b>	<b>1,395,731</b>	<b>1,069,685</b>
<b>Total liabilities</b>	<b>2,441,872</b>	<b>1,878,248</b>
<b>Shareholders' equity</b>		
Subscribed and paid capital	22,281	22,281
Additional Paid-in capital	8,504,729	8,504,729
Reserves	5,344,903	5,602,528
Earnings from first-time adoption	256,878	240,105
Earnings for the period	1,570,019	1,053,594
Other equity accounts	692,449	562,042
<b>Total shareholders' equity</b>	<b>16,391,259</b>	<b>15,985,279</b>
<b>Total liabilities and shareholders' equity</b>	<b>\$ 18,833,131</b>	<b>17,863,527</b>

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



	For the nine-month periods ended		For the three-month periods ended	
	2017	2016	2017	2016
	September 30th	September 30th	September 30th	September 30th
<b>Operating revenue</b>				
Equity method income from subsidiaries	\$ 1,605,255	1,949,809	480,045	624,195
Other revenue from ordinary activities	162,942	52,496	72,150	17,666
<b>Total operating revenue</b>	<b>1,768,197</b>	<b>2,002,305</b>	<b>552,195</b>	<b>641,861</b>
<b>Expenses, net</b>				
Administrative expenses	63,135	61,135	21,592	18,170
Other expenses	204	154	125	11
Gains (Losses) from exchange differences	376	(374)	661	231
<b>Operating income</b>	<b>1,705,234</b>	<b>1,940,642</b>	<b>531,139</b>	<b>623,911</b>
Financial expenses	101,362	91,550	32,875	35,158
<b>Earnings before taxes</b>	<b>1,603,872</b>	<b>1,849,092</b>	<b>498,264</b>	<b>588,753</b>
Income tax expense	33,853	2,235	17,151	731
<b>Net Income</b>	<b>\$ 1,570,019</b>	<b>1,846,857</b>	<b>481,113</b>	<b>588,022</b>
<b>Net Earnings per Share</b>	<b>\$ 70.46</b>	<b>82.89</b>	<b>21.59</b>	<b>26.39</b>

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



	For the nine-month periods ended		For the three-month periods ended	
	2017	2016	2017	2016
	September 30th	September 30th	September 30th	September 30th
<b>Net income</b>	<b>1,570,019</b>	<b>1,846,857</b>	<b>481,113</b>	<b>588,022</b>
<b>Other comprehensive income (OCI), net of taxes</b>				
Investors participation in other comprehensive income reported using the equity method	130,407	(83,062)	(64,423)	62,221
<b>Comprehensive income, net</b>	<b>1,700,426</b>	<b>1,763,795</b>	<b>416,690</b>	<b>650,243</b>

**GRUPO AVAL ACCIONES Y VALORES S.A.**

Statement of shareholders' equity

For the periods ended as of September 30th, 2016 and 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)				
<b>Balance as of Decembre 31st, 2015 (Restated)</b>	<b>22,281</b>	<b>8,504,729</b>	<b>11,140</b>	<b>5,012,799</b>	<b>(489,918)</b>	<b>240,105</b>	<b>1,122,449</b>	<b>613,222</b>	<b>15,036,807</b>
Constitution of reserves for future distributions				1,086,061	36,388		(1,122,449)		-
To distribute a cash dividend of \$ 4.90 per share per month from April to September 2016, including those two months, over 22,281,017,159 outstanding shares as of the date of this meeting.				(655,062)					(655,062)
To distribute a cash dividend of \$ 4.90 per share per month from October to March 2017, including those two months, over 22,281,017,159 outstanding shares as of the date of this meeting.				(655,062)					(655,062)
Wealth Tax				(2,654)					(2,654)
Application of the equity method								(83,062)	(83,062)
Net Income							1,846,857		1,846,857
<b>Balance as of September 30th, 2016</b>	<b>22,281</b>	<b>8,504,729</b>	<b>11,140</b>	<b>4,786,082</b>	<b>(453,530)</b>	<b>240,105</b>	<b>1,846,857</b>	<b>530,160</b>	<b>15,487,824</b>
<b>Balance as of December 31st, 2016</b>	<b>22,281</b>	<b>8,504,729</b>	<b>11,140</b>	<b>5,591,388</b>	<b>-</b>	<b>240,105</b>	<b>1,053,594</b>	<b>562,042</b>	<b>15,985,279</b>
Constitution of reserves for future distributions				1,053,594			(1,053,594)		-
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						16,773		130,407	147,180
Net Income							1,570,019		1,570,019
<b>Balance as of September 30th, 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>1,570,019</b>	<b>692,449</b>	<b>16,391,259</b>

**GRUPO AVAL ACCIONES Y VALORES S.A.**  
**Individual statement of cash flow**  
**For the nine-month periods ended September 30th 2016 and 2017**  
**(Stated in million of Colombian pesos)**  
**IFRS**



	<u>2017</u>	<u>2016</u>
	<u>September 30th</u>	<u>September 30th</u>
<b>Cash flow from operating activity:</b>		
Net Income	1,570,019	1,846,857
<b>Adjustments to reconcile net profit with net cash used in operating activities</b>		
Use of deferred income taxes	0	41
Property and equipment depreciation	424	404
Acquisition of permanent investments	(13,357)	(37,620)
Equity method earnings	(1,605,255)	(1,949,809)
<b>Changes in operating assets and liabilities:</b>		
Decrease in trading securities	3,025	2,150
Decrease in receivables	5,492	36,977
Decrease in other assets and liabilities, net: prepaid taxes, prepaid expenses; taxes, accounts payable, employee liabilities, estimated liabilities and provisions.	9,052	(10,390)
Decrease in interests payable	(5,120)	(24)
Dividends received	831,101	793,569
Wealth Tax paid	(1,095)	(2,653)
<b>Net cash used in operating activities</b>	<b><u>794,286</u></b>	<b><u>679,502</u></b>
<b>Cash flow from investing activities:</b>		
Acquisition of property and equipment	(94)	(152)
<b>Net cash used in investing activities</b>	<b><u>(94)</u></b>	<b><u>(152)</u></b>
<b>Cash flow from financing activities:</b>		
Dividends paid	(980,771)	(980,250)
Acquisition of loans	106,399	404,160
Payment of other borrowings from banks	(294,886)	(105,288)
Bonds Issuance	400,000	0
<b>Net cash from financing activities</b>	<b><u>(769,258)</u></b>	<b><u>(681,378)</u></b>
Effect of exchange rate difference on cash	(371)	88
Change in cash and cash equivalents	24,563	(1,941)
Cash and cash equivalents as of the beginning of the period	<u>47,280</u>	<u>12,164</u>
<b>Cash and cash equivalents as of the end of the period</b>	<b><u><u>71,843</u></u></b>	<b><u><u>10,223</u></u></b>
<b>Additional information:</b>		
Payment of Interest	106,125	91,621