

BANCO GNB SUDAMERIS S.A. AND SUBSIDIARIES

Condensed Consolidated Interim Statements of Financial Position

For the periods ended September 30, 2024 and December 31, 2023

(Stated in millions of COP)

ASSETS	September 30, 2024	December 31, 2023	LIABILITIES AND EQUITY	September 30, 2024	December 31, 2023
	(Unaudited)			(Unaudited)	
			LIABILITIES		
CASH AND CASH EQUIVALENTS	12,259,169	14,241,248	FINANCIAL LIABILITIES AT FAIR VALUE		
			Derivatives	29,344	93,942
FINANCIAL ASSETS AT FAIR VALUE			FINANCIAL LIABILITIES AT AMORTIZED COST		
In debt securities	7,230,438	7,881,442	Customer deposits		
In equity instruments	968,415	93,991	Checking accounts	4,442,409	4,251,402
Total securities	8,198,853	7,975,433	Savings accounts	17,873,333	17,335,874
Derivatives	21,001	141,010	Term Deposits	14,791,211	13,643,357
Total financial assets at fair value	8,219,854	8,116,443		37,106,953	35,230,633
AT AMORTIZED COST			Financial Obligations		
In debt securities at amortized cost, net	1,896,354	1,682,411	Short-term financial obligations	5,306,888	7,550,964
	1,896,354	1,682,411	Obligations with rediscount entities and foreign banks	2,304,856	2,548,016
Loans portfolio			Total debt	7,611,744	10,098,980
Commercial	18,179,802	17,485,484	Long-term financial obligations	3,396,460	3,081,187
Consumer	8,188,717	7,745,457	Total financial liabilities	11,008,204	13,180,167
Mortgage	946,364	890,245	FINANCE LEASE LIABILITIES	115,359	79,221
Impairment allowance	(800,892)	(773,833)	EMPLOYEE BENEFITS	94,592	80,471
Total loan portfolio, net	26,513,991	25,347,353	PROVISIONS		
Other accounts receivable, net	424,990	338,877	For legal contingencies	15,217	15,763
Total financial assets at amortized cost	28,835,335	27,368,641	Other provisions	37,815	21,528
NON-CURRENT ASSETS HELD FOR SALE, NET	103,518	55,642	INCOME TAX LIABILITY		
INCOME TAX ASSETS			Current (Paraguay)	3,205	12,778
Current	717,757	630,163	ADVANCES CAPITAL INCREASE	9,977	-
Deferred	245,775	96,448	OTHER LIABILITIES	524,336	458,647
TANGIBLE ASSETS, NET			TOTAL LIABILITIES	48,945,002	49,173,150
Investment properties	398,785	397,124	EQUITY		
Own property and equipment, net of depreciation	1,075,308	1,033,436	Controlling interests		
Right-of-use property and equipment, net of depreciation	104,996	70,359	Subscribed and paid-in capital	74,966	74,966
Total tangible assets	1,579,089	1,500,919	Share issue premium	786,469	786,469
INTANGIBLE ASSETS, NET			Retained earnings	1,804,361	1,755,732
Goodwill	685,380	656,197	Net income for the periods	167,215	182,730
Other intangible assets	53,058	59,809	Income from prior years	1,637,146	1,573,002
Total intangible assets	738,438	716,006	Other comprehensive income	329,287	319,352
OTHER ASSETS, NET	260,799	265,112	Total equity of controlling interests	2,995,083	2,936,519
TOTAL ASSETS	52,959,734	52,990,622	Non-controlling interests	1,019,649	880,953
			TOTAL EQUITY	4,014,732	3,817,472
			TOTAL LIABILITIES AND EQUITY	52,959,734	52,990,622

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BANCO GNB SUDAMERIS S.A. AND SUBSIDIARIES

Condensed Consolidated Interim Statements of Income

For the six-month and three-month periods ended September 30, 2024 and 2023 (Unaudited)

(Stated in millions of COP, except for net profit per share)

	January 1 to September 30, 2024	January 1 to September 30, 2023	April 1 to September 30, 2024	April 1 to September 30, 2023
	(Unaudited)		(Unaudited)	
Interest income from financial assets at amortized cost				
Interest on loan portfolio	2,361,915	2,434,757	748,787	853,767
Interest on debt securities at amortized cost	91,026	87,633	28,318	31,986
Other interest	390,132	435,396	96,393	117,821
Total interest income	2,843,073	2,957,786	873,498	1,003,574
Interest expense on deposits financing financial assets at amortized cost				
Deposits				
Checking accounts	84,222	101,125	20,566	28,683
Term deposit	916,166	869,307	294,147	325,340
Savings deposits	1,110,767	1,204,973	308,397	369,956
Total interest expense on deposits	2,111,155	2,175,405	623,110	723,979
Expense for financial obligations and other interest				
Short-term financial obligations	13,658	6,749	6,247	4,758
Long-term financial obligations	239,937	238,783	81,604	91,061
Bonds and investment securities	188,126	215,341	63,491	67,032
Obligations with rediscount entities	92,851	111,594	25,485	38,311
Interest on lease liabilities	5,543	5,802	1,295	(1,163)
Total interest expenses	2,651,270	2,753,674	801,232	923,978
Net interest income from financial assets at amortized cost	191,803	204,112	72,266	79,596
Impairment loss on financial assets at amortized cost				
Loan portfolio and interest receivable	(1,463,245)	(838,587)	(646,855)	(244,407)
Assets received as payment and reposessions	1,850	-	1,725	-
Impairment loss on investments	(334)	(70)	251	(35)
Recovered loans and receivables	1,131,008	535,263	521,274	167,921
Net interest after impairment losses on financial assets	(142,618)	(99,282)	(54,789)	3,075
Commissions and fees				
Commission and fee income	346,277	329,595	121,763	104,830
Commission and fee expenses	(165,403)	(148,054)	(62,255)	(49,930)
Net fee and commission income	180,874	181,541	59,508	54,900
Valuation of financial assets measured at fair value				
Gain from valuation of debt securities at fair value	529,888	621,124	192,114	161,160
Gain from valuation of equity instruments at fair value	257,481	12,312	130,244	5,618
Valuation income on derivative instruments	(10,485)	28,513	5,366	(2,918)
Income from valuation of financial assets at fair value	776,884	661,949	327,724	163,860
Net interest, commissions, fees and valuation income	815,140	744,208	332,443	221,835
Other income				
Sale of investments	51,918	59,167	17,046	4,851
Dividends	18,146	2,709	15,866	-
Exchange difference, net	72,736	47,092	9,141	63,578
Industrial and service income - Hotels	39,192	39,872	12,552	12,308
Others	150,731	129,292	48,441	40,974
Total other income	332,723	278,132	103,046	121,711
Other expenses				
Personnel expenses	270,681	247,864	95,288	80,046
Loss on sale of investments	13,855	30,478	1,935	9,796
General administrative expenses	245,915	196,897	91,006	78,357
Depreciation expenses	14,894	15,821	5,696	4,012
Depreciation of right-of-use assets	15,084	23,155	5,562	6,430
Amortization expenses	3,395	3,843	1,134	1,207
Service costs - Hotels	15,672	14,927	5,121	4,980
Others	265,264	233,546	100,747	78,334
Total other expenses	844,760	766,531	306,489	263,162
Profit before income taxes	303,103	255,809	128,999	80,384
Income tax	22,541	44,762	20,748	11,084
NET INCOME FOR THE PERIOD	280,562	211,047	108,251	69,300
Profit from continuing operations attributable to:				
Controlling interests	167,215	126,921	69,423	40,684
Non-controlling interests	113,347	84,126	38,828	28,616
	280,562	211,047	108,251	69,300
Net profit per share of controlling stockholders (in COP)	892	677	370	217

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BANCO GNB SUDAMERIS S.A. AND SUBSIDIARIES

Condensed Consolidated Interim Statements of Other Comprehensive Income

For the six-month and three-month periods ended September 30, 2024 and 2023 (Unaudited)

(Stated in millions of COP)

		January 1 to September 30, 2024	January 1 to September 30, 2023	April 1 to September 30, 2024	April 1 to September 30, 2023
		(Unaudited)		(Unaudited)	
NET INCOME FOR THE PERIOD	\$	<u>280,562</u>	<u>211,047</u>	<u>108,252</u>	<u>69,300</u>
Components of other comprehensive income net of taxes					
Items that may be subsequently reclassified to income					
Translation of investment in foreign subsidiaries		139,158	(353,603)	44	(118,137)
Exchange difference in hedging of long-term financial liabilities		(179,676)	352,062	(14,629)	31,052
Differences between the allowance and impairment recorded in the calculation of the separate and consolidated financial statements		(79,424)	192	(27,117)	(9,219)
Deferred income tax		98,549	(1,531)	16,068	1,270
		<u>(21,393)</u>	<u>(2,880)</u>	<u>(25,634)</u>	<u>(95,034)</u>
Items that will not be reclassified to income					
Revaluation of assets		31,328	41,227	4,598	7,499
Total other comprehensive income for the period, net of taxes	\$	<u>9,935</u>	<u>38,347</u>	<u>(21,036)</u>	<u>(87,535)</u>
Total other comprehensive income for the period	\$	<u>290,497</u>	<u>249,394</u>	<u>87,216</u>	<u>(18,235)</u>

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BANCO GNB SUDAMERIS S.A. AND SUBSIDIARIES

Condensed Consolidated Interim Statements of Changes in Shareholders' Equity

For the six-month periods ended September 30, 2024 and 2023 (Unaudited)

(Stated in millions of COP)

	Share Capital	Share issue premium	Net Income for the Period	Retained earnings	Total Retained Earnings	Other Comprehensive Income	Total Controlling Interests	Non-controlling Interests	Shareholders' Equity
Balance at December 31, 2022	<u>74,966</u>	<u>1,009,399</u>	<u>202,049</u>	<u>1,394,570</u>	<u>1,596,619</u>	<u>443,663</u>	<u>3,124,647</u>	<u>745,265</u>	<u>3,869,912</u>
Transfer to retained earnings	-	-	(202,049)	202,049	-	-	-	-	-
Sale of stake in subsidiary	-	(222,930)	-	146,511	146,511	-	(76,419)	76,419	-
Net movement in other comprehensive income	-	-	-	-	-	38,347	38,347	-	38,347
Payment of dividends	-	-	-	(156,326)	(156,326)	-	(156,326)	(82,205)	(238,531)
Bonds cancellation - first time application	-	-	-	(9,393)	(9,393)	-	(9,393)	-	(9,393)
Non-controlling interests	-	-	-	-	-	-	-	(9,482)	(9,482)
Income for the period	-	-	126,921	-	126,921	-	126,921	84,126	211,047
Balance at September 30, 2023 (Unaudited)	<u>\$ 74,966</u>	<u>786,469</u>	<u>126,921</u>	<u>1,577,411</u>	<u>1,704,332</u>	<u>482,010</u>	<u>3,047,777</u>	<u>814,123</u>	<u>3,861,900</u>

	Share Capital	Share Premium	Net Income for the Period	Retained earnings	Total Retained Earnings	Other Comprehensive Income	Total Controlling Interests	Non-controlling Interests	Shareholders' Equity
Balance at December 31, 2023	<u>74,966</u>	<u>786,469</u>	<u>182,730</u>	<u>1,573,002</u>	<u>1,755,732</u>	<u>319,352</u>	<u>2,936,519</u>	<u>880,953</u>	<u>3,817,472</u>
Transfer to retained earnings	-	-	(182,730)	182,730	-	-	-	-	-
Compensation for impairment of indirect assets of foreign subsidiaries	-	-	-	(22,774)	(22,774)	-	(22,774)	-	(22,774)
Net movement in other comprehensive income	-	-	-	-	-	9,935	9,935	-	9,935
Payment of dividends	-	-	-	(95,812)	(95,812)	-	(95,812)	-	(95,812)
Non-controlling interests	-	-	-	-	-	-	-	25,350	25,350
Income for the period	-	-	167,215	-	167,215	-	167,215	113,346	280,561
Balance at September 30, 2024 (Unaudited)	<u>\$ 74,966</u>	<u>786,469</u>	<u>167,215</u>	<u>1,637,146</u>	<u>1,804,361</u>	<u>329,287</u>	<u>2,995,083</u>	<u>1,019,649</u>	<u>4,014,732</u>

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BANCO GNB SUDAMERIS S.A. AND SUBSIDIARIES
Condensed Consolidated Interim Statements of Cash Flow
For the six-month periods ended September 30, 2024 and 2023 (Unaudited)
(Stated in millions of COP)

	September 30, 2024	September 30, 2023
	(Unaudited)	
Cash flows from operating activities:		
Net income for the period	\$ 280,562	211,047
Reconciliation between income for the period and net cash provided by operating activities:		
Income tax	22,541	44,762
Depreciation of property and equipment	29,979	38,976
Amortization of intangible assets	3,395	3,843
Impairment of financial assets	1,463,245	838,587
Recovery of losses on financial assets	(1,131,008)	(535,263)
Loss (Gain) on valuation of trading derivatives	10,485	(28,513)
Gain on valuation of debt securities at amortized cost	(91,026)	(87,633)
Gain on valuation of investments at fair value	(787,368)	(633,436)
Gain on sale of investments	(38,062)	(28,689)
Impairment of investments	334	70
Gain on sale of property and equipment	(4,422)	(1,738)
Interest income from loan portfolio	(2,361,915)	(2,434,757)
Interest expense	2,651,271	2,753,674
Gain on valuation of investment properties	-	236
Currency exchange differences	127,317	(519,636)
Impairment of properties received as payment	1,850	-
Loss (Gain) on early termination of lease agreements	365	(623)
Gain on bond cancellation Opening Financial Statements	-	(9,393)
Changes in operating assets and liabilities:		
Increase in loan portfolio	(1,046,555)	(2,171,250)
Increase in other accounts receivable	(173,938)	(140,850)
Decrease in customer deposits	(1,060,342)	(2,885,530)
Decrease (Increase) in other assets	10,737	(95,275)
Increase in other liabilities	26,638	117,475
Decrease in allowances	(55,727)	(50,353)
Increase (Decrease) in employee benefit plans	12,028	(9,487)
Increase in short-term obligations	1,977,784	1,913,268
Principal payments on short-term obligations	(4,244,562)	(3,294,988)
Increase in obligations with development entities	183,446	88,412
Principal payments on loans with development entities	(519,844)	(164,686)
Net variation in non-current assets held for sale	(303)	14,348
Net variation in deferred and current taxes	(96,475)	(118,304)
Net movement of derivative transactions	45,962	55,768
Interest received	2,591,869	2,110,600
Interest paid	(364,994)	(362,930)
Variation in investments - Debt securities at fair value	1,353,656	2,047,688
Variation in investments - Equity securities	(506,793)	(286,117)
Net cash used in operating activities	(1,689,870)	(3,620,697)
Cash flows from investment activities:		
Variation in investments in debt securities at amortized cost	(100,333)	20,386
Acquisition of property and equipment	(9,249)	(35,901)
Disposal of property and equipment	2,674	-
Variation of intangible assets	7,341	3,186
Variation of investment properties	15,086	-
Net cash used in investment activities	(84,481)	(12,329)
Cash flows from financing activities:		
Interest paid on long-term debt	(128,474)	(169,112)
Dividends paid	(95,812)	(238,531)
Capital increase	9,977	-
Lease payments	(13,948)	(22,541)
Non-controlling interests	25,350	66,937
Net cash used in financing activities	(202,907)	(363,247)
Effect of exchange rate fluctuations on cash and cash equivalents	(4,821)	7,636
Net decrease in cash and cash equivalents	(1,982,079)	(3,988,637)
Cash and cash equivalents at beginning of the year	14,241,248	15,846,323
Cash and cash equivalents at end of the year	\$ 12,259,169	11,857,686

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