

## BANCO DE BOGOTÁ

### REPORT ON THE CONSOLIDATED FINANCIAL RESULTS FOR THE SECOND QUARTER OF 2014 <sup>(1)(2)</sup>

**Banco de Bogotá reports a consolidated net income result of COP 371 billion pesos for 2Q2014 with a 17.7% increase Vs 1Q2014 and 31.8% higher from 2Q2013 net income. As of June 30, 2014 Banco de Bogotá's total assets reached COP 104.9 trillion, total liabilities amounted COP 94.6 trillion and total equity came to COP 10.3 trillion.**

**Quarterly results as of June 30, 2014 show stable dynamics in our consolidated operation:**

- Solid balance sheet growth, with assets increasing by 20.6% and liabilities by 19.9%, annually.
- Net loan portfolio reaches COP 59,668 billion after growing 23.9% YoY, mainly supported by commercial and consumer lending.
- Improved loan portfolio quality in 2Q2014: PDL > 30 days / Total Loans decreases to 2.4% vs 2.7% in 1Q2014, and NPLs / Total Loans improves to 1.8% vs 1.9% in 1Q2014.
- Increased NPL coverage of 151.0% Vs 146.3% in 1Q2014.
- Deposits, main source of funding (70.0% of total liabilities), grow at a healthy rate of 20.2% annually.
- Improved regulatory capital ratio to 11.2% at June 30, 2014 Vs 11.0% at March 31, 2014.

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(1) The financial information presented in this report is expressed in Colombian pesos, hereby identified as COP, and is derived from the consolidated financial statements of Banco de Bogotá and its subsidiaries in which it holds directly or indirectly 50% or more of the outstanding voting shares, or in which it exercises effective control through an agreement with shareholders. These subsidiaries include: Leasing Bogotá S.A. Panamá, BAC Credomatic, Corporación Financiera Colombiana S.A. and its subsidiaries, Porvenir S.A., Banco de Bogotá S.A. Panamá and its subsidiaries, Fiduciaria Bogotá S.A., Almaviva S.A. and its subsidiaries, Casa de Bolsa S.A., Megalínea S.A., Ficentro, Bogotá Finance Corp. Leasing Bogotá Panamá owns 100% of BAC Credomatic. Such consolidated financial statements were prepared in accordance with the regulations of the Superintendency of Finance for financial institutions (including Resolution 3600 of 1988 and External Circular 100 of 1995) and, on issues not addressed by these regulations, generally accepted accounting principles prescribed by the Superintendency of Finance for banks licensed to operate in Colombia, consistently applied, together with such regulations, "Colombian Banking GAAP." The financial statements of foreign subsidiaries have been adjusted in order to adopt uniform accounting policies as required by Colombian Banking GAAP.

For the purpose of presenting financial information more clearly, starting with 2Q2013 report, we are separating Cash and cash equivalents and Interbank Funds, on the Balance Sheet. On the Income Statement, we are reallocating from Gain (Losses) on derivative operations, net, and Gains on sales of investments on equity securities, net, the amount related to Gain on valuation and sale of investments, net, in order to present the net value of investment income and its hedging operations.

This report is prepared with unaudited financial statements, for the first and third quarters of every year. In this report we refer to billions as thousands of millions, and to trillions as millions of millions COP. From 1Q2014 report, NIM calculation uses the following formula: Net Interest Income for the period annualized, excluding Equity Investments / Average assets for the period (interest earning assets), excluding Equity Investments.

(2) For the purpose of this report, annual variations refer to variations compared to the same quarter of the previous year and quarterly variations refer to variations compared to the immediately previous quarter.

**DISCLAIMER** This report is a summary and is not intended to contain all the particular details that might be required by members of the public who have access to it. Should this document contain comments that might be interpreted as future affirmations or expectations for the future, it is to be understood that such comments involve risk factors and uncertainty as well as assumptions. These factors include the following, among others: changes in economic conditions in Colombia, as well as in Central America, including the performance of exchange rates, interest rates and inflation; regulatory changes; changes in the political environment; and other factors that might affect our financial situation. Banco de Bogotá is under no obligation to update or revise this information.

- Good performance of quarterly net income (COP 371 billion in 2Q2014), with an annual increase of 31.8% and a quarterly increase of 17.7%.
- ROAA and ROAE improve to 1.8% and 14.7%, respectively, in 2Q2014 Vs 1.7% and 12.7%, respectively, in 1Q2014. NIM, 5.5% in 2Q2014, is slightly lower from 1Q2014 (5.6%).
- Efficiency continues improving trend: 49.6% in 2Q2014, from 50.0% in 1Q2014. This ratio stood at 53.1% in 2Q2013.

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CONSOLIDATED BALANCE SHEET								
(Millions of Colombian Pesos)	Quarter			Growth 2Q14/2Q13		Growth 2Q14/1Q14		
	2Q-2013	1Q-2014	2Q-2014	Abs.	%	Abs.	%	
<b>Assets</b>								
Cash and due from banks	7,981,762	10,792,390	11,613,438	3,631,676	45.5	821,048	7.6	
Interbank funds	2,581,242	1,463,899	1,214,113	-1,367,129	-53.0	-249,786	-17.1	
Investments:								
Debt Securities	13,087,649	15,546,690	14,332,505	1,244,856	9.5	-1,214,185	-7.8	
Equity Securities	3,491,734	3,726,009	3,926,637	434,903	12.5	200,628	5.4	
Provisions	-4,506	-4,198	-4,161	345	-7.7	37	-0.9	
<b>Total Net Investments</b>	<b>16,574,877</b>	<b>19,268,501</b>	<b>18,254,981</b>	<b>1,680,104</b>	<b>10.1</b>	<b>-1,013,520</b>	<b>-5.3</b>	
Loans and Leasing:								
Commercial Loans	31,133,650	37,858,207	38,312,885	7,179,235	23.1	454,678	1.2	
Consumer Loans	11,822,254	14,244,240	14,387,627	2,565,373	21.7	143,387	1.0	
Microcredit	268,933	323,998	327,920	58,987	21.9	3,922	1.2	
Mortgage Loans	4,065,209	5,724,803	5,672,905	1,607,696	39.5	-51,898	-0.9	
Financial Leases	2,253,629	2,497,033	2,602,207	348,578	15.5	105,174	4.2	
Provisions for Loans & Leases	-1,402,362	-1,701,552	-1,635,306	-232,944	16.6	66,246	-3.9	
<b>Total Loans &amp; Financial Leases, Net</b>	<b>48,141,313</b>	<b>58,946,729</b>	<b>59,668,238</b>	<b>11,526,925</b>	<b>23.9</b>	<b>721,509</b>	<b>1.2</b>	
Property, Plant & Equipment, Net	1,338,145	1,543,121	1,531,939	193,794	14.5	-11,182	-0.7	
Goodwill	2,881,669	4,109,960	3,944,334	1,062,665	36.9	-165,626	-4.0	
Reappraisal of Assets	1,882,098	2,424,262	2,434,504	552,406	29.4	10,242	0.4	
Other Assets, Net <sup>(1)</sup>	5,597,985	6,256,812	6,276,958	678,973	12.1	20,146	0.3	
<b>Total Assets</b>	<b>86,979,091</b>	<b>104,805,674</b>	<b>104,938,505</b>	<b>17,959,414</b>	<b>20.6</b>	<b>132,831</b>	<b>0.1</b>	
<b>Liabilities and Equity</b>								
Deposits:								
Time Deposits	21,448,553	25,724,979	25,729,825	4,281,272	20.0	4,846	0.0	
Savings Deposits	19,188,544	22,173,658	23,482,906	4,294,362	22.4	1,309,248	5.9	
Checking Accounts	13,947,112	17,512,626	16,493,514	2,546,403	18.3	-1,019,112	-5.8	
Other	507,335	495,796	509,402	2,067	0.4	13,606	2.7	
<b>Total Deposits</b>	<b>55,091,544</b>	<b>65,907,059</b>	<b>66,215,647</b>	<b>11,124,104</b>	<b>20.2</b>	<b>308,588</b>	<b>0.5</b>	
Interbank and Overnight funds	3,655,212	5,005,496	5,241,988	1,586,776	43.4	236,492	4.7	
Borrowing from financial entities and other financial obligations	9,239,219	11,712,135	11,084,286	1,845,067	20.0	-627,849	-5.4	
Bonds	3,194,951	3,236,513	3,187,741	-7,210	-0.2	-48,772	-1.5	
Non-controlling interest	3,083,138	3,584,801	3,618,827	535,689	17.4	34,026	0.9	
Other Liabilities	4,683,369	5,397,548	5,292,487	609,118	13.0	-105,061	-1.9	
<b>Total Liabilities</b>	<b>78,947,433</b>	<b>94,843,552</b>	<b>94,640,976</b>	<b>15,693,544</b>	<b>19.9</b>	<b>-202,576</b>	<b>-0.2</b>	
<b>Equity</b>	<b>8,031,658</b>	<b>9,962,122</b>	<b>10,297,529</b>	<b>2,265,871</b>	<b>28.2</b>	<b>335,407</b>	<b>3.4</b>	
<b>Total Liabilities and Equity</b>	<b>86,979,091</b>	<b>104,805,674</b>	<b>104,938,505</b>	<b>17,959,415</b>	<b>20.6</b>	<b>132,831</b>	<b>0.1</b>	

(1) Other Assets, Net, includes: Acceptances and Derivatives, net Accounts Receivable, net Operational Leasing, Foreclosed Assets, Prepaid Expenses and Deferred Charges, Others.

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CONSOLIDATED STATEMENT OF INCOME							
(Millions of Colombian Pesos)	Quarter			Growth 2Q14/2Q13		Growth 2Q14/1Q14	
	2Q-2013	1Q-2014	2Q-2014	Abs.	%	Abs.	%
Total Interest Income	1,483,879	1,708,793	1,711,969	228,090	15.4	3,176	0.2
Total Interest Expense	543,169	625,127	639,457	96,288	17.7	14,330	2.3
<b>Net Interest Income</b>	<b>940,710</b>	<b>1,083,666</b>	<b>1,072,512</b>	<b>131,802</b>	<b>14.0</b>	<b>-11,154</b>	<b>-1.0</b>
Total Provisions, Net	204,224	189,181	246,576	42,352	20.7	57,395	30.3
<b>Net Interest Income after Net Provisions</b>	<b>736,486</b>	<b>894,485</b>	<b>825,936</b>	<b>89,450</b>	<b>12.1</b>	<b>-68,549</b>	<b>-7.7</b>
Total fees and income from services, net	576,191	610,524	642,677	66,486	11.5	32,153	5.3
Total Other Operating Income	189,757	245,637	163,947	-25,810	-13.6	-81,690	-33.3
<b>Total Operating Income</b>	<b>1,502,434</b>	<b>1,750,646</b>	<b>1,632,560</b>	<b>130,126</b>	<b>8.7</b>	<b>-118,086</b>	<b>-6.7</b>
Total Operating Expenses	961,721	1,039,776	1,002,594	40,873	4.2	-37,182	-3.6
Total Non-Operating Income, Net	59,100	19,737	79,498	20,398	34.5	59,761	302.8
Income Tax Expense	-245,355	-282,617	-243,972	1,383	-0.6	38,645	-13.7
<b>Net Profit</b>	<b>354,458</b>	<b>447,990</b>	<b>465,492</b>	<b>111,034</b>	<b>31.3</b>	<b>17,502</b>	<b>3.9</b>
Non-controlling interest	72,719	132,380	94,104	21,385	29.4	-38,276	-28.9
<b>Net Profit Attributable to Shareholders</b>	<b>281,739</b>	<b>315,610</b>	<b>371,388</b>	<b>89,649</b>	<b>31.8</b>	<b>55,778</b>	<b>17.7</b>

PERFORMANCE RATIOS					
	2Q-2013	1Q-2014	2Q-2014	Jan-Jun 2013	Jan-Jun 2014
<b>Profitability Ratios</b>					
Net Interest Margin <sup>(1)</sup>	6.0%	5.6%	5.5%	6.3%	5.6%
Yield on Loans <sup>(2)</sup>	10.8%	9.9%	9.9%	11.0%	9.9%
Yield on Investments <sup>(3)</sup>	5.2%	5.4%	5.2%	6.7%	5.3%
ROAA <sup>(4)</sup>	1.7%	1.7%	1.8%	2.5%	1.8%
ROAE <sup>(5)</sup>	14.0%	12.7%	14.7%	19.1%	13.6%
<b>Efficiency Ratio</b>					
Operating Expenses before Depreciation & Amortization / Total Operating Income before Provisions	53.1%	50.0%	49.6%	46.5%	49.8%
<b>Capital Adequacy</b>					
Capital Adequacy Ratio (Technical Capital / Risk Weighted Assets)	14.5%	11.0%	11.2%	14.5%	11.2%
<b>Loan Quality</b>					
Non-performing Loans / Gross Loans <sup>(6)</sup>	1.6%	1.9%	1.8%	1.6%	1.8%
Delinquency Ratio	2.2%	2.7%	2.4%	2.2%	2.4%
Past Due Loans over 90 days ratio	1.2%	1.4%	1.4%	1.2%	1.4%
C, D & E Loans / Gross Loans	3.7%	3.9%	3.8%	3.7%	3.8%
Loan Provision / Non-performing Loans	177.7%	146.3%	151.0%	177.7%	151.0%
Loan Provision / Past-due Loans over 30 days	127.9%	105.4%	112.5%	127.9%	112.5%
Loan Provision / Past-due Loans over 90 days	229.1%	193.6%	189.8%	229.1%	189.8%
Loan Provision / C, D & E Loans	75.6%	71.5%	69.9%	75.6%	69.9%
Loan Provision / Gross Loans	2.8%	2.8%	2.7%	2.8%	2.7%
Provision Expenses / Average Loans	1.7%	1.2%	1.5%	1.5%	1.4%
Charge-offs / Average Loans	1.1%	0.8%	1.7%	1.0%	1.3%
<b>Balance Structure</b>					
Total Loans & Financial Leases, Net / Assets	55.3%	56.2%	56.9%	55.3%	56.9%
Deposits / Total Loans & Financial Leases, Net	114.4%	111.8%	111.0%	114.4%	111.0%
<b>Statistical Figures</b>					
Number of Customers <sup>(7)</sup>	14,922,070	15,836,741	16,175,966		
Number of Employees <sup>(8)</sup>	36,762	42,366	42,609		
Number of Branches <sup>(9)</sup>	1,323	1,464	1,467		
Number of ATMs <sup>(10)</sup>	2,827	3,245	3,286		
USD Exchange Rate	1,929.00	1,969.45	1,881.19		

(1) Net Interest Income for the period, annualized. Does not include Investments in Debt Securities / Monthly Average Performing Assets (interest earning assets). Does not include Investments in Debt Securities.

(2) Loans and Financial Leases Yield: Quarterly Interest Income on Loans, annualized to Quarterly average loans and financial leases.

(3) Investment Yield: Quarterly Interest Income on Debt Investment Securities and Interbank Funds, annualized to Average Debt Investment Securities and Interbank Funds.

(4) Net Profit for the period, annualized / Average Assets for the present period and the immediately previous period.

(5) Net Profit Attributable to Shareholders for the period, annualized / Average Equity for the present period and the immediately previous period.

(6) Non-performing loans: microcredit 31 or more days overdue, mortgage and consumer loans 61 or more days overdue, commercial loans 91 or more days overdue.

(7) In June 2014 it includes: Banco de Bogotá: 4,375,291; BAC Credomatic: 3,191,188; Porvenir: 8,538,978; Corficolombiana: 668; Other subsidiaries: 69,841.

Porvenir includes the total net affiliates and affiliates from AFP Horizonte. Corficolombiana's number of clients refers to Corficolombiana Individual.

(8) Includes directly hired employees and employees hired through temporary or outsourcing companies.

(9) June 2014: Banco de Bogotá: 700; BAC Credomatic: 628. Does not include: non-banking correspondents, electronic service points nor payment collection centers.

(10) June 2014: Banco de Bogotá: 1,706; BAC Credomatic: 1,580.

## Consolidated Balance Sheet.

### 1. Assets.

At June 30, 2014, Banco de Bogotá's consolidated assets totaled COP 104,939 billion, 20.6% annual increase. This growth comes mainly from increased net loan portfolio (23.9%) as well as from net investment portfolio growth (10.1%). Annual asset growth, excluding recent acquisitions, was 13.5%.

#### 1.1. Loan Portfolio.

Banco de Bogotá's consolidated gross loan portfolio increased COP 655 billion (at a quarterly rate of 1.1%) to a total of COP 61,304 billion. All loan portfolio types (commercial, consumer, mortgage and leasing) showed a positive annual and quarterly performance.

Loan portfolio structure for Banco de Bogotá Consolidated as of June 30, 2014 sustains a 62.5% share in commercial loan portfolio, followed by 23.5% in consumer loan portfolio, 9.3% in mortgage loans and 4.2% in leasing operations.

Additional details on the Bank's consolidated loan portfolio by product type, are provided in the table below:

Consolidated Loan Portfolio Distribution									
(Millions of Colombian Pesos)	Quarter			% of Loans (2Q-2014)	Growth 2Q14/2Q13		Growth 2Q14/1Q14		
	2Q-2013	1Q-2014	2Q-2014		Abs.	%	Abs.	%	
<b>Commercial Loans</b>									
General Purpose Loans	22,237,442	26,712,723	27,797,811	45.3	5,560,370	25.0	1,085,088	4.1	
Working Capital	7,538,329	9,410,056	8,821,109	14.4	1,282,780	17.0	-588,947	-6.3	
Loans Financed by Development Banks	930,703	1,110,684	1,135,410	1.9	204,707	22.0	24,726	2.2	
Overdrafts	214,018	347,016	282,899	0.5	68,881	32.2	-64,117	-18.5	
Credit Cards	213,159	277,729	275,656	0.4	62,497	29.3	-2,073	-0.7	
<b>Total Commercial Loans</b>	<b>31,133,650</b>	<b>37,858,207</b>	<b>38,312,885</b>	<b>62.5</b>	<b>7,179,235</b>	<b>23.1</b>	<b>454,678</b>	<b>1.2</b>	
<b>Consumer Loans</b>									
Personal	5,113,852	6,841,449	6,991,850	11.4	1,877,998	36.7	150,402	2.2	
Credit Cards	5,031,526	5,560,139	5,556,907	9.1	525,381	10.4	-3,233	-0.1	
Vehicle	1,607,165	1,767,023	1,767,762	2.9	160,597	10.0	739	0.0	
Overdrafts	68,977	75,628	71,108	0.1	2,131	3.1	-4,521	-6.0	
General Purpose Loans	394	0	0	0.0	-394	-100.0	0	0.0	
Working Capital	340	0	0	0.0	-340	-100.0	0	0.0	
<b>Total Consumer Loans</b>	<b>11,822,254</b>	<b>14,244,240</b>	<b>14,387,627</b>	<b>23.5</b>	<b>2,565,373</b>	<b>21.7</b>	<b>143,387</b>	<b>1.0</b>	
<b>Microcredit</b>	<b>268,933</b>	<b>323,998</b>	<b>327,920</b>	<b>0.5</b>	<b>58,987</b>	<b>21.9</b>	<b>3,922</b>	<b>1.2</b>	
<b>Leasing</b>	<b>2,253,629</b>	<b>2,497,033</b>	<b>2,602,207</b>	<b>4.2</b>	<b>348,578</b>	<b>15.5</b>	<b>105,174</b>	<b>4.2</b>	
<b>Mortgage Loans</b>	<b>4,065,209</b>	<b>5,724,803</b>	<b>5,672,905</b>	<b>9.3</b>	<b>1,607,696</b>	<b>39.5</b>	<b>-51,898</b>	<b>-0.9</b>	
<b>Total Gross Loans</b>	<b>49,543,675</b>	<b>60,648,281</b>	<b>61,303,544</b>	<b>100.0</b>	<b>11,759,869</b>	<b>23.7</b>	<b>655,263</b>	<b>1.1</b>	
<b>Provisions</b>	<b>-1,402,362</b>	<b>-1,701,552</b>	<b>-1,635,306</b>		<b>-232,944</b>	<b>16.6</b>	<b>66,246</b>	<b>-3.9</b>	
<b>Total Net Loan Portfolio</b>	<b>48,141,313</b>	<b>58,946,729</b>	<b>59,668,238</b>		<b>11,526,925</b>	<b>23.9</b>	<b>721,509</b>	<b>1.2</b>	

As of June 30, 2014, 67.1% of Banco de Bogotá's Consolidated loans are in Colombia and 32.9% are foreign loans (mainly reflecting BAC Credomatic operations in Central America). Domestic loans grew 3.5% quarterly, and 17.3% annually, with sustained increases in all portfolios. Total foreign loans grow at 39.3% annually and decrease 3.5% quarterly, mainly due to the effect of dollar/peso exchange rate revaluation. This loan portfolio expressed in USD grows 1.0% quarterly.

Domestic and Foreign Loans - Banco de Bogotá Consolidated								
(Millions of Colombian Pesos)	Quarter			Growth 2Q14/2Q13		Growth 2Q14/1Q14		
	2Q-2013	1Q-2014	2Q-2014	Abs.	%	Abs.	%	
Domestic Loans:								
Commercial Loans	26,165,166	29,391,803	30,303,038	4,137,872	15.8	911,235	3.1	
Consumer Loans	6,333,017	7,011,232	7,269,485	936,467	14.8	258,253	3.7	
Microcredit	268,933	323,998	327,920	58,987	21.9	3,922	1.2	
Financial Leases	1,914,509	2,108,502	2,217,684	303,175	15.8	109,182	5.2	
Mortgages	389,578	907,136	1,021,568	631,990	162.2	114,432	12.6	
<b>Total Domestic Loans</b>	<b>35,071,202</b>	<b>39,742,671</b>	<b>41,139,694</b>	<b>6,068,492</b>	<b>17.3</b>	<b>1,397,023</b>	<b>3.5</b>	
Foreign Loans:								
Commercial Loans	4,968,485	8,466,405	8,009,848	3,041,363	61.2	-456,557	-5.4	
Consumer Loans	5,489,237	7,233,007	7,118,143	1,628,906	29.7	-114,865	-1.6	
Financial Leases	339,121	388,531	384,524	45,403	13.4	-4,007	-1.0	
Mortgages	3,675,631	4,817,667	4,651,337	975,706	26.5	-166,330	-3.5	
<b>Total Foreign Loans</b>	<b>14,472,472</b>	<b>20,905,609</b>	<b>20,163,851</b>	<b>5,691,379</b>	<b>39.3</b>	<b>-741,758</b>	<b>-3.5</b>	
<b>Total Gross Loans</b>	<b>49,543,675</b>	<b>60,648,281</b>	<b>61,303,544</b>	<b>11,759,869</b>	<b>23.7</b>	<b>655,263</b>	<b>1.1</b>	

In keeping with the Bank's strategy in Colombia, higher quarterly growth in relative terms is in mortgage and in consumer lending, 12.6% and 3.7% respectively. Commercial loan portfolio shows a 3.1% quarterly increase. Consequently, Banco de Bogotá sustains its 14.0% market share<sup>(3)</sup> in gross loans, at the end of 2Q2014. In the operation of BAC Credomatic in Central America, gross loan portfolio (USD 10.7 million) reaches 9.0% regional market share at June 2014.

Banco de Bogotá's Consolidated loan quality portfolio quality ratios improve during the quarter: the ratio of CDE loans to total loans is 3.8% as of June 30, 2014 versus 3.9% in 1Q2014. The ratio of 30 days past due loans to total gross loans is 2.4% as of 2Q2014 vs. 2.7% in 1Q2014. The 90 days past due loans to total gross loans' ratio remains at 1.4% in 2Q2014. The ratio of NPLs<sup>(4)</sup> to total gross loans is 1.8% as of June 30, 2014 versus 1.9% at 1Q2014.

Coverage indicators as of June, 2014 are as follows: Allowance over CDE loans stands at 69.9%; Allowance over 30 days past due loans stands at 112.5%; Allowance over 90 days past due loans stands at 189.8%. Loans and financial leases provision expense to average total loans was 1.5% in 2Q2014 vs. 1.2% in 1Q2014.

(3) Source: Banking System Report June 2014, Asobancaria.

(4) Non-performing loans: microcredit 31 or more days overdue, mortgage and consumer loans 61 or more days overdue, commercial loans 91 or more days overdue.

The table below outlines the distribution of the loan and leasing portfolio, based on risk classifications according to the standards of the Colombian Superintendency of Finance<sup>(5)</sup>.

Consolidated Distribution of Loans & Financial Leases								
(Millions of Colombian Pesos)	2Q-2013		1Q-2014		2Q-2014		Growth 2Q14/2Q13	Growth 2Q14/1Q14
	Amount	% Loans	Amount	% Loans	Amount	% Loans		
"A" Normal	46,301,507	93.5	56,422,945	93.0	57,257,136	93.4	23.7	1.5
"B" Acceptable	1,387,820	2.8	1,846,397	3.0	1,706,619	2.8	23.0	-7.6
"C" Defficient	1,134,156	2.3	1,412,956	2.3	1,431,576	2.3	26.2	1.3
"D" Doubtful Recovery	459,559	0.9	598,441	1.0	602,992	1.0	31.2	0.8
"E" Uncollectable	260,633	0.5	367,541	0.6	305,222	0.5	17.1	-17.0
<b>Total Loans &amp; Financial Leases</b>	<b>49,543,675</b>	<b>100.0</b>	<b>60,648,281</b>	<b>100.0</b>	<b>61,303,544</b>	<b>100.0</b>	<b>23.7</b>	<b>1.1</b>
"C", "D" & "E" Loans / Total Loan Portfolio	3.7%		3.9%		3.8%			
PDLs over 30 days / Total Loan Portfolio	2.2%		2.7%		2.4%			
NPLs / Total Loan Portfolio	1.6%		1.9%		1.8%			
Allowance / "C", "D" & "E" Loans	75.6%		71.5%		69.9%			
Allowance / PDLs over 30 days	127.9%		105.4%		112.5%			
Allowance / NPLs	177.7%		146.3%		151.0%			
Allowance / Total Loans	2.8%		2.8%		2.7%			
Provision expense, net / "C", "D" & "E" Loans	43.4%		30.9%		38.2%			
Provision expense, net / PDLs over 30 days	73.4%		45.5%		61.5%			
Provision expense, net / NPLs	102.1%		63.1%		82.5%			
Provision expense, net / Average Total Loans	1.7%		1.2%		1.5%			
Charge Off / Average Total Loans	1.1%		0.8%		1.7%			

## 1.2 Investments.

Banco de Bogotá's net investment portfolio came to COP 18,255 billion at June 30, 2014, annual increase of 10.1% and quarterly decrease of 5.3% respectively.

This portfolio primarily includes fixed income securities (debt securities), which account for 78.5% of the total, COP 14,332 billion. The remaining 21.5% of Banco de Bogotá's consolidated investments is represented by investments in equity securities mainly made by Corporación

(5) The Superintendency of Finance prescribes the minimum risk classifications for loans and financial leases. Management assigns loans and financial leases to these classifications on the basis of models developed by management and reviewed by the Superintendency of Finance. These models incorporate both subjective and objective criteria.

Category A — "Normal risk": Loans and financial leases in this category are appropriately serviced. The debtor's financial statements or its projected cash flows, as well as all other credit information available to us, reflect adequate paying capacity.

Category B — "Acceptable risk, above normal": Loans and financial leases in this category are acceptably serviced and guaranty-protected, but there are weaknesses which may potentially affect, on a transitory or permanent basis, the debtor's paying capacity or its projected cash flows, to the extent that, if not timely corrected, would affect the normal collection of credit or contracts.

Category C — "Appreciable risk": Loans and financial leases in this category have debtors with insufficient paying capacity or relate to projects with insufficient cash flow, which may compromise the normal collection of the obligations.

Category D — "Significant risk": Loans and financial leases in this category have the same deficiencies as loans in category C, but to a larger extent; consequently, the probability of collection is highly doubtful.

Category E — "Risk of non-recoverability": Loans and financial leases in this category are deemed uncollectable.

Financiera Colombiana. Fixed income investment portfolio decreased 7.8% (-COP 1,214 billion) in 2Q2014, mainly from lower investments on public debt securities due to market conditions, whilst equity securities portfolio increased by 5.4% (COP 201 billion).

Banco de Bogotá's Consolidated total investments classified by type, term and currency, are shown in the following table:

Consolidated Distribution of Investment Securities, net								
(Millions of Colombian Pesos)	2Q-2013		1Q-2014		2Q-2014		Growth (%) 2Q14/2Q13	Growth (%) 2Q14/1Q14
	Amount	% Inv.	Amount	% Inv.	Amount	% Inv.		
Investments on Debt Securities:								
Trading	3,581,749	21.6	3,324,923	17.3	2,578,217	14.1	-28.0	-22.5
Available for Sale	7,892,163	47.6	10,555,977	54.8	10,047,767	55.0	27.3	-4.8
Held to Maturity	1,613,737	9.7	1,665,790	8.6	1,706,521	9.3	5.7	2.4
<b>Total Debt Securities</b>	<b>13,087,649</b>	<b>79.0</b>	<b>15,546,690</b>	<b>80.7</b>	<b>14,332,505</b>	<b>78.5</b>	<b>9.5</b>	<b>-7.8</b>
Investments on Equity Securities:								
Trading	1,326,202	8.0	1,410,921	7.3	1,563,904	8.6	17.9	10.8
Available for Sale	2,165,532	13.1	2,315,088	12.0	2,362,733	12.9	9.1	2.1
<b>Total Equity Securities</b>	<b>3,491,734</b>	<b>21.1</b>	<b>3,726,009</b>	<b>19.3</b>	<b>3,926,637</b>	<b>21.5</b>	<b>12.5</b>	<b>5.4</b>
<i>Allowance for investment securities</i>	<i>-4,506</i>	<i>0.0</i>	<i>-4,198</i>	<i>0.0</i>	<i>-4,161</i>	<i>0.0</i>	<i>-7.7</i>	<i>-0.9</i>
<b>Investment Securities, net</b>	<b>16,574,877</b>	<b>100.0</b>	<b>19,268,501</b>	<b>100.0</b>	<b>18,254,981</b>	<b>100.0</b>	<b>10.1</b>	<b>-5.3</b>

2Q-2013 (Millions of Colombian Pesos)	1 year or less	1-5 years	5-10 years	10 years or more	Total
<i>Fixed Income Securities, net:</i>					
COP denominated	1,469,657	4,036,294	2,847,102	404,486	8,757,538
USD denominated	1,482,399	1,118,788	1,728,350	32	4,329,569
<b>Total Fixed Income Securities, net:</b>	<b>2,952,056</b>	<b>5,155,082</b>	<b>4,575,452</b>	<b>404,519</b>	<b>13,087,108</b>
(% of Total Fixed Income Sec.)	22.6%	39.4%	35.0%	3.1%	
<b>Equity Securities, net</b>					<b>3,487,769</b>
<b>Total Investment Securities, net</b>					<b>16,574,877</b>

1Q-2014 (Millions of Colombian Pesos)	1 year or less	1-5 years	5-10 years	10 years or more	Total
<i>Fixed Income Securities, net:</i>					
COP denominated	2,282,126	3,929,266	3,492,821	860,225	10,564,437
USD denominated	1,322,052	1,448,244	2,157,365	54,499	4,982,160
<b>Total Fixed Income Securities, net:</b>	<b>3,604,178</b>	<b>5,377,510</b>	<b>5,650,186</b>	<b>914,723</b>	<b>15,546,597</b>
(% of Total Fixed Income Sec.)	23.2%	34.6%	36.3%	5.9%	
<b>Equity Securities, net</b>					<b>3,721,903</b>
<b>Total Investment Securities, net</b>					<b>19,268,501</b>

2Q-2014 (Millions of Colombian Pesos)	1 year or less	1-5 years	5-10 years	10 years or more	Total
<i>Fixed Income Securities, net:</i>					
COP denominated	2,384,786	3,438,836	3,135,648	421,520	9,380,790
USD denominated	1,529,880	1,407,613	1,984,921	29,242	4,951,656
<b>Total Fixed Income Securities, net:</b>	<b>3,914,666</b>	<b>4,846,450</b>	<b>5,120,569</b>	<b>450,762</b>	<b>14,332,445</b>
(% of Total Fixed Income Sec.)	27.3%	33.8%	35.7%	3.1%	
<b>Equity Securities, net</b>					<b>3,922,536</b>
<b>Total Investment Securities, net</b>					<b>18,254,981</b>



### 1.3 Cash and due from Banks.

As of June 30, 2014, cash and cash equivalents had a balance of COP 11,613 billion, with quarterly and annual growth 7.6% and 45.5%, respectively.

### 1.4 Goodwill.

Goodwill as of June 30, 2014 was COP 3,944 billion, increasing 36.9% versus June 30, 2013 while decreasing 4.0% versus March 31, 2014. The increase year over year is primarily attributable to the goodwill generated in the acquisitions of BBVA Panamá (now known as BAC Panamá), Grupo Financiero Reformador Guatemala and AFP Horizonte. Quarterly decrease is explained by revaluation of the dollar/peso exchange rate which affects Goodwill in dollars, when translated to Colombian pesos.

Goodwill					
(Millions of Colombian Pesos)	2Q-2013	1Q-2014	2Q-2014	Growth (%) 2Q14/2Q13	Growth (%) 2Q14/1Q14
Megabanco	477,867	459,924	453,897	-5.0	-1.3
Horizonte - Individual	0	89,596	88,998	0.0	-0.7
Horizonte - Porvenir	350,318	343,790	341,500	-2.5	-0.7
EPISOL - Concesionaria Panamericana	126,279	123,253	122,236	-3.2	-0.8
Cía. Hotelera de Cartagena de Indias	7,630	7,447	7,378	-3.3	-0.9
BAC Credomatic	1,919,576	1,929,396	1,827,093	-4.8	-5.3
Banco BAC Panamá (before BBVA)	0	621,980	590,418	0.0	-5.1
Grupo Financiero Reformador	0	534,574	512,813	0.0	-4.1
<b>Total Goodwill Amortization</b>	<b>2,881,669</b>	<b>4,109,960</b>	<b>3,944,334</b>	<b>36.9</b>	<b>-4.0</b>

## 2. Liabilities.

Banco de Bogotá reported COP 94,641 billion in total consolidated liabilities as of June 30, 2014, with a 19.9% annual increase and a 0.2% quarterly decrease.

The Bank's main source of funds comes from deposits, which represent 70.0% of total liabilities. This funding is mainly complemented by interbank and overnight funds, borrowings from banks, acceptances and bonds, which represent 21.1% of total liabilities.

The average cost of funds<sup>(6)</sup> at the end of 2Q2014 reached 3.3%, same ratio as in 1Q2014, lower than 3.5% at 2Q2013.

(6) Cost from interest bearing liabilities, annualized / Quarterly average of interest bearing liabilities.

## 2.1 Deposits.

Banco de Bogotá's Consolidated deposits were COP 66,216 billion, at June 30, 2014, increasing annually by 20.2% and quarterly by 0.5%.

Banco de Bogotá's funding strategy has been able to maintain its broad deposit base both in Colombia and in Central America. At June 30, 2014, the mix of deposits continues to be balanced among the main three types: time deposits (38.9%), saving deposits (35.5%) and checking accounts (24.9%).

The following table contains a breakdown of Banco de Bogotá Consolidated deposits:

Consolidated Deposits								
(Millions of Colombian Pesos)	2Q-2013	1Q-2014	2Q-2014	Growth 2Q14/2Q13		Growth 2Q14/1Q14		
				Abs.	%	Abs.	%	
Checking Accounts	6,165,277	7,351,148	6,878,880	713,604	11.6	-472,268	-6.4	
Other	507,335	495,796	509,402	2,067	0.4	13,606	2.7	
<b>Non-interest bearing:</b>	<b>6,672,612</b>	<b>7,846,944</b>	<b>7,388,282</b>	<b>715,671</b>	<b>10.7</b>	<b>-458,662</b>	<b>-5.8</b>	
Checking Accounts	7,781,835	10,161,478	9,614,634	1,832,799	23.6	-546,844	-5.4	
Time deposits	21,448,553	25,724,979	25,729,825	4,281,272	20.0	4,846	0.0	
Savings deposits	19,188,544	22,173,658	23,482,906	4,294,362	22.4	1,309,248	5.9	
<b>Interest bearing:</b>	<b>48,418,932</b>	<b>58,060,115</b>	<b>58,827,365</b>	<b>10,408,433</b>	<b>21.5</b>	<b>767,250</b>	<b>1.3</b>	
<b>Total Deposits</b>	<b>55,091,544</b>	<b>65,907,059</b>	<b>66,215,647</b>	<b>11,124,104</b>	<b>20.2</b>	<b>308,588</b>	<b>0.5</b>	

As of June 30, 2014, 62.5% of the Bank's consolidated deposits come from Banco de Bogotá in Colombia and 31.1% from BAC Credomatic's operation in Central America. The remaining 5.1% is mainly represented by deposits in Corficolombiana, as detailed below.

Deposits - Banco de Bogotá Consolidated and Main Subsidiaries								
(Millions of Colombian Pesos)	Quarter			Growth 2Q14/2Q13		Growth 2Q14/1Q14		
	2Q-2013	1Q-2014	2Q-2014	Abs.	%	Abs.	%	
Banco de Bogotá Operation in Colombia	36,099,844	39,238,919	41,405,509	5,305,665	14.7	2,166,590	5.5	
BAC Credomatic Operation in Central America	14,706,044	21,525,407	20,610,174	5,904,130	40.1	-915,233	-4.3	
Corficolombiana	2,921,780	3,950,526	3,406,616	484,836	16.6	-543,910	-13.8	
<b>Banco de Bogotá Consolidated</b>	<b>55,091,544</b>	<b>65,907,059</b>	<b>66,215,647</b>	<b>11,124,104</b>	<b>20.2</b>	<b>308,588</b>	<b>0.5</b>	

## 2.2 Borrowings from banks and other.

Borrowings from financial entities and other financial obligations reached COP 11,084 billion at the end of 2Q2014; 20.0% annual increase and 5.4% quarterly decrease.

At June 30, 2014, interbank liability funds totaled COP 5,242 billion, showing a quarterly increase of 4.7% (COP 236 billion).

### 2.3 Bonds

At June 30, 2014, Banco de Bogotá's outstanding bonds totaled COP 3,188 billion, decreasing 1.5% vs March 31, 2014 and 0.2% vs June 30, 2013. Of total outstanding bonds, COP 2,647 billion are denominated in foreign currencies (USD \$600 million in subordinated debt and USD 500 million in senior debt). The balance is represented by subordinated debt issuances in the Colombian market.

### 2.4 Minority Interest.

Minority Interest in Banco de Bogotá reflects: (i) the minority stakes that third party shareholders hold in each of its direct consolidated subsidiaries (Corficolombiana, Porvenir, Almaviva, Fiduciaria Bogotá, Casa de Bolsa, Megalínea, Leasing Bogotá Panamá, Banco de Bogotá Panamá, Finance and Ficentro), and (ii) the minority stakes that third party shareholders hold in the consolidated subsidiaries at the entities level (Pizano and Gestión & Contacto). As of June 30, 2014 Minority Interest was COP 3,619 billion, a 17.4% increase vs June 30, 2013.

### 3. Shareholders' Equity and Regulatory Capital.

Banco de Bogotá's consolidated equity at June 30, 2014, COP 10,298 billion, increased annually COP 2,266 billion (28.2%) and quarterly COP 335 billion (3.4%). Annual variation is mainly explained by Banco de Bogotá's share issuance of COP 1,300 billion, at the end of 2013.

Consolidated Equity							
(Millions of Colombian Pesos)	2Q-2013	1Q-2014	2Q-2014	Growth 2Q14/2Q13		Growth 2Q14/1Q14	
				Abs.	%	Abs.	%
<b>Shareholders' equity</b>							
Subscribed and paid in capital	2,924,934	4,224,934	4,224,934	1,300,000	44.4	0	0.0
Retained earnings	4,512,730	4,749,830	5,115,797	603,067	13.4	365,967	7.7
Equity surplus:	593,994	987,358	956,798	362,804	61.1	-30,560	-3.1
Unrealized gains	-305,512	38,202	-8,137	297,375	-97.3	-46,339	-121.3
Reappraisal of assets	899,506	949,156	964,935	65,429	7.3	15,779	1.7
<b>Total Shareholders' equity</b>	<b>8,031,658</b>	<b>9,962,122</b>	<b>10,297,529</b>	<b>2,265,871</b>	<b>28.2</b>	<b>335,407</b>	<b>3.4</b>

Consolidated capital adequacy ratio stood at 11.17% at June 30, 2014, above the 9% regulatory requirement in Colombia. Consolidated Tier 1 Capital Ratio, ratio of core equity to risk-weighted assets was 7.53% at close of 2Q2014.

The table below summarizes the Bank's main consolidated capital adequacy figures:

<b>Consolidated Capital Adequacy <sup>(1)</sup></b>			
<b>(Millions of Colombian Pesos)</b>	<b>2Q-2013</b>	<b>1Q-2014</b>	<b>2Q-2014</b>
<b>Technical Capital</b>	<b>10,759,551</b>	<b>9,767,849</b>	<b>9,831,919</b>
Core Capital (Tier I)	9,146,074	6,543,029	6,626,765
Additional Capital (Tier II)	1,613,477	3,224,820	3,205,154
<b>Risk-weighted Assets</b>	<b>74,310,896</b>	<b>88,891,643</b>	<b>88,052,021</b>
Credit Risk-weighted Assets	66,750,953	79,179,586	79,265,403
Market Risk-weighted Assets	7,559,943	9,712,057	8,786,618
<b>Capital Adequacy Ratio <sup>(2)</sup></b>	<b>14.48%</b>	<b>10.99%</b>	<b>11.17%</b>
<b>Tier I Capital Ratio <sup>(3)</sup></b>	<b>12.31%</b>	<b>7.36%</b>	<b>7.53%</b>

(1) Until 2Q-2013, estimation of capital adequacy ratio was made according with Decree 2555, 2010. Starting on 4Q-2013, this estimation is made according with Decree 1771, 2012.

(2) Technical Equity / Risk-weighted Assets.

(3) Core Capital / Risk-weighted Assets. The minimum required is 4.5%, according with Decree 1771, 2012.

### **Consolidated Income Statement.**

Net income attributable to shareholders for 2Q2014 was COP 371 billion, 31.8% higher from the 2Q2013 result. This increase was driven mainly from increases in net interest income (14.0%) and in net fee and other services income (11.5%), partially offset by lower other operating income<sup>(7)</sup> (- COP 26 billion) primarily from decreased non-financial sector income in Corficolombiana, as well as from a 4.2% annual growth in operating expenses.

2Q2014 net income attributable to shareholders grows 17.7% vs 1Q2014 mainly from increased net fee and other services income (5.3%), lower operating expenses (-COP 26 billion), as well as from higher growth in non-operating income (302.8%). Non-operating income growth comes mainly from refund from deposit insurance<sup>(8)</sup> to Banco de Bogotá in Colombia and from non-recurring income from Corficolombiana.

Return on assets improved from 1.7% in 1Q2014 to 1.8% in 2Q2014, while return on equity moved from 12.7% to 14.7%, in the same period.

#### **1. Net Interest Income.**

Consolidated net interest income totaled COP 1,073 billion in 2Q2014, increasing COP 132 billion (14.0%) when compared to the second quarter in 2013, as detailed below:

(7) Other Operating income includes: Net foreign exchange gains (expenses), Gain (losses) on derivate operations, Net Gain on sales of investments on equity securities, Net Income from non-financial sector, Dividend Income, Other operating income.

(8) In Colombia, banks must make a deposit, equivalent to 0.03% over quarterly deposit balances, in the Fondo de Garantías de Instituciones Financieras (FOGAFIN). FOGAFIN, using an internally developed CAMEL indicator which evaluates each bank's performance, refunds these deposits once a year.

Consolidated Net Interest Income								
(Millions of Colombian Pesos)	Quarter			Growth 2Q14/2Q13		Growth 2Q14/1Q14		
	2Q-2013	1Q-2014	2Q-2014	Abs.	%	Abs.	%	
Interest and valuation income:								
Interest on loans	1,223,973	1,402,573	1,420,183	196,210	16.0	17,610	1.3	
Gain on valuation and sale of investments <sup>(1)</sup>	169,102	216,849	202,402	33,300	19.7	-14,447	-6.7	
Interbank funds	35,714	32,666	32,147	-3,567	-10.0	-519	-1.6	
Financial Leasing	55,090	56,705	57,237	2,147	3.9	532	0.9	
<b>Total interest income</b>	<b>1,483,879</b>	<b>1,708,793</b>	<b>1,711,969</b>	<b>228,090</b>	<b>15.4</b>	<b>3,176</b>	<b>0.2</b>	
Interest Expense								
Checking Accounts	29,366	35,537	34,914	5,548	18.9	-623	-1.8	
Term deposits	244,291	270,600	275,339	31,048	12.7	4,739	1.8	
Savings Deposits	122,782	147,872	134,205	11,423	9.3	-13,667	-9.2	
<b>Total Expense for Interest on Deposits</b>	<b>396,439</b>	<b>454,009</b>	<b>444,458</b>	<b>48,019</b>	<b>12.1</b>	<b>-9,551</b>	<b>-2.1</b>	
Borrowing from financial entities and other financial obligatio	75,395	95,872	107,601	32,206	42.7	11,729	12.2	
Interbank funds	27,913	29,224	42,101	14,188	50.8	12,877	44.1	
Bonds	43,422	46,022	45,297	1,875	4.3	-725	-1.6	
<b>Total Interest Expense</b>	<b>543,169</b>	<b>625,127</b>	<b>639,457</b>	<b>96,288</b>	<b>17.7</b>	<b>14,330</b>	<b>2.3</b>	
<b>Net Interest Income</b>	<b>940,710</b>	<b>1,083,666</b>	<b>1,072,512</b>	<b>131,802</b>	<b>14.0</b>	<b>-11,154</b>	<b>-1.0</b>	

(1) Gain on valuation and sale of investments and money market operations, net.

Main reasons for these results are:

- Total interest income for 2Q2014 was COP 1,712 billion, 15.4% higher Vs 2Q2013 and 0.2% higher than in 1Q2014.
- Loan portfolio interest income, COP 1,420 billion, contributed in 83.0% to total interest income, growing 16.0% from 2Q2013 and 1.3% from 1Q2014, consistent with the aforementioned loan portfolio trends.
- Net Gains on Valuations and Sales of Investments, COP 202 billion in 2Q2014, grew 19.7% annually and showed a 6.7% decrease when compared to 1Q2014. Lower income from investments Vs 1Q2014 is explained by devaluation of the TES curve in Colombia.
- In 2Q2014, consolidated financial expenses (COP 639 billion) increased 17.7% Vs 2Q2013 and 2.3% Vs 1Q2014. Higher quarterly financial expense from interbank funds is partly compensated by lower interest paid on deposits.

Consolidated Banco de Bogotá's net interest margin<sup>(9)</sup> slightly decreases from 5.6% in 1Q2014 to 5.5% in 2Q2014. Yield on investments stands at 5.2% in June 2014, VS 5.4% in 1Q2014, while yield on loans remains stable at 9.9% in 2Q2014 and in 1Q2014.

(9) Net interest Income for the period, annualized, does not include Equity Investments / Average Productive Assets for the period (Interest Earning Assets), does not include Equity Investments.

## 2. Provisions.

Net provision expense (COP 247 billion in 2Q2014) increased 20.7%, vs 2Q2013 and 30.3% Vs 1Q2014. Ratio of provision expense to average loans stood at 1.5% in 2Q2014 versus 1.2% in 1Q2014 and 1.7% in 2Q2013.

Higher provision expense in 2Q2014 Vs 1Q2014 (COP 57 billion) is explained by increased loan volumes and by lower loan recoveries in BAC Credomatic. Furthermore, in Banco de Bogotá's operation in Colombia provision expense increased due to higher consumer lending charge-offs (COP 11 billion). Finally, Corficolombiana accounted a one-time provision expense (COP 12 billion) related to the liquidation process of Industrias Lehner.

The increase in provision expense in 2Q2014 Vs 1Q2014 (COP 42 billion) comes mainly from Banco de Bogotá in Colombia due to consumer lending provisions (COP 20 billion) and from the one-time provision in Corficolombiana, previously mentioned.

Out of COP 247 billion in total net spending on provisions during second quarter 2014, COP 240 billion pertained to the loan portfolio, COP 16 billion to recovery of charged-off loans and COP 23 billion to net provisions related with foreclosed assets and other assets.

## 3. Fees and other operating income.

Total net fee and other operating income in 2Q2014 (COP 807 billion) increased 5.3% Vs 2Q2013. Of this variation, noteworthy are the increases in banking services commissions (30.2%), credit and debit card fees (13.1%) and warehouse services fees (18.2%).

When compared to 1Q2014, net fee and other operating income decreased 5.8%, mainly from lower dividend income, COP 123 billion, following the accustomed frequency of shareholders meetings held in some of the companies where Corficolombiana holds investments (e.g. Promigas and Empresa de Energía de Bogotá, among others), which take place in the first quarter of every year.

The following table provides details on Banco de Bogotá's consolidated fees and other operating income:

Consolidated Fees and Other Operating Income								
(Millions of Colombian Pesos)	Quarter			Growth 2Q14/2Q13		Growth 2Q14/1Q14		
	2Q-2013	1Q-2014	2Q-2014	Abs.	%	Abs.	%	
<b>Fees and other services income:</b>								
Credit and debit card fees	204,563	233,471	231,368	26,805	13.1	-2,103	-0.9	
Administration of pension funds and severance	224,927	177,897	197,148	-27,779	-12.4	19,251	10.8	
Commissions from banking services	135,346	165,342	176,262	40,916	30.2	10,920	6.6	
Fiduciary activities	36,745	38,703	39,693	2,948	8.0	990	2.6	
Warehouse services	28,163	31,375	33,283	5,120	18.2	1,908	6.1	
Others	22,867	23,414	25,830	2,963	13.0	2,416	10.3	
Checking fees	8,881	8,914	8,748	-133	-1.5	-166	-1.9	
Branch network services	7,027	7,049	7,380	353	5.0	331	4.7	
<b>Total fees and other service income</b>	<b>668,519</b>	<b>686,165</b>	<b>719,712</b>	<b>51,193</b>	<b>7.7</b>	<b>33,547</b>	<b>4.9</b>	
<b>Fees and other service expenses</b>	<b>92,328</b>	<b>75,641</b>	<b>77,035</b>	<b>-15,293</b>	<b>-16.6</b>	<b>1,394</b>	<b>1.8</b>	
<b>Total fees and income from services, net</b>	<b>576,191</b>	<b>610,524</b>	<b>642,677</b>	<b>66,486</b>	<b>11.5</b>	<b>32,153</b>	<b>5.3</b>	
<b>Other operating income:</b>								
Net foreign exchange gains (expenses)	152,445	104,144	(147,589)	-300,034	-196.8	-251,733	-241.7	
Gain (Losses) on derivative operations, net	(77,117)	(68,028)	236,422	313,539	-406.6	304,450	-448	
Gains on sales of investments on equity securities, net	6,127	214	384	-5,743	-93.7	170	79.4	
Income from non-financial sector, net	106,820	76,333	65,473	-41,347	-38.7	-10,860	-14.2	
Dividend Income	(2,720)	126,153	2,796	5,516	-202.8	-123,357	-97.8	
Others	4,202	6,821	6,461	2,259	53.8	-360	-5.3	
<b>Total other operating income</b>	<b>189,757</b>	<b>245,637</b>	<b>163,947</b>	<b>-25,810</b>	<b>-13.6</b>	<b>-81,690</b>	<b>-33.3</b>	
<b>Total Fees and Other Operating Income, net</b>	<b>765,948</b>	<b>856,161</b>	<b>806,624</b>	<b>40,676</b>	<b>5.3</b>	<b>-49,537</b>	<b>-5.8</b>	

#### 4. Operating Expenses.

Operating Expenses in 2Q2014 reached COP 1,003 billion with an important decrease of 3.6% Vs 1Q2014, positively affecting consolidated efficiency ratios.

Banco de Bogotá's consolidated administrative efficiency ratio (cost to income) improved from 50.0% in 1Q2014 to 49.6% in 2Q2014.

#### 5. Net Non Operating Income / Expense.

Non Operating Income in 2Q2014 (COP 79 billion) increases 34.5% Vs 2Q2013 and 302.8% Vs 1Q2014. Variation in 2Q2014 is explained primarily by non recurring income from Banco de Bogotá in Colombia (deposit insurance refund, COP 29 billion) and from Corficolombiana (provision recovery and sale of assets, COP 32 billion).

COP 20 billion increase in Net Non Operating Income (2Q2014 Vs 2Q2013) comes mainly from Corficolombiana, as explained above.

#### 6. Minority Interest.

Non-controlling interest included in Banco de Bogotá's consolidated statement of income, originates primarily from two subordinate companies: Corporación Financiera Colombiana, with a minority interest of 62%, and AFP Porvenir, with a minority interest of 53%. Main variations in this

line come from Corporación Financiera Colombiana's results, given that these results increase importantly every year during the first quarter due to dividend distribution from non consolidating companies, usually recognized in the first quarter of each year, as previously mentioned.

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BANCO DE BOGOTÁ - CONSOLIDATED BALANCE SHEET							
(Millions of Colombian Pesos)	Quarter			2Q-2014/2Q-2013		2Q-2014/1Q-2014	
	2Q-2013	1Q-2014	2Q-2014	Abs. Growth	Growth %	Abs. Growth	Growth %
<b>Assets</b>							
Cash and due from banks	7,981,762	10,792,390	11,613,438	3,631,676	45.5	821,048	7.6
Interbank funds	2,581,242	1,463,899	1,214,113	-1,367,129	-53.0	-249,786	-17.1
Investment securities:							
Debt securities:							
Trading	13,087,649	15,546,690	14,332,505	1,244,856	9.5	-1,214,185	-7.8
Available for sale	3,581,749	3,324,923	2,578,217	-1,003,532	-28.0	-746,706	-22.5
Held to maturity	7,892,163	10,555,977	10,047,767	2,155,604	27.3	-508,210	-4.8
Equity securities:							
Trading	1,613,737	1,665,790	1,706,521	92,784	5.7	40,731	2.4
Available for sale	3,491,734	3,726,009	3,926,637	434,903	12.5	200,628	5.4
Allowance	1,326,202	1,410,921	1,563,904	237,702	17.9	152,983	10.8
Allowance	2,165,532	2,315,088	2,362,733	197,201	9.1	47,645	2.1
Allowance	-4,506	-4,198	-4,161	345	-7.7	37	-0.9
<b>Total investment securities, net</b>	<b>16,574,877</b>	<b>19,268,501</b>	<b>18,254,981</b>	<b>1,680,104</b>	<b>10.1</b>	<b>-1,013,520</b>	<b>-5.3</b>
Loans and financial leases:							
Comercial loans	31,133,650	37,858,207	38,312,885	7,179,235	23.1	454,678	1.2
Consumer loans	11,822,254	14,244,240	14,387,627	2,565,373	21.7	143,387	1.0
Small business loans (Microcredit)	268,933	323,998	327,920	58,987	21.9	3,922	1.2
Mortgage loans	4,065,209	5,724,803	5,672,905	1,607,696	39.5	-51,898	-0.9
Financial leases	2,253,629	2,497,033	2,602,207	348,578	15.5	105,174	4.2
Allowance for loans and financial leases losses	-1,402,362	-1,701,552	-1,635,306	-232,944	16.6	66,246	-3.9
<b>Total loans and financial leases, net</b>	<b>48,141,313</b>	<b>58,946,729</b>	<b>59,668,238</b>	<b>11,526,925</b>	<b>23.9</b>	<b>721,509</b>	<b>1.2</b>
Accrued interest receivable on loans and financial leases	457,536	505,683	512,719	55,183	12.1	7,036	1.4
Allowance for accrued interest losses	-45,188	-51,817	-50,337	-5,149	11.4	1,480	-2.9
<b>Total interest accrued on loans and financial leases, net</b>	<b>412,348</b>	<b>453,866</b>	<b>462,382</b>	<b>50,034</b>	<b>12.1</b>	<b>8,516</b>	<b>1.9</b>
Customers' acceptances and derivatives	442,902	540,115	521,209	78,307	17.7	-18,906	-3.5
Accounts receivable, net	1,531,865	1,853,658	1,784,511	252,646	16.5	-69,147	-3.7
Property, plant and equipment, net	1,338,145	1,543,121	1,531,939	193,794	14.5	-11,182	-0.7
Operating leases, net	16,741	34,964	37,511	20,770	124.1	2,547	7.3
Foreclosed assets, net	44,592	81,775	73,772	29,180	65.4	-8,003	-9.8
Prepaid expenses and deferred charges	1,900,517	2,008,714	2,097,477	196,960	10.4	88,763	4.4
Goodwill	2,881,669	4,109,960	3,944,334	1,062,665	36.9	-165,626	-4.0
Other assets, net	1,249,020	1,283,720	1,300,096	51,076	4.1	16,376	1.3
Reappraisal of assets	1,882,098	2,424,262	2,434,504	552,406	29.4	10,242	0.4
<b>Total Assets</b>	<b>86,979,091</b>	<b>104,805,674</b>	<b>104,938,505</b>	<b>17,959,414</b>	<b>20.6</b>	<b>132,831</b>	<b>0.1</b>
<b>Liabilities</b>							
Deposits:							
Non-interest bearing:							
Checking accounts	6,672,612	7,846,944	7,388,282	715,671	10.7	-458,662	-5.8
Other	6,165,277	7,351,148	6,878,880	713,604	11.6	-472,268	-6.4
Other	507,335	495,796	509,402	2,067	0.4	13,606	2.7
Interest bearing:							
Checking accounts	48,418,932	58,060,115	58,827,365	10,408,433	21.5	767,250	1.3
Time deposits	7,781,835	10,161,478	9,614,634	1,832,799	23.6	-546,844	-5.4
Savings deposits	21,448,553	25,724,979	25,729,825	4,281,272	20.0	4,846	0.0
Savings deposits	19,188,544	22,173,658	23,482,906	4,294,362	22.4	1,309,248	5.9
<b>Total Deposits</b>	<b>55,091,544</b>	<b>65,907,059</b>	<b>66,215,647</b>	<b>11,124,104</b>	<b>20.2</b>	<b>308,588</b>	<b>0.5</b>
Acceptances and derivatives	530,911	581,771	487,010	-43,901	-8.3	-94,761	-16.3
Interbank and Overnight funds	3,655,212	5,005,496	5,241,988	1,586,776	43.4	236,492	4.7
Borrowing from financial entities and other financial obligations	9,239,219	11,712,135	11,084,286	1,845,067	20.0	-627,849	-5.4
Accounts payable	1,979,113	2,208,366	2,071,777	92,664	4.7	-136,589	-6.2
Accrued interest payable	296,597	307,421	305,495	8,898	3.0	-1,926	-0.6
Other liabilities	1,225,051	1,424,243	1,723,764	498,713	40.7	299,521	21.0
Bonds	3,194,951	3,236,513	3,187,741	-7,210	-0.2	-48,772	-1.5
Estimated Liabilities	651,697	875,747	704,441	52,744	8.1	-171,306	-19.6
Non-controlling interest	3,083,138	3,584,801	3,618,827	535,689	17.4	34,026	0.9
<b>Total Liabilities</b>	<b>78,947,433</b>	<b>94,843,552</b>	<b>94,640,976</b>	<b>15,693,544</b>	<b>19.9</b>	<b>-202,576</b>	<b>-0.2</b>
<b>Shareholders' equity</b>							
Subscribed and paid in capital	2,924,934	4,224,934	4,224,934	1,300,000	44.4	0	0.0
Retained earnings	4,512,730	4,749,830	5,115,797	603,067	13.4	365,967	7.7
Equity surplus:							
Unrealized gains	593,994	987,358	956,798	362,804	61.1	-30,560	-3.1
Unrealized gains	-305,512	38,202	-8,137	297,375	-97.3	-46,339	-121.3
Reappraisal of assets	899,506	949,156	964,935	65,429	7.3	15,779	1.7
<b>Total Shareholders' equity</b>	<b>8,031,658</b>	<b>9,962,122</b>	<b>10,297,529</b>	<b>2,265,871</b>	<b>28.2</b>	<b>335,407</b>	<b>3.4</b>
<b>Total Liabilities and Shareholders' equity</b>	<b>86,979,091</b>	<b>104,805,674</b>	<b>104,938,505</b>	<b>17,959,415</b>	<b>20.6</b>	<b>132,831</b>	<b>0.1</b>

BANCO DE BOGOTÁ - CONSOLIDATED STATEMENT OF INCOME									
(Millions of Colombian Pesos)	Acumulado		Growth Annual %	Quarter			Growth (%)		
	Jan-Jun 2013	Jan-Jun 2014		2Q-2013	1Q-2014	2Q-2014	2Q14/2Q13	2Q14/1Q14	
Interest and valuation income:									
Interest on loans	2,425,509	2,822,756	16.4	1,223,973	1,402,573	1,420,183	16.0	1.3	
Gain on valuation and sale of investments and money market operations, net	513,093	419,251	-18.3	169,102	216,849	202,402	19.7	-6.7	
Interbank funds	74,470	64,813	-13.0	35,714	32,666	32,147	-10.0	-1.6	
Financial Leasing	112,959	113,942	0.9	55,090	56,705	57,237	3.9	0.9	
<b>Total interest income</b>	<b>3,126,031</b>	<b>3,420,762</b>	<b>9.4</b>	<b>1,483,879</b>	<b>1,708,793</b>	<b>1,711,969</b>	<b>15.4</b>	<b>0.2</b>	
Interest expense:									
Checking accounts	62,640	70,451	12.5	29,366	35,537	34,914	18.9	-1.8	
Time deposits	494,099	545,939	10.5	244,291	270,600	275,339	12.7	1.8	
Saving deposits	271,265	282,077	4.0	122,782	147,872	134,205	9.3	-9.2	
<b>Total interest expense on deposits</b>	<b>828,004</b>	<b>898,467</b>	<b>8.5</b>	<b>396,439</b>	<b>454,009</b>	<b>444,458</b>	<b>12.1</b>	<b>-2.1</b>	
Interbank borrowings expense:									
Borrowing from financial entities and other financial obligations	150,451	203,473	35.2	75,395	95,872	107,601	42.7	12.2	
Interbank funds	55,812	71,325	27.8	27,913	29,224	42,101	50.8	44.1	
Bonds	79,459	91,319	14.9	43,422	46,022	45,297	4.3	-1.6	
<b>Total interest expense</b>	<b>1,113,726</b>	<b>1,264,584</b>	<b>13.5</b>	<b>543,169</b>	<b>625,127</b>	<b>639,457</b>	<b>17.7</b>	<b>2.3</b>	
<b>Net interest income</b>	<b>2,012,305</b>	<b>2,156,178</b>	<b>7.1</b>	<b>940,710</b>	<b>1,083,666</b>	<b>1,072,512</b>	<b>14.0</b>	<b>-1.0</b>	
Provisions:									
Provision for loan, accrued interest losses and other receivables, net	392,220	438,550	11.8	216,973	199,032	239,518	10.4	20.3	
Recovery of charge-offs	-28,646	-31,591	10.3	-15,670	-15,547	-16,044	2.4	3.2	
Provision for foreclosed assets and other assets	13,892	33,821	143.5	8,565	6,453	27,368	219.5	324.1	
Recovery of provisions for foreclosed assets and other assets	-7,754	-5,023	-35.2	-5,644	-757	-4,266	-24.4	463.5	
<b>Total net provisions</b>	<b>369,712</b>	<b>435,757</b>	<b>17.9</b>	<b>204,224</b>	<b>189,181</b>	<b>246,576</b>	<b>20.7</b>	<b>30.3</b>	
<b>Net interest income after provisions for loans and accrued interest losses</b>	<b>1,642,593</b>	<b>1,720,421</b>	<b>4.7</b>	<b>736,486</b>	<b>894,485</b>	<b>825,936</b>	<b>12.1</b>	<b>-7.7</b>	
Fees and other services income:									
Commissions from banking services	273,843	341,604	24.7	135,346	165,342	176,262	30.2	6.6	
Branch network services	14,055	14,429	2.7	7,027	7,049	7,380	5.0	4.7	
Credit and debit card fees	385,382	464,839	20.6	204,563	233,471	231,368	13.1	-0.9	
Checking fees	17,241	17,662	2.4	8,881	8,914	8,748	-1.5	-1.9	
Warehouse services	55,904	64,658	15.7	28,163	31,375	33,283	18.2	6.1	
Fiduciary activities	73,320	78,396	6.9	36,745	38,703	39,693	8.0	2.6	
Administration of pension funds and severance	360,360	375,045	4.1	224,927	177,897	197,148	-12.4	10.8	
Others	47,025	49,244	4.7	22,867	23,414	25,830	13.0	10.3	
<b>Total fees and other service income</b>	<b>1,227,130</b>	<b>1,405,877</b>	<b>14.6</b>	<b>668,519</b>	<b>686,165</b>	<b>719,712</b>	<b>7.7</b>	<b>4.9</b>	
Fees and other service expenses	164,272	152,676	-7.1	92,328	75,641	77,035	-16.6	1.8	
<b>Total fees and income from services, net</b>	<b>1,062,858</b>	<b>1,253,201</b>	<b>17.9</b>	<b>576,191</b>	<b>610,524</b>	<b>642,677</b>	<b>11.5</b>	<b>5.3</b>	
Other operating income:									
Net foreign exchange gains (expenses)	257,967	-43,445	-116.8	152,445	104,144	-147,589	-196.8	-241.7	
Gain (Losses) on derivative operations, net	-109,925	168,394	-253.2	-77,117	-68,028	236,422	-406.6	-447.5	
Gains on sales of investments on equity securities, net	6,783	598	-91.2	6,127	214	384	-93.7	79.4	
Income from non-financial sector, net	219,210	141,806	-35.3	106,820	76,333	65,473	-38.7	-14.2	
Dividend income	181,922	128,949	-29.1	-2,720	126,153	2,796	-202.8	-97.8	
Others	8,942	13,282	48.5	4,202	6,821	6,461	53.8	-5.3	
<b>Total other operating income</b>	<b>564,899</b>	<b>409,584</b>	<b>-27.5</b>	<b>189,757</b>	<b>245,637</b>	<b>163,947</b>	<b>-13.6</b>	<b>-33.3</b>	
<b>Total operating income</b>	<b>3,270,350</b>	<b>3,383,206</b>	<b>3.5</b>	<b>1,502,434</b>	<b>1,750,646</b>	<b>1,632,560</b>	<b>8.7</b>	<b>-6.7</b>	
Operating expenses:									
Salaries and employee benefits	666,584	758,053	13.7	351,600	383,850	374,203	6.4	-2.5	
Bonus plan payments	49,594	47,322	-4.6	28,044	25,424	21,898	-21.9	-13.9	
Termination payments	6,984	11,006	57.6	3,373	4,916	6,090	80.6	23.9	
Administrative and other expenses	909,738	1,025,434	12.7	493,895	525,164	500,270	1.3	-4.7	
Insurance on deposits, net	56,085	58,718	4.7	28,592	29,455	29,263	2.3	-0.7	
Donation expenses	2,239	2,068	-7.6	1,557	1,152	916	-41.2	-20.5	
Depreciation	62,443	76,277	22.2	32,302	38,472	37,805	17.0	-1.7	
Goodwill amortization	42,470	63,492	49.5	22,358	31,343	32,149	43.8	2.6	
<b>Total operating expenses</b>	<b>1,796,137</b>	<b>2,042,370</b>	<b>13.7</b>	<b>961,721</b>	<b>1,039,776</b>	<b>1,002,594</b>	<b>4.2</b>	<b>-3.6</b>	
<b>Net operating income</b>	<b>1,474,213</b>	<b>1,340,836</b>	<b>-9.0</b>	<b>540,713</b>	<b>710,870</b>	<b>629,966</b>	<b>16.5</b>	<b>-11.4</b>	
Ingreso no Operacional Neto									
Other income	164,289	177,894	8.3	111,199	53,712	124,182	11.7	131.2	
Other expense	-84,527	-78,659	-6.9	-52,099	-33,975	-44,684	-14.2	31.5	
<b>Total non-operating (expense) income</b>	<b>79,762</b>	<b>99,235</b>	<b>24.4</b>	<b>59,100</b>	<b>19,737</b>	<b>79,498</b>	<b>34.5</b>	<b>302.8</b>	
<b>Income before income taxes</b>	<b>1,553,975</b>	<b>1,440,071</b>	<b>-7.3</b>	<b>599,813</b>	<b>730,607</b>	<b>709,464</b>	<b>18.3</b>	<b>-2.9</b>	
Income tax expense	-516,129	-526,589	2.0	-245,355	-282,617	-243,972	-0.6	-13.7	
<b>Net income</b>	<b>1,037,846</b>	<b>913,482</b>	<b>-12.0</b>	<b>354,458</b>	<b>447,990</b>	<b>465,492</b>	<b>31.3</b>	<b>3.9</b>	
Non-controlling interest	282,466	226,484	-19.8	72,719	132,380	94,104	29.4	-28.9	
<b>Net Income attributable to shareholders</b>	<b>755,380</b>	<b>686,998</b>	<b>-9.1</b>	<b>281,739</b>	<b>315,610</b>	<b>371,388</b>	<b>31.8</b>	<b>17.7</b>	