



*Let's Comply*



# *Chapter 9*

## Relevant Information

### *145 Years Complying*

We work each day with the commitment to build a better country, out of the conviction that together we progress even further.

## 9. Relevant Information

### Disclosure and control of financial information

Pursuant to Article 47 of Law 964 / 2005, during the second half 2015, the Legal Representatives of Banco de Bogotá exercised the responsibility of establishing and maintaining appropriate systems for the disclosure, follow-up and control of financial information. To do so, they effectively relied on control and monitoring systems, as well as on specialized risk departments that ensure that the financial information provided to different institutions is adequate. Legal Representatives, aware of their responsibility to manage the various risks of the banking business, are fully cognizant of how they are intertwined with the Bank's general strategy, and they are familiar with the processes, business structure and nature of its activities.

As per the content of Note 7 to the Financial Statements, the Legal Representatives provide ongoing support and monitor Banking business, issuing guidelines for granting loans; determining policies and intervention according to each type of market, product or business unit; defining the institution's risk profile; adopting the necessary measures to face the new financial risks; establishing the required organizational structure; and evaluating risk administration methodologies using modern technological infrastructure and clear, accurate and timely information tools that allow them to exercise permanent control on Credit Risk, Market Risk, Liquidity Risk and Operational and Money Laundering Risk, among other risks inherent in the banking business.

Furthermore, the Legal Representatives constantly verify that all of the Bank's activities, transactions and operations are carried out within the parameters permitted by current regulations and authorized by the Board of Directors and the Bank's Senior Management.

Additionally, Legal Representatives assess before the Audit Committee, the Statutory Auditing Firm and the Board of Directors, the operation and internal controls that allow the Bank to properly record, process, summarize and present financial information. Likewise, they analyze cases that may affect the quality of the financial information, as well as methodological changes in the evaluation thereof.

### Operations with partners and managers

With respect to the provisions of Paragraph 3, Article 47 of Law 222 / 1995, Banco de Bogotá states that the transactions carried out by the Bank with its related parties and administrators are in line with the general policies of the institution, and are regulated and described in Note 31 to the Financial Statements.

### Intellectual Property and Copyrights

Pursuant to the provisions of Article 47 of Law 222 / 1995, and as per Paragraph 4 thereof, Banco de Bogotá states that it long ago established enforcement policies regarding intellectual property and copyright regulations concerning the different services and products necessary or owned for the performance of its work, whenever they are required. The Systems (IT), Marketing and Corporate Comptroller departments conduct audits throughout the entire country to monitor compliance with such policies and legal provisions. Furthermore, Banco de Bogotá, where applicable, keeps records of its name, brands, products, services and publications up-to-date.

### Forecast Evolution for the Entity

With respect to Paragraph 2, Article 47 of Law 222 / 1995, in the first half of 2016, Banco de Bogotá will continue to consolidate the objectives and goals defined in its strategic planning, to continue committing itself to the banking process, in regards to corporate social responsibility and the country's growth, as a solid, efficient and leading entity within the financial system.

The Bank will strengthen and capitalize on its relationship with its customers by improving the value offer made available to them and expanding its national presence and coverage through optimum channels, specialized models, skilled personnel and through its different affiliates, its technological and physical infrastructure and its proactive inorganic growth strategy.

Our Bank will also advance its regional consolidation process, taking advantage of synergies with our affiliates in order to position ourselves as a strategic ally in the development and internationalization of businesses.

## Free Circulation of Invoices

Pursuant to the requirements of Article 87 of Law 1676 / 2013, which promotes access to credit and sets forth regulations regarding property insurance, Banco de Bogotá has established enforcement policies regarding the free circulation of invoices issued by sellers or suppliers with which the Bank has business relationships, thereby avoiding anti-competitive practices.

## Relevant Subsequent Events

As per the content of Note 34 to the Financial Statements, the Bank signed an agreement with TransUnion Netherlands II B.V., for the sale of one hundred percent (100%) of its stock in CIFIN S.A., limited corporation, classified as a Technical and Administrative Service Company, accredited as an operator of financial, credit, commercial and service information operator. On Monday, February 8, 2016, the shareholders party of the agreement completed the sale of 71% of the stock in CIFIN S.A., disposed of 65,062 common shares at COP 629,563.37 per share.

The second closure of the operation will take place on May 31, 2016, encompassing 23.51% of stock in the Company, which will mark the completion of the sale of all of the Bank's holdings in CIFIN S.A.

The sale of CIFIN S.A. by the financial entities owes primarily to the search for a strategic investment partner with international experience and knowledge that can generate added value for CIFIN, incorporate new knowledge and advanced technology, and implement best international practices in the analysis of credit information and credit, operating and asset laundering risk management, among others.

