



8

Relevant Information



José Joaquín Díaz, Legal Manager with his work team.

8. Relevant Information

Disclosure and Control of Financial Information

Pursuant to Law 603 / 2000, during 2017, the Registered Agents 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. Additionally, Registered Agents report to the Audit Committee, the Statutory Auditor and the Board of Directors on the operation and internal controls that allow the Bank to properly record, process, summarize and submit financial information. Likewise, they analyze cases that may affect the quality of the financial information, as well as methodological changes in the evaluation thereof.

Registered Agents, aware of their responsibility for managing the various risks of the banking business, are fully cognizant of how they are interrelated with the Bank's overall strategy, and they are familiar with the processes,

business structure and nature of its activities. As described in Note 6 to the Separate Financial Statements, the Registered Agents constantly support and monitor the Bank's businesses; issue guidelines for granting loans; establish policies and limits of authority for each type of market, product or business unit; define the institution's risk profile; adopt the necessary measures to face any new financial risks; establish the required organizational structure; and evaluate risk management 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, Operational Risk, Legal Risk, and Money Laundering and Terrorism Financing Risk. Moreover, the Registered Agents constantly verify that all Bank activities, transactions and operations are carried out within the parameters permitted by current regulations and authorized by the Bank's Board of Directors and Senior Management.



Relevant Subsequent Events

In line with Note 34 of the Separate Financial Statements, and pursuant to the provisions of Paragraph 1, Law 603/2000 and the IAS 10, the Bank reports that no events that would require disclosure took place between the reporting date, corresponding to the year ended on December 31, 2017, and the date of authorization of these Financial Statements.

Foreseeable Evolution for the Entity

Regarding Paragraph 2 of Law 603 / 2000, over the next year, Banco de Bogotá will continue to consolidate the objectives and goals it has set out in its strategic planning. In this way, the Bank will continue to make progress in its digital transformation, to improve the experience of its clients, to increase banking coverage and to support the development of Colombia, growing in a sustainable manner and projecting itself as a solid, efficient and leading entity in the financial system.

The Bank will strengthen and capitalize on its relationship with its clients by improving its value proposition and expanding its presence and coverage nationwide through optimum channels, specialized models, skilled personnel, its different affiliates, its technological and physical infrastructure and its proactive growth strategy.

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

Transactions with Shareholders and Managers

Regarding the provisions of Paragraph 3 of Law 603 / 2000, Banco de Bogotá declares that the transactions carried out by the Bank with its shareholders and managers are in line with the general policies of the institution, and are regulated and described in Note 32 to the Financial Statements.

Intellectual Property and Copyrights

Pursuant to the provisions of Law 603 / 2000, and as per Paragraph 4 thereof, Banco de Bogotá declares that it has a long-standing policy of abidance by intellectual property and copyright regulations in connection with the different services and products required or owned for the performance of its work, whenever they are required. The Bank conducts audits throughout the country to monitor compliance with such policies and legal provisions. Furthermore, where applicable, the Bank maintains the validity of trademarks on its name, brands, products, services and publications.



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 chattel guarantees, Banco de Bogotá has established policies to abide by regulations regarding the free circulation of invoices issued by sellers or suppliers with which the Bank has business relationships, thereby avoiding anti-competitive practices.

Legal Status

Banco de Bogotá, committed to discharging its legal responsibilities, conducts itself pursuant to the regulations that govern its activities and by applying the legal controls. Likewise, Note 30 of the Financial Statements sets out the legal commitments and contingencies arising from administrative and judicial proceedings.

Management Report 2017

VIGILADO SUPERINTENDENCIA FINANCIERA DE COLOMBIA