Banco de Occidente

On the side of those who do.

Annex II
Condensed Consolidated Financial Statements

Quarter II - 2026

SURVEILLED FINANCIAL SUPERINTENDENCE OF COLOMBIA BANCO DE OCCIDENTE S.A.

Grupo AVAL

Condensed Consolidated
Financial Statements
as of June 30, 2026.

Banco de Occidente PANAMÁ

Occidental Bank BARBADOS

FiduOccidente

NEXA BPO

Banco de Occidente

On the side of those who do.

Grupo AVAL

KPMG S.A.S.
Calle 6 Norte No. 1 – 42, Torre Centenario, Floor 6
Cali - Colombia

Phone +57 (601) 618 8000
+57 (601) 618 8100

www.kpmg.com/co

STATUTORY AUDITOR'S REPORT ON THE REVIEW OF THE CONDENSED INTERIM FINANCIAL INFORMATION

Dear Shareholders
Banco de Occidente S.A.:

Introduction

I have reviewed the accompanying condensed consolidated interim financial information of Banco de Occidente S.A. and its subsidiaries (the Group) as of June 30, 2026, which includes:

- the condensed consolidated statement of financial position as of June 30, 2026;
- the condensed consolidated statement of income for the three-month and six-month periods ended June 30, 2026;
- the condensed consolidated statement of other comprehensive income for the three-month and six-month periods ended June 30, 2026;
- the condensed consolidated statement of changes in equity for the six-month period ended June 30, 2026;
- the condensed consolidated statement of cash flows for the six-month period ended June 30, 2026; and
- the notes to the interim financial statements.

Management is responsible for the preparation and presentation of this condensed consolidated interim financial information, in accordance with International Accounting Standard 34 (IAS 34) - Interim Financial Reporting, contained in the Accounting and Financial Reporting Standards accepted in Colombia. My responsibility is to express a conclusion on this condensed consolidated interim financial information based on my review.

Scope of Review

I have conducted my review in accordance with the International Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", included in the Information Assurance Standards accepted in Colombia. A review of interim financial information involves making inquiries, primarily of those responsible for financial and accounting matters, and applying analytical and other review procedures. The scope of a review is substantially less than that of an audit performed in accordance with International Standards on Auditing accepted in Colombia and, therefore, does not allow me to obtain assurance that I am aware of all the significant matters that I could have identified in an audit. Therefore, I do not express an audit opinion.

KPMG

Emphasis paragraph

I draw attention to Note 29 to the condensed consolidated financial statements, which indicate that the Group chose to recognize a wealth tax of $50,249 million against income for the year, pursuant to the provisions of paragraph 2 of Article 18 of Decree 240 of 2026. My conclusion remains unchanged on this matter.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying condensed consolidated interim financial information, as of June 30, 2026, that is attached, has not been prepared, in all material respects, in accordance with International Accounting Standard 34 (IAS 34) – Interim Financial Reporting contained in the Accounting and Financial Reporting Standards accepted in Colombia.

Digitally signed by Wilson Romero Montañez Date: 2026.08.12 17:25:14 -05'00'

Wilson Romero Montañez
Statutory Auditor of Banco de Occidente S.A.
LICENSE 40552 – T
Member of KPMG S.A.S.

August 12, 2026

KPMG S.A.S.
Calle 6 Norte No. 1 – 42, Torre Centenario, Floor 6
Cali - Colombia

Phone +57 (601) 618 8000
+57 (601) 618 8100

www.kpmg.com/co

STATUTORY AUDITOR'S REPORT ON THE BUSINESS REPORTING LANGUAGE (XBRL) REPORT

Dear Shareholders
Banco de Occidente S.A.:

Introduction

I have reviewed the report prepared in eXtensible Business Reporting Language (XBRL) as of June 30, 2026, for Banco de Occidente S.A. and its Subsidiaries (the Group), which includes the consolidated interim financial information, comprising:

- the consolidated statement of financial position as of June 30, 2026;
- the consolidated statement of income for the three-month and six-month periods ended June 30, 2026;
- the consolidated statement of other comprehensive income for the three-month and six-month periods ended June 30, 2026;
- the consolidated statement of changes in equity for the six-month period ended June 30, 2026;
- the consolidated statement of cash flows for the six-month period ended June 30, 2026; and
- the notes to the report.

Management is responsible for the preparation and presentation of this report in eXtensible Business Reporting Language (XBRL), that incorporates the consolidated interim financial information, in accordance with International Accounting Standard 34 (IAS 34) - Interim Financial Reporting, contained in the Accounting and Financial Reporting Standards accepted in Colombia, and for the presentation of the report in eXtensible Business Reporting Language (XBRL), as instructed by the Superintendence of Finance of Colombia. My responsibility, is to express a conclusion on the eXtensible Business Reporting Language (XBRL) report, that incorporates the consolidated interim financial information, based on my review.

Scope of Review

I have conducted my review in accordance with the International Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", included in the Information Assurance Standards accepted in Colombia.
A review of interim financial information involves making inquiries, primarily of those responsible for financial and accounting matters, and applying analytical and other review procedures. The scope of a review is substantially less than that of an audit performed in accordance with International Standards on Auditing accepted in Colombia and, therefore, does not allow me to obtain assurance that I am aware of all the significant matters that I could have identified in an audit. Therefore, I do not express an audit opinion.

Emphasis paragraph

I would like to draw attention to Note 810000 of the report prepared in eXtensible Business Reporting Language (XBRL), which states that the Group chose to recognize a wealth tax of $50,249 million against income for the fiscal year, pursuant to the provisions of paragraph 2 of Article 18 of Decree 240 of 2026. My conclusion remains unchanged on this matter.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the report in eXtensible Business Reporting Language (XBRL), which incorporates the consolidated interim financial information of Banco de Occidente S.A. and its Subsidiaries, as of June 30, 2026, has not been prepared, in all material respects, in accordance with International Accounting Standard 34 (IAS 34) – Interim Financial Reporting, contained in the Accounting and Financial Reporting Standards accepted in Colombia and instructions of the Financial Superintendence of Colombia.

Digitally signed by Wilson Romero Montañez
Date: 2026.08.12 17:25:45 -05'00'

Wilson Romero Montañez
Statutory Auditor of Banco de Occidente S.A.
LICENSE 40552 – T
Member of KPMG S.A.S.

August 12, 2026

BANCO DE OCCIDENTE S.A. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
(Expressed in million Colombian pesos)

	Notes		June 30, 2026	December 31, 2025
Assets				
Cash and cash equivalents	6	$	6,655,577	6,014,530
Financial assets at fair value through profit or loss	5 and 7		16,411,416	14,485,963
Financial assets at fair value with changes in OCI	5 and 7		6,935,920	6,850,925
Financial assets in debt securities at amortized cost	8		1,519,740	1,324,900
Derivative hedging instruments	5		40,408	48,261
Financial assets per loan portfolio at amortized cost, net			54,593,074	54,504,399
Loan portfolio at amortized cost	4		56,829,381	56,739,754
Impairment of loan portfolio at amortized cost	10		(2,236,307)	(2,235,355)
Other accounts receivable, net			919,945	661,508
Investments in associated companies and joint ventures	12		1,943,750	2,099,231
Tangible assets, net	13		647,146	668,772
Intangible assets, net	14		706,557	730,940
Income tax asset			997,365	751,944
Other assets			19,673	21,912
Total assets		$	91,390,571	88,163,285
Liabilities and Shareholders' Equity				
Liabilities				
Financial liabilities at fair value - derivative instruments			1,712,276	1,285,816
Derivative trading instruments	5	$	1,706,728	1,285,816
Derivative hedging instruments	5		5,548	-
Financial liabilities at amortized cost			81,560,194	78,472,882
Customer deposits	16		60,900,170	59,207,172
Financial obligations	17		20,660,024	19,265,710
Provisions for legal contingencies and other provisions	19		73,492	67,726
Income tax liability			55,634	2,136
Employee benefits	18		87,155	103,560
Other liabilities	20		1,852,280	1,972,564
Total liabilities		$	85,341,031	81,904,684
Equity				
Subscribed and paid-in capital	21	$	4,677	4,677
Premium on share placement			720,445	720,445
Retained earnings			5,348,847	5,579,303
Other comprehensive income			(71,657)	(93,803)
Equity of controlling interests		$	6,002,312	6,210,622
Non-controlling interests			47,228	47,979
Total equity			6,049,540	6,258,601
Total liabilities and equity		$	91,390,571	88,163,285

See notes 1 to 30, which are an integral part of the condensed consolidated interim financial information.

Digitally signed by MAURICIO MALDONADO UMAÑA
Date: 2026.08.12 19:02:46 -05'00'

MAURICIO MALDONADO UMAÑA
LEGAL REPRESENTATIVE

Digitally signed by FABIAN FERNANDO BARONA CAJIAO
Date: 2026.08.12 18:19:25 -05'00'

FABIÁN FERNANDO BARONA CAJIAO
ACCOUNTANT
LICENSE 80629 - T

Digitally signed by Wilson Romero Montañez
Date: 2026.08.12 17:26:24 -05'00'

WILSON ROMERO MONTAÑEZ
STATUTORY AUDITOR
LICENSE 40552 - T
Member of KPMG S.A.S.
(See my report of August 12, 2026)

BANCO DE OCCIDENTE S.A. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENT OF INCOME
(Expressed in million Colombian pesos)

	Notes		For quarters ending at: June 30, 2026	For quarters ending at: June 30, 2025	For semesters ending at: June 30, 2026	For semesters ending at: June 30, 2025
Interest and valuation income	23	$	2,026,683	1,760,015	3,900,978	3,533,756
Interest and similar expenses	23		1,523,601	1,177,222	2,845,555	2,339,648
Net interest and valuation income	23		**503,082**	**582,793**	**1,055,423**	**1,194,108**
Impairment loss on financial assets			275,571	302,111	596,401	624,916
Income, net of interest after impairment			**227,511**	**280,682**	**459,022**	**569,192**
Revenue from customer contracts, commissions and fees						
Commission and fee income	24		**125,690**	**158,418**	**261,008**	**317,265**
Commissions and fees	24		**65,830**	**60,510**	**138,604**	**122,610**
Net income from commissions and fees			**59,860**	**97,908**	**122,404**	**194,655**
Net income from financial assets or liabilities held for trading			**474,060**	**293,189**	**831,783**	**522,186**
Other income, net	25		**189,917**	**113,329**	**325,447**	**237,180**
Other expenses, net	25		**632,662**	**606,834**	**1,331,770**	**1,189,911**
Income before income taxes			**318,686**	**178,274**	**406,886**	**333,302**
Income tax	15		**64,035**	**27,637**	**86,140**	**35,344**
Profit or loss for the period		$	**254,651**	**150,637**	**320,746**	**297,958**
Profit or loss attributable to:						
Controlling interests		$	**252,469**	**148,486**	**317,117**	**294,106**
Non-controlling interests		$	**2,182**	**2,151**	**3,629**	**3,852**

See notes 1 to 30, which are an integral part of the condensed consolidated interim financial information.

Digitally signed by MAURICIO MALDONADO UMAÑA
Date: 2026.08.12 19:03:16 -05'00'

MAURICIO MALDONADO UMAÑA
LEGAL REPRESENTATIVE

Digitally signed by FABIÁN FERNANDO BARONA CAJIAO
Date: 2026.08.12 18:20:11 -05'00'

FABIÁN FERNANDO BARONA CAJIAO
ACCOUNTANT
LICENSE 80629 - T

Digitally signed by Wilson Romero Montañez
Date: 2026.08.12 17:26:47 -05'00'

WILSON ROMERO MONTAÑEZ
STATUTORY AUDITOR
LICENSE 40552 - T
Member of KPMG S.A.S.
(See my report of August 12, 2026)

BANCO DE OCCIDENTE S.A. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OTHER COMPREHENSIVE INCOME
(Expressed in million Colombian pesos)

	Notes		For the quarter ended at:		For the semester ended at:	
			June 30, 2026	**June 30, 2025**	**June 30, 2026**	**June 30, 2025**
Profit or loss for the period:		$	**254,651**	**150,637**	**320,746**	**297,958**
Items that will be subsequently reclassified to profit or loss						
Net foreign exchange difference on conversion of foreign transactions			(4,775)	(3,256)	(6,559)	(9,614)
Foreign exchange difference on investments in foreign subsidiaries			(33,910)	(15,551)	(48,406)	(40,128)
Net unrealized gain on foreign hedging transactions			33,910	15,551	48,406	40,128
Net unrealized Gain (Loss) on financial instruments measured at fair value in debt securities	7		166,648	5,009	84,858	(32,668)
Impairment on financial instruments measured at fair value with changes in OCI - debt securities			583	2,664	37	2,348
Net unrealized (loss) gain on investments accounted for by the equity accounting method			(3,861)	3,820	(10,590)	8,532
Deferred income tax on items that may be subsequently reclassified to profit or loss			(70,933)	(6,102)	(45,229)	5,367
Total items to be subsequently reclassified to profit or loss			**87,662**	**2,135**	**22,517**	**(26,035)**
Items that will not be reclassified to profit or loss						
Revaluation of investment properties			(524)	-	1,492	-
Net unrealized gain (loss) on equity financial instruments measured at fair value	7		12,481	3,296	(4,433)	5,212
Actuarial (loss) gain in defined benefit plans			(80)	378	(80)	378
Deferred tax recognized in other comprehensive income			(1,784)	(799)	736	(1,152)
Total items that will not be reclassified to profit or loss			**10,093**	**2,875**	**(2,285)**	**4,438**
Total other comprehensive income (loss) for the period, net of income tax			**97,755**	**5,010**	**20,230**	**(21,597)**
Total comprehensive income for the period		$	**352,406**	**155,648**	**340,976**	**276,361**
Comprehensive income attributable to:						
Controlling interests		$	**350,846**	**153,828**	**339,263**	**273,129**
Non-controlling interests		$	**1,560**	**1,820**	**1,713**	**3,232**

See notes 1 to 30, which are an integral part of the condensed consolidated interim financial information.

Digitally signed by MAURICIO MALDONADO UMAÑA Date: 2026.08.12 19:03:45 -05'00'

MAURICIO MALDONADO UMAÑA
LEGAL REPRESENTATIVE

Digitally signed by FABIÁN FERNANDO BARONA CAJIAO Date: 2026.08.12 18:20:45 -05'00'

FABIÁN FERNANDO BARONA CAJIAO
ACCOUNTANT
LICENSE 80629 - T

Digitally signed by Wilson Romero Montañez Date: 2026.08.12 17:27:04 -05'00'

WILSON ROMERO MONTAÑEZ
STATUTORY AUDITOR
LICENSE 40552 - T
Member of KPMG S.A.S.
(See my report of August 12, 2026)

BANCO DE OCCIDENTE S.A. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
(Expressed in million Colombian pesos)

For the six-month period ended June 30, 2026 and 2025:		Subscribed and paid-in capital (Note 21)	Premium on share placement	Retained Earnings	Other comprehensive income	Total equity of controlling interests	Non-Controlling Interests	Total equity, net
Balance as of December 31, 2024	**$**	**4,677**	**720,445**	**5,253,537**	**(37,152)**	**5,941,507**	**44,283**	**5,985,790**
Distribution of cash dividends		-	-	(248,816)	-	(248,816)	(2,453)	(251,269)
Withholding tax on dividends declared in prior fiscal year in the statement of changes in stockholders' equity		-	-	7	-	7	-	7
Delivery of other comprehensive income		-	-	-	195	195	(3)	192
Effect on retained earnings from delivery of other comprehensive income		-	-	(195)	-	(195)	3	(192)
Withholding tax on dividends for the current year in the statement of changes in stockholders' equity		-	-	(1)	-	(1)	-	(1)
Other comprehensive income for the period		-	-	-	(21,172)	(21,172)	(617)	(21,789)
Profit or loss for the period		-	-	294,106	-	294,106	3,852	297,958
Balance as of June 30, 2025	**$**	**4,677**	**720,445**	**5,298,638**	**(58,129)**	**5,965,631**	**45,065**	**6,010,696**
Balance as of December 31, 2025	**$**	**4,677**	**720,445**	**5,579,303**	**(93,803)**	**6,210,622**	**47,979**	**6,258,601**
Distribution of cash dividends		-	-	(266,768)	-	(266,768)	(216)	(266,984)
Withholding tax on dividends declared in prior fiscal year in the statement of changes in stockholders' equity		-	-	1	-	1	-	1
Delivery of other comprehensive income		-	-	-	(478)	(478)	-	(478)
Effect on retained earnings from delivery of other comprehensive income		-	-	478	-	478	-	478
Withholding tax on dividends for the current year in the statement of changes in stockholders' equity		-	-	(3)	-	(3)	-	(3)
Other comprehensive income for the period		-	-	-	22,624	22,624	(1,916)	20,708
Balance acquired in a business combination. (Note 29)		-	-	(276,750)	-	(276,750)	(2,248)	(278,998)
Equity method of accounting affecting retained earnings in the statement of changes in equity		-	-	(4,531)	-	(4,531)	-	(4,531)
Profit or loss for the period		-	-	317,117	-	317,117	3,629	320,746
Balance as of June 30, 2026	**$**	**4,677**	**720,445**	**5,348,847**	**(71,657)**	**6,002,312**	**47,228**	**6,049,540**

See notes 1 to 30, which are an integral part of the condensed consolidated interim financial information.

Digitally signed by MAURICIO MALDONADO UMAÑA
Date: 2026.08.12 19:04:26 -05'00'

MAURICIO MALDONADO UMAÑA
LEGAL REPRESENTATIVE

Digitally signed by FABIÁN FERNANDO BARONA CAJIAO
Date: 2026.08.12 18:21:33 -05'00'

FABIÁN FERNANDO BARONA CAJIAO
ACCOUNTANT
LICENSE 80629 - T

Digitally signed by Wilson Romero Montañez
Date: 2026.08.12 17:27:22 -05'00'

WILSON ROMERO MONTAÑEZ
STATUTORY AUDITOR
LICENSE 40552 - T
Member of KPMG S.A.S.
(See my report of August 12, 2026)

BANCO DE OCCIDENTE S.A. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
(Expressed in million Colombian pesos)

For the six-month period ended as of:	Notes	June 30, 2026	June 30, 2025
Cash flows from operating activities:			
Profit or loss for the period before income tax		$ **406,886**	**333,302**
Reconciliation of net income for the period to net cash provided by (used in) operating activities:			
Net interest and valuation income	23	(1,055,423)	(1,194,108)
Depreciation and amortization of tangible and intangible assets	25	128,517	115,076
Impairment for loan portfolio and accounts receivable, net		686,840	733,390
Impairment of tangible assets, net		116	(3)
Net gain on sale of property and equipment for own purposes		(13)	(105)
Difference in exchange	25	32,779	39,087
Profit on sale of non-current assets held for sale, net		(2,033)	(790)
Net gain on sale of investments		(2,595)	(231)
Equity in net income of investments in associated companies and joint ventures	25	(163,386)	(112,166)
Dividends	7 and 25	(7,535)	(6,546)
Adjusted fair value over:			
Net gain on the valuation of derivative financial instruments		184,626	(80,077)
Net gain on valuation of investment properties	25	(18,962)	(12,112)
Changes in operating assets and liabilities			
Negotiable investments		(2,114,230)	(1,485,481)
Derivative financial instruments		223,869	144,474
Loan portfolio		(1,241,767)	(1,503,181)
Accounts receivable		48,421	(50,308)
Other assets		(9,867)	19,700
Customer deposits		2,253,128	1,576,035
Interbank loans and overnight funds		1,762,179	(395,220)
Other liabilities, provisions and employee benefits		(205,527)	380,324
Interest received from financial assets		3,430,258	3,153,698
Interest paid on financial liabilities		(2,917,388)	(2,421,797)
Interest paid on financial leases		(5,569)	(15,408)
Income tax paid		(311,837)	(278,565)
Wealth Tax Payment		(48,713)	-
Net cash provided by (used in) operating activities		**1,052,774**	**(1,061,012)**
Cash flows from investing activities:			
Acquisition of held-to-maturity investments		(740,378)	(570,021)
Redemption of held-to-maturity investments		600,633	1,371,786
Acquisition of investments with changes in other comprehensive income at fair value		(2,788,603)	(2,174,053)
Proceeds from sale of investments with changes in other comprehensive income at fair value		2,913,127	1,444,849
Acquisition of interest in associated companies and joint ventures		(1,718)	-
Acquisition of tangible assets		(21,878)	(14,867)
Acquisition of other intangible assets		(61,738)	(57,132)
Proceeds from sale of property and equipment		29,982	69,546
Proceeds from sale of non-current assets held for sale		13,733	1,047
Dividends received		86,200	110,069
Acquisition of controlled companies		(7,506)	-
Net cash provided by investing activities		**21,854**	**181,224**
Cash flow from financing activities:			
Increase in financial obligations, net		782,474	833,573
Payments on outstanding investment securities		(247,750)	(200,000)
Payment of financial lease fees		(57,810)	(49,313)
Dividends paid		(129,066)	(117,804)
Net cash provided by investing activities		**347,848**	**466,456**
Effect of foreign exchange gains or losses changes on cash and cash equivalents		(781,429)	(759,279)
Increase (decrease) in cash and cash equivalents, net		**641,047**	**(1,172,611)**
Cash and cash equivalents at beginning of period	6	**6,014,530**	**4,628,920**
Cash and cash equivalents at end of period	6	$ **6,655,577**	**3,456,309**

See notes 1 to 30, which are an integral part of the condensed consolidated interim financial information.

Digitally signed by MAURICIO MALDONADO UMAÑA Date: 2026.08.12 19:04:54 -05'00'

MAURICIO MALDONADO UMAÑA
LEGAL REPRESENTATIVE

Digitally signed by FABIÁN FERNANDO BARONA CAJIAO Date: 2026.08.12 18:22:05 -05'00'

FABIÁN FERNANDO BARONA CAJIAO
ACCOUNTANT
LICENSE 80629 - T

Digitally signed by Wilson Romero Montañez Date: 2026.08.12 17:27:38 -05'00'

WILSON ROMERO MONTAÑEZ
STATUTORY AUDITOR
LICENSE 40552 - T
Member of KPMG S.A.S.
(See my report of August 12, 2026)

Note 1. – Reporting Entity

Banco de Occidente S.A., hereinafter the Parent Company, is a private legal entity, legally constituted as a banking institution, authorized to operate in accordance with Resolution No. 3140 of September 24, 1993 of the Financial Superintendence of Colombia. Duly constituted, as recorded in Public Deed 659 of April 30, 1965 of the Fourth Notary Office of Cali.

The Parent Company has its main domicile in Santiago de Cali. The duration established in the bylaws is 99 years from the date of incorporation. In compliance with its corporate purpose, it may enter into or execute all operations and contracts legally permitted to commercial banking institutions, subject to the requirements and limitations of Colombian law.

In the development of its corporate purpose, the Parent Company makes loan placements to its customers in the form of credit, commercial, consumer, home mortgage and financial, operating and housing leasing portfolios, and also carries out treasury operations in debt securities, mainly in the Colombian market. All of these operations are financed by deposits received from customers in the form of checking accounts, savings accounts, time deposit certificates, and outstanding investment securities backed by a general guarantee in Colombian pesos, as well as by financial obligations denominated in local and foreign currencies obtained from correspondent banks, multilateral institutions, and rediscount networks established by the Colombian government to stimulate various sectors of the Colombian economy.

The Parent Company is controlled by Grupo Aval Acciones y Valores S.A., with a total shareholding of 72.74%, which is the ultimate controlling company. The Parent Company has a controlling interest in foreign entities of 95% in *Banco de Occidente Panamá S.A.*, and 100% in *Occidental Bank Barbados Ltd.*, and of 94.98% in *Sociedad Fiduciaria de Occidente S.A.* and 45% in Ventas y Servicios S.A. – NEXA BPO in the country. Similarly, Fiduciaria de Occidente S.A. holds an indirect 34.67% stake in Ventas y Servicios S.A. – NEXA BPO, and Occidental Bank Barbados Ltd. holds an indirect 0.34% stake in Ventas y Servicios S.A. – NEXA BPO and an indirect 0.58% stake in Fiduciaria de Occidente S.A.

The Parent Company has a banking correspondent agreement with Almacenes Éxito S.A. (“Éxito”), Efectivo Ltda (“Efecty”), Conexred S.A. (“Puntored”), Soluciones en Red S.A.S. (“Punto de Pago”), and Red Empresarial de Servicios S.A. (“SuperGIROS”).

Corporate information of subsidiaries

The corporate purpose of *Fiduciaria de Occidente S.A. - Fiduoccidente*, is the execution of mercantile trust agreements and non-translative fiduciary mandates of ownership, in accordance with the legal provisions. Its main purpose is to acquire, dispose of, encumber and manage movable and immovable property, and to intervene as debtor or creditor in all kinds of credit operations.

Banco de Occidente Panamá S.A. is an entity incorporated under the laws of the Republic of Panama, and began banking operations in that country on June 30, 1982 under the international license granted by the National Banking Commission of the Republic of Panama, and a securities house license granted by the Superintendence of Securities Market through Resolution No SMV-435-2024 of December 31, 2024. The Bank offers a range of banking products and services, ranging from individuals to companies, focused on empowering the Clients of the Parent Company, through the integration of the Commercial Force, giving the Client an integral offer of Banco de Occidente and its Subsidiaries.

Occidental Bank Barbados Ltd. was incorporated under the laws of Barbados on May 16, 1991, with an international license that allows it to provide financial services to individuals and corporations not resident in Barbados.

The corporate purpose of Ventas y Servicios S.A.– NEXA BPO, is the provision of technical or administrative services, referred to in Article 110 paragraph 2 of the Organic Statute of the Financial System and other complementary regulations, such as, among others: Computer programming, marketing, the creation and organization of consultation files, and the preparation of statistical calculations and reports in general. The company Ventas y Servicios– NEXA BPO, is consolidated by virtue of the dominant administrative influence exercised by the Parent Company.

The Condensed Consolidated Financial Statements as of June 30, 2026 and the consolidated Financial Statements as of December 31, 2025 include Banco de Occidente S.A. and its subsidiaries, hereinafter referred to as the Group.

Note 2. – Bases of preparation of the Condensed Consolidated Financial Statements, and summary of the main material or significant accounting policies.

Statement of compliance and technical regulatory framework

The Condensed Consolidated Financial Statements for the interim period have been prepared in accordance with IAS 34, which is included in the Accounting and Financial Reporting Standards accepted in Colombia (NCIF), effective as of December 31, 2015, included as an annex to Decree 2420 of 2015, established by Law 1314 of 2009 and regulated by the Single Regulatory Decree 2420 of 2015, as amended by Decrees 2496 of 2015, 2131 of 2016, 2170 of 2017, 2483 of 2018, 2270 of 2019, 1432 of 2020, 938 of 2021, 1611 of 2022, and 1271 of 2024. Group 1 NCIFs, are based on the complete International Financial Reporting Standards (IFRS), issued and officially translated into Spanish by the International Accounting Standards Board (IASB).

The Condensed Consolidated Financial Statements for the interim period, do not include all the information and disclosures required for an annual consolidated financial statement; for this reason it is necessary to read them in conjunction with the annual Consolidated Financial Statements as of December 31, 2025, as these include notes of significant transactions and events during the period, which are necessary to understand the changes presented in the consolidated financial position and performance of the Group since the last published annual financial statements.

For legal purposes in Colombia, the main Financial Statements are the Separate Financial Statements.

The Parent Company does not present seasonal or cyclical effects in its operations.

2.1. New accounting pronouncements not yet in force

The following accounting pronouncements are effective for annual periods beginning after January 1, 2027, and have not been applied in the preparation of these Consolidated Financial Statements. The Group plans to adopt the applicable accounting pronouncements on their respective effective dates and not earlier. It has also assessed the impact of adopting the new or amended standards, and concluded that no significant impact on the Consolidated Financial Statements is expected.

Financial reporting standard	Subject of the standard or amendment	Detail
Insurance Contracts (IFRS 17)	Decree 1271 of 2024	It will be effective for general-purpose Financial Statements of entities classified in Group 1 as of January 1, 2027. Repeals International Financial Reporting Standard IFRS 4, effective as of January 1, 2027.

2.2. New standards and regulatory changes

The new standards and regulatory amendments correspond to those disclosed in the 2025 Consolidated Financial Statements. The Company has also assessed the impacts of adopting the new or amended standards and concluded that no significant impact is expected on the Condensed Consolidated Financial Statements for the interim period, with the exception of the issuance of Decree 173 of 2026, as amended by Decree 240 of 2026, which established a temporary wealth tax at a rate of 1.6% applicable to financial institutions.

Note 3. – Judgments and critical accounting estimates in the application of material accounting policies.

The preparation of the Group’s condensed consolidated interim financial information in accordance with the Accounting and Financial Reporting Standards (NCIF) accepted in Colombia requires management to make judgments, estimates, and assumptions about the future, including risks and opportunities related to the climate, that affect the application of accounting policies, the amounts of assets, liabilities, and contingent liabilities as of the date of the Consolidated Statement of Financial Position, as well as revenue and expenses for the period. Actual results may differ from these estimates.

Estimates and assumptions are reviewed regularly, and are consistent with the Group's risk management and climate-related commitments where applicable. Revisions to accounting estimates are recognized in the period, in which the estimate is revised and in any future periods affected.

The accounting estimates and judgments used in these condensed consolidated financial statements, are the same as those used by the Group in its consolidated financial statements for the year ended December 31, 2025.

Judgments that have the most significant effects on the amounts recognized in the Condensed Consolidated Financial Statements and estimates that may cause a material adjustment to the carrying amounts of assets and liabilities in the following year, include the following:

Fair value of financial instruments: The estimation of fair values of financial instruments, is performed in accordance with the fair value hierarchy, classified in three levels, which reflects the importance of the inputs used in the fair value measurement.

Information on fair values of financial instruments classified by level, using observable inputs for levels 1 and 2 and unobservable inputs for level 3, is disclosed in note 5.

The determination of what constitutes "observable", requires significant judgment on the part of the Group.

The Group considers observable inputs, to be market data that are readily available, regularly distributed or updated, reliable, verifiable, and reflect the assumptions that market participants would use in pricing the asset or liability.

The investment arising from the Group's stake in the Nexus Inmobiliario Private Equity Fund—Inmuebles Occidente Sub-Fund, is classified among the most representative financial assets available for trading, in accordance with Part 3, Chapter 4 of the Basic Financial Circular Letter issued by the Financial Superintendence of Colombia, which is included in the value at risk calculation within the collective loan portfolio module. The valuation of the investment is made on a daily basis, using the value of the unit delivered by *Fiduciaria de Occidente*; participation in this fund for the Parent Company is 96.69% and Fiduciaria de Occidente is 3.31%.

Note 4. – Risk Management and Administration.

The risk management framework applied by the parent company as of June 30, 2026, is consistent with that described in the Consolidated Financial Statements as of December 31, 2025.

Consolidated credit risk exposure:

The Parent Company and its subsidiaries Occidental Bank Barbados Ltd. and Banco de Occidente Panamá S.A., have exposures to credit risk, which consists of the debtor causing a financial loss, by not meeting its obligations in a timely manner and for the total amount of the debt. Credit risk exposure of the Parent Company and its subsidiaries Occidental Bank Barbados Ltd. and Banco de Occidente Panamá S.A., arises as a result of their lending activities and transactions with counterparties that give rise to financial assets.

The loan portfolio is recorded at amortized cost on the statement of financial position and is classified as commercial, consumer, and mortgage loans:

June 30, 2026

Modality		**Balance according to Financial Position Status**
Commercial	$	38,950,801
Consumer		13,186,888
Housing(*)		4,179,332
Repos and interbank		512,360
Total	**$**	**56,829,381**

(*)The composition of the housing item as of June 2026 is as follows: $ 1,473,425 Housing leasing and $2,705,907 mortgage.

December 31, 2025

Modality		**Balance according to Financial Position Status**
Commercial	$	37,832,201
Consumer		13,286,359
Housing		3,863,730
Repos and interbank		1,757,464
Total	**$**	**56,739,754**

(*) The breakdown of the housing category as of December 2025 is as follows: $ 1,384,859 Housing leasing and $2,478,871 mortgage.

The distribution of the Group's loan portfolio by economic purpose as of June 30, 2026 and December 31, 2025, is shown below:

		June 30, 2026		December 31, 2025	
		Total	% Part.	Total	% Part.
Sector					
Consumer services	$	20,716,881	36.5%	20,751,708	36.6%
Commercial Services		14,884,429	26.2%	15,725,811	27.7%
Construction		4,002,796	7.0%	4,286,772	7.6%
Other industrial and manufacturing products		1,976,594	3.5%	1,963,782	3.5%
Transportation and communications		2,307,191	4.1%	2,229,366	3.9%
Food, beverages and tobacco		2,309,761	4.1%	2,168,693	3.8%
Chemicals		1,646,096	2.9%	1,589,372	2.8%
Government		2,684,752	4.7%	2,241,218	3.9%
Utilities		3,199,088	5.6%	2,743,940	4.8%
Agriculture		1,324,263	2.3%	1,212,415	2.1%
Other		653,500	1.1%	663,070	1.2%
Trade and tourism		436,959	0.8%	537,041	0.9%
Mining and petroleum products		687,071	1.2%	626,566	1.1%
Total by economic destination	**$**	**56,829,381**	**100%**	**56,739,754**	**100%**

Credit risk monitoring process

The credit risk monitoring and follow-up process is carried out in several stages, that include daily follow-up and collection management based on an analysis of past-due loans by age, rating by risk level, permanent follow-up of high-risk clients, the process of restructuring operations and the receipt of goods received in payment.

On a daily basis, banks produce lists of overdue accounts receivable and, based on these analyses, various personnel of the Parent Company carry out collection procedures by means of telephone calls, e-mails or written collection requests.

The following is a summary of the past due portfolio by maturity age as of June 30, 2026 and December 31, 2025:

June 30, 2026

		Outstanding loan portfolio	From 1 to 30 days	From 31 to 60 days	61 to 90 days	Total delinquency 1 - 90 days	Delinquency > 90 days	More than 180 days	Total loan portfolio
Commercial	$	29,862,323	853,793	103,638	33,410	990,841	102,605	742,150	31,697,919
Consumer		11,637,886	911,461	210,129	107,542	1,229,132	213,166	94,192	13,174,376
Housing Mortgage		2,172,833	382,032	51,460	21,129	454,621	18,250	60,203	2,705,907
Commercial Leasing		6,049,221	902,954	61,909	43,497	1,008,360	58,562	136,739	7,252,882
Consumer Leasing		11,009	853	100	-	953	-	550	12,512
Housing Leasing		1,147,970	252,655	27,186	10,440	290,281	10,784	24,390	1,473,425
Repos and Interbank		512,360	-	-	-	-	-	-	512,360
Total	**$**	**51,393,602**	**3,303,748**	**454,422**	**216,018**	**3,974,188**	**403,367**	**1,058,224**	**56,829,381**

December 31, 2025

		Outstanding loan portfolio	From 1 to 30 days	From 31 to 60 days	61 to 90 days	Total delinquency 1 - 90 days	Delinquency > 90 days	More than 180 days	Total loan portfolio
Commercial	$	29,489,788	337,052	71,109	32,086	440,247	93,825	854,166	30,878,026
Consumer		11,959,061	741,611	192,413	112,168	1,046,192	181,379	87,397	13,274,029
Housing Mortgage		2,048,942	290,411	43,320	18,806	352,537	18,624	58,768	2,478,871
Commercial Leasing		6,175,403	482,496	55,755	20,671	558,922	46,824	173,026	6,954,175
Consumer Leasing		10,682	927	203	-	1,130	-	518	12,330
Housing Leasing		1,130,374	173,634	30,152	18,035	221,821	12,438	20,226	1,384,859
Repos and Interbank		1,757,464	-	-	-	-	-	-	1,757,464
Total	**$**	**52,571,714**	**2,026,131**	**392,952**	**201,766**	**2,620,849**	**353,090**	**1,194,101**	**56,739,754**

For the loan commercial portfolio, the Group conducts a monthly assessment of the 18 most representative economic sectors in terms of gross and past-due portfolios, with the aim of monitoring concentration by economic sector and the risk level in each sector.

At the individual level, the Parent Company and subsidiaries perform a semiannual individual analysis of the credit risk with outstanding balances over 640 SMMLV, based on updated financial information of the customer, compliance with the agreed terms, guarantees received and queries to the credit bureaus; based on this information, it classifies customers by risk level in categories A- Normal, B- Subnormal, C- Deficient, D- Doubtful collection and E- Unrecoverable.

For consumer and mortgage loans, the above rating by risk level is performed on a monthly basis, mainly considering the age of maturity and other risk factors. For this purpose, the Parent Company also consolidates the indebtedness of each customer, and determines the probability and calculation of impairment at the consolidated level.

Credit risk exposure is managed through a periodic analysis of the ability of borrowers or potential borrowers to determine their capacity to pay principal and interest. Exposure to credit risk is also mitigated, in part, by obtaining collateral, corporate and personal guarantees.

The following is a summary of the portfolio by risk level rating as of June 30, 2026 and December 31, 2025:

		June 30, 2026								
		Commercial	Consumer	Housing	Commercial Leasing	Consumer Leasing	Housing Leasing	Repos and Interbank	Total Financial Leasing	Total
A	$	28,769,804	12,071,769	2,515,989	6,260,625	11,859	1,348,744	512,360	7,621,228	51,491,150
B		1,209,638	232,603	43,039	367,120	100	30,871	-	398,091	1,883,371
C		650,164	293,699	7,565	250,958	-	9,718	-	260,676	1,212,104
D		478,133	284,103	92,935	167,793	550	69,506	-	237,849	1,093,020
E		590,180	292,202	46,379	206,386	3	14,586	-	220,975	1,149,736
Total	**$**	**31,697,919**	**13,174,376**	**2,705,907**	**7,252,882**	**12,512**	**1,473,425**	**512,360**	**8,738,819**	**56,829,381**
		December 31, 2025								
		Commercial	**Consumer**	**Housing**	**Commercial Leasing**	**Consumer Leasing**	**Housing Leasing**	**Repos and Interbank**	**Total Financial Leasing**	**Total**
A	$	27,978,421	12,083,631	2,308,198	5,915,569	11,606	1,265,782	1,757,464	7,192,957	51,320,671
B		1,096,291	242,751	41,209	402,071	203	34,283	-	436,557	1,816,808
C		725,532	352,993	4,352	244,034	-	11,931	-	255,965	1,338,842
D		490,798	255,333	80,003	171,954	518	59,806	-	232,278	1,058,412
E		586,984	339,321	45,109	220,547	3	13,057	-	233,607	1,205,021
Total	**$**	**30,878,026**	**13,274,029**	**2,478,871**	**6,954,175**	**12,330**	**1,384,859**	**1,757,464**	**8,351,364**	**56,739,754**

Based on the above ratings, the Parent Company prepares a list of customers that could potentially have a significant impact of loss for the Parent Company and subsidiaries and, based on this list, assigns persons to follow up individually with each customer, which includes meetings with the customer to determine the potential causes of risk, and seek solutions together to achieve compliance with the debtor's obligations.

Liquidity risk

Liquidity risk is related to the Group's inability to meet its obligations to customers and counterparties in the financial market at any time, in any currency and in any place, for which the Group reviews its available resources on a daily basis.

The Parent Company manages liquidity risk in accordance with the standard model set forth in Part 1 – Risk Management, Chapter I of the Comprehensive Risk Management System – SIAR) (Annexes 9 and 12) of the Basic Financial Circular Letter issued by the Financial Superintendence of Colombia, and in accordance with the basic principles of the Comprehensive Risk Management System - SIAR for Liquidity, which establishes the minimum prudential parameters that institutions must monitor in their operations to efficiently manage the liquidity risk to which they are exposed.

To measure liquidity risk, the Parent Company calculates weekly Liquidity Risk Indicators (LRI) for terms of 7, 15, 30 and 90 days, as established in the standard model of the Colombian Financial Superintendence.

Additionally, the Parent Company measures the stability of its funding, on a monthly basis, in relation to the composition of its assets and off-balance sheet positions, over a one-year horizon through the net stable funding ratio - CFEN, as established in the standard model of the Financial Superintendence of Colombia.

During the second quarter of 2026, the Parent Company presented a sufficient level of liquid assets to meet short-term liquidity requirements. In accordance with the foregoing, under the guidelines of Annex 9 of Part 1 – Risk Management, Chapter I of the Comprehensive Risk Management System – SIAR of the Basic Financial Circular Letter issued by the Financial Superintendence of Colombia, liquid assets and 30-day liquidity requirements averaged \$9.65 and \$7.01 trillion, respectively, for the quarter, resulting in a ratio of 137.8%, which is well above the minimum risk appetite limit of 120.0% defined by the Parent Company, and well above the minimum legal limit of 100.0%. In ALM management, the permanent monitoring of early warning indicators stands out, which in general had a stable behavior within the established appetite limits.

It is worth noting that, on a consolidated basis as of the end of June 2026, liquid assets and 30-day liquidity needs stood at approximately \$11.43 trillion and \$8.40 trillion, respectively. The above ratifies the soundness of the Parent Company to face expected and unexpected outflows in the evaluation horizon.

With respect to structural liquidity, measured through the net stable funding ratio (CFEN), the Parent Company reflected for the same period a stability of available funding, in average quarterly terms of 108.22% in relation to its required funding. At the end of June, the CFEN reached levels of 108.11%, showing relative strength between the composition of assets and liabilities.

Interest rate risk

Banking book interest rate risk is defined as "current or prospective risk to the entity's capital and earnings arising from adverse movements in interest rates that affect banking book positions". Likewise, the Banking Book Credit Spread Risk (BBCSR) is defined as "any type of credit spread and liquidity spread risk that is not explained by the IRRBB or credit risk". At the consolidated level, it has established in its policies that this risk applies only to positions in the banking book that do not consume capital for market risk, including asset and liability transactions and off-balance-sheet items with such exposure.

In this regard, the Bank and its banking subsidiaries are exposed to interest rate fluctuations that affect future cash flows. Risk may arise from timing mismatches in repricing between assets, liabilities, and off-balance-sheet positions; the use of different interest rate types (IBR, DTF, SOFR, fixed-rate, etc.); and options that may result in changes to cash flows from both asset and liability positions held by the Bank or its subsidiaries (for example, prepayments).

Interest margins can increase or decrease as a result of changes in interest rates, which can have an impact on the institution's profit or loss; however, the Parent Company has mechanisms, such as hedges through derivative instruments, to address the risks associated with interest rates in the banking book.

At the consolidated level, it manages Interest Rate Risk in the Banking Book (IRRBB), in accordance with the standard model set forth in Part 1 – Risk Management, Chapter I of the Comprehensive Risk Management System – SIAR (Annex 15) of the Basic Financial Circular Letter, issued by the Financial Superintendence of Colombia, which establishes the minimum prudential parameters that institutions must monitor in their operations to efficiently manage this risk.

To measure the IRRBB, two indicators are calculated: the ΔEVE delta (economic value of equity) under six shock scenarios (parallel shift up, parallel shift down, flattening, steepening, short-term rise, short-term fall) and the ΔNIM delta (net interest margin) under two interest rate shock scenarios (parallel shift up and parallel shift down), as established in the standard model of the Colombian Financial Superintendence.

The ΔNIM delta takes a short-term view, as it measures the impact of the shock scenario over a one-year horizon and under the assumption of a constant balance sheet—that is, that there is no growth or decline in balance sheet positions; this metric captures the impact on net interest margin under a parallel shock of +/- 400 bps. Additionally, sensitivity is calculated for a parallel shock of +/- 100bps.

The ΔEVE delta takes a long-term view and is based on the assumption of a balance sheet in liquidation; in other words, it assesses the entire time horizon up to the final maturity of the balance sheet positions. This metric captures, under various scenarios, the change in the present value of interest-rate-sensitive assets and liabilities and, consequently, their ultimate impact on the Economic Value of Equity.

The Bank and its banking subsidiaries have a risk appetite statement in place to manage Banking Book Interest Rate Risk at the individual entity level, and they track the performance of individual indicators against their respective risk appetite statements, which are reviewed on a monthly basis.

The following table presents the results of the sensitivity analysis for EVE and NIM as of June 30, 2026, showing that the consolidated indicator has a margin relative to the capacity level defined for the outlier test (15.00%).

Bank Book Interest Rate Risk	June 30, 2026	December 31, 2025
1. Net Interest Margin Delta (NIMD)		
1.1 Upward parallel shock	631,145	662,769
1.2 Downward parallel shock	(455,971)	(498,537)
2. Net Interest Margin Delta (NIMD) | Parallel 100 bps.		
2.1 Upward parallel shock +100 bps.	337,027	304,179
2.2 Downward parallel shock -100 bps.	(276,658)	(239,743)
2. Economic Value of Equity Delta (DEVE) + KAO		
2.1 Upward parallel shock	225,601	361,923
2.2 Downward parallel shock	181,600	48,693
2.3 Steepening shock	(112,693)	(93,238)
2.4 Flattening shock	226,748	240,949
2.5 Short-term upward shock	147,113	252,959
2.6 Short-term downward shock	69,514	3,693
2.7 Maximum D EVE (Base-Adverse) + KAO / PBA+PBO	4.27%	6.58%
3. Delta Economic Value of Equity (DEVE)+KAO Parallel 100 bps.		
3.1 Upward parallel shock	56,551	109,326
3.2 Downward parallel shock	85,734	75,163
4. CETOC + ATOC		
4.1 Common Equity Tier 1	5,312,212	5,499,992

These results are supported by the fact that the cumulative repricing gap at the consolidated level does not show a significant mismatch; therefore, the banking book's interest rate risk exposure (IRRBB) is not significant when assessed in terms of sensitivity to economic value of equity (EVE). These results are supported by the fact that the cumulative repricing gap at the consolidated level does not show a significant mismatch; therefore, the banking book's interest rate risk exposure (IRRBB) is not significant when assessed in terms of sensitivity to economic value of equity (EVE).

In addition, the results obtained in relation to BBCSR for the same evaluation period are recorded. Based on historical data and assuming a scenario of rising interest rates, financial institutions face a potential loss of $150,416 million on investments classified as available-for-sale.

Metrics	Currency	Scenario	∆ Value
BBCSR	COP	Rate Increase	(150,416)

Management of the IRRBB, which incorporates credit spread and liquidity spread risk (BBCSR), is the responsibility of the ALM Department and the Balance Sheet and Treasury Risk Department; however, through the ALCO Committee (Head Office) and the Financial Risk Committee (Bank Subsidiaries), strategies are defined that involve the Financial Planning area and the commercial areas, enabling compliance with the objectives set by the Head Office and keeping the IRRBB within the defined risk appetite.

Adequate Capital Management

The Parent Company's objectives regarding the management of its adequate capital, are oriented to: a) Comply with the capital requirements established by the Colombian Government for financial entities and, b) Maintain an adequate equity structure that allows it to keep the Parent Company as a going concern and generate value for its shareholders.

In accordance with current legislation, financial institutions in Colombia must maintain a technical equity greater than 9% of assets weighted by their level of credit, market and operating risk. They must also have a capital conservation buffer equivalent to 1.5% of the assets weighted by the three risk categories mentioned above.

Similarly, it should be noted that the Colombian Financial Superintendence (CFS), through Circular Letter No. 068 of November 2025, has designated Banco de Occidente S.A. as a "Systemically Important Institution" ("SIE") for the year 2026, in accordance with Colombian banking regulations and as a result of its size, complexity, interconnectedness, and substitutability. The SIE requirement mandates that the Bank continue to build an additional capital buffer equivalent to 1.0% of its Risk-Weighted Assets, under the four-stage transition plan granted by the CFS, as follows:

Buffer percentage	Deadline for incorporation
30%	June 30, 2025
30%	November 15, 2025
20%	May 31, 2026
20%	November 15, 2026

The classification of risk assets in each category is made based on the regulatory provisions established by the Ministry of Finance in Decree 2555 of 2010 and the instructions issued by the Financial Superintendence of Colombia through External Circular Letter 020 of September 2019.

The following is a summary of the parent company's solvency ratios as of June 30, 2026 and December 31, 2025.

Technical Equity	June 30, 2026	December 31, 2025
Subscribed and paid-in capital	4,677	4,677
Reserves and retained earnings	5,504,819	5,477,955
Other comprehensive income	172,584	152,485
Net income for the period	317,162	574,590
Minority interest	19,270	19,155
Deductions:		
Goodwill and other intangibles	(701,999)	(726,124)
Other	(4,300)	(2,747)
Common Equity Tier One Capital	**5,312,212**	**5,499,992**
Tier One Capital	**5,312,212**	**5,499,992**
Subordinated instruments	940,812	1,075,171
Tier Two Capital	**940,812**	**1,075,171**
Technical Capital	**6,253,024**	**6,575,163**
Assets weighted by credit risk level	45,345,520	45,511,052
Market risk	75,616	152,515
Value of market risk exposure	840,180	1,694,611
Operational risk	367,134	337,127
Value of operational risk exposure	4,079,267	3,745,856
Assets weighted by credit, market and operational risk level	**50,264,967**	**50,951,519**
Basic Individual Common Equity Tier I Ratio	**10.57%**	**10.79%**
Additional Basic Individual Common Equity Tier I Ratio (1)	**10.57%**	**10.79%**
Solvency ratio contributed by tier two capital	1.87%	2.11%
Total solvency ratio	**12.44%**	**12.90%**
Tier One Capital	5,312,212	5,499,992
Leverage value	92,353,542	87,702,312
Leverage ratio	**5.75%**	**6.27%**

(1) For the additional basic individual common equity tier I ratio, the regulatory minimum limit as established in Decree 1477 of 2018, is 6%.

Note 5. – Estimated fair values

The fair value of financial assets and liabilities traded in active markets (such as financial assets in the form of debt securities, equity instruments, and derivatives actively traded on stock exchanges or interbank markets) is based on prices provided by an official price provider authorized by the Colombian Financial Superintendence (Precia PPV S.A.), which determines them using weighted averages of transactions occurring during the trading day.

An active market, is a market in which transactions for assets or liabilities take place with sufficient frequency and volume to provide price information on an ongoing basis. A dirty price is one that includes the interest accrued and outstanding on the security, from the date of issuance or last interest payment, to the date of fulfillment of the purchase and sale transaction.

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques specified by the price provider. Valuation techniques used for non-standardized financial instruments such as options, currency swaps, forwards and over-the-counter derivatives, include the use of interest rate or currency valuation curves constructed by pricing vendors from market data and extrapolated to the specific conditions of the instrument being valued, discounted cash flow analysis, option pricing models and other valuation techniques commonly used by market participants that make maximum use of market data, and rely as little as possible on entity-specific data.

The Group may use internally developed models for financial instruments that do not have active markets. These models are generally based on valuation methods and techniques generally standardized in the financial sector. The valuation models are mainly used to value unlisted equity financial instruments, debt securities and other debt instruments for which the markets were or have been inactive during the financial year. Some inputs to these models may not be observable in the market, and are therefore estimated based on assumptions.

The output of a model, is always an estimate or approximation of a value that cannot be determined with certainty, and the valuation techniques employed may not fully reflect all factors relevant to the Group's positions. Therefore, valuations are adjusted, if necessary, to allow for additional factors, including country risk, liquidity risk and counterparty risk.

The fair value of non-monetary assets, such as investment property or loan guarantees for purposes of determining impairment, is based on appraisals performed by independent appraisers, with sufficient experience and knowledge of the real estate market or the asset being appraised. These valuations are generally made by reference to market data or based on replacement cost when there is insufficient market data.

The fair value hierarchy has the following levels:

- Level 1 inputs are quoted prices (unadjusted) in active markets, for identical assets or liabilities that the entity can access at the measurement date.
- Level 2 inputs are inputs other than quoted prices included in Level 1, that are observable for the asset or liability, either directly or indirectly.
- Level 3 inputs are unobservable inputs for the asset or liability.

The level in the fair value hierarchy, within which the fair value measurement is categorized in its entirety, is determined based on the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed in relation to the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustments based on unobservable inputs, that measurement is a Level 3 measurement. Assessing the significance of a particular input to the fair value measurement as a whole requires judgment, taking into account factors specific to the asset or liability.

The determination of what constitutes "observable", requires significant judgment on the part of the Group. The Group considers observable data to be market data that is readily available, regularly distributed or updated, reliable and verifiable, non-proprietary, and provided by independent sources actively participating in the relevant market.

a) Fair value measurements on a recurring basis

Fair value measurements on a recurring basis are those that the Colombian Generally Accepted Accounting and Financial Reporting Standards (NCIF), require or permit in the statement of financial position at the end of each accounting period.

The following table analyzes, within the fair value hierarchy, the assets and liabilities (by class) of the Group measured at fair value as of June 30, 2026 and December 31, 2025 on a recurring basis.

June 30, 2026

			Fair values calculated using internal models		
		Level 1	Level 2	Level 3	Total
Assets					
Investments in debt securities with changes in income					
Issued or guaranteed by the Colombian government	$	13,184,064	136,160	-	13,320,224
Issued or guaranteed by other Colombian financial institutions		-	29,124	-	29,124
Issued or guaranteed by entities of the Colombian real sector		-	3,441	-	3,441
Issued or guaranteed by Foreign Governments		173,351	38,458	-	211,809
Issued or guaranteed by other foreign financial institutions		-	73,399	-	73,399
Investments in debt securities with changes in OCI					
Issued or guaranteed by the Colombian government	$	3,842,215	1,147,525	-	4,989,740
Issued or guaranteed by other Colombian government entities		-	49,955	-	49,955
Issued or guaranteed by other Colombian financial institutions		-	370,273	-	370,273
Issued or guaranteed by entities of the Colombian real sector		-	28,562	-	28,562
Issued or guaranteed by Foreign Governments		22,422	435,755	-	458,177
Issued or guaranteed by other foreign financial institutions		-	733,417	-	733,417
Other		-	139,332	-	139,332
Investments in equity instruments with changes in income		-	194,753	1,027,901	1,222,654
Investments in equity instruments with changes in OCI		5,550	-	160,914	166,464
Trading derivatives					
Currency forward		-	1,031,145	-	1,031,145
Forward interest rate		-	12,526	-	12,526
Interest rate swap		-	489,109	-	489,109
Currency swap		-	4,057	-	4,057
Other		-	13,928	-	13,928
Hedging Derivatives					
Interest rate swap		-	40,408	-	40,408
Investment property at fair value		-	246,883	-	246,883
Total recurring fair value assets		**17,227,602**	**5,218,210**	**1,188,815**	**23,634,627**
Liabilities					
Trading derivatives					
Currency forward		-	884,962	-	884,962
Forward interest rate		-	260,295	-	260,295
Interest rate swap		-	542,729	-	542,729
Currency swap		-	1,236	-	1,236
Other		-	17,506	-	17,506
Hedging Derivatives					
Interest rate swap		-	5,548	-	5,548
Total recurring fair value liabilities	**$**	**-**	**1,712,276**	**-**	**1,712,276**

December 31, 2025

		Level 1	Level 2	Level 3	Total
			Fair values calculated using internal models		
Assets					
Investments in debt securities with changes in income					
Issued or guaranteed by the Colombian government	$	11,160,241	205,952	-	11,366,193
Issued or guaranteed by other Colombian financial institutions		-	47,592	-	47,592
Issued or guaranteed by Foreign Governments		245,438	20,839	-	266,277
Issued or guaranteed by other foreign financial institutions		-	127,745	-	127,745
Other		-	12,579	-	12,579
Investments in debt securities with changes in OCI					
Issued or guaranteed by the Colombian government	$	3,531,939	1,526,077	-	5,058,016
Issued or guaranteed by other Colombian government entities		-	76,810	-	76,810
Issued or guaranteed by other Colombian financial institutions		-	494,311	-	494,311
Issued or guaranteed by entities of the Colombian real sector		-	20,616	-	20,616
Issued or guaranteed by Foreign Governments		72,711	409,595	-	482,306
Issued or guaranteed by other foreign financial institutions		-	498,933	-	498,933
Other		-	43,689	-	43,689
Investments in equity instruments with changes in income		-	167,469	973,135	1,140,604
Investments in equity instruments with changes in OCI		4,923	-	171,321	176,244
Trading derivatives					
Currency forward		-	586,501	-	586,501
Forward interest rate		-	237,704	-	237,704
Interest rate swap		-	678,059	-	678,059
Currency swap		-	2,157	-	2,157
Other		-	20,552	-	20,552
Hedging Derivatives					
Interest rate swap		-	48,261	-	48,261
Investment property at fair value		-	236,472	-	236,472
Total recurring fair value assets		**15,015,252**	**5,461,913**	**1,144,456**	**21,621,621**
Liabilities					
Trading derivatives					
Currency forward		-	490,062	-	490,062
Forward interest rate		-	38,858	-	38,858
Interest rate swap		-	737,183	-	737,183
Other		-	19,713	-	19,713
Total recurring fair value liabilities	$	**-**	**1,285,816**	**-**	**1,285,816**

Investments, whose values are based on quoted market prices in active markets, and are therefore classified in Level 1, include equity investments active in the stock market, certain investments issued or guaranteed by the Colombian government, other Colombian financial institutions, other foreign financial institutions and foreign governments.

Financial instruments that are quoted in markets that are not considered active, but are valued according to quoted market prices, broker quotes or alternative price sources supported by observable inputs, are classified in Level 2. Includes other investments issued or guaranteed by the Colombian government, other Colombian financial institutions, issued or guaranteed by other Colombian government entities, Colombian real sector entities, foreign governments, other foreign financial institutions, foreign real sector entities, derivatives and investment properties. As Level 2 investments include positions that are not traded in active markets and/or are subject to transfer restrictions, valuations may be adjusted to reflect illiquidity or non-transferability, which are generally based on available market information.

As indicated above, the fair value of investment properties is determined based on the appraisal performed by independent expert appraisers as of December 31, 2025, which were prepared under the methodology of comparative sales approach (market approach), determining the value of the assets based on comparison with other similar assets that are being or have been traded in the real estate market, this comparative approach considers the sale of similar or substitute assets, as well as data obtained from the market, and establishes an estimate of value using processes that include comparison. To carry out this process, during the six months of the year under evaluation, the processes of documentation of the investment properties, quotation and detailed review of the appraisals, are carried out and in some cases with the support of the leasing technical area, the appraisals are sent for their opinion, in order to finally proceed with the adjustment of the fair value in the accounting book.

b) Determination of fair values

The following table shows information about valuation techniques and significant inputs when measuring fair value on a recurring basis for assets and liabilities whose fair value hierarchy classification is level 2 or level 3:

Assets and Liabilities	**Valuation technique for levels 2 and 3**	**Main input data**
Investments in debt securities at fair value		
Through profit or loss	Market Focus	*Market Price[1]
With changes in OCI	Market Focus	*Market Price[1]
Investments in equity instruments		
Through profit or loss	Unit value	*Market value of the underlying assets, are real estate, minus management fees and expenses.
With changes in OCI	Discounted cash flow	*Growth during the five-year projection period. *Net income *Growth in residual values after five years *Discounted interest rate
Trading derivatives		
Currency forward		*Curves by underlying functional currency
Forward interest rate	Discounted cash flow	*Price of underlying security/ Curves by functional currency of the underlying
Interest rate swap		*Swap curves assigned according to underlying
Currency swap		*Swap curves assigned according to underlying
Other	Black & Scholes & Merton	*Matrices and implied volatility curves
Investment property at fair value	Discounted cash flow	*Processes used to collect data and determine the fair value of investment properties

(1) Quoted market prices, i.e., obtained from price suppliers.

c) Transfer of levels

The following table presents the transfers between Levels 1 and 2 for periods ended June 30, 2026 and the year ended December 31, 2025:

	June 30, 2026		December 31, 2025	
Fair value measurements for recurring	**Level 1 to Level 2**	**Level 2 to Level 1**	**Level 1 to Level 2**	**Level 2 to Level 1**
Assets				
Fixed-income fair value investments	$ 480	66,958	$ 64,407	-

As of the end of June 2026, there were transfers from Level 1 to Level 2 of TES securities in the UVR series maturing in 2035, 2049, and 2062, which had lower liquidity. And the transfer of TES UVR from Level 2 to Level 1, maturing in 2037, 2041, and 2055, which saw higher trading volumes, making them more liquid in the market.

d) Fair value measurements on non-recurring basis

Valuation of Level 3 equity instruments

Investments classified in Level 3, have unobservable inputs. Level 3 instruments primarily include investments in equity instruments, which are not publicly traded.

The Group holds equity investments listed on the OCI in various entities, with a stake of less than 20% of each entity's equity; some of these were received in the past as payment for customer obligations, while others were acquired because they are necessary for the conduct of business operations, such as ACH S.A., Cámara de Riesgo Central de Contraparte S.A., Credibanco S.A., and Redeban S.A.

The valuation of these instruments is performed with the following frequency:

- Monthly: Credibanco S.A.
- Quarterly: ACH S.A.
- Annual: Aportes En Línea S.A., Aval Casa de Bolsa S.A., Cámara de Riesgo Central de Contraparte de S.A., Redeban S.A. The frequency is due to the fact that their fair value does not change significantly; however, potential effects on fair value are monitored at each reporting date.

For ACH S.A and Credibanco S.A, the determination of their fair value as of June 30, 2026, their shares are not listed in a public stock market and therefore, was made with the help of an external advisor to the Group, who has used the discounted cash flow method for such purpose, which is constructed based on the appraiser's own projections of revenues, costs and expenses of each valuation entity over a five-year period, taking as a basis for them some historical information obtained from the companies, and residual values determined with growth rates in perpetuity established by the appraiser according to his experience.

The following table includes the sensitivity analysis of changes in such variables used in the valuation of the investment, taking into account that changes in fair value of such investments are recorded in equity, as they correspond to investments classified as equity instruments at fair value with changes in equity:

Methods and Variables	Variation	Favorable impact	Unfavorable impact
Revenues	+/- 100 bp	$ 2,624,897	$ 2,581,533
Perpetuity gradient	+/- 100 bp	2,661,872	2,552,264
Discount Rate	+/- 50 PB	2,630,979	2,574,643

Based on the variations and impacts presented in the previous box, as of June 30, 2026, there would be a favorable effect on the Bank's equity of $11,166 and an unfavorable effect of $10,188. These values were calculated by valuing the investment with the favorable and unfavorable price, according to the variations presented and the number of shares held by the Bank in each entity.

The following table presents the changes in equity instruments with a minority interest (less than 20%) classified as Level 3 and measured at fair value for the six-month periods ended June 30, 2026, and 2025:

	Equity instruments
Balance as of December 31, 2025	**$ 1,144,456**
Valuation adjustment affecting income [1]	62,726
Valuation adjustments with effect on OCI	(5,038)
Additions [1]	83
Redemptions [1]	(6,075)
Withdrawals/Sales	(7,337)
Balance as of June 30, 2026	**$ 1,188,815**
Balance as of December 31, 2024	**$ 963,741**
Valuation adjustment with effect on income [1]	60,646
Valuation adjustments with effect on OCI	4,337
Additions [1]	49,264
Redemptions [1]	(15,317)
Balance as of June 30, 2025	**$ 1,062,671**

(1) As of June 30, 2026, investments in equity instruments at fair value through profit or loss, present the following variations with respect to December 31, 2025:

- Nexus Inmobiliario Private Equity Fund, with a change of $51,291, attributable to redemptions of ($6,000) and a valuation gain of $57,291.
- The Pactia Real Estate Private Equity Fund recorded a valuation gain affecting net income of $5,019.
- Similarly, the Renta+ Real Estate Mutual Fund reported a change of $341, attributable to withdrawals of ($75) and a valuation adjustment affecting income of $416.

The OCI as of June 30, 2026, and 2025, corresponding to the valuation of financial instruments measured at fair value—Level 3, is ($5,038) and $4,337, respectively.

The following is the detail as of June 30, 2026 and December 31, 2025 of the assets that were measured at fair value as a result of impairment assessment in the application of IFRS standards applicable to each account, but that are not required to be measured at fair value on a recurring basis:

June 30, 2026		**Level 3**
Collateralized loan portfolio financial instruments	$	331,969
	$	**331,969**

December 31, 2025		**Level 3**
Collateralized loan portfolio financial instruments	$	373,089
	$	**373,089**

The following table presents a summary of the Group's financial assets and liabilities recorded at amortized cost as of June 30, 2026 and December 31, 2025, compared to the values determined at fair value, for which it is practicable to calculate fair value:

		June 30, 2026		**December 31, 2025**	
		Carrying value	**Estimated Fair Value**	**Carrying value**	**Estimated Fair Value**
Assets					
Financial assets in debt securities at amortized cost	$	1,519,740	1,515,490	1,324,900	1,333,053
Loan Portfolio, net		54,593,074	61,788,583	54,504,399	59,571,595
Other accounts receivable		919,945	919,945	661,508	661,508
	$	**57,032,759**	**64,224,018**	**56,490,807**	**61,566,156**
Liabilities					
Certificates of Deposit	$	21,832,509	21,962,529	20,416,158	20,543,117
Current accounts		8,143,146	8,143,146	7,606,030	7,606,030
Savings accounts		30,845,115	30,845,115	31,112,717	31,112,717
Other deposits		79,400	79,400	72,267	72,267
Interbank funds		14,076,038	14,075,961	12,281,785	12,281,785
Loans from banks and others		3,628,421	3,923,047	3,824,902	4,173,080
Obligations with rediscount entities		1,162,715	1,174,383	1,061,583	1,063,300
Bonds issued		1,792,850	1,971,272	2,097,440	2,267,428
	$	**81,560,194**	**82,174,853**	**78,472,882**	**79,119,724**

The estimated fair value of the loan portfolio is calculated as follows:

Loan portfolio rated A, B and C: the net present value of the contractual flows is obtained, discounted at the discount rate, which is equivalent to the market value of the transactions, based on the balances of each obligation, the maturity date of the transaction, the contractual rate, among others.

Portfolio rated D or E: calculated on the book value in percentage expected to be recovered from such obligations.

The **Discount Rate** comprises the following:

- **Credits rated A, B or C:** Risk-free rate + Risk points + Portfolio management fees.

The **Risk-Free Rate** represents the opportunity cost incurred in placing funds through credit. Varies according to the remaining term of each obligation. For loans in legal currency, the TES curve is used as a reference and for foreign currency transactions, the 10-year U.S. treasury bond rate is used as a reference.

Credit risk points are obtained through the product of the probability of default (customer risk) and the loss given default. The latter represents the risk of the credit operation, which in the commercial portfolio depends on the collateral.

In the **Loan Portfolio Management Expense Ratio**, costs for human resources and outsourcing are reported.

The fair value methodologies for fixed income securities at time zero, correspond to the adjustment of the difference between the purchase price (IRR purchase) and the market price published by the price vendor *Precia PPV S.A*. For subsequent measurement, this fair value on each of the investments is determined with the daily valuation using the market price published by the same price vendor.

For other accounts receivable, the maturity of these accounts matures in a period equal to or less than one year; therefore, it is not considered necessary to perform a fair value calculation, on the understanding that this value is the best estimate, since it is a short period.

The fair value methodology of the Parent Company's liabilities (CDTs and Bonds) is performed by means of the PWPREI application, which values the Parent Company's standardized liabilities in Colombian pesos at market prices, using the information published by the price provider *Precia PPV S.A*.

For Financial Obligations, the calculation is performed manually, in which the valuation is made using the discount curve calculated by the Parent Company's Treasury Risk Division.

Note 6. – Cash and cash equivalents

Cash and cash equivalents balances as of June 30, 2026 and December 31, 2025 comprise the following:

		June 30, 2026	December 31, 2025
In Colombian pesos			
Cash	$	618,109	516,237
At *Banco de la República de Colombia*		2,177,591	1,328,458
Bank and other financial institutions on demand		1,225	(515)
Exchange		400	500
Simultaneous operations (*)		2,011,232	1,659,596
		4,808,557	**3,504,276**
In foreign currency			
Cash		2,923	5,447
Bank and other financial institutions on demand		1,844,097	2,504,807
		1,847,020	**2,510,254**
Total cash	**$**	**6,655,577**	**6,014,530**

(*) Money market transactions (repos and simultaneous transactions) with a maturity of less than 90 days, intended to provide liquidity, where the counterparty is the Central Bank of Colombia (*Banco de la República*) and/or the transactions are cleared or settled through the Central Counterparty Risk Clearing House (*Cámara de Riesgo Central de Contraparte*–CRCC), thereby mitigating credit risk.

As of June 30, 2026 and December 31, 2025, there are no restrictions on cash and cash equivalents, except for the legal reserve required in Colombia, amounting to $2,950,009 and $2,990,076, respectively.

Note 7. – Financial assets from investment in debt securities and equity instruments at fair value

The balance of Financial Assets in debt securities and investments in equity instruments at fair value, comprises the following as of June 30, 2026 and December 31, 2025:

		June 30, 2026	December 31, 2025
Debt securities with changes in income			
In Colombian pesos			
Issued or guaranteed by the Colombian government	$	13,320,224	11,316,711
Issued or guaranteed by other Colombian financial institutions		29,124	47,592
Other		-	349
		13,349,348	**11,364,652**
In foreign currency			
Issued or guaranteed by the Colombian government		-	49,482
Issued or guaranteed by entities of the Colombian real sector		3,441	-
Issued or guaranteed by Foreign Governments		211,809	266,277
Issued or guaranteed by other foreign financial institutions		73,399	127,745
Other		-	12,230
		288,649	**455,734**
Total debt securities through profit or loss	**$**	**13,637,997**	**11,820,386**
Debt securities with changes in OCI			
In Colombian pesos			
Issued or guaranteed by the Colombian government	$	4,501,185	4,275,838
Issued or guaranteed by other Colombian government entities		49,955	76,810
Issued or guaranteed by other Colombian financial institutions		370,273	494,311
Issued or guaranteed by entities of the Colombian real sector		-	1,001
Other		515	687
		4,921,928	**4,848,647**
In foreign currency			
Issued or guaranteed by the Colombian government		488,555	782,178
Issued or guaranteed by entities of the Colombian real sector		28,562	19,615
Issued or guaranteed by Foreign Governments		458,177	482,306
Issued or guaranteed by other foreign financial institutions		733,417	498,933
Other		138,817	43,002
		1,847,528	**1,826,034**
Total debt securities with changes in OCI(1)	**$**	**6,769,456**	**6,674,681**
Equity instruments with adjustment to income			
In Colombian pesos			
Credicorp Capital Fiduciaria S.A. Separate Funds - FAP Acreencias PAK Separate Fund		9,644	11,529
Mutual funds	$	1,213,010	1,129,075
Equity instruments with adjustment to income total		**1,222,654**	**1,140,604**
Trading derivative instruments with changes to income total	**$**	**1,550,765**	**1,524,973**
Total financial instruments at fair value with changes in profit or loss	**$**	**16,411,416**	**14,485,963**
Equity instruments with adjustment to OCI equity			
In Colombian pesos			
Corporate actions	$	166,464	176,244
Total equity instruments(2)		**1,389,118**	**1,316,848**
Total financial assets in debt securities and investments in equity instruments at fair value	**$**	**23,347,336**	**21,336,888**
Total financial instruments at fair value with changes in OCI	**$**	**6,935,920**	**6,850,925**

(1) The valuation adjustment recognized in OCI for debt securities is $84,858 and ($32,668) as of June 30, 2026 and 2025, respectively.

(2) The valuation adjustment recognized in OCI for equity instruments measured at fair value was ($4,433) and $5,212 as of June 30, 2026 and 2025, respectively.

Financial assets at fair value, are carried at fair value based on observable market data, which also reflects the credit risk associated with the asset.

The following, is a detail of equity instruments with changes in other comprehensive income:

Entity		June 30, 2026	December 31, 2025
Redeban Multicolor S.A. (1)	$	50,395	50,395
A.C.H Colombia S.A. (1)		49,567	56,864
Central Counterparty Risk Clearing House of Colombia S.A. (1)		3,934	3,934
Credibanco S.A. (1)		46,418	44,158
Aval Fiduciaria S.A. (2)		-	5,260
Holding Bursátil Regional (1)		5,541	4,923
Bolsa de valores de Colombia S.A.		8	-
Aportes en Línea S.A. (Gestión y Contacto) (1)		4,915	5,024
Aval Casa de Bolsa S.A (previously Casa de Bolsa S.A.)(1)		5,686	5,686
Total	**$**	**166,464**	**176,244**

(1) These financial instruments were recognized at fair value based on market prices provided by Precia S.A.; the effect of this valuation was recognized against OCI as the fair value of equity instruments in the amount of ($4,433) as of June 30, 2026, and in the amount of $5,212 as of June 30, 2025.

(2) As a result of the spin-off of Fiduciaria de Occidente S.A., the spun-off net assets and liabilities were contributed to Aval Fiduciaria S.A. Consequently, the Parent Company's stake in Aval Fiduciaria S.A. increased from 5.50% to 24.46%; additionally, Occidental Bank Barbados acquired an indirect stake of 0.14%, for a total of 24.60%. As of December 31, 2025, the investment in Aval Fiduciaria S.A. was classified as an equity instrument. Effective January 1, 2026, due to the increase in ownership interest and the significant influence gained, it was classified as an investment in an associate. (See Note 12).

Financial assets classified as equity instruments at fair value through other comprehensive income, have been designated as such because they are strategic investments for the Group and, consequently, are not expected to be sold in the near future; furthermore, there is a higher degree of uncertainty in determining their fair value, which results in significant fluctuations from one period to the next.

During the six-month period ended June 30, 2026, dividends from these investments were recognized in the income statement in the amount of $7,535 ($6,546 during the six-month period ended June 30, 2025).

Guaranteeing money market and central counterparty risk clearinghouse (futures) transactions

The following is a list of financial assets at fair value, that are used to guarantee repo and derivatives operations, those that have been pledged as collateral for transactions with financial instruments, and those that have been pledged as collateral to third parties in support of financial obligations with other banks.

		June 30, 2026	December 31, 2025
Delivered in money market operations			
Issued or guaranteed by the Colombian government	$	13,512,650	9,926,924
Issued or guaranteed by other Colombian government entities		-	1,094,403
		13,512,650	**11,021,327**
Delivered as collateral for derivative transactions			
Issued or guaranteed by the Colombian government		53,408	89,426
Total	**$**	**13,566,058**	**11,110,753**

Changes in fair values primarily reflect changes in market conditions, due mainly to changes in interest rates and other economic conditions in the country in which the investment is held.

There are no legal or economic restrictions, pledges or liens on financial assets in the form of debt securities and equity instruments at fair value, and there is no limitation on their ownership.

Note 8. – Financial assets in debt securities at amortized cost

The balance of financial assets in debt securities at amortized cost, comprises the following as of June 30, 2026 and December 31, 2025:

		June 30, 2026	December 31, 2025
Debt securities			
In Colombian pesos			
Issued or guaranteed by other Colombian government entities		1,520,656	1,325,750
Total debt securities		**1,520,656**	**1,325,750**
Impairment of investments		(916)	(850)
Total financial assets in debt securities at amortized cost	**$**	**1,519,740**	**1,324,900**

The following is the statement of impairment of investments for the six-month period ended June 30, 2026, and for the year ended December 31, 2025:

		June 30, 2026	December 31, 2025
Balance at beginning of period	**$**	**850**	**741**
Expense for impairment of investments at amortized cost		66	109
Balance at end of period	**$**	**916**	**850**

The following is a summary of financial assets in debt securities at amortized cost by maturity date:

		June 30, 2026	December 31, 2025
Up to 1 month	$	123,510	193,670
more than 1 month and no longer than 3 months		36,399	-
more than 3 months and no longer than 1 year		1,360,747	1,132,080
Subtotal		**1,520,656**	**1,325,750**
Impairment of investments		(916)	(850)
Total	**$**	**1,519,740**	**1,324,900**

Note 9. – Derivative instruments and hedge accounting

a. Hedging of investments abroad

In the development of its operations, the Parent Company has the following investments in foreign subsidiaries as of June 30, 2026 and December 31, 2025, whose Financial Statements in the consolidation process generate translation adjustments that are recorded in the other comprehensive income account in shareholders' equity, as follows:

		June 30, 2026				
		Thousands of U.S. dollars			million Colombian pesos	
Detail of investment		**Value of hedged investment**	**Value of hedged foreign currency obligations**		**Adjustment for translation of financial statements**	**Exchange difference on foreign currency obligations**
Occidental Bank Barbados Ltd.	USD	51,517	(51,517)	COP	21,208	(21,208)
Banco de Occidente Panamá S.A.		106,413	(106,413)		10,369	(10,369)
Total	**USD**	**157,930**	**(157,930)**	**COP**	**31,577**	**(31,577)**

		December 31, 2025				
		Thousands of U.S. dollars			million Colombian pesos	
Detail of investment		**Value of hedged investment**	**Value of hedged foreign currency obligations**		**Adjustment for translation of financial statements**	**Exchange difference on foreign currency obligations**
Occidental Bank Barbados Ltd.	USD	49,966	(49,966)	COP	37,357	(37,357)
Banco de Occidente Panamá S.A.		96,872	(96,872)		42,625	(42,625)
Total	**USD**	**146,838**	**(146,838)**	**COP**	**79,982**	**(79,982)**

As these investments are denominated in U.S. dollars, which is the functional currency of the above subsidiaries, the Parent Company is subject to the risk of changes in the exchange rate of the Colombian peso, which is the functional currency of the Parent Company, against the U.S. dollar. To cover this risk, the Parent Company has entered into foreign currency debt operations, and as such has designated foreign currency obligations for USD $157,930 as of June 30, 2026 and $146,838 as of December 31, 2025, which cover 100% of the current investments in those subsidiaries, the financial obligations have a short-term maturity; therefore, once such obligations mature, the Parent Company's management designates new obligations in foreign currency to maintain coverage for 100% of the investments.

For foreign currency debt designated as a hedging instrument, the gain or loss arising on translation of the debt into Colombian pesos, is based on the current exchange rate between the U.S. dollar and the Colombian peso, which is the Group's functional currency. To the extent that the notional amount of the hedging instrument exactly matches the portion of the hedged investment in the foreign operations, there is no hedge ineffectiveness.

b. Fair value hedge

As of June 30, 2026, the Parent Company maintained fair value hedging transactions to hedge fixed-rate loans denominated in COP against changes in the IBR market rate.

As a risk management strategy, the Parent Company has determined that in order to hedge the fair value of loans, it is necessary to contract swap derivative instruments that allow the redenomination of fixed rate flows to flows indexed to a variable rate based on the IBR. The derivative instruments contracted are expected to be highly effective in hedging and mitigating the aforementioned risk.

Type of hedging

These types of hedges will be classified as fair value hedges under IAS 39, for which all the necessary procedures and documentation established in the regulations and compendium of accounting standards must be complied with. Under the accounting rules for this hedge category, changes in the market value of the derivative must be recorded in profit or loss (income or expense).

Nature of hedged risk

The hedged risk corresponds to the variability of the fair value of fixed rate loans in COP, due to the effect of the variation of the market rate (IBR prime rate).

The nature of this hedge will only cover the prime rate component of the loans, leaving out of the hedge the spreads associated with the securities or financing.

Early termination of hedging

The Parent Company must discontinue hedge accounting prospectively to the extent that any of the following situations arise:

a) The hedge ceases to meet the effectiveness requirements.
b) Discontinuation of hedge accounting due to derecognition of the hedged item or early prospective termination.
c) The hedged forecast transaction is no longer highly probable.
d) Extraordinary ALCO approval for the discontinuation of a hedge or a change in hedging strategy.

Below is a detail of the fair value hedging derivatives that meet the efficiency test required by the standard for hedging as of June 30, 2026 and December 31, 2025:

		June 30, 2026				
		Notional Amount			Fair value	
		3 months to one year	More than one year	Total	Assets	Liabilities
Fair value hedging derivatives	$					
Interest rate swaps		46,000	1,290,000	1,336,000	41,290	5,670
Total		**46,000**	**1,290,000**	**1,336,000**	**41,290**	**5,670**

		December 31, 2025				
		Notional Amount			Fair value	
		3 months to one year	More than one year	Total	Assets	Liabilities
Fair value hedging derivatives	$					
Interest rate swaps		-	1,048,000	1,048,000	52,146	-
Total		**-**	**1,048,000**	**1,048,000**	**52,146**	**-**

Quantitative results fair value hedges

The following is a breakdown of gains or losses on hedging instruments and hedged items of the fair value hedge, as of June 30, 2026 and December 31, 2025:

June 30, 2026		Notional value	Assets	Liabilities	Fair value for the calculation of effectiveness	Efficiency hedging
Item hedged by covered item						
Mortgage loans	$	1,336,000	24,855	-	24,855	0
Hedging instrument						
Interest rate swaps	$	1,336,000	-	25,126	(25,126)	271

December 31, 2025		Notional value	Assets	Liabilities	Fair value for the calculation of effectiveness	Efficiency hedging
Item hedged by covered item						
Mortgage loans	$	1,048,000	-	18,077	(18,077)	0
Hedging instrument						
Interest rate swaps	$	1,048,000	18,209	-	18,209	(132)

Note 10. – Financial assets from loans and receivables and investments, net

Loan portfolio movement in impairment

The following is the movement in the impairment of the loan portfolio during the six-month periods ended June 30, 2026 and 2025:

		Commercial				Repos and Interbank			
		Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Balance as of December 31, 2025	$	**225,757**	**44,739**	**675,924**	**946,420**	**137**	**-**	**-**	**137**
Period write-offs		(3)	-	(104,902)	(104,905)	-	-	-	-
Sale of loan portfolio		-	-	(79,861)	(79,861)	-	-	-	-
Reversal of accrued interest Stage 3		-	-	10,818	10,818	-	-	-	-
Expenses		6,239	23,273	270,904	300,416	6	-	-	6
Expenses for disbursements or originations		105,165	11,094	9,838	126,097	7	-	-	7
Reimbursement		(37,790)	(5,991)	(12,161)	(55,942)	(6)	-	-	(6)
Cancellation or payment in full		(70,501)	(7,203)	(87,948)	(165,652)	(77)	-	-	(77)
Reclassification from Stage 1 to Stage 2		(7,219)	7,219	-	-	-	-	-	-
Reclassification from Stage 1 to Stage 3		(950)	-	950	-	-	-	-	-
Reclassification from Stage 2 to Stage 3		-	(5,261)	5,261	-	-	-	-	-
Reclassification from Stage 3 to Stage 2		-	1,795	(1,795)	-	-	-	-	-
Reclassification from Stage 2 to Stage 1		12,827	(12,827)	-	-	-	-	-	-
Reclassification from Stage 3 to Stage 1		5,251	-	(5,251)	-	-	-	-	-
Difference in exchange		(2,084)	-	-	(2,084)	-	-	-	-
Balance as of June 30, 2026	$	**236,692**	**56,838**	**681,777**	**975,307**	**67**	**-**	**-**	**67**

		Consumer				Housing			
		Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Balance as of December 31, 2025	$	**237,590**	**126,915**	**522,772**	**887,277**	**24,763**	**5,057**	**49,608**	**79,428**
Period write-offs		(153)	(383)	(428,379)	(428,915)	-	-	-	-
Sale of loan portfolio		-	-	(61,396)	(61,396)	-	-	-	-
Reversal of accrued interest Stage 3		-	-	22,043	22,043	-	-	1,770	1,770
Expenses		21,913	113,022	409,586	544,521	1,217	3,396	5,538	10,151
Expenses for disbursements or originations		49,075	7,727	47,409	104,211	4,286	435	-	4,721
Reimbursement		(86,189)	(11,693)	(6,683)	(104,565)	(5,357)	(250)	(1,001)	(6,608)
Cancellation or payment in full		(31,063)	(15,426)	(62,541)	(109,030)	(992)	(279)	(1,558)	(2,829)
Reclassification from Stage 1 to Stage 2		(15,605)	15,605	-	-	(717)	717	-	-
Reclassification from Stage 1 to Stage 3		(13,617)	-	13,617	-	(159)	-	159	-
Reclassification from Stage 2 to Stage 3		-	(78,350)	78,350	-	-	(1,096)	1,096	-
Reclassification from Stage 3 to Stage 2		-	6,699	(6,699)	-	-	377	(377)	-
Reclassification from Stage 2 to Stage 1		22,477	(22,477)	-	-	2,494	(2,494)	-	-
Reclassification from Stage 3 to Stage 1		28,290	-	(28,290)	-	1,500	-	(1,500)	-
Difference in exchange		-	-	-	-	-	-	-	-
Balance as of June 30, 2026	$	**212,718**	**141,639**	**499,789**	**854,146**	**27,035**	**5,863**	**53,735**	**86,633**

		Commercial Leasing				Consumer Leasing			
		Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Balance as of December 31, 2025	$	**40,798**	**22,338**	**221,003**	**284,139**	**150**	**101**	**316**	**567**
Period write-offs		-	-	(48,943)	(48,943)	-	-	(71)	(71)
Sale of loan portfolio		-	-	-	-	-	-	-	-
Reversal of accrued interest Stage 3		-	-	9,507	9,507	-	-	16	16
Expenses		2,389	8,197	59,908	70,494	82	47	133	262
Expenses for disbursements or originations		9,408	608	1,795	11,811	11	8	-	19
Reimbursement		(21,256)	(3,428)	(10,970)	(35,654)	(111)	(3)	-	(114)
Cancellation or payment in full		(2,252)	(765)	(10,373)	(13,390)	(3)	-	-	(3)
Reclassification from Stage 1 to Stage 2		(2,133)	2,133	-	-	(13)	13	-	-
Reclassification from Stage 1 to Stage 3		(211)	-	211	-	-	-	-	-
Reclassification from Stage 2 to Stage 3		-	(2,174)	2,174	-	-	-	-	-
Reclassification from Stage 3 to Stage 2		-	1,892	(1,892)	-	-	-	-	-
Reclassification from Stage 2 to Stage 1		11,148	(11,148)	-	-	55	(55)	-	-
Reclassification from Stage 3 to Stage 1		5,979	-	(5,979)	-	-	-	-	-
Difference in exchange		-	-	-	-	-	-	-	-
Balance as of June 30, 2026	$	**43,870**	**17,653**	**216,441**	**277,964**	**171**	**111**	**394**	**676**

		Housing Leasing				Total Financial Leasing			
		Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Balance as of December 31, 2025	$	**13,691**	**3,659**	**20,037**	**37,387**	**54,639**	**26,098**	**241,356**	**322,093**
Period write-offs		-	-	(3,014)	(3,014)	-	-	(52,028)	(52,028)
Sale of loan portfolio		-	-	-	-	-	-	-	-
Reversal of accrued interest Stage 3		-	-	873	873	-	-	10,396	10,396
Expenses		641	1,743	7,487	9,871	3,112	9,987	67,528	80,627
Expenses for disbursements or originations		1,890	77	-	1,967	11,309	693	1,795	13,797
Reimbursement		(3,209)	(256)	(665)	(4,130)	(24,576)	(3,687)	(11,635)	(39,898)
Cancellation or payment in full		(429)	(44)	(967)	(1,440)	(2,684)	(809)	(11,340)	(14,833)
Reclassification from Stage 1 to Stage 2		(313)	313	-	-	(2,459)	2,459	-	-
Reclassification from Stage 1 to Stage 3		(99)	-	99	-	(310)	-	310	-
Reclassification from Stage 2 to Stage 3		-	(1,176)	1,176	-	-	(3,350)	3,350	-
Reclassification from Stage 3 to Stage 2		-	251	(251)	-	-	2,143	(2,143)	-
Reclassification from Stage 2 to Stage 1		1,628	(1,628)	-	-	12,831	(12,831)	-	-
Reclassification from Stage 3 to Stage 1		993	-	(993)	-	6,972	-	(6,972)	-
Difference in exchange		-	-	-	-	-	-	-	-
Balance as of June 30, 2026	$	**14,793**	**2,939**	**23,782**	**41,514**	**58,834**	**20,703**	**240,617**	**320,154**

		Total			
		Stage 1	Stage 2	Stage 3	Total
Balance as of December 31, 2025	$	**542,886**	**202,809**	**1,489,660**	**2,235,355**
Period write-offs		(156)	(383)	(585,309)	(585,848)
Sale of loan portfolio		-	-	(141,257)	(141,257)
Reversal of accrued interest Stage 3		-	-	45,027	45,027
Expenses		32,487	149,678	753,556	935,721
Expenses for disbursements or originations		169,842	19,949	59,042	248,833
Reimbursement		(153,918)	(21,621)	(31,480)	(207,019)
Cancellation or payment in full		(105,317)	(23,717)	(163,387)	(292,421)
Reclassification from Stage 1 to Stage 2		(26,000)	26,000	-	-
Reclassification from Stage 1 to Stage 3		(15,036)	-	15,036	-
Reclassification from Stage 2 to Stage 3		-	(88,057)	88,057	-
Reclassification from Stage 3 to Stage 2		-	11,014	(11,014)	-
Reclassification from Stage 2 to Stage 1		50,629	(50,629)	-	-
Reclassification from Stage 3 to Stage 1		42,013	-	(42,013)	-
Difference in exchange		(2,084)	-	-	(2,084)
Balance as of June 30, 2026	$	**535,346**	**225,043**	**1,475,918**	**2,236,307**

		Commercial				Repos and Interbank			
		Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Balance as of December 31, 2024	$	**228,329**	**25,942**	**914,497**	**1,168,768**	**53**	**-**	**-**	**53**
Changes in accounting policy		-	-	-	-	-	-	-	-
Balance as of January 01, 2024		**228,329**	**25,942**	**914,497**	**1,168,768**	**53**	**-**	**-**	**53**
Balance acquired in a business combination		-	-	-	-	-	-	-	-
Period write-offs		(4)	-	(357,615)	(357,619)	-	-	-	-
Recovery of write-offs		-	-	-	-	-	-	-	-
Sale of loan portfolio		-	-	(8,771)	(8,771)	-	-	-	-
Reversal of accrued interest Stage 3		-	-	47,518	47,518	-	-	-	-
Expenses		6,285	15,710	140,915	162,910	2	-	-	2
Expenses for disbursements or originations		117,119	14,058	84,236	215,413	119	-	-	119
Reimbursement		(26,276)	(1,960)	(94,201)	(122,437)	(1)	-	-	(1)
Cancellation or payment in full		(96,495)	(11,460)	34,893	(73,062)	(41)	-	-	(41)
Reclassification from Stage 1 to Stage 2		(10,851)	10,851	-	-	-	-	-	-
Reclassification from Stage 1 to Stage 3		(1,500)	-	1,500	-	-	-	-	-
Reclassification from Stage 2 to Stage 3		-	(2,377)	2,377	-	-	-	-	-
Reclassification from Stage 3 to Stage 2		-	113	(113)	-	-	-	-	-
Reclassification from Stage 2 to Stage 1		3,029	(3,029)	-	-	-	-	-	-
Reclassification from Stage 3 to Stage 1		2,318	-	(2,318)	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-
Deconsolidation of Entities		-	-	-	-	-	-	-	-
Discontinued operations—changes during the year other than - P&L		-	-	-	-	-	-	-	-
Difference in exchange		-	-	(1,876)	(1,876)	-	-	-	-
Balance as of June 30, 2025	$	**221,954**	**47,848**	**761,042**	**1,030,844**	**132**	**-**	**-**	**132**

		Consumer				Housing			
		Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Balance as of December 31, 2024	$	**232,896**	**112,852**	**652,350**	**998,098**	**15,789**	**2,688**	**42,644**	**61,121**
Changes in accounting policy		-	-	-	-	-	-	-	-
Balance as of January 01, 2024		**232,896**	**112,852**	**652,350**	**998,098**	**15,789**	**2,688**	**42,644**	**61,121**
Balance acquired in a business combination		-	-	-	-	-	-	-	-
Period write-offs		(4)	(82)	(447,095)	(447,181)	-	-	(3,957)	(3,957)
Recovery of write-offs		-	-	-	-	-	-	-	-
Sale of loan portfolio		(7)	(354)	(50,185)	(50,546)	-	-	-	-
Reversal of accrued interest Stage 3		-	-	15,702	15,702	-	-	931	931
Expenses		25,388	102,601	422,042	550,031	1,731	2,212	8,967	12,910
Expenses for disbursements or originations		83,042	12,574	84,911	180,527	4,456	275	31	4,762
Reimbursement		(78,276)	(10,446)	(9,264)	(97,986)	(2,912)	(373)	(3,528)	(6,813)
Cancellation or payment in full		(45,309)	(22,224)	(77,563)	(145,096)	(933)	(116)	(1,224)	(2,273)
Reclassification from Stage 1 to Stage 2		(14,344)	14,344	-	-	(482)	482	-	-
Reclassification from Stage 1 to Stage 3		(17,232)	-	17,232	-	(73)	-	73	-
Reclassification from Stage 2 to Stage 3		-	(75,955)	75,955	-	-	(499)	499	-
Reclassification from Stage 3 to Stage 2		-	7,324	(7,324)	-	-	455	(455)	-
Reclassification from Stage 2 to Stage 1		22,271	(22,271)	-	-	1,214	(1,214)	-	-
Reclassification from Stage 3 to Stage 1		37,558	-	(37,558)	-	1,397	-	(1,397)	-
Discontinued Operations		-	-	-	-	-	-	-	-
Deconsolidation of Entities		-	-	-	-	-	-	-	-
Discontinued operations—changes during the year other than - P&L		-	-	-	-	-	-	-	-
Difference in exchange		-	-	-	-	-	-	-	-
Balance as of June 30, 2025	$	**245,983**	**118,363**	**639,203**	**1,003,549**	**20,187**	**3,910**	**42,584**	**66,681**

		Commercial Leasing				Consumer Leasing			
		Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Balance as of December 31, 2024	$	**34,145**	**11,959**	**244,866**	**290,970**	**116**	**92**	**216**	**424**
Changes in accounting policy		-	-	-	-	-	-	-	-
Balance as of January 01, 2024		**34,145**	**11,959**	**244,866**	**290,970**	**116**	**92**	**216**	**424**
Balance acquired in a business combination		-	-	-	-	-	-	-	-
Period write-offs		-	-	(43,153)	(43,153)	-	-	(139)	(139)
Recovery of write-offs		-	-	-	-	-	-	-	-
Sale of loan portfolio		-	-	-	-	-	-	-	-
Reversal of accrued interest Stage 3		-	-	7,610	7,610	-	-	6	6
Expenses		3,745	12,006	67,816	83,567	4	11	208	223
Expenses for disbursements or originations		4,638	843	946	6,427	51	17	-	68
Reimbursement		(9,841)	(2,621)	(23,738)	(36,200)	(154)	(24)	(2)	(180)
Cancellation or payment in full		(1,057)	(882)	(9,627)	(11,566)	(7)	(1)	-	(8)
Reclassification from Stage 1 to Stage 2		(4,137)	4,137	-	-	(2)	2	-	-
Reclassification from Stage 1 to Stage 3		(700)	-	700	-	-	-	-	-
Reclassification from Stage 2 to Stage 3		-	(1,725)	1,725	-	-	(43)	43	-
Reclassification from Stage 3 to Stage 2		-	2,185	(2,185)	-	-	16	(16)	-
Reclassification from Stage 2 to Stage 1		3,057	(3,057)	-	-	27	(27)	-	-
Reclassification from Stage 3 to Stage 1		4,231	-	(4,231)	-	111	-	(111)	-
Discontinued Operations		-	-	-	-	-	-	-	-
Deconsolidation of Entities		-	-	-	-	-	-	-	-
Discontinued operations—changes during the year other than - P&L		-	-	-	-	-	-	-	-
Difference in exchange		-	-	-	-	-	-	-	-
Balance as of June 30, 2025	$	**34,081**	**22,845**	**240,729**	**297,655**	**146**	**43**	**205**	**394**

		Housing Leasing				Total Financial Leasing			
		Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Balance as of December 31, 2024	$	**9,495**	**1,854**	**16,181**	**27,530**	**43,756**	**13,905**	**261,263**	**318,924**
Changes in accounting policy		-	-	-	-	-	-	-	-
Balance as of January 01, 2024		**9,495**	**1,854**	**16,181**	**27,530**	**43,756**	**13,905**	**261,263**	**318,924**
Balance acquired in a business combination		-	-	-	-	-	-	-	-
Period write-offs		-	-	(2,612)	(2,612)	-	-	(45,904)	(45,904)
Recovery of write-offs		-	-	-	-	-	-	-	-
Sale of loan portfolio		-	-	-	-	-	-	-	-
Reversal of accrued interest Stage 3		-	-	140	140	-	-	7,756	7,756
Expenses		1,057	1,689	6,722	9,468	4,806	13,706	74,746	93,258
Expenses for disbursements or originations		1,652	164	37	1,853	6,341	1,024	983	8,348
Reimbursement		(2,157)	(337)	(879)	(3,373)	(12,152)	(2,982)	(24,619)	(39,753)
Cancellation or payment in full		(316)	(55)	(1,143)	(1,514)	(1,380)	(938)	(10,770)	(13,088)
Reclassification from Stage 1 to Stage 2		(335)	335	-	-	(4,474)	4,474	-	-
Reclassification from Stage 1 to Stage 3		(93)	-	93	-	(793)	-	793	-
Reclassification from Stage 2 to Stage 3		-	(352)	352	-	-	(2,120)	2,120	-
Reclassification from Stage 3 to Stage 2		-	387	(387)	-	-	2,588	(2,588)	-
Reclassification from Stage 2 to Stage 1		898	(898)	-	-	3,982	(3,982)	-	-
Reclassification from Stage 3 to Stage 1		1,099	-	(1,099)	-	5,441	-	(5,441)	-
Discontinued Operations		-	-	-	-	-	-	-	-
Deconsolidation of Entities		-	-	-	-	-	-	-	-
Discontinued operations—changes during the year other than - P&L		-	-	-	-	-	-	-	-
Difference in exchange		-	-	-	-	-	-	-	-
Balance as of June 30, 2025	$	**11,300**	**2,787**	**17,405**	**31,492**	**45,527**	**25,675**	**258,339**	**329,541**

		Total			
		Stage 1	Stage 2	Stage 3	Total
Balance as of December 31, 2024	$	**520,823**	**155,387**	**1,870,754**	**2,546,964**
Changes in accounting policy		-	-	-	-
Balance as of January 01, 2024		**520,823**	**155,387**	**1,870,754**	**2,546,964**
Balance acquired in a business combination		-	-	-	-
Period write-offs		(8)	(82)	(854,571)	(854,661)
Recovery of write-offs		-	-	-	-
Sale of loan portfolio		(7)	(354)	(58,956)	(59,317)
Reversal of accrued interest Stage 3		-	-	71,907	71,907
Expenses		38,212	134,229	646,670	819,111
Expenses for disbursements or originations		211,077	27,931	170,161	409,169
Reimbursement		(119,617)	(15,761)	(131,612)	(266,990)
Cancellation or payment in full		(144,158)	(34,738)	(54,664)	(233,560)
Reclassification from Stage 1 to Stage 2		(30,151)	30,151	-	-
Reclassification from Stage 1 to Stage 3		(19,598)	-	19,598	-
Reclassification from Stage 2 to Stage 3		-	(80,951)	80,951	-
Reclassification from Stage 3 to Stage 2		-	10,480	(10,480)	-
Reclassification from Stage 2 to Stage 1		30,496	(30,496)	-	-
Reclassification from Stage 3 to Stage 1		46,714	-	(46,714)	-
Discontinued Operations		-	-	-	-
Deconsolidation of Entities		-	-	-	-
Discontinued operations—changes during the year other than - P&L		-	-	-	-
Difference in exchange		-	-	(1,876)	(1,876)
Balance as of June 30, 2025	$	**533,783**	**195,796**	**1,701,168**	**2,430,747**

Individual and collectively evaluated loan portfolio

The following is the detail of the credit risk impairment constituted as of June 30, 2026 and December 31, 2025, considering the manner in which they were determined, individually for loans exceeding 1,540 SMMLV, and collectively for other loans.
The impaired portfolio represents loans with associated credit risk, while the past-due portfolio considers only days past due or default by the client (without identifying whether there is associated credit risk or not). Allowances for loan portfolio are determined based on the impaired loan portfolio.

		June 30, 2026								
		Commercial	Consumer	Housing	Commercial Leasing	Consumer Leasing	Housing Leasing	Financial Leasing	Repos and Interbank	Total
Provision for impairment										
Credits assessed individually	$	449,997	50	-	101,827	-	207	102,034	-	552,981
Collectively assessed loans		525,310	854,096	86,633	176,137	676	41,307	218,120	67	1,684,226
Total provision for impairment	$	**975,307**	**854,146**	**86,633**	**277,964**	**676**	**41,514**	**320,154**	**67**	**2,236,307**

		December 31, 2025								
		Commercial	Consumer	Housing	Commercial Leasing	Consumer Leasing	Housing Leasing	Financial Leasing	Repos and Interbank	Total
Provision for impairment										
Credits assessed individually	$	476,828	1,769	2,482	116,783	-	199	116,982	-	596,061
Collectively assessed loans		469,592	885,508	76,946	167,356	567	37,188	205,111	137	1,637,294
Total provision for impairment	$	**946,420**	**887,277**	**79,428**	**284,139**	**567**	**37,387**	**322,093**	**137**	**2,235,355**

Include the total of appraised assets over 1,540 SMMLV, regardless of whether they were considered impaired or not impaired as a result of the appraisal.

Investments in debt securities at fair value with changes in OCI

The following is the movement in the impairment of investments in debt securities at fair value through OCI for the six-month period ended June 30, 2026 and for the year ended December 31, 2025:

		Stage 1 ECL 12-month		Stage 2 Lifetime ECL		Total
Balance as of December 31, 2025	**$**	**6,353**	**$**	**398**	**$**	**6,751**
Net impact of the remeasurement of the provision		198		(260)		(62)
Provision of new securities purchased during the period		2,064		-		2,064
Impact on the provision for securities that have been sold or have matured (de-recognized)		(1,698)		(52)		(1,750)
Difference in exchange		(214)		(2)		(216)
Period write-offs		-		-		-
Balance as of June 30, 2026	**$**	**6,703**	**$**	**84**	**$**	**6,787**

		Stage 1 ECL 12-month		Stage 2 Lifetime ECL		Total
Balance as of December 31, 2024	**$**	**4,438**	**$**	**-**	**$**	**4,438**
Transfer from Stage 1 to Stage 2		(12)		12		-
Net impact of the remeasurement of the provision		978		48		1,026
Provision of new securities purchased during the period		2,510		344		2,854
Impact on the provision for securities that have been sold or have matured (de-recognized)		(1,227)		-		(1,227)
Difference in exchange		(334)		(6)		(340)
Balance as of December 31, 2025	**$**	**6,353**	**$**	**398**	**$**	**6,751**

Investments in debt securities at amortized cost

The following is the movement in impairment of investments in debt securities at amortized cost for the six-month period ended June 30, 2026, and for the year ended December 31, 2025:

		Stage 1 ECL 12-month
Balance as of December 31, 2025	**$**	**850**
Net impact of the remeasurement of the provision		(435)
Provision of new securities purchased during the period		660
Impact on the provision for securities that have been sold or have matured (de-recognized)		(159)
Balance as of June 30, 2026	**$**	**916**

		Stage 1 ECL 12-month
Balance as of December 31, 2024	**$**	**741**
Provision of new securities purchased during the period		850
Impact on the provision for securities that have been sold or have matured (de-recognized)		(741)
Balance as of December 31, 2025	**$**	**850**

Note 11. – Profit from non-current assets held for sale

The following is a detail of the gain generated on the sale of assets classified as held for sale during the quarters and six-month period ended June 30, 2026 and 2025:

For the quarter ended at:

		June 30, 2026			June 30, 2025		
		Carrying value	Amount of the sale	Profit	Carrying value	Amount of the sale	Profit
Movable assets		108	125	17	322	747	425
	$	**108**	**125**	**17**	**322**	**747**	**425**

For the six-month period ended as of:

		June 30, 2026			June 30, 2025		
		Carrying value	Amount of the sale	Profit	Carrying value	Amount of the sale	Profit
Personal property (1)		5,013	5,630	617	460	1,047	587
	$	**5,013**	**5,630**	**617**	**460**	**1,047**	**587**

(1) The gain recorded in the non-current assets held for sale note for $617 million, corresponds to the sale of 46 repositioned movable assets that were received and sold during the same period.

The following presents the movement in assets held for sale for the six-month period ended June 30, 2026 and for the year ended December 31, 2025:

		June 30, 2026
Balance as of December 31, 2025	**$**	**-**
Increases by addition during the year		5,013
Cost of non-current assets held for sale sold, net		(5,013)
Balance as of June 30, 2026	**$**	**-**

		December 31, 2025
Balance as of December 31, 2024	**$**	**1,324**
Increases by addition during the year		723
Cost of non-current assets held for sale sold, net		(723)
Impairment charged to expenses		(169)
Reclassifications from/to own use		(1,155)
Balance as of December 31, 2025	**$**	**-**

Note 12. – Investments in associated companies and joint ventures

Below is a detail of investments in associates and joint ventures as of June 30, 2026 and December 31, 2025:

		June 30, 2026	December 31, 2025
Associated	$	1,940,892	2,096,837
Joint ventures		2,858	2,394
Total	**$**	**1,943,750**	**2,099,231**

Below is a detail of investments in associates and joint ventures:

	June 30, 2026		December 31, 2025	
	% of participation	Carrying value	% of participation	Carrying value
Associated				
Gou Payments S.A. EASPBV (formerly Aval Valor Compartido S.A.) (2)	40.00%	3,090	20.00%	1,716
Corficolombiana S.A. (3)	0.00%	-	4.18%	835,084
Corporación Financiera Centroamericana S.A. – Ficentro (3)	7.91%	560,266	0.00%	-
Aval Soluciones Digitales S.A.	26.60%	4,573	26.60%	4,565
Aval Valor Compartido S.A.S.	20.00%	176	20.00%	100
Porvenir S.A.	33.09%	1,307,931	33.09%	1,255,372
Aval Fiduciaria S.A. (1)	24.46%	64,856	0.00%	-
		$ 1,940,892		**$ 2,096,837**
Joint ventures				
Gou Payments - Joint Venture (formerly Aval Valor Compartido S.A.)	25.00%	2,855	25.00%	2,391
Aval Soluciones Digitales S.A. - Joint Venture	26.34%	3	26.34%	3
		$ 2,858		**$ 2,394**
Total		**1,943,750**		**2,099,231**

(1) As a result of the spin-off of Fiduciaria de Occidente S.A., the spun-off net assets and liabilities were contributed to Aval Fiduciaria S.A. Consequently, the Parent Company's stake in Aval Fiduciaria S.A. increased from 5.50% to 24.46%; additionally, Occidental Bank Barbados acquired an indirect stake of 0.14%, for a total of 24.60%. As of December 31, 2025, the investment in Aval Fiduciaria S.A. was classified as an equity instrument. Effective January 1, 2026, due to the increase in ownership interest and the significant influence gained, it was classified as an investment in an associate. (See Note 7).

(2) In March 2026, the Parent Company acquired an additional 66,666 shares of Gou Payments S.A. EASPBV for $1,718. As a result of this transaction, the ownership stake in that entity increased from 20% to 40%

(3) In June 2026, a capital contribution was made through the transfer of 15,275,188 shares of Corficolombiana S.A.—equivalent to 4.18%—to Corporación Financiera Centroamericana S.A. (Ficentro), resulting in a 7.91% stake in Ficentro, valued at $557,977 million. Previously, on May 22, 2026, a shareholders' agreement was formalized, resulting in the transfer of control to Banco Popular. Since the transaction took place between entities under common control, it was accounted for using the predecessor method (see Note 29).

The principles of predecessor accounting are:

- Assets and liabilities are not restated to their fair values. Instead, the acquirer includes the carrying amounts that the predecessor already had in its consolidated financial statements, which are generally the carrying amounts of the entity's assets and liabilities, as reported in the consolidated financial statements of the highest-level entity under common control. These amounts may include Goodwill recognized at the consolidated level with respect to the acquired entity. If there are no consolidated financial statements, the figures used are those from the acquired entity's financial statements.

- No additional Goodwill is recognized. Goodwill is not recognized beyond the amount that the parent company might have recognized if it had previously acquired the entity being transferred. In any case, the predecessor's accounting may give rise to differences in consolidation; for example, if consideration is established that differs from the total carrying amount of the acquired entity's assets and liabilities as of the transaction date, these differences are included in equity, specifically in retained earnings.

When considering the application of the predecessor method (a standard based on an accounting framework other than IFRS), it would not be appropriate to restate or reclassify items in other comprehensive income, as this accounting procedure focuses on the recognition of transactions that are under the control of the same entity; in this context, they represent internal reorganizations without a change in the Group's structure.

The transfer of control of a Grupo Aval subsidiary among the Group's operating entities, falls under the category of business combinations under common control; accordingly, this transaction is excluded from the scope of IFRS 3 on business combinations.

Since it is not expressly regulated by the Generally Accepted Accounting and Financial Reporting Standards in Colombia, accounting recognition must be established within the framework of IAS 8, which may be based on US GAAP (predecessor method).

Note 13. - Tangible assets, net

The following is the balance of the carrying amount of tangible asset accounts (property and equipment for own use, operating leases, investment property and right-of-use assets) as of June 30, 2026 and December 31, 2025:

Property and equipment		**June 30, 2026**	**December 31, 2025**
For own use [a]	$	125,851	134,923
Leased under operating leases [d]		53,745	50,438
Investment properties [c]		246,884	236,472
Right-of-use assets [b]		220,666	246,939
	$	**647,146**	**668,772**

a) Property and equipment for own use

The following is the detail of the balance as of June 30, 2026 and December 31, 2025, by type of property and equipment for own use:

For own use		**Cost**	**Accumulated depreciation**	**Impairment loss**	**Carrying amount**
Land	$	7,120	-	-	7,120
Buildings		12,629	(4,927)	-	7,702
Office equipment, fixtures and fittings		117,483	(90,474)	(47)	26,962
Computer equipment		233,491	(173,643)	(146)	59,702
Vehicles		765	(401)	-	364
Mobilization equipment and machinery		49	(49)	-	-
Improvements to other people's property		46,296	(35,986)	-	10,310
Construction in progress		13,691	-	-	13,691
Balance as of June 30, 2026	**$**	**431,524**	**(305,480)**	**(193)**	**125,851**

For own use		Cost	Accumulated depreciation	Impairment loss	Carrying amount
Land	$	7,339	-	-	7,339
Buildings		13,644	(5,431)	-	8,213
Office equipment, fixtures and fittings		117,004	(89,555)	(47)	27,402
Computer equipment		237,907	(170,936)	(146)	66,825
Vehicles		786	(358)	-	428
Mobilization equipment and machinery		49	(49)	-	-
Improvements to other people's property		43,658	(34,368)	-	9,290
Construction in progress		15,426	-	-	15,426
Balance as of December 31, 2025	**$**	**435,813**	**(300,697)**	**(193)**	**134,923**

b) Assets from rights of use

The following is the detail of the balance as of June 30, 2026 and December 31, 2025, of the right of use by type of property and equipment:

Rights of use		Cost	Accumulated depreciation	Carrying amount
Buildings	$	427,154	(228,187)	198,967
Computer equipment		98,198	(77,825)	20,373
Vehicles		2,252	(926)	1,326
Balance as of June 30, 2026	**$**	**527,604**	**(306,938)**	**220,666**

Rights of use		Cost	Accumulated depreciation	Carrying amount
Buildings	$	437,106	(219,163)	217,943
Office equipment, fixtures and fittings		120	(100)	20
Computer equipment		100,644	(73,113)	27,531
Vehicles		2,239	(794)	1,445
Balance as of December 31, 2025	**$**	**540,109**	**(293,170)**	**246,939**

c) Investment properties

The following is the detail of the balance as of June 30, 2026 and December 31, 2025 of investment properties:

Investment properties		Cost	Fair value adjustments	Carrying amount
Land	$	86,927	61,297	148,225
Buildings		87,588	11,072	98,660
Balance as of June 30, 2026	**$**	**174,515**	**72,369**	**246,884**

Investment properties		Cost	Fair value adjustments	Carrying amount
Land	$	79,029	52,384	131,413
Buildings		89,346	15,713	105,059
Balance as of December 31, 2025	**$**	**168,375**	**68,097**	**236,472**

d) Leased under operating leases

The following is a breakdown of the balance as of June 30, 2026, and December 31, 2025, for assets under operating leases:

June 30, 2026		Cost	Accumulated depreciation	Impairment loss	Carrying amount
Computer equipment	$	38,765	(30,022)	(178)	8,565
Vehicles		47,828	(13,937)	-	33,891
Mobilization equipment and machinery		22,634	(11,345)	-	11,289
Total	**$**	**109,227**	**(55,304)**	**(178)**	**53,745**

December 31, 2025		Cost	Accumulated depreciation	Impairment loss	Carrying amount
Computer equipment	$	42,356	(29,648)	(61)	12,647
Vehicles		36,109	(11,895)	-	24,214
Mobilization equipment and machinery		23,242	(9,665)	-	13,577
Total	**$**	**101,707**	**(51,208)**	**(61)**	**50,438**

Note 14. – Intangible assets, net

The following is the balance of intangible asset accounts as of June 30, 2026 and December 31, 2025:

Concept		June 30, 2026	December 31, 2025
Capital gains	$	22,724	22,724
Other Intangibles		683,833	708,216
Total	**$**	**706,557**	**730,940**

Detail of intangible assets other than capital gains

The following is the detail of intangible assets other than goodwill, as of June 30, 2026 and December 31, 2025:

June 30, 2026		Cost	Accumulated depreciation:	Carrying amount
Licenses	$	10,688	5,919	4,769
Computer programs and applications		1,141,067	462,003	679,064
Total	**$**	**1,151,755**	**467,922**	**683,833**

December 31, 2025		Cost	Accumulated depreciation:	Carrying amount
Licenses	$	7,546	3,783	3,763
Computer programs and applications		1,127,464	423,011	704,453
Total	**$**	**1,135,010**	**426,794**	**708,216**

Note 15. – Income tax

Income tax expense is recognized based on management's best estimate of both current and deferred income taxes. The Group's effective tax rate for the three-month period ended June 30, 2026, was 20.09 percentage points and for the three-month period ended June 30, 2025, it was 15.50 percentage points, resulting in a change of 4.59 percentage points, corresponding to an income tax expense of $64,035 and $27,637, respectively. The most representative items that generated it are as follows:

- For the three-month period ended June 2026, tax expense was higher due to a deduction for productive real property in the amount of $7,296, compared with $9,563 for the same period in 2025. This generates an increase in the effective rate of 3.08 p.p.
- For the three-month periods ended June 2026 and 2025, there is a 1.96 percentage point increase in the effective tax rate, resulting from the profits of the Panama subsidiary, which is tax-exempt. The figure for the three months ended June 2026 is $6,551, and for the same period in 2025, it is $7,161.
- For the three-month period ended June 2026, there was a larger income tax adjustment from prior periods compared with the same quarter of 2025, which resulted in an increase in the effective tax rate of 0.72 percentage points.
- For the three-month periods ended June 2026 and 2025, there was a 1.93 percentage point decrease in the application of differential rates, primarily for private equity funds, fixed assets, and schedular income, among others, with the figure standing at $11,339 for 2026 and $2,904 for 2025.

The Group's effective tax rate for the six-month period ended June 30, 2026, was 21.17 percentage points (p.p.). and for the six-month period ended June 30, 2025, it was 10.60 percentage points (p.p.), resulting in a change of 10.57 p.p., which corresponds to an income tax expense of $86,140 and $35,344, respectively. The most representative items that generated it are as follows:

- For the six-month period ending in June 2026, Decree 173 of 2026, as amended by Decree 240 of 2026, established a wealth tax with a rate of 1.6% for financial sector entities; this tax is non-deductible, resulting in an additional tax expense of $20,023 and increasing the tax rate by 4.92 percentage points compared to the same period in 2025, when no such tax was in effect.
- For the six-month period ended June 2026, higher tax expenses were reported due to tax credits for donations, amounting to $1,429, compared to the same period in 2025, when the Minciencias project was approved, resulting in a tax credit of $19,552 for that period. This generates an increase in the effective rate of 6.15 p.p.
- For the six-month period ended June 2026, there was a larger adjustment to prior-period income tax compared with the same period in 2025, which resulted in an increase in the effective tax rate of 2.41 percentage points.
- For the six-month period ended June 2026, rental expenses were lower due to the effect of income not taxed under the equity method, amounting to $65,355, compared to the same period in 2025, when the figure was $44,866. The decrease in the effective rate was 2.60 p.p.

Note 16. – Customers Deposits

The following is a detail of the balances of deposits received from the Group's customers in the development of its deposit-taking operations as of June 30, 2026 and December 31, 2025:

Detail		June 30, 2026	December 31, 2025
Demand deposits			
Current accounts	$	8,143,146	7,606,030
Savings accounts		30,845,115	31,112,717
Other funds at sight		79,400	72,267
		39,067,661	**38,791,014**
Term			
Term deposit certificates		21,832,509	20,416,158
Total Deposits	**$**	**60,900,170**	**59,207,172**
By currency			
In Colombian pesos	$	55,511,922	53,758,324
In U.S. dollars		5,338,104	5,440,286
Other currencies		50,144	8,562
Total by Currency	**$**	**60,900,170**	**59,207,172**

Note 17. - Financial Obligations

Financial obligations are comprised of financial obligations, rediscount entities, bonds and investment securities as of June 30, 2026 and December 31, 2025:

		June 30, 2026	December 31, 2025
Financial obligations and rediscount entities		18,867,174	17,168,270
Notes and investment securities		1,792,850	2,097,440
Total financial obligations	**$**	**20,660,024**	**19,265,710**

Financial obligations and rediscount entities

The following is a summary of the financial obligations and obligations with rediscount entities obtained by the Group as of June 30, 2026 and December 31, 2025, mainly for the purpose of financing its operations, mainly in international trade:

		June 30, 2026	December 31, 2025
Interbank and overnight funds	$	14,076,038	12,281,785
Loans from banks and others		3,628,421	3,824,902
Obligations with rediscount entities		1,162,715	1,061,583
Total financial obligations and network entities	**$**	**18,867,174**	**17,168,270**

Total interest accrued on financial obligations, and obligations with rediscount entities for quarters ended June 30, 2026 and 2025 was $452,248 and $263,881, respectively.

Banco de Occidente S.A. and Subsidiary Notes to the Condensed Consolidated Interim Financial Information. Total interest accrued on financial obligations and obligations with rediscount entities for the six-month periods ended June 30, 2026 and 2025 were $766,113 and $500,627 respectively.

Notes and investment securities

The Parent Company is authorized by Colombian Finance Superintendence, to issue or place Bonds or general guarantee bonds. All bond issues by the Parent Company, have been issued without guarantees, and represent exclusively the obligations of each of the issuers.

The following is a detail of the liabilities as of June 30, 2026 and December 31, 2025, by issue date and maturity date in legal currency and foreign currency:

Legal Tender

Issuer	Date of Issue	June 30, 2026	December 31, 2025	Maturity Date	Interest Rate
Banco de Occidente Ordinary Bonds	Between 09/AUG/2012 and 20/AUG/2020	$ 1,171,019	1,170,788	Between 20/AUG/2026 and 14/DEC/2032	Between CPI + 2.37% and 4.65%
Subordinated bonds Banco de Occidente	10/JUN/2016	-	249,131	10/JUN/2026	CPI + 4.60%
Total		**$ 1,171,019**	**1,419,919**		

Foreign Currency (1)

Issuer	Date of Issue	June 30, 2026	December 31, 2025	Maturity Date	Interest Rate
Reg S Subordinated bonds Banco de Occidente	13/MAY/2024	621,831	677,521	13/AUG/2034	Fixed 10.875%
Total		**$ 621,831**	**677,521**		

(1) The foreign currency is the US dollar (USD)

Future maturities as of June 30, 2026 of outstanding investment securities in long-term debt are as follows:

Year		June 30, 2026 Amount
2026	$	103,117
2027		404,038
2028		186,974
After 2029		1,098,721
Total	**$**	**1,792,850**

For long-term financial obligations from the issuance of Notes, interest accrued in income for quarters ended June 30, 2026 and 2025, was $49,374 and $58,476, respectively.

For long-term financial obligations from the issuance of Bonds, interest accrued in income for the six-month periods ended June 30, 2026 and 2025 was $99,140 and $117,351, respectively.

Note 18. – Provisions for employee benefits

The following is a detail of the balances of provisions for employee benefits as of June 30, 2026 and December 31, 2025:

		June 30, 2026		December 31, 2025
Short-term benefits	$	76,856	$	93,277
Post-employment benefits		4,121		4,167
Long-term benefits		6,178		6,116
Total Liabilities	**$**	**87,155**	**$**	**103,560**

Note 19. – Provisions for legal contingencies and other provisions

The balances of legal and other provisions as of June 30, 2026 and December 31, 2025 are described below:

Items		**June 30, 2026**	**December 31, 2025**
Legal provisions	$	2,652	2,485
Other Provisions		1,826	2,927
Loan Portfolio (*)		69,014	62,314
Total	**$**	**73,492**	**67,726**

(*) Corresponds to the provision for Loan Portfolio loss contingencies.

Note 20. - Other liabilities

Other liabilities as of June 30, 2026 and December 31, 2025 comprise the following:

Items		June 30, 2026	December 31, 2025
Security deposit - Margin Call	$	471,200	488,848
Suppliers and accounts payable		404,957	344,099
Dividends and surplus		204,069	66,152
Forwards non delivery		154,935	1,071
Taxes, withholdings and labor contributions		108,484	168,030
Cashier's checks		91,617	357,457
Credit surpluses		75,460	57,857
Withdrawals payable		74,631	62,619
Other		57,594	85,327
Collections made		39,146	54,515
Derivatives trading		25,532	7,718
Payments to third parties Occired		23,823	31,477
Sales tax payable		20,558	20,693
Contributions on transactions		18,818	9,802
Credit card receivables		16,099	15,720
Portfolio disbursements		12,613	13,496
National Guarantee Fund		11,577	11,076
Clearing House Risk Futures Forwards Derivatives		9,038	129,709
Accounts cancelled		7,843	7,721
Uncashed checks drawn		7,091	6,621
Commissions and fees		5,652	468
Bank items in clearing		5,078	26,495
Collection services		2,960	2,469
Prospective buyers		2,286	1,762
Loyalty programs		1,106	1,041
Leases		55	188
Cash surpluses and redemption		47	42
Peace bonds		8	8
Anticipated income		3	2
Ath and ach transactions		-	9
Insurance and insurance premiums		-	71
	$	**1,852,280**	**1,972,564**

Note 21. – Equity

The number of shares authorized, issued and outstanding as of June 30, 2026 and December 31, 2025, were as follows:

		June 30, 2026	December 31, 2025
Number of shares authorized	$	200,000,000	200,000,000
Number of shares subscribed and paid		155,899,719	155,899,719
Total shares outstanding		**155,899,719**	**155,899,719**
Total shares outstanding are as follows:			
Common shares		155,899,719	155,899,719
Subscribed and paid-in capital, common shares	**$**	**4,677**	**4,677**

Appropriated retained earnings in reserves

The following is the detail of the composition as of June 30, 2026 and December 31, 2025:

		June 30, 2026	December 31, 2025
Legal reserve	$	3,134,028	3,134,027
Mandatory and voluntary reserves		1,809,385	1,542,803
Total	**$**	**4,943,413**	**4,676,830**

Legal reserve

Pursuant to current legal regulations, the Parent Company and its subsidiaries Fiduciaria de Occidente S.A. and Ventas y Servicios S.A. – NEXA BPO, must create a legal reserve by appropriating ten percent (10%) of the net profits of each year, until reaching an amount equal to fifty percent (50%) of the subscribed capital stock. This reserve may be reduced below fifty percent (50%) of the subscribed capital stock, to cover losses in excess of retained earnings. The legal reserve cannot be less than the aforementioned percentage, except to cover losses in excess of retained earnings.

Dividends Declared

Dividends are declared and paid to shareholders, based on net income for the immediately preceding year. Dividends declared by the Parent Company were as follows:

		June 30, 2026	December 31, 2025
Profit for the previous year determined in the Parent Company's separate financial statements (*)	$	533,656	494,992
Dividends paid in cash		266,768	248,816
Outstanding common shares		155,899,719	155,899,719
Total shares outstanding		**155,899,719**	**155,899,719**
Withholding Tax (**)		**(1)**	**(7)**
Total Dividends Declared	**$**	**266,768**	**248,816**

(*) Earnings reported correspond to the end of December 2025 and 2024.
(**) Withholding tax transferable to shareholders (Art.242-1 TC)

The Group has a simple capital structure, and therefore there is no difference between basic earnings per share and diluted earnings.

Note 22. – Commitments and contingencies

a. Commitments

Credit commitments

In the course of its normal business operations, the Group issues guarantees or letters of credit to its customers, under which it irrevocably undertakes to make payments to third parties in the event that the customers fail to meet their obligations to such third parties, with the same credit risk as for the loan portfolio. The granting of guarantees and letters of credit, are subject to the same loan disbursement approval policies regarding the creditworthiness of customers, and guarantees are obtained as deemed appropriate under the circumstances.

Commitments to extend credit, represent unused portions of authorizations to extend credit in the form of loans, use of credit cards or letters of credit. With respect to credit risk on commitments to extend credit lines, the Group is potentially exposed to losses in an amount equal to the total amount of unused commitments, if the unused amount were to be fully drawn down; however, the amount of loss is less than the total amount of unused commitments, since most commitments to extend credit are contingent upon the customer maintaining specific credit risk standards. The Group monitors the maturity terms of the relative commitments of credit quotas, because long-term commitments have a higher credit risk than short-term commitments.

The following is the detail of guarantees, letters of credit and credit commitments on unused lines of credit as of June 30, 2026 and December 31, 2025:

		June 30, 2026		December 31, 2025	
		Notional amount	Fair Value	Notional amount	Fair Value
Guarantees	$	1,345,159	69,401	1,507,141	67,458
Unused letters of credit		209,693	576	141,503	557
Overdraft limits		2,242,711	2,242,711	2,271,247	2,271,247
Unused credit card limits		4,573,982	4,573,982	4,283,233	4,283,233
Opening of credit		206,077	206,077	202,468	202,468
Total	**$**	**8,577,622**	**7,092,747**	**8,405,592**	**6,824,963**
Other		780,788	780,788	1,036,262	1,036,262
Total	**$**	**9,358,410**	**7,873,535**	**9,441,854**	**7,861,225**
Loss contingency allowance		(69,014)	(69,014)	(62,314)	(62,314)
Total	**$**	**9,289,396**	**7,804,521**	**9,379,540**	**7,798,911**

The outstanding balances of unused lines of credit and guarantees, do not necessarily represent future cash requirements because such quotas may expire and not be used in whole or in part.

		June 30, 2026	December 31, 2025
Colombian pesos	$	8,544,208	8,657,072
Dollars		802,990	768,024
Euros		11,165	12,042
Other		47	4,716
Total	**$**	**9,358,410**	**9,441,854**

Capital expenditure disbursement commitments

As of June 30, 2026 and December 31, 2025, the Group had contractual commitments for capital expenditure disbursements (intangible and other) of $59,382 and $43,144, respectively. The Group has already allocated the necessary resources to meet these commitments, and believes that net income and funds will be sufficient to cover these and similar commitments.

b. Contingencies

Legal contingencies

As of June 30, 2026, the Group had civil lawsuits against it with claims for $61,706, not including those of remote qualification, which, based on analysis and opinions of the lawyers in charge, do not require provisioning, because they are uncertain obligations that do not imply an outflow of resources

Tax contingencies

As of June 30, 2026, the Group has no claims for the existence of national and local tax proceedings that establish penalties in the exercise of its activity as a taxpayer entity, and that imply the constitution of contingent liabilities due to the remote possibility of an outflow of resources for such concepts.

Labor contingencies

During the course of the employment relationship between the Group and its employees, various claims have arisen against the Group as a result of the grounds for termination of the employment contract or the course of the contract. These claims were assessed by legal counsel as having a potential value of $34, and it is not considered likely that significant losses will arise in connection with such claims as of June 30, 2026.

Note 23. – Interest and valuation income and expense, net

The following is a breakdown of interest income and expense and valuation adjustments for the quarters and the six-month periods ended June 30, 2026, and 2025:

Revenues		For the quarter ended at:		For the six-month period ended as of:	
		June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
Commercial Loan Portfolio	$	1,165,496	989,784	2,195,666	1,992,204
Consumer Loan Portfolio		482,994	475,387	976,131	953,799
Housing Loan Portfolio		114,339	89,011	223,798	178,372
Repos and Interbank		8,377	10,700	24,086	23,087
Total loan portfolio		**1,771,206**	**1,564,882**	**3,419,681**	**3,147,462**
Accounts receivable		1,945	1,357	2,767	2,134
Deposits		47,118	20,182	85,057	39,266
Investments in debt securities at amortized cost		206,414	173,594	393,473	344,894
Total interest and valuation income	**$**	**2,026,683**	**1,760,015**	**3,900,978**	**3,533,756**

Expenses		June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
Current accounts	$	21,452	12,127	37,638	24,118
Savings accounts		493,159	448,703	988,648	903,911
Term deposit certificates		507,368	394,035	954,016	793,641
Total Deposits		**1,021,979**	**854,865**	**1,980,302**	**1,721,670**
Interbank loans		378,969	182,382	629,050	332,764
Loans from banks and similar institutions		43,461	49,672	87,489	103,409
Lease agreements		3,669	8,325	2,356	17,033
Notes and investment securities		49,374	58,476	99,140	117,351
Obligations with rediscount entities		26,149	23,502	47,218	47,421
Total Financial Obligations		**501,622**	**322,357**	**865,253**	**617,978**
Total interest and similar expenses	**$**	**1,523,601**	**1,177,222**	**2,845,555**	**2,339,648**
Net interest and valuation income	**$**	**503,082**	**582,793**	**1,055,423**	**1,194,108**

Note 24. – Commissions and fees income and expenses, net

The following is a breakdown of revenue and expenses from commissions and fees for the quarters and the six-month periods ended June 30, 2026, and 2025:

		For the quarter ended at:		For the six-month period ended as of:	
Revenues		**June 30, 2026**	**June 30, 2025**	**June 30, 2026**	**June 30, 2025**
Fees for banking services	$	78,684	79,201	166,603	162,174
Credit card fees		45,520	41,311	91,391	83,177
Fiduciary activities		-	36,431	-	68,898
Fees for drafts, checks and checkbooks		871	934	1,741	1,900
Office network services		615	541	1,273	1,116
Total Revenue from Commissions and Fees	**$**	**125,690**	**158,418**	**261,008**	**317,265**
Expenses					
Banking services	$	32,125	26,785	69,778	54,846
Bank charges		1	158	9	349
Sales and service commissions		11,998	5,326	7,795	9,850
Placements		12,925	9,613	12,925	20,462
Credit Cards		132	91	219	182
Other		8,649	18,538	47,878	36,921
Total Expenses for Commissions and Fees		**65,830**	**60,510**	**138,604**	**122,610**
Total Net Revenue from Commissions and Fees	**$**	**59,860**	**97,908**	**122,404**	**194,655**

Note 25. – Other income and other expenses, net

The following is a breakdown of other income and other expenses by quarter and for the six-month periods ended June 30, 2026, and 2025:

		For the quarter ended at:		For the six-month period ended as of:	
Other income		**June 30, 2026**	**June 30, 2025**	**June 30, 2026**	**June 30, 2025**
Other operating income (*) (1)(2)	$	79,020	64,598	169,391	141,898
Equity in net income of associated companies and joint ventures (1)(2)		112,024	64,568	163,386	112,166
Profit on sale of assets		12	3,623	19	3,693
Dividends		255	200	7,535	6,546
Profit on sale of non-current assets held for sale		17	425	617	587
Net gain on valuation of investment properties (1)(2)		11,983	3,527	18,962	12,112
Net loss on sale of investments		(2,533)	(135)	(1,685)	(735)
Net Loss Due to Foreign Exchange Rate Differences (1)(2)		(10,861)	(23,477)	(32,779)	(39,087)
Other income total, net	**$**	**189,917**	**113,329**	**325,447**	**237,180**

(*) The “Other Operating Income” category consists primarily of sales of other services, operating lease payments, and lease payments.

(1) For the quarter ended June 30, 2026, total other income changed by $76,755, primarily due to a share of net income from associates and joint ventures of $47,623, other operating income of $14,422, foreign exchange differences resulting from fluctuations in the TRM in the market of $12,617, and a net gain on the valuation of investment property of $8,456.

(2) For the six-month periods ended June 30, 2026, and 2025, the change in other income was $88,267 and was primarily due to a share of net income from associates and joint ventures of $51,220, other operating income of $27,493, a foreign currency translation difference resulting from fluctuations in the TRM in the market of $6,309, and a net gain on the valuation of investment property of $6,850.

Other expenses		For the quarter ended at:		For the six-month period ended as of:	
		June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
Personnel expenses	$	245,300	258,109	493,961	506,779
Taxes and fees		87,037	75,243	218,686	153,703
Insurance		42,619	35,129	84,990	73,926
Consulting, audit and other fees		45,456	45,032	85,986	87,069
Contributions, memberships and transfers		13,323	14,849	26,024	27,606
Other (*)		54,940	45,905	113,382	86,916
Depreciation of right-of-use assets		20,643	21,210	41,796	42,264
Amortization of intangible assets		30,695	26,442	61,205	48,939
Depreciation of tangible assets		12,073	11,972	25,516	23,873
Maintenance and repairs		12,995	14,092	26,093	28,508
Utilities		9,342	8,522	17,035	16,888
Advertising Services		20,223	15,420	40,912	27,308
Electronic data processing		3,399	4,077	6,838	9,066
Leases		9,774	7,215	20,307	14,367
Transportation services		5,555	4,773	9,991	9,664
Losses on sale of property and equipment		7,430	8,365	8,863	13,167
Cleaning and security services		4,420	4,137	8,761	8,059
Supplies and stationery		429	713	1,165	1,345
Losses from claims		1,137	468	5,462	2,271
Adaptation and installation		1,877	1,598	2,845	2,466
Impairment losses on other assets		3	(82)	116	22
Travel expenses		2,250	2,108	3,912	3,235
Donation expenses		1,464	1,528	9,527	2,460
Assets write-off		27	9	10,265	9
Contingent Provisions		251	-	8,132	-
Temporary services		-	-	-	1
Other expenses total	**$**	**632,662**	**606,834**	**1,331,770**	**1,189,911**

(*) The "Other Expenses" category consists primarily of taxes and fees, write-downs of assets, insurance, amortization of intangible assets, advertising services, and other items.

Note 26. – Analysis of operating segments

Operating segments are components of the Group responsible for carrying out business activities that may generate revenues or incur expenses, and whose operating results are regularly reviewed by the Board of Directors, and for which specific financial information is available; for the June 2026 cutoff, there were no changes compared to the segments reported as of December 2025:

a. **Description of products and services from which each reportable segment derives its revenues:** The Group is organized into five business segments, comprising the following companies: Banco de Occidente S.A., Fiduciaria de Occidente S.A., Banco de Occidente Panamá S.A., Occidental Bank Barbados Ltd. and Ventas y Servicios S.A. – NEXA BPO. All of these entities provide banking and financial services in Colombia, in corporate or commercial banking, consumer and mortgage banking.

b. **Factors used by management to identify reportable segments:** The operating segments identified above, are based on the Group's strategic organization to serve the different sectors of the economy in Colombia, Panama and Barbados, considering that under the laws of these countries, each of these companies have been operating for several years.

The consolidated information of each entity is reviewed by the Parent Company's Board of Directors, which is available to the stock market only for the Parent Company, considering that it has its shares and securities registered in the Colombian National Securities Registry.

c. **Measurement of net income and assets and liabilities of operating segments:** The Board of Directors of the Parent Company, reviews the consolidated financial information of each of its operating segments prepared in accordance with NCIF.

The Board of Directors evaluates the performance of each segment, based on each segment's net income and certain credit risk indicators.

d. **Information on net income, assets and liabilities of reportable operating segments:** The following is the detail of the summarized reportable financial information for each segment for the quarters and six-month period ended June 30, 2026 and December 31, 2025:

June 30, 2026

	Banco de Occidente S.A. (Parent Company)	Fiduciaria de Occidente S.A.	Ventas y Servicios S.A.	Banco de Occidente Panamá S.A.	Occidental Bank (Barbados) Ltd.	Eliminations	Total
Assets							
Financial assets at fair value through profit or loss	$ 16,357,361	39,406	13,952	697	-	-	16,411,416
Financial assets at fair value with changes in OCI	5,075,404	18,250	-	1,449,214	397,136	(4,084)	6,935,920
Financial assets in debt securities at amortized cost	1,519,740	-	-	-	-	-	1,519,740
Investments in associated companies and joint ventures	2,602,180	353,907	-	-	-	(1,012,337)	1,943,750
Financial assets for loan portfolio at amortized cost	53,760,891	-	-	2,791,886	485,737	(209,133)	56,829,381
Other Assets	6,818,392	38,695	93,640	559,891	267,191	(27,445)	7,750,364
Total Assets	**$ 86,133,968**	**450,258**	**107,592**	**4,801,688**	**1,150,064**	**(1,252,999)**	**91,390,571**
Liabilities							
Customer deposits	55,622,729	-	-	4,345,717	958,499	(26,776)	60,900,169
Financial obligations	20,792,267	-	13,073	63,817	-	(209,133)	20,660,024
Other Liabilities	3,727,102	3,631	41,632	5,581	3,778	(886)	3,780,838
Total Liabilities	**$ 80,142,098**	**3,631**	**54,705**	**4,415,115**	**962,277**	**(236,795)**	**85,341,031**
Equity	**$ 5,991,870**	**446,627**	**52,887**	**386,573**	**187,787**	**(1,016,204)**	**6,049,540**

December 31, 2025

	Banco de Occidente S.A. (Parent Company)	Fiduciaria de Occidente S.A.	Ventas y Servicios S.A.	Banco de Occidente Panamá S.A.	Occidental Bank (Barbados) Ltd.	Eliminations	Total
Assets							
Financial assets at fair value through profit or loss	$ 14,416,289	64,767	4,208	699	-	-	14,485,963
Financial assets at fair value with changes in OCI	5,045,690	23,661	-	1,401,364	384,495	(4,285)	6,850,925
Financial assets in debt securities at amortized cost	1,324,900	-	-	-	-	-	1,324,900
Investments in associated companies and joint ventures	2,801,037	339,715	-	-	-	(1,041,521)	2,099,231
Financial assets for loan portfolio at amortized cost	53,286,476	-	-	2,691,246	762,032	-	56,739,754
Other Assets	5,792,842	77,757	103,484	546,259	175,398	(33,228)	6,662,512
Total Assets	**$ 82,667,234**	**505,900**	**107,692**	**4,639,568**	**1,321,925**	**(1,079,034)**	**88,163,285**
Liabilities							
Customer deposits	53,860,938	-	-	4,251,785	1,121,399	(26,950)	59,207,172
Financial obligations	19,237,248	9,831	18,577	286	-	(232)	19,265,710
Other Liabilities	3,366,753	27,288	36,751	3,584	3,731	(6,305)	3,431,802
Total Liabilities	**$ 76,464,939**	**37,119**	**55,328**	**4,255,655**	**1,125,130**	**(33,487)**	**81,904,684**
Equity	**$ 6,202,295**	**468,781**	**52,364**	**383,913**	**196,795**	**(1,045,547)**	**6,258,601**

For the quarter ended June 30, 2026

		Banco de Occidente S.A. (Parent Company)	Fiduciaria de Occidente S.A.	Ventas y Servicios S.A.	Banco de Occidente Panamá S.A.	Occidental Bank (Barbados) Ltd.	Eliminations	Total
Income from continuing operations								
Financial Income	$	1,948,855	978	423	65,456	14,283	(3,312)	2,026,683
Fees and commissions		124,537	21	-	975	616	(459)	125,690
Other operating income		6,248,372	29,961	89,726	4,376	1,005	(62,648)	6,310,792
Total income	**$**	**8,321,764**	**30,960**	**90,149**	**70,807**	**15,904**	**(66,419)**	**8,463,165**
Financial Expenses								
Provision for impairment of financial assets	$	317,502	197	(101)	(3)	69	-	317,664
Depreciation and amortization		58,233	-	4,743	348	88	-	63,412
Commissions and fees paid		83,251	2	37	854	213	(18,527)	65,830
Administrative expenses		306,018	1,183	11,677	3,983	2,645	(10,948)	314,558
Other operating expenses		7,244,750	1,667	72,393	49,249	7,917	7,039	7,383,015
Income tax		60,250	(48)	790	-	3,043	-	64,035
Total expenses	**$**	**8,070,004**	**3,001**	**89,539**	**54,431**	**13,975**	**(22,436)**	**8,208,514**
Profit for the period	**$**	**251,760**	**27,959**	**610**	**16,376**	**1,929**	**(43,983)**	**254,651**

For the quarter ended June 30, 2025

		Banco de Occidente S.A. (Parent Company)	Fiduciaria de Occidente S.A.	Ventas y Servicios S.A.	Banco de Occidente Panamá S.A.	Occidental Bank (Barbados) Ltd.	Eliminations	Total
Income from continuing operations								
Financial Income	$	1,674,455	1,543	369	64,308	19,384	(44)	1,760,015
Fees and commissions		119,276	39,989	-	1,852	898	(3,597)	158,418
Other operating income		3,904,598	22,993	92,270	8,167	1,636	(77,130)	3,952,534
Total income	**$**	**5,688,329**	**64,525**	**92,639**	**74,327**	**21,918**	**(80,771)**	**5,870,967**
Financial Expenses								
Provision for impairment of financial assets	$	372,940	177	532	(1,745)	(58)	-	371,846
Depreciation and amortization		52,492	2,005	4,762	441	104	(181)	59,623
Commissions and fees paid		80,777	267	17	857	214	(21,622)	60,510
Administrative expenses		259,295	8,641	12,595	4,402	2,782	(12,073)	275,642
Other operating expenses		4,763,049	22,640	73,723	52,469	13,245	(54)	4,925,072
Income tax		22,041	4,792	503	-	301	-	27,637
Total expenses	**$**	**5,550,594**	**38,522**	**92,132**	**56,424**	**16,588**	**(33,930)**	**5,720,330**
Profit for the period	**$**	**147,735**	**26,003**	**507**	**17,903**	**5,330**	**(46,841)**	**150,637**

For the six-month period ended as of June 30, 2026

		Banco de Occidente S.A. (Parent Company)	Fiduciaria de Occidente S.A.	Ventas y Servicios S.A.	Banco de Occidente Panamá S.A.	Occidental Bank (Barbados) Ltd.	Eliminations	Total
Income from continuing operations								
Financial Income	$	3,744,063	1,593	577	128,102	30,166	(3,523)	3,900,978
Fees and commissions		258,062	136	-	2,616	1,195	(1,001)	261,008
Other operating income		10,573,708	46,624	183,652	9,761	2,546	(139,422)	10,678,869
Total income	**$**	**14,575,833**	**48,353**	**184,229**	**140,479**	**33,907**	**(143,946)**	**14,838,855**
Financial Expenses								
Provision for impairment of financial assets	$	691,855	277	(166)	(6,429)	1,303	-	686,840
Depreciation and amortization		117,641	589	9,390	706	191	-	128,517
Commissions and fees paid		169,485	42	57	1,728	466	(33,174)	138,604
Administrative expenses		648,033	14,437	24,124	7,099	4,903	(20,255)	678,341
Other operating expenses		12,552,248	3,908	147,546	96,819	17,859	(18,713)	12,799,667
Income tax		80,558	202	1,677	-	3,643	-	86,140
Total expenses	**$**	**14,259,820**	**19,515**	**182,628**	**99,923**	**28,365**	**(72,142)**	**14,518,109**
Profit for the period	**$**	**316,013**	**28,838**	**1,601**	**40,556**	**5,542**	**(71,804)**	**320,746**

For the six-month period ended as of June 30, 2025

		Banco de Occidente S.A. (Parent Company)	Fiduciaria de Occidente S.A.	Ventas y Servicios S.A.	Banco de Occidente Panamá S.A.	Occidental Bank (Barbados) Ltd.	Eliminations	Total
Income from continuing operations								
Financial Income	$	3,364,307	2,848	601	126,529	39,547	(76)	3,533,756
Fees and commissions		243,795	75,650	-	3,226	1,483	(6,869)	317,265
Other operating income		9,508,259	39,863	188,467	15,514	4,437	(144,047)	9,612,493
Total income	**$**	**13,116,361**	**118,361**	**189,068**	**145,269**	**45,447**	**(150,992)**	**13,463,514**
Financial Expenses								
Provision for impairment of financial assets	$	733,860	440	1,551	(2,012)	(449)	-	733,390
Depreciation and amortization		100,794	3,996	9,626	871	165	(376)	115,076
Commissions and fees paid		161,951	726	20	1,652	453	(42,192)	122,610
Administrative expenses		510,622	16,006	25,921	7,977	5,476	(22,698)	543,304
Other operating expenses		11,290,705	45,809	149,381	103,117	26,922	(102)	11,615,832
Income tax		24,944	8,816	1,177	-	407	-	35,344
Total expenses	**$**	**12,822,876**	**75,793**	**187,676**	**111,605**	**32,974**	**(65,368)**	**13,165,556**
Profit for the period	**$**	**293,485**	**42,568**	**1,392**	**33,664**	**12,473**	**(85,624)**	**297,958**

e. Reconciliation of net income, assets and liabilities of the reportable operating segments

The following is a detail of the reconciliation of total segment revenues, expenses, assets and liabilities to the corresponding consolidated items at the Group level:

1. Revenues

		For the quarter ended at:		For the six-month period ended as of:	
		June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
Total reportable revenues by segment	$	8,529,582	5,951,735	14,982,801	13,614,506
a. Yield on demand deposits		(3,312)	(45)	(3,523)	(76)
))b. Dividends		-	-	-	(321)
c. Equity Method		(33,632)	(47,083)	(84,667)	(85,331)
d. Other		(29,473)	(33,640)	(55,756)	(65,264)
))Total consolidated revenues	**$**	**8,463,165**	**5,870,967**	**14,838,855**	**13,463,514**

2. Expenses

		For the quarter ended at:		For the six-month period ended as of:	
		June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
Total reportable expenses by segment	$	8,230,948	5,754,259	14,590,251	13,230,924
a. Interest on bank loans		(2,817)	(10)	(2,817)	(26)
b. Equity Method		10,354	-	(12,900)	-
c. Others		(29,971)	(33,919)	(56,425)	(65,342)
Total consolidated expenses	**$**	**8,208,514**	**5,720,330**	**14,518,109**	**13,165,556**

3. Assets

		June 30, 2026	December 31, 2025
Total reportable assets by segment	$	92,643,569	89,242,318
a. Banks and other correspondents		(26,776)	(26,950)
b. Investments		(1,016,421)	(1,045,805)
c. Accounts receivable		(440)	(6,087)
d. Other		(209,361)	(191)
Total consolidated assets	**$**	**91,390,571**	**88,163,285**

4. Liabilities

		June 30, 2026	December 31, 2025
Total reportable liabilities by segment	$	85,577,826	81,938,170
a. Checking accounts		(5,246)	(10,124)
b. Credit from Banks		(209,133)	-
b. Accounts payable		(658)	(6,305)
c. Others		(21,758)	(17,057)
Total consolidated liabilities	**$**	**85,341,031**	**81,904,684**

5. Equity

		June 30, 2026	December 31, 2025
Total reportable equity by segment	$	7,065,743	7,304,149
a. Capital stock		(26,268)	(25,518)
b. Additional paid-in capital		(198,940)	(198,940)
c. OCI		(779,038)	(817,104)
d. Surplus Equity method		35,471	19,953
e. Profit or loss		(41,370)	(17,881)
f. Other		(6,058)	(6,058)
Total Equity	**$**	**6,049,540**	**6,258,601**

6. Assets by country

Country		June 30, 2026	December 31, 2025
Colombia	$	5,479,264	5,682,179
Panama		386,571	383,912
Barbados		183,705	192,510
Total Equity	**$**	**6,049,540**	**6,258,601**

7. Revenues by country

		For the quarter ended at:		For the six-month period ended as of:	
Country		June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
Colombia	$	8,379,942	5,775,023	14,668,505	13,274,041
Panama		67,318	73,704	136,443	144,027
Barbados		15,905	22,240	33,907	45,446
Total Consolidated Revenues	**$**	**8,463,165**	**5,870,967**	**14,838,855**	**13,463,514**

8. Expenses by country

		For the quarter ended at:		For the six-month period ended as of:	
Country		June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
Colombia	$	8,143,599	5,647,939	14,393,858	13,022,219
Panama		50,941	55,803	95,886	110,363
Barbados		13,974	16,588	28,365	32,974
Total Consolidated Expenses	**$**	**8,208,514**	**5,720,330**	**14,518,109**	**13,165,556**

f. Largest customers of the Parent Company

There are no customers representing 10% of the Group's total revenues during the periods ended June 30, 2026 and June 30, 2025.

Note 27. – Unconsolidated structured entities

The following table shows the total assets of the unconsolidated structured entities in which the Group had an interest at the reporting date, and its maximum exposure to loss in respect of such interests:

Funds managed by Grupo Aval		**June 30, 2026**	**December 31, 2025**
Total assets under management	$	-	1,011,580
Investments at fair value through profit or loss		1,222,654	1,140,604
Total assets in relation to Grupo Aval's interest in unconsolidated structured entities		**1,222,654**	**2,152,184**
Maximum exposure of Grupo Aval	**$**	**1,222,654**	**2,152,184**

Note 28. – Related parties

In accordance with IAS 24, a related party is a person or entity that is related to the entity preparing its Financial Statements, which may exercise control or joint control over the reporting entity, exercise significant influence over the reporting entity, or be regarded as a member of key management personnel of the reporting entity or of a parent of the reporting entity. The definition of related party includes: persons and/or relatives related to the entity (key management personnel), entities that are members of the same group (parent company and subsidiary), associates or joint ventures of the entity or of Grupo Aval entities.

In accordance with the above, the related parties for the Group, Fiduciaria de Occidente S.A., Occidental Bank Barbados Ltd., Banco de Occidente Panamá S.A. and Ventas y Servicios S.A. – NEXA BPO are classified in the following categories:

1. Individuals who exercise control or joint control over the Parent, i.e. who own more than a 50% interest in the reporting entity; additionally, includes close relatives who could be expected to influence or be influenced by that person.

2. Key management personnel, including members of the Board of Directors and the president of Grupo Aval, the Parent Company, Fiduciaria de Occidente S.A., the General Manager of Ventas y Servicios S.A. – NEXA BPO, Occidental Bank Barbados Ltd., and Banco de Occidente Panamá S.A., as well as key management personnel of these entities, who are the individuals involved in the planning, direction, and control of such entities, including close family members who could be expected to influence or be influenced by that person.

3. Companies belonging to the same group, this category includes the controlling company, subsidiaries or other subsidiaries of the same controlling company of Grupo Aval.

4. Associated Companies and Joint Ventures: companies in which Grupo Aval has significant influence, which is generally considered when it owns between 20% and 50% of their capital.

5. This category includes entities that are controlled by individuals included in categories 1 and 2.

6. This item includes entities in which the persons included in items 1 and 2 exercise significant influence.

All transactions with related parties are carried out at market conditions, the most representative balances as of June 30, 2026 and December 31, 2025, with related parties are included in the following tables, the headings of which correspond to the definitions of related parties, recorded in the six categories above:

June 30, 2026

		Categories					
		1	2	3	4	5	6
		Individuals with control over Banco de Occidente	Key Management Personnel	Companies belonging to the same group	Associates and joint ventures	Entities that are controlled by persons included in category 1 and 2	Entities with significant influence by persons included in category 1 and 2
Assets							
Cash and cash equivalents	$	-	-	1,786	-	-	-
Financial assets in investments		-	-	-	146,380	-	-
Financial assets in credit operations		25	13,515	508,824	77,125	564,525	2,661
Accounts receivable		-	-	60,750	11,571	129,567	-
Other assets		-	4,865	3,091	-	323	55
Liabilities							
Deposits	$	82,643	63,675	672,511	49,258	499,966	1,161
Accounts payable		59	14,148	148,025	66	30,590	-
Financial obligations		-	81	2,584	-	18,083	-

December 31, 2025

		Categories					
		1	2	3	4	5	6
		Individuals with control over Banco de Occidente	Key Management Personnel	Companies belonging to the same group	Associates and joint ventures	Entities that are controlled by persons included in category 1 and 2	Entities with significant influence by persons included in category 1 and 2
Assets							
Cash and cash equivalents	$	-	-	1,722	-	-	-
Financial assets in investments		-	-	-	151,418	-	-
Financial assets in credit operations		21	15,875	613,296	85,981	536,385	5,183
Accounts receivable		-	-	56,226	93	131,729	-
Other assets		-	1,958	692	-	176	59
Liabilities							
Deposits		89,824	55,095	1,723,588	47,458	463,116	2,167
Accounts payable		18	3,943	47,013	-	9,527	-
Financial obligations		-	81	3,409	-	18,079	-
Other liabilities	$	-	-	-	13	37	-

The most significant transactions with related parties for the quarters and six-month periods ended June 30, 2026, and 2025, include:

a. Sales, services and transfers

For the quarter ended June 30, 2026

		Categories					
		1	2	3	4	5	6
		Individuals with control over Banco de Occidente	Key Management Personnel	Companies belonging to the same group	Associates and joint ventures	Entities that are controlled by persons included in category 1 and 2	Entities with significant influence by persons included in category 1 and 2
Interest income	$	2	299	18,466	2,681	17,086	77
Financial expenses		1,299	1,034	12,506	766	7,546	-
Fee and commission income		-	64	4,292	32,235	25,119	9
Rental income		-	-	634	-	57	-
Fees and commissions expense		-	482	29,252	22,600	5	-
Other operating income		-	12	58,587	285	2,998	31
Provision for loan portfolio and interest receivable		-	(18)	-	(725)	1,616	(175)
Lease expenses		-	34	478	483	(1,394)	141
Other Expenses		-	62	8,351	4,420	1,506	-

For the quarter ended June 30, 2025

		Categories					
		1	2	3	4	5	6
		Individuals with control over Banco de Occidente	Key Management Personnel	Companies belonging to the same group	Associates and joint ventures	Entities that are controlled by persons included in category 1 and 2	Entities with significant influence by persons included in category 1 and 2
Interest income	$	1	578	20,699	2,591	13,252	35
Financial expenses		162	567	11,088	782	8,002	-
Fee and commission income		1	107	3,751	31,659	25,851	9
Fees and commissions expense		-	305	24,457	19,552	81	-
Other operating income		-	103	51,771	182	1,327	-
Provision for loan portfolio and interest receivable		(6)	13	-	(243)	113	(150)
Other Expenses	$	-	199	6,693	4,577	1,575	-

For the six-month period ended as of June 30, 2026

		Categories					
		1	2	3	4	5	6
		Individuals with control over Banco de Occidente	Key Management Personnel	Companies belonging to the same group	Associates and joint ventures	Entities that are controlled by persons included in category 1 and 2	Entities with significant influence by persons included in category 1 and 2
Interest income	$	3	651	35,400	5,087	32,377	131
Financial expenses		2,534	1,877	22,300	1,316	15,933	-
Fee and commission income		1	120	8,943	63,970	50,551	17
Rental income		-	-	1,449	-	115	-
Fees and commissions expense		-	892	56,201	44,524	18	-
Other operating income		-	22	114,851	5,669	5,534	53
Provision for loan portfolio and interest receivable		-	(18)	-	(725)	1,616	(175)
Lease expenses		-	-	478	-	7	-
Other Expenses	$	-	117	15,035	8,691	2,810	-

For the six-month period ended as of June 30, 2025

		Categories					
		1	2	3	4	5	6
		Individuals with control over Banco de Occidente	Key Management Personnel	Companies belonging to the same group	Associates and joint ventures	Entities that are controlled by persons included in category 1 and 2	Entities with significant influence by persons included in category 1 and 2
Interest income	$	2	642	41,503	4,539	24,734	123
Financial expenses		1,796	1,188	23,051	1,452	16,202	-
Fee and commission income		2	118	6,789	61,317	48,872	16
Fees and commissions expense		-	783	59,191	39,526	189	-
Other operating income		-	104	99,341	5,925	3,616	-
Provision for loan portfolio and interest receivable		-	(44)	-	(231)	19	(150)
Other Expenses		-	252	12,848	8,129	3,071	-

b. Compensation for key management personnel

The compensation received by key management personnel consists of the following, for the quarters and six-month periods ended June 30, 2026, and 2025:

Items		**For the quarter ended at:**			**For the six-month period ended as of:**	
		June 30, 2026	**June 30, 2025**		**June 30, 2026**	**June 30, 2025**
Salaries	$	7,090	7,908	$	13,891	15,430
Short-term employee benefits		896	929		1,907	1,618
Total	**$**	**7,804**	**8,838**	**$**	**15,798**	**18,030**

Note 29. – Important Matters

Wealth tax.

Through Decree 173, issued on February 24, 2026, the national government established a temporary wealth tax for the year 2026 as a measure to finance the economic emergency caused by climate-related events. This Decree establishes a general rate of 0.5% and a special rate of 1.6% for financial sector entities based on the value of their liquid assets as of March 1, 2026, provided that such value exceeds 200,000 UVT. Furthermore, Decree 240 of 2026, in paragraph 2 of Article 18, provides that: “The wealth tax may be recorded against retained earnings or against net income for the fiscal year in 2026.” "Under no circumstances shall the amount written off be deductible or allowable for income tax purposes." However, given that the notes to the consolidated financial statements are governed by International Financial Reporting Standards (IFRS), the Group recognized this tax expense to meet its payment obligation. The wealth tax due amounted to $50,249, payable in two equal installments (April 1 and May 4, 2026).

Fiduciaria de Occidente S.A. Spin-off

By means of Public Deed No. 2,647 dated December 19, 2025, issued by Notary Public No. 37 of Bogotá, D.C., the partial spin-off of Fiduciaria de Occidente S.A. in favor of Aval Fiduciaria S.A. (“Aval Fiduciaria”), through which Fiduciaria de Occidente S.A., without being dissolved or liquidated, transferred to Aval Fiduciaria S.A. a block of assets corresponding to the trust business unit, including the assets, liabilities, and contracts associated with said transaction.

The asset pool spun off into Fiduciaria de Occidente S.A. was $50,860, and the parent company’s equity interest in the spin-off was $48,305. The spin-off was previously approved by the Colombian Financial Superintendence, in accordance with its legal authority, through Resolution No. 1777 dated September 23, 2025. In exchange for the transfer, the Parent Company received 29,589,247 common shares of Aval Fiduciaria S.A., increasing its stake to a total of 31,707,111 common shares, equivalent to a 24.46% stake in its share capital. Similarly, Occidental Bank Barbados received 181,157 shares, representing an indirect stake of 0.14%; when added to its previous stake, this brings the total to 24.60%, classifying this investment as an associate. (Notes 7 and 12) The following details the impacts of the spin-off of Fiduciaria de Occidente S.A. to Aval Fiduciaria S.A.:

		Fiduciaria de Occidente S.A. December 31, 2025	Value spun off to Aval Fiduciaria S.A. January 1, 2026	Fiduciaria de Occidente S.A. Post-Spin-Off
Assets	$			
Cash and cash equivalents		14,889	7,506	7,383
Investments and Derivatives Trading		428,143	27,340	400,803
Accounts receivable		22,920	473	22,447
Tangible Assets		6,491	877	5,614
Intangible Assets		28,636	17,817	10,819
Deferred tax		4,806	1,049	3,757
Total Assets		**505,884**	**55,062**	**450,822**
Liabilities				
Accounts payable		31,987	353	31,634
Employment Obligations		2,733	2,625	108
Provisions		2,398	1,224	1,174
Total Liabilities		**37,119**	**4,202**	**32,917**
Equity		468,765	50,860	417,905
Total Equity	$	**468,765**	**50,860**	**417,905**

Assessment of the impact of the spun-off operation on the figures in the condensed consolidated financial statements:

	Fiduciaria de Occidente S.A. spun-off amount	Banco de Occidente S.A. (Parent company), Consolidated		Fiduciaria de Occidente S.A. spun-off amount	Banco de Occidente S.A. (The Parent Company) Consolidated	
	Dec. 25	Dec. 25	Relative %	Mar 25	Mar 25	Relative %
Assets	55,062	88,163,285	0.06%	55,062	80,195,564	0.07%
Liabilities	4,202	81,904,685	0.01%	4,202	74,340,324	0.01%
Profit (1)	22,069	582,138	3.79%	6,316	147,321	4.29%
Revenue (1)	173,922	26,481,813	0.66%	40,385	7,592,550	0.53%

(1) The split-off values for Fiduciaria de Occidente S.A. were determined based on the final values of the split-off process recorded as of January 1, 2026. With regard to profit and revenue, the accounting figures from Fiduciaria de Occidente S.A. were used, minus the book value of the retained Porvenir assets; these figures could be further reduced to account for returns on the retained investment portfolio.

The following is a breakdown of the equity method applied by the Parent Company to the entities involved in the spin-off as of the transaction date:

		March 31, 2026	March 31, 2025
MPU Fiduciaria de Occidente	$	7,049	15,737
MPU Aval Fiduciaria		5,394	-
Total MPU	**$**	**12,443**	**15,737**

Based on the data from the assessment conducted regarding the Spin-off, it has been determined that it does not have a material impact on the Group's results.

As a result of this transaction, the Parent Company recognized an impact of ($299) in retained earnings within equity.

Investment in Corporación Financiera Centroamericana Ficentro S.A.

In June 2026, The Parent Company acquired a 7.91% stake in Ficentro S.A. by contributing to that entity the shares it held in Corficolombiana S.A.—representing a 4.18% stake—as part of a corporate reorganization process among entities under common control belonging to the Aval Group.

Since the transaction occurs between entities under common control, it is excluded from the scope of the NCIF; therefore, for its recognition, management applied the predecessor method, using the existing carrying values at the level of the ultimate parent.

As a result of this transaction, the Parent Company replaced its direct investment in Corficolombiana S.A. with an equity interest in Corporación Financiera Centroamericana Ficentro S.A. and recognized an impact of ($278,562) in retained earnings within equity.

The following is a breakdown of the items that account for the effect of retained transactions in the statement of changes in equity:

Items		**Retained equity effect**
Investment: Corporación Financiera Centroamericana Ficentro S.A.	$	(278,562)
Fiduciaria de Occidente S.A. Spin-off		(299)
Stock trading at Bolsa de Valores de Colombia S.A.		(161)
Effect of the purchase and sale of shares between entities under common control.		24
Total	**$**	**(278,998)**

Note 30. – Events after the closing date for the preparation of the Condensed Consolidated Financial Statements

As a continuation of the corporate reorganization process, which began with the partial spin-off of Fiduciaria de Occidente S.A. pursuant to Public Deed No. 2.647 dated December 19, 2025, issued by Notary Office No. 37 of Bogotá, D.C., and registered on January 1, 2026, the Parent Company, following the lack of objection from the Financial Superintendence of Colombia via Resolution No. 0895, dated June 12, 2026, acquired, during the month of July 2026, the equity interest held by the minority shareholders of Fiduciaria de Occidente S.A. for $33,567, thereby achieving a 100% stake in that entity.

AFC

Andrés Felipe Celis Salazar
Traductor e Intérprete Oficial
Inglés - Español - Inglés
Certificado de Idoneidad N°. 0413
del 4 de Agosto de 2015
UNIVERSIDAD NACIONAL DE COLOMBIA

I, ANDRÉS CELIS, hereby certify that I am fluent in both the English and Spanish languages, and competent to translate from English to Spanish and from Spanish to English, and that the attached document is a true and accurate translation of the original document from Spanish into English.

Full Name: ANDRÉS FELIPE CELIS SALAZAR

Signature: Andrés F. Celis S.

Email: afcelis@gmail.com

Address (Physical): CALLE 107 A # 54 – 95 APT. 401. BOGOTÁ, COLOMBIA

Telephone (day): (57) 3213922388

Date: August 19, 2026

Proficiency certificate No. 0413 of August 4, 2015