FONDO DE GARANTÍAS DE INSTITUCIONES FINANCIERAS FOGAFIN

Financial Statements at December 31, 2021 and 2020 and Report of the Statutory Auditor

FONDO DE GARANTÍAS DE INSTITUCIONES FINANCIERAS
STATEMENTS OF THE FINANCIAL POSITION
AT DECEMBER 31, 2021 AND 2020
(Figures in millions of Colombian pesos)

	Notes	31/12/2021	31/12/2020
ASSETS			
Cash and cash equivalent	6	$ 101,965	$ 12,801
Asset positions in market operations	7	600,010	364,321
Financial assets at fair value:			
Debt securities through profit or loss	8	158,623	158,033
Debt securities through OCI	8	28,088,952	25,092,013
Equities through OCI, net	8	237	260
Derivatives at fair value	9	32,668	40,607
Subtotal		**28,280,480**	**25,290,913**
Accounts receivable, net	10	826,970	782,160
Investments in associates, net	12	24,129	27,301
Investments in trust rights, net	8	324	283
Non-current assets held for sale, net	11	298	283
Property and equipment, net	13	14,777	14,259
Intangibles and other assets	14	12,026	11,761
Total assets		**$ 29,860,979**	**$ 26,504,082**
LIABILITIES			
Derivatives at fair value	9	41,977	44,028
Accounts payable	15	40,109	3,217
Other provisions	20	6,419	6,413
Deposit insurance provisions	16	1,485,791	2,062,448
Employee benefits	17	1,062	1,172
Income tax payable	18	-	-
Other liabilities	19	72,638	69,213
Total liabilities		**$ 1,647,996**	**$ 2,186,491**
EQUITY			
Deposit insurance reserve	21	23,358,854	19,949,691
Accumulated unassigned profits		68,686	55,519
Net surplus for the period	21	3,388,498	3,422,331
Comprehensive results			
Adjustments for first application of IFRS	30	95,905	95,905
Asset valuation surplus	13	5,425	4,331
Valuation of financial instruments through OCI	31	(333,128)	552,018
Exchange difference on deposit insurance	31	1,611,452	220,601
Other financial instruments		17,291	17,195
Total equity		**28,212,983**	**24,317,591**
Total liabilities and equity		**$ 29,860,979**	**$ 26,504,082**

The attached notes are part of the financial statements

ANDRÉS VALENCIA-PINZÓN
Legal Representative

MARÍA ELIZABETH GUERRA-GARCIA
Accountant
Licence No. 15399-T

VICTOR MANUEL RAMIREZ- VARGAS.
Statutory Auditor
Licence No 151419-T
Member of BDO Audit S.A.
(See my report, attached)

FONDO DE GARANTÍAS DE INSTITUCIONES FINANCIERAS
STATEMENTS PF COMPREHENSIVE RESULTS
FROM JANUARY 1 TO DECEMBER 31, 2021 AND 2020
(Figures in millions of Colombian pesos)

	Notes	31/12/2020	31/12/2021
Valuation and profit on sale of financial assets in debt securities, net	22	$ 425,451	$ 806,332
Valuation of derivatives, net	23	16,847	4,450
Interbank interest, net	24		9,208
Exchange difference, net		907,901	1,777,053
Deposit insurance revenues		1,525,990	1,402,875
Release of deposit insurance provisions	16	576,656	-
Dividends		78	1,522
Other revenues	25	71,675	52,578
Total revenues		**3,524,598**	**4,054,018**
Adjustment to deposit insurance provision	16	-	538,941
Interbank interest, net		1,232	-
Equity method valuation of investments in associates		3,965	2,951
Impairment of investments and other assets		155	-
Employee benefits	26	16,024	15,683
Fees		1,223	1,518
Depreciation and amortization		2,351	1,730
Other overhead	27	111,150	69,289
Total expenses		**136,100**	**630,112**
Surplus before income tax		3,388,498	3,423,906
Income tax expense	18	-	1,575
Net surplus for the period		**3,388,498**	**3,422,331**
Adjustment to financial instruments through OCI, exchange difference on deposit insurance portfolio		506,894	167,447
COMPREHENSIVE RESULT FOR THE PERIOD		**$3,895,392**	**$ 3,589,778**

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FONDO DE GARANTÍAS DE INSTITUCIONES FINANCIERAS
STATEMENTS OF CHANGES IN EQUITY
AT DECEDMBER 31, 2021 AND 2020
(Figures in millions of Colombian pesos)

	Reserves	Accumulated unassigned results	Net surplus for the period	Valuation of financial instruments measure by OCI	Exchange difference on deposit insurance	Adjustments for first application of IFRS	Equity revaluation surplus	Other comprehensive income	Total
Balances at December 31, 2019	**17,034,293**	**50,295**	**2,920,621**	**303,170**	**297,396**	**95,905**	**4,331**	**21,802**	**20,727,813**
Transfer of profits to deposit insurance reserve	2,915,398	-	(2,915,398)	-	-	-	-	-	-
Transfer of previous years' profits	-	5,223	(5,223)	-	-	-	-	-	-
Adjustments to other comprehensive income	-	-	-	-	-	-	-	(4,607)	(4,607)
Net surplus for the period	-	-	3,422,331	-	-	-	-	-	3,422,331
Valuation of deposit insurance portfolio through OCI	-	-	-	248,848	-	-	-	-	248,848
Exchange difference in the year on securities through OCI, net	-	-	-	-	(76,795)	-	-	-	(76,795)
Balances at December 31, 2020	**19,949,691**	**55,518**	**3,422,331**	**552,018**	**220,601**	**95,905**	**4,331**	**17,195**	**24,317,590**
Transfer of profits to deposit insurance reserve	3,409,163		(3,409,163)	-	-	-	-	-	-
Transfer of previous years' profits	-	13,168	(13,168)	-	-	-	-	-	-
Adjustments to other comprehensive income	-	-	-	-	-	-	1,094	96	1,190
Net surplus for the period	-	-	3,388,498	-	-	-	-	-	3,388,498
Valuation of deposit insurance portfolio through OCI	-	-	-	(885,146)	-	-	-	-	(885,146)
Exchange difference in the year on securities through OCI, net	-	-	-	-	1,390,851	-	-	-	1,390,851
Balances at December 31, 2021	**23,358,854**	**68,686**	**3,388,498**	**(333,128)**	**1,611,452**	**95,905**	**5,425**	**17,291**	**28,212,983**

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FONDO DE GARANTÍAS DE INSTITUCIONES FINANCIERAS
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED ON DECEMBER 31, 2021 AND 2020
(Figures in millions of Colombian pesos)

	31/12/2021	31/12/2020
ACTIVITIES IN OPERATING ACTIVITIES:		
Net surplus for the period	3,388,498	3,422,331
Adjustments to reconcile surplus for the year with cash flows in operating activities		
Depreciation on property and equipment	1,071	861
Amortization and impairment of intangibles	1,002	870
Income tax	-	1,575
Unrealized profit on valuation of financial investments in debt securities	454,575	(1,136,849)
Provision against other assets	111	-
Adjustment to deposit insurance provision	(576,656)	538,941
Unrealized profit on valuation of derivatives	(11,726)	77,218
Exchange adjustment to assets and liabilities other than deposit insurance portfolio	(2,298,552)	(1,700,070)
Reversion of impairment of non-current assets held for sale	-	(3,546)
Adjustment to contingency provision	6	(26)
Accounts receivable written off	-	(70)
Variations in operating assets and liabilities		
Increase or decrease in:		
Non-current assets held for sale	(15)	(283)
Accounts receivable	(44,809)	(150,204)
Accounts payable	36,942	(808)
Employee benefits	(110)	214
Tax payable	(49)	(3,468)
Other liabilities	3,424	(9,166)
Cash flow from operating activities	953,712	1,037,520
INVETSMENT ACITIVITIES:		
Open market asset operations	(237,044)	174,280
Derivatives at fair value	1,914	(47,077)
Acquisition of financial assets in debt instruments	(148,773,674)	(82,558,119)
Redemption or sale of financial assets in debt instruments	147,640,349	81,228,349
Valuation of investments	506,877	167,548
Acquisition of property and equipment	(1,590)	(391)
Acquisition of intangibles	(1,380)	(4,692)
Net cash Flow from investment activities	(864,548)	(1,040,102)
NET INCREASE IN CASH AND CASH EQUIVALENTS	89,164	(2,582)
BALANCE OF CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	**12,801**	**15,383**
CASH AND CASH EQUIVALENTS AT THE END OF THE EYAR	**101,965**	**12,801**

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