

## BANCO DAVIVIENDA S.A. TAX POLICY AND REPORT 2022

### TAX POLICY AND STRATEGY

The Bank complies adequately and timely with both the intent and the provisions of all tax regulations of the countries it serves. An ongoing analysis of constantly changing regulations enables the Bank to plan, implement, and effectively adopt decisions and control risks on tax matters.

### TAXES PAID\*

The chart below depicts all taxes paid on a consolidated basis by Banco Davivienda, including national, municipal, and territorial taxes. The value of taxes paid is directly proportional to the profits and income generated.

TAX	AMOUNT
<b>Income Tax</b>	703.623
<b>Sales tax</b>	6.079
<b>Industry and trade tax</b>	207.705
<b>Tax on financial transactions</b>	112.334
<b>Others</b>	63.140
<b>Total tax paid</b>	<b>1.092.883</b>

ENTITY	NUMBER OF EMPLOYEES	REVENUE	PROFIT (LOSS) BEFORE TAX	INCOME TAX ACCRUED 2022	INCOME TAX PAID ON CASH EARNED IN 2021 AND PAID OUT IN 2022
<b>Colombia</b>	13.786	39.669.226	1.607.444	732.134	414.048
<b>Costa Rica</b>	1.038	3.815.650	232.019	63.810	95.146
<b>Salvador</b>	1.763	1.522.763	211.679	72.251	62.439
<b>Honduras</b>	1.256	1.098.552	217.378	52.129	41.736
<b>Panamá</b>	207	311.629	51.047	2.152	1.450
<b>Total</b>	<b>18.050</b>	<b>46.417.819</b>	<b>2.319.568</b>	<b>922.475</b>	<b>614.820</b>

\* Millions of Colombian pesos

## EFFECTIVE TAX RATE

The consolidated effective tax rate for 2022 was 30%, equivalent to the income tax expense divided by the profit reported in the financial statements for the year. Includes current tax of \$922,475 and deferred tax amounting to (\$ 218,852).

The income tax rate in Colombia is 38%. Any difference with the effective rate is attributable to tax benefits and other effects applicable to the Bank in accordance with tax regulations.

<b>Profit before taxes</b>	2.319.568
<b>Income Tax at nominal rate 2022 (38%)</b>	881.436
<b>Effect of tax rates in foreign jurisdictions<sup>1</sup></b>	-57.544
<b>Tax incentives<sup>2</sup></b>	-93.778
<b>Non-deductible expenses and tax revenues<sup>3</sup></b>	447.341
<b>Tax deductions and untaxed income</b>	-278.615
<b>Exempt Income<sup>4</sup></b>	-395.696
<b>Derecognition of previously recognized (recognition of previously unrecognized) deductible temporary differences</b>	172.620
<b>Expenditure from previous years</b>	22.443
<b>Income tax - Branch Miami</b>	5.604
<b>Effect of credit tax without deferred tax</b>	-188
<b>Total income tax expense</b>	<b>703.623</b>
<b>Effective Rate</b>	<b>30%</b>

1. The rate adjustment applied to the subsidiaries is the difference between the calculations at 38% and 34% pursuant to the provisions of the 2010 Economic Growth Act of 2019, effective in Colombia for 2022 and 2021, respectively, and the average national rates applicable in the other countries.
2. Tax incentives are mainly due to the trade and industry (ICA) tax and donations.
3. Non-deductible expenses are mainly due to taxes (trade and industry tax ICA, tax on financial transactions GMF and others) and portfolio provisions.
4. Exempt income includes dividends and valuation of investments.