

GRUPO DE INVERSIONES SURAMERICANA S.A.
(hereinafter referred to as the “Company”)
PROPOSED DISTRIBUTION OF PROFITS

**I. THE ALLOCATION OF PROFITS
CORRESPONDING TO THE FISCAL YEAR OF
2017**

Based on the balance of the net income account as shown on the Company’s Statement of Financial Position for the fiscal year of 2017, the following profit distribution is proposed:

Profits for the period	COP	755.085.468.385
Occasional reserve	COP	755.085.468.385

**II. AMOUNT TO BE APPROPRIATED FROM
THE COMPANY’S OCCASIONAL RESERVE**

1 Proposal:

Appropriate an amount from the occasional reserve set up using the profit produced until December 31, 2016 to be distributed as follows:

1.1. In the form of dividends.	COP	301.464.369.864
1.2. Setting up a reserve for social outreach projects.	COP	5.500.000.000

2. Form of payment:

Dividends are to be paid entirely in cash to all shareholders

The Company has both a taxed occasional reserve as well as a non-taxed occasional reserve. Dividend payments shall be made in cash, which in turn shall be taken from the non-taxed occasional reserve.

The dividends to be distributed shall amount to five hundred and eighteen Colombian pesos (COP 518) per share on a total of 581.977.548 ordinary and preferred shares, accruing as soon as this is duly declared by the General Assembly of Shareholders. These dividends shall be 100% tax exempt for the shareholder, with regard to both income tax as well as occasional gains tax, as stipulated in Articles 48, 49 and 36-3 of the Colombia Tax Code.

Since the Company acts as a withholding agent in the Municipality of Medellín for Industry and

Commerce Tax (known as “ICA” in Spanish), shareholders who are subject to this specific tax being withheld, shall have the amount of Industry and Commerce tax due withheld from their total cash dividend payment.

3. Payment date:

Dividends shall be paid in cash as follows:

One hundred and twenty-nine Colombian pesos with fifty cents (COP \$ 129.50) per share on the following dates: April 2, 2018, July 3, 2018, October 1, 2018 and January 2, 2019.

4. Ex-Dividend Period

The ex-dividend period shall be comprised between the first trading day of the dividend payment period and the 4 trading days immediately preceding that date, except for the ex-dividend period corresponding to the first dividend payment which shall go back three trading days immediately preceding the payment date. Consequently, any shares that are traded during the ex-dividend period shall not entitle the buyer to the corresponding dividends.

Beginning of the Ex-Dividend Period	End of the Ex-Dividend Period
March 26, 2018	April 2, 2018 (inclusive)
June 26, 2018	July 3, 2018 (inclusive)
September 25, 2018	October 1, 2018 (inclusive)
December 26, 2018	January 2, 2019 (inclusive)

Medellín, March 23, 2018