

Grupo SURA's consolidated net income amounted to **COP 672,371 million (USD 186 million)** at the end of the first half of this year, due to a 14.6% growth in operating income and a higher-than-budgeted recovery with its portfolio investments.

The 322.9% increase in revenues obtained via the equity method at the end of Q2 2021 was driven by higher net income figures posted by Bancolombia, Grupo Argos and Protección.

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Quarterly Highlights

VaxThera



VaxThera shall be producing and distributing biologics for all of Latin America

Suramericana's latest investment, made through Seguros SURA Colombia, shall help drive an autonomous supply of vaccines for the region. Another capital injection of USD 54 million is scheduled over the next 3 years.

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Grupo SURA divests Clover Health

This company formed part of our corporate venture portfolio. This transaction provided income of USD 7.6 million, which compared to the amount initially invested represents gains of 17.6% in USD.

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Rating agencies reviewed the credit ratings of the companies belonging to the Sura Business Group

Fitch Ratings revised Grupo SURA's international rating to "BB +", while Moody's maintained a "Baa1" for SURA Asset Management, and S&P confirmed the "AAA" local rating for Suramericana.

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The SURA Foundation is celebrating 50 years of contributing to the well-being of both Colombia and the rest of the region

Our Foundation shall be sponsoring different cultural and academic events designed to encourage greater dialog and reflection with the support of different partners while preparing a new publication with the aim of providing the knowledge and experience that it has gained in the field of corporate social management.

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The Suramericana insurance companies are driving their mobility portfolios

As trend and risk managers, our companies have defined mobility as a person's ability to circulate, going beyond the actual vehicle used. See how this new solution is being deployed in all those countries where Seguros SURA is present.

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SURA Investment Management begins operating in Colombia

This business unit belonging to SURA Asset Management, has started up in Colombia through the trust company, Fiduciaria SURA, this as yet another step towards building a comprehensive investment platform at the service of the entire region.

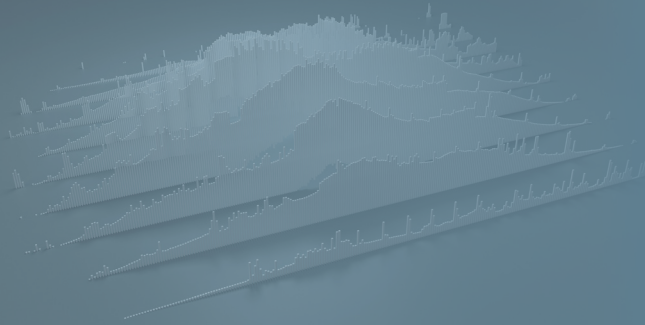
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Seguros SURA celebrates its 10th Anniversary in the Dominican Republic

This Suramericana subsidiary has positioned itself in the local industry, by providing 44 solutions to more than 30 thousand clients with another 215 thousand and more being attended through its affinity channels.

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Growths of 10.2% in premiums and 16% in fees and commissions together with operating costs increasing by just 0.3%, drove up operating earnings to COP 1.2 trillion (USD 329 million) at the end of Q2, 2021.

For the second quarter alone, record revenues of COP 409 billion (USD 113 million) were obtained from our associates through the equity method.

CONSOLIDATED RESULTS

June 2021

Operating revenues:

COP 11.7 trillion
(USD 3,220 million)

▲ 14.6%

Revenues via equity method:

COP 648 billion
(USD 179 million)

▲ 322.9%

Operating earnings

COP 1.2 trillion
(USD 329 million)

▲ 29.3%

Net income

COP 672 billion
(USD 186 million)

▲ 174%

Consolidated results for the first half of the year show an accelerated and sustained pace of recovery for our different portfolio investments. Increases of 29.3% in operating earnings, totaling COP 1.2 trillion (USD 329 million*) and 174% in net income, amounting to COP 672 billion (USD 186 million), were due to higher-than-expected revenues along with a disciplined control over spending on the part of Grupo SURA and its subsidiaries Suramericana and SURA Asset Management.

Operating earnings rose by 14.6% compared to the first half of last year, reaching COP 11.7 trillion (USD 3,220 million*). Similarly, our efficiency efforts have kept down operating expense which have increased by just 0.3%, thereby partially mitigating the impact of a higher claims rate due to the COVID pandemic, which has mainly affected Suramericana's Life and Health Care Insurance segment.

On the other hand, revenues from associates via the equity method rose by a record of 322%, thereby adding COP 648 billion (USD 179 million) to our consolidated bottom line for the first half of this year. This figure was driven by Bancolombia's own net income figure, given the notable improvement in the health of its loan portfolio that allowed it to free up prior provisions. All this in addition to the streams of revenues received from Protección, Grupo Argos and Grupo Nutresa.

Finally, Grupo SURA made a payment of USD 300 million on its international bonds maturing back in May, which is reflected in a reduction of its total financial liabilities of COP 844.575 million compared to year-end 2020. Also noteworthy is the amount of principal that was repaid by SURA Asset Management, this totaling COP 320 billion for this first half of the year, as part of the continued efforts to gradually reduce its consolidated debt.

*Figures taken from the Statement of Comprehensive Income, and restated in dollars based on the average exchange rate for Q2 2021: 3,622.28; * *Figures taken from the Statement of Financial Position based on the exchange rate corresponding at the end of Q2 2021: COP 3,748.50





“ Along with a double-digit growth in revenues, our operating expense at the end of this second quarter remained almost the same as that recorded a year ago, thereby **reflecting our companies’ efforts to transform their operating models so as to obtain greater efficiencies.** ”

Gonzalo Pérez, CEO of Grupo SURA



Subsidiary performance

SURA Asset Management

An expert player in the pension, savings and investment as well as the asset management industries, recorded a 15.2% growth in its fee and commission income, which stood at COP 1.3 trillion (USD 355 million), given the double-digit increase corresponding to the Retirement and Voluntary Savings segments.

Our Mexican operations contributed significantly to the final result, given the growth in volume of its Assets under Management, while Chile is seeing a recovery with the local employment rate and wage base. Furthermore, the Voluntary Savings business, which comes under the purview of Inversiones SURA and SURA Investment Management, has enjoyed positive levels of operating earnings for three consecutive quarters.

On the other hand, SURA AM’s consolidated Assets under Management (AuM) rose by 11.2% on an annual basis, reaching COP 550 trillion (USD 152 billion **). This is a significant achievement given the amount of pension withdrawals that took place in both 2020 and 2021 in Peru and Chile. All in all, SURA AM’s consolidated net income closed at COP 305,113 million (USD 84 million).

Suramericana

Specializing in insurance and trend/risk management, posted a growth of 10.8% in written premiums, which reached COP 9.7 trillion (USD 2.687 million), this driven by: (i) good levels of sales with the Life Insurance segment; (ii) the recovery seen with mobility solutions throughout the region, in the light of the current economic upturn; as well as (iii) positive sales on the part of the Health Care segment, which today has more than 4.4 million mandatory health care subscribers in Colombia (EPS SURA).

In Colombia, we continue striving to cushion the impact of the pandemic through our health care services, having applied more than 2.5 million doses to further Colombia’s National Vaccination Plan. Furthermore, the SURA case fatality rate currently stands at 0.88%, which is a third of the national rate (2.61%) and lower than the global rate (2.16%) at the end of Q2 2021.

All our subsidiaries have made great efforts to rein in spending so as to be able to mitigate the impact of the COVID pandemic. All in all, the Company’s net income returned to positive territory for the second quarter to reach COP 10 billion (USD 2.7 million).

Fee and commission income:

Voluntary Savings	▲ 36%
Retirement savings	▲ 12.3%

Growth in income broken down per subsidiary segment:

Life	▲ 11.7%
Property and Casualty	▲ 0.9%
Health care	▲ 34.9%



Ricardo Jaramillo Mejía, Chief Business Development and Finance Office, elaborates on the financial results corresponding to Q2 2021



Progress made with Grupo SURA's stock buy-back initiative

The Company continued with its stock repurchase plan that began back in April. These buy-backs so far amount to COP 30.081 million, 86% of which correspond to 1.3 million ordinary shares and the remaining 14% to 234 thousand preferred shares.

This initiative shall continue, since it is an efficient capital allocation alternative that creates added value for both the Company and its shareholders.

It should be noted that Grupo SURA was the first issuer in Colombia to carry out this type of operation on the Colombian Stock Exchange (BVC) using the latter's own trading system.



PFGROUPSURA
COP 16,520

Grupo SURA
COP 18,500

COLCAP Stock Index
1,249 points

Share Information

Performance of both shares on the colombian stock exchange

The GRUPOSURA ordinary share closed at COP 18,500 at the end of Q2 2021, for declines of -14.7% QoQ and -0.8 YoY.

The PFGROUPSURA preferred share closed at COP 16.520 at the end of Q2 2021, for a decline of -12.8% QoQ and an increase of +4.0% YoY.

15,559

shareholders had registered with Grupo SURA at the end of Q2, 2021, 13,632 of which are private individuals.



With VaxThera,

SURA is helping with the R&D efforts to produce vaccines for all of Latin America.

Understanding the need in Latin America to do away with our dependence on the outside world when it comes to tackling future pandemics and other diseases, and in keeping with our priority to safeguard life, last June our newest subsidiary, VaxThera, came into being, specializing in the research, development and innovation of biologics, which shall enable us to produce, import and market vaccines both in Colombia and throughout the region.

This latest initiative on the part of Suramericana, through its own Colombian-based subsidiary, shall be taking on greater significance, especially now with the trend towards epidemics appearing more frequently and spreading more quickly, given today's global interconnectedness. In this sense, this latest addition to our portfolio is a clear materialization of the SURA strategy, that is to say seeking sustainable profitability that combines creating greater economic value while ensuring harmonious levels of development for our people through our portfolio investments.

VaxThera's initial investment comes to USD 1.5 million corresponding to a 50% stake in the Company which pools the knowledge of a group of researchers, led by Jorge Emilio Osorio Benítez, PhD with more than 30 years of experience in vaccine research and development



“

We invested in VaxThera, in spite of today's challenging environment convinced that it shall bring to bear its scientific and technological knowledge, not only in responding to the present challenges, but to prepare for those that we shall surely be facing in the future, in our role as trend and risk managers.

”



Juana Francisca Llano,
CEO of
Suramericana.

Seguros SURA Colombia plans to inject another USD 54 million during the first phase of this project, lasting about 3 years, this consisting of:

- **Researching vaccines and other biologics:** beginning with the development of a booster vaccine against SARS-CoV-2. Later on, it plans to produce vaccines against dengue, chikungunya, yellow fever, influenza and Zika.
- **Distribution:** starting up in 2022.
- **Production:** Plant facilities with an area of 35,000 m2 to be completed by 2023, this able to produce up to 100 million doses per year and shall be executed by SURA Investment Management.

VaxThera shall also be importing various types of vaccines in conjunction with its strategic partners, both for corona viruses and for other types of tropical diseases, in order to provide the population with timely access to biologics. Once the plant is completed, it shall boast the highest technological and human talent standards and creating approximately 500 jobs on all specialty levels.



**Grupo SURA**

divests the first company belonging to its corporate venture portfolio

As part of its efficient capital allocation efforts, the Company has divested its stake in Clover Health, a technology-based company that formed part of the SURA Ventures portfolio and which is dedicated to providing health insurance in the United States with a particular emphasis on people over 65, the majority of which have chronic diseases.

After four years as minority shareholders in Clover Health, Grupo SURA sold off its stake in July for a total of USD 7.6 million. With this the Company multiplied its initial USD-denominated investment 1.9 times, in addition to obtaining an annual effective rate of return of 17.6%. Converted to Colombian pesos, this transaction came to 2.6 times what was initially invested, with an effective annual rate of return of 25.9%.

In addition to the economic gains obtained with the Clover Health investment, our Colombian based insurance subsidiary Seguros SURA Colombia was able to take advantage of different transfers of knowledge, which allowed us a better understanding of the "Senior Adult" segment, a greater application of data analytics and an improvement with our prevention model, with a special focus on patients with chronic diseases.

USD 7.6 million

Grupo SURA received when selling its stake in Clover Health.

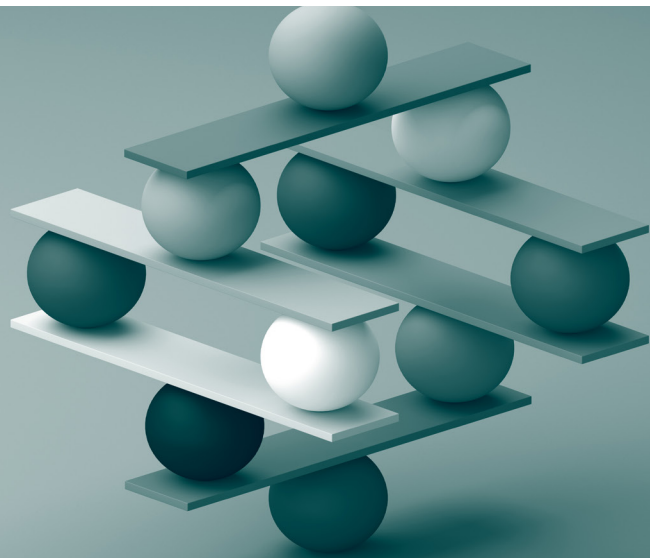
2.6 times

was the return on invested in COP, with a profitability of 25.9% EA.



Rating agencies

updated their notes of the Companies belonging to the Sura Business Group



Grupo SURA

At the end of July, Fitch Ratings revised its international long-term rating from “BBB-” to “BB +”. This was accompanied by a stable outlook reflecting (i) the strength of Grupo SURA’s credit profile for accessing the international markets with different instruments; (ii) its well-diversified sources of dividends in terms of industries and geographies; and (iii) its stable levels of net indebtedness in the short term.

Fitch Ratings’ decision takes into account the average credit quality of the Company’s portfolio and the transitory effects that the pandemic has had on the flow of dividends from investments in financial and related services.

This change was also based on a recent review of Bancolombia’s long-term international rating (“BB +” + with a stable outlook), as a consequence of Colombia’s sovereign rating being downgraded from “BBB-” to “BB +” and its effect on the country’s leading bank and other financial entities.

SURA Asset Management

The risk rating agency Moody’s maintained SURA Asset Management’s credit rating at “Baa1” with a stable outlook. In its report issued last June, the rating agency highlighted the strength of its business model as the region’s main asset manager; Moody’s also highlighted its regional client base now numbering more than 20 million, which is indeed a competitive advantage.

“

This rating from Moody’s is a vote of confidence in our work as investment managers. We continue to maintain a sound financial position, thanks to the good levels of operating performance from our different business lines as well as the savings, liquidity and hedging strategy achieved over recent years.

”

Ignacio Calle Cuartas,
CEO of
SURA Asset Management.

Suramericana

The ratings agency BRC Investor Services, a subsidiary of S&P, confirmed Suramericana’s local “AAA” long-term debt rating for its ordinary bonds worth COP 1 trillion, as well as for the Property and Casualty and Life Insurance branches of its subsidiary Seguros SURA Colombia. This confirms the Company’s strength for meeting its obligations, in the midst of what was a challenging year due to the impacts of the pandemic.

“

Receiving an “AAA” rating once again from BCR Investor Services is a confirmation of our sound financial position over the long term, which allows us, through our nine subsidiaries throughout Latin America, to continue driving people’s well-being throughout the region, thanks to our human talent and our role as trend and risk managers.

”

Juan Fernando Uribe,
Chief Finance Officer of
Suramericana.

BB+

Fitch
Ratings

Baa1

MOODY’S

AAA

BRC
Standard & Poor’s
S&P Global





The SURA Foundation

is celebrating 50 years of ensuring the well-being and ongoing development in both Colombia and the rest of the region

As part of its anniversary celebrations, the Foundation is sponsoring different cultural and academic events focused on bringing about greater dialogue and reflection with the support of different cultural and social partners in Colombia as well as the rest of the region.

Preparations continue with its own publication due out next November, the purpose of which is to provide knowledge and inspire different reflections on corporate social management. This begins by understanding that this task requires continuous transformation and adaptation, based on the ever-changing dynamics of different contexts.

As part of this process, between September and November, the Foundation shall be holding different events with various social players who have helped the Foundation over the years, this for the purpose of engaging in collective reflections on social management.

“

We value the knowledge and lessons learned in conjunction with others, since this has allowed us to make increasingly better decisions with regard to people's well-being and quality of life.” Our purpose becomes more meaningful when we share, broaden our vision and connect up with our aspiration to continue helping to create a more harmonious level of development for our society, while growing hand in hand with people and organizations that are autonomous and aware of reality.

”

Quote from Maria Mercedes Barrera,
Executive Director of the SURA Foundation in Colombia.



Some milestones in the Foundation's 50-year trajectory along with other achievements:

The creation of the **Felix and Susana Educational Program** in 2008 and its subsequent implementation in El Salvador and the Dominican Republic.

The Memory and Creativity project, an indigenous cultural initiative that lasted from 2013 to 2018

The four lines of social investment targeted included: **(i) extending the quality of education; (ii) encouraging cultural activities; (iii) instilling a sense of citizenship; and building democracy; and (iv) the work of the Corporate Volunteer program** (created in 2014)

The **SURA Foundation** was founded in both **Mexico and in Chile** in 2017.



Solutions such as Insurance per Kilometer, launched by Seguros SURA Chile, and the Micro Mobility Insurance, which began in Seguros SURA Brasil, are part of this renewal of the mobility portfolio that Suramericana is implementing in all nine countries where it operates.



The Suramericana

insurance companies are driving their mobility portfolios throughout the region

Suramericana is renewing its concept of mobility by going beyond the mere vehicle (motor, bicycle or skateboard) and ensuring people more than anything else, regardless of the means of transport used. This broader vision of what used to be called the Car solution, responds to our efforts in reading the environment, identifying the latest trends and updating our portfolio in keeping with our findings.

In order to build portfolios that are increasingly regional in nature, Suramericana is updating its mobility solution in all those markets where Seguros SURA is present. The SURA Mobility solution in Argentina, Total Mobility (Mexico), Move Freely (Colombia) and SURA Moves for You (Dominican Republic) are part of this transformation. We are currently making progress with updating this portfolio in other countries.

Other solutions that have been developed as a result of this new mobility approach include Insurance per Kilometer, the cost of which depends on the amount of distance traveled. This solution, which began in Chile, is already being offered in Uruguay, El Salvador, Colombia and the Dominican Republic.

Our micro-mobility portfolio also deserves special mention since it focuses on people who ride bicycles or travel shorter distances. This proposal, developed and improved by Seguros SURA Brasil, is being replicated by the Suramericana subsidiaries in Mexico and Chile.

The development of these solutions coincides with the economic recovery and a higher sales performance with regard to mobility solutions, now that the previous lock down measures are being lifted throughout the region.



SURA Investment Management formally begins operating in Colombia

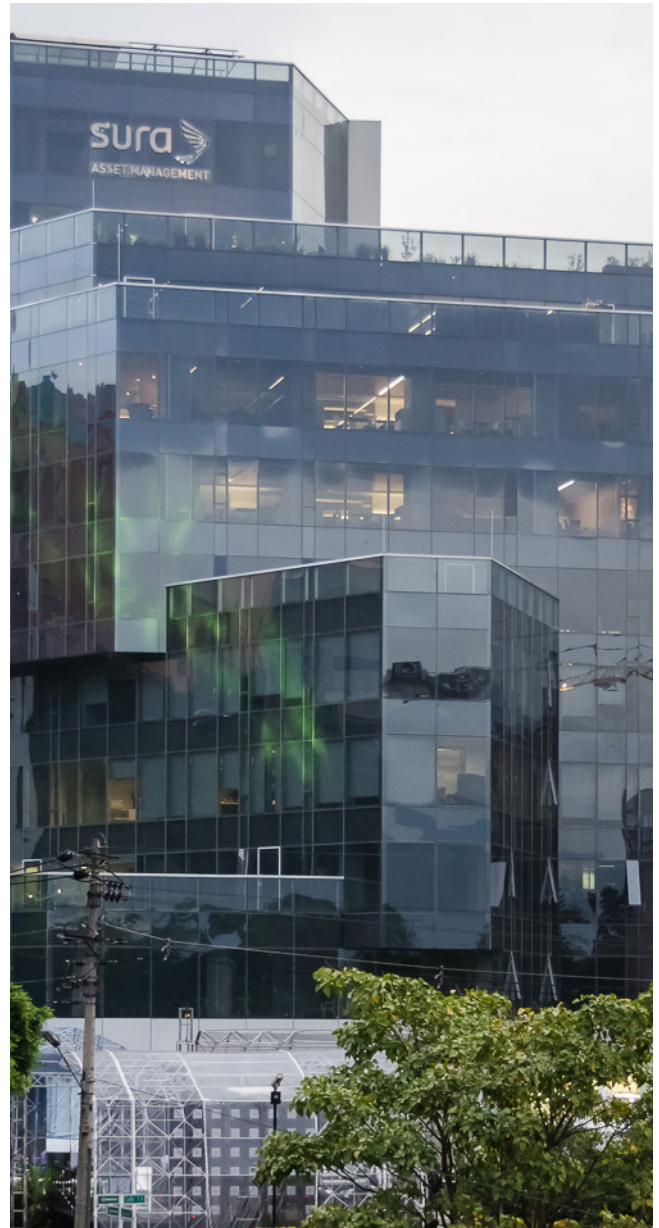
This regional business unit belonging to SURA Asset Management began operations in Colombia last July through Sura's trust company, Fiduciaria SURA, with a portfolio that complements its product offering with traditional asset strategies. These are supplementing those already existing in alternative assets, where SURA Investment Management has already made its mark in managing infrastructure, real estate and private debt.

Solutions channeled through Fiduciaria SURA for handling the wealth management needs of our Colombian clients shall be handled by the Colombian Pension Fund Management firm, Proteccion, a company whose main shareholder is SURA AM and which is an expert player in the savings and investment industries. So far, however, it handles more than COP 140 trillion (about USD 37,348 million) in Assets under Management.

Fiduciaria Sura's new product offering includes three multi-asset funds, designed to respond to different client profiles and that belong to the category of balanced funds, which are just taking off in Colombia, and with which SURA Investment Management has amassed a great deal of experience in other countries.

This latest move allows SURA Investment Management to continue to consolidate itself as a regional investment platform, which is a unique feature that allows the client to invest in any country where the Company is present, in addition to the offshore facilities offered with its own investment vehicle in Luxembourg.

The competitiveness of the portfolios managed by SURA IM has been made possible thanks to the skills of one of the largest and expert investment teams in Latin America. The 130 investment professionals that make up the team bring to bear their extensive knowledge of the local markets and have representatives in each of the six countries where present, namely Mexico, Colombia, Peru, Chile, Uruguay and Argentina.



“

We are firmly focused on the growth and sustainable development of our region, which is why we began operations in Colombia so as to be able offer the local market there new investment alternatives that are highly competitive in terms of terms and profitability

”



Pablo Sprenger,
CEO of
SURA Investment
Management





Seguros SURA

celebrates its 10th Anniversary in the Dominican Republic

Seguros SURA continues to further its positioning in the local insurance industry, while celebrating its first decade of operations on July 15, this after Suramericana first acquired Proseguros back in 2011, which had been operating in this part of the world since 2002.

At the panel discussion **“Milestones in SURA’s Performance and Projections”**, held in the capital of this Caribbean country, Juana Francisca Llano, CEO of Suramericana, noted that this subsidiary had strengthened its innovation and transformation capabilities, as part of the expansion, consolidation and dynamic growth that Suramericana has enjoyed in the region in recent years.

For his part, the local CEO James García, highlighted the growth and positive financial variables that this Dominican subsidiary had recorded, based on a portfolio of 44 solutions with which it attends more than 30 thousand clients as well as another 215 thousand, through the affinity channels.

Furthermore, Seguros SURA has consolidated a growing MSME community in the Dominican Republic to which it provides solutions, tools and support services to more than 2,000 thousand small and medium-sized entrepreneurs, in order to further the sustainability of their businesses in the midst of the pandemic.

Suramericana has moved up in the latest ranking of the Mapfre Foundation

The Company is now in seventh place in the general ranking. It also went from fourth to third position among insurers of Latin American origin, with two Brazilian insurance companies occupying first and second place. With a presence in nine countries in Latin America, Suramericana’s regional market share stood at 2.9% at year-end 2020.

“

We are very proud to be able to celebrate 10 years of operations in our part of the world, offering value-added proposals in our role as a trend and risk manager. Our teams of staff have shown that, by working together and remaining focused on supporting our people and companies, we are able deliver more well-being and competitiveness to the country as a whole.”

James García,
CEO of Seguros SURA
Dominican Republic

“

We have cultivated an awareness of a business environment that is constantly changing, which presents us with new challenges and opportunities. So it has been particularly important to be able to anticipate and respond to the needs and expectations of both private individuals and companies so much so during the COVID pandemic.”

Juana Francisca Llano,
CEO of Suramericana

