



Condensed Interim Consolidated Financial Statements
of Grupo de Inversiones Suramericana S.A.
for the nine-month period between January 1st and
September 30th 2021

TABLE OF CONTENT

CERTIFICATION OF THE CONSOLIDATED FINANCIAL STATEMENTS	4
AUDITOR REPORT	5
CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION	7
CONDENSED INTERIM CONSOLIDATED INCOME STATEMENT.....	8
CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME	9
CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY.....	10
CONDENSED INTERIM STATEMENT CONSOLIDATED CASH FLOWS STATEMENT	12
NOTE 1. REPORTING ENTITY	13
NOTE 2. BASIS OF PRESENTATION OF THE CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES	16
2.1. Statement of compliance	16
2.2. Basis of presentation	18
2.2.1 Bases of measurement and presentation.....	18
2.2.2. Principles of consolidation.....	19
2.2.3. Reclassifications.....	20
2.3. Significant accounting policies	24
NOTE 3. SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND SOURCES OF UNCERTAINTY IN THE PREPARATION OF THE FINANCIAL STATEMENTS	25
NOTE 4. NORMS ISSUED NOT EFFECTIVE YET	25
NOTE 5. COVID – 19 CRISIS RESPONSE	30
NOTE 6. FINANCIAL INSTRUMENTS.....	33
6.1. Financial assets	33
6.2. Impairment of financial assets.....	36
6.3. Financial liabilities.....	36
NOTE 7. DERIVATIVE INSTRUMENTS	38
7.1. Hedge derivatives	38
7.2. Trading derivatives.....	42
NOTE 8. INSURANCE CONTRACTS.....	43
8.1. Insurance contract assets.....	43
8.2. Reinsurance contract assets	43
8.3. Liabilities for insurance contracts.....	44
8.4. Reinsurance contracts liabilities.....	45
8.5. Premiums	45
8.6. Claims withheld	46
8.7 Insurance costs and expenses	46
NOTE 9. INCOME TAXES	47
9.1. Applicable regulations	47
9.2 Current taxes	49
9.3 Tax recognized in the income statement for the period	49
9.4 Effective rate reconciliation.....	50
9.5 Deferred taxes	51
9.6 Uncertainty regarding income tax treatments.....	52

NOTE 10. DEFERRED ACQUISITION COST - DAC	53
NOTE 11. INVESTMENTS IN ASSOCIATE COMPANIES AND JOINT VENTURES	53
11.1 Investment in associates.....	54
11.2 Joint ventures	57
NOTE 12. INTANGIBLE ASSETS	59
12.1 Goodwill.....	59
12.2 Intangible Assets other than goodwill	59
NOTE 13. BONDS ISSUED.....	61
NOTE 14. PREFERRED SHARES.....	62
NOTE 15. DIVIDENDS PAID AND DECLARED	62
NOTE 16. RESERVES FOR SHARE REPURCHASE	63
NOTE 17. OTHER COMPREHENSIVE INCOME.....	64
NOTE 18. NON-CONTROLLING INTEREST	65
NOTE 19. OPERATING SEGMENTS.....	66
19.1. Reportable segments.....	66
19.2. Information about operating segments	68
19.3. Geographical information	72
NOTE 20. COMMISSION INCOME AND EXPENSES.....	73
20.1. Commission income.....	73
20.2. Expenses for commissions paid to intermediaries	73
NOTE 21. ADMINISTRATIVE EXPENSES.....	74
NOTE 22. FINANCIAL RESULT	74
NOTE 23. EARNINGS PER SHARE	75
NOTE 24. RISK MANAGEMENT OBJECTIVES AND POLICIES	76
NOTE 25. INFORMATION DISCLOSED ON RELATED PARTIES.....	85
25.1. Related parties.....	85
25.2. Transactions with related parties.....	86
NOTE 26. EVENTS SUBSEQUENT TO THE REPORTING DATE.....	86
NOTE 27. APPROVAL OF FINANCIAL STATEMENTS	87
ANALYSIS OF FINANCIAL RESULTS (unaudited)	88

CERTIFICATION OF THE CONSOLIDATED FINANCIAL STATEMENTS

The undersigned Legal Representative and Public Accountant, under whose responsibility the consolidated financial statements were prepared, certify:

For the issuance of the consolidated statement of financial position as of September 30, 2021, and the consolidated statement of income for the year and consolidated comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the period ended on that date, which in accordance with the regulations are made available to shareholders and third parties, the statements contained therein have been previously verified.

Said affirmations, explicit and implicit, are the following:

Existence: The assets and liabilities of Grupo de Inversiones Suramericana S.A., exist on the cut-off date and the transactions recorded, have been realized, during the year.

Integrity: All economic events have been recognized.

Rights and obligations: The assets represent probable future economic benefits, and the liabilities represent probable future economic sacrifices, obtained or under the charge of Grupo de Inversiones Suramericana S.A., on the cut-off date.

Valuation: All elements have been recognized, in the appropriate amounts.

Presentation and disclosure: Economic events have been correctly classified, described, and disclosed.

In accordance with Article 46 of Law 964 of 2005, in my capacity as legal representative of Grupo de Inversiones Suramericana S.A. The Financial Statements and other relevant reports for the public, related to the fiscal year as of September 30, 2021, September 30 and December 31, 2020 do not contain vices, inaccuracies or errors that prevent the true equity situation or operations of the Company from being known.

Gonzalo Alberto Pérez Rojas
President

Juan Guillermo Chica Ramirez
Accountant
Professional Card 64093-T

AUDITOR REPORT

GRUPO DE INVERSIONES SURAMERICANA S.A.
CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 September, 2021 and December 31, 2020

(Amounts expressed in millions of Colombian pesos)

	Note	September 2021	December 2020
Assets			
Cash and cash equivalents		1,961,116	3,304,391
Investments	6	24,265,645	23,927,463
Derivative instruments	7	1,311,591	659,174
insurance contract assets	8	4,228,298	4,498,053
Reinsurance contract assets	8	5,364,433	4,792,079
Receivables from related parties		92,390	116,952
Other accounts receivable	6	2,293,288	1,793,136
Current tax assets	9	252,023	114,800
Deferred acquisition cost - DAC	10	1,563,134	1,516,386
Investments in associates and joint ventures	11	20,915,188	19,836,275
Properties and equipment		1,284,842	1,270,778
Right- of- use assets		536,550	559,268
Other intangible assets	12	2,735,519	2,790,345
Deferred tax assets	9	236,150	242,235
Other assets		657,792	570,779
Goodwill	12	4,891,460	4,868,020
Total assets		72,589,419	70,860,134
Liabilities			
Financial liabilities	6	900,988	1,502,283
Derivative instruments	7	281,589	176,518
Lease liabilities		506,361	531,354
Insurance contract liabilities	8	25,638,396	24,381,812
Reinsurance contract liabilities	8	1,282,419	1,313,544
Accounts payable to related entities		223,888	87,093
Other accounts payable	6	1,981,904	2,291,578
Current tax liabilities	9	146,310	165,204
Employee benefits		657,585	636,979
Provisions		418,018	227,171
Deferred income		341,013	326,952
Bonds issued	13	8,347,721	8,765,419
Deferred tax liabilities		1,439,159	1,451,655
Preferred shares	14	460,017	460,847
Total liabilities		42,625,368	42,318,409
Equity			
Issued capital		109,121	109,121
Share premium		3,290,767	3,290,767
Reserves		5,664,360	5,403,485
Reserves share repurchase		258,670	300,000
income		1,030,575	225,125
Retained earnings		13,489,480	13,770,027
Other comprehensive income	17	3,533,164	2,906,307
Equity attributable to the holders of the controlling interest		27,376,137	26,004,832
Non-controlling interest	18	2,587,914	2,536,893
Total equity		29,964,051	28,541,725
Total equity and liabilities		72,589,419	70,860,134

The notes are an integral part of the financial statements.

Gonzalo Alberto Pérez Rojas
 Legal Representative

Juan Guillermo Chica Ramirez
 Accountant
 P.C. 64093-T

Daniel Andrés Jaramillo Valencia
 Auditor
 P.C. 140779-T
 Designated by Ernst & Young Audit S.A.S. TR-530
 (See my report of November 12, 2021)

GRUPO DE INVERSIONES SURAMERICANA S.A.
CONDENSED INTERIM CONSOLIDATED INCOME STATEMENT

At 30 September, 2021 and September 30, 2020

(Amounts expressed in millions of Colombian pesos)

Income from continuing operations	Note	Accumulated		Quarter	
		September 2021	September 2020	September 2021	September 2020
Income					
Insurance premium		11,346,063	10,571,397	4,141,894	3,697,132
Health services premium		4,534,934	3,382,851	1,735,531	1,182,054
Gross written premium income	8	15,880,997	13,954,248	5,877,425	4,879,186
Insurance premium ceded to reinsurers	8	(2,535,104)	(2,413,493)	(926,456)	(913,213)
Net written premium income	8	13,345,893	11,540,755	4,950,969	3,965,973
Unearned premium	8	(191,295)	69,061	(261,363)	(77,869)
Net premium income earned	8	13,154,598	11,609,816	4,689,606	3,888,104
Net return on investments at amortized cost		900,712	730,090	433,544	156,502
Net gain on investments at fair value	6	350,210	363,362	165,896	249,335
Income from commissions	20	2,406,004	2,079,117	836,446	725,027
Sale of services		177,184	186,798	57,662	61,322
Income from equity method	11	984,654	337,880	336,201	174,519
Gain from sale of investments	6	7,954	3,085	(17,762)	4,832
Other income		270,658	233,840	93,955	87,863
Total income		18,251,974	15,543,988	6,595,548	5,347,504
Costs and Expenses					
Insurance claims		(6,476,074)	(5,516,787)	(2,355,033)	(1,938,787)
Health services claims		(4,220,718)	(3,157,456)	(1,568,807)	(1,108,209)
Gross claims expense	8	(10,696,792)	(8,674,243)	(3,923,840)	(3,046,996)
Reimbursed claims		1,118,731	1,081,176	493,946	361,059
Net retained claims expense	8	(9,578,061)	(7,593,067)	(3,429,894)	(2,685,937)
Commissions paid to intermediaries	20	(2,083,067)	(2,170,720)	(706,682)	(705,010)
Insurance costs and expenses	8	(1,256,948)	(1,134,280)	(572,893)	(394,390)
Costs of services sales		(255,432)	(246,505)	(88,053)	(77,201)
Administrative expenses	21	(1,266,959)	(1,168,070)	(457,936)	(407,892)
Employee benefits		(1,295,907)	(1,228,408)	(431,175)	(400,581)
Fees		(211,429)	(213,244)	(64,466)	(78,040)
Depreciation and amortization		(398,579)	(391,302)	(134,886)	(134,089)
Other expenses		(21,017)	(25,448)	(16,720)	(12,742)
Total costs and expenses		(16,367,399)	(14,171,044)	(5,902,705)	(4,895,882)
Operating profit		1,884,575	1,372,944	692,843	451,622
Net gain from fair value adjustment derivatives	22	(3,695)	229,135	5,188	61,308
Foreign exchange (net)	22	138,166	(303,131)	60,346	(87,150)
Interest expense	22	(539,992)	(558,870)	(175,725)	(179,429)
Net financial income		(405,521)	(632,866)	(110,191)	(205,271)
Profits before tax		1,479,054	740,078	582,652	246,351
Income tax	9	(367,337)	(335,428)	(138,462)	(99,483)
Net Profit from continuing operations		1,111,717	404,650	444,190	146,868
Net (loss) income from discontinued operations		6,128	(7,072)	1,282	5,414
Net profit attributable to:		1,117,845	397,578	445,472	152,282
Controlling shareholders		1,030,575	297,785	408,320	128,336
Non-controlling interests		87,270	99,793	37,152	23,946
Net earnings per share					
Net earnings per share from continuing operations		1,789	549	712	222
Net earnings per share from discontinued operations		11	(13)	2	10

The notes are an integral part of the financial statements.

Gonzalo Alberto Pérez Rojas
 Legal Representative

Juan Guillermo Chica Ramirez
 Accountant
 P.C. 64093-T

Daniel Andrés Jaramillo Valencia
 Auditor
 P.C. 140779-T
 Designated by Ernst & Young Audit S.A.S. TR-530
 (See my report November 12, 2021)

GRUPO DE INVERSIONES SURAMERICANA S.A.
CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

At 30 September, 2021 and 2020

(Amounts expressed in millions of Colombian pesos)

	Notes	Accumulated		Quarter	
		September 2021	September 2020	September 2021	September 2020
Net income for the year		1,117,845	397,578	445,472	152,283
Other comprehensive income					
Items that will not be reclassified to income for the period, net of taxes					
Gain (loss) from investments in equity instruments at FVOCI	17	(1,769)	181	14,512	2,154
Gain from properties revaluation	17	6,066	(4,208)	5,991	(3,020)
Gain from defined benefit plan measurement	17	227	4,103	228	-
Total other comprehensive income that will not be reclassified to the results of the period, net of taxes		4,524	76	20,731	(866)
Items to be reclassified to income for the period, net of taxes					
(Loss) gain foreign exchange differences	17	117,280	1,150,725	(556,893)	677,452
Gain (loss) on cash flows hedges	17	86,618	25,864	(20,501)	(8,870)
Gain (loss) on hedges of net investments in foreign entities	17	67,968	(135,226)	141,283	(85,874)
Participation of OCI from associates and joint ventures accounted for using the equity method	17	389,806	504,858	130,477	527,924
Total other comprehensive income to be reclassified to profit or loss, net of taxes		661,672	1,546,221	(305,634)	1,110,632
Total other comprehensive income		666,196	1,546,297	(284,903)	1,109,766
Total comprehensive income		1,784,041	1,943,875	160,569	1,262,049
Comprehensive income attributable to:					
Controlling interest		1,657,433	1,671,524	197,549	1,139,263
Non-controlling interest		126,608	272,351	(36,980)	122,786

The notes are an integral part of the financial statements.

Gonzalo Alberto Pérez Rojas
 Legal Representative

Juan Guillermo Chica Ramirez
 Accountant
 T.P. 64093-T

Daniel Andrés Jaramillo Valencia
 Auditor
 P.C. 140779-T
 Designated by Ernst & Young Audit S.A.S. TR-530
 (See my report November 12, 2021)

GRUPO DE INVERSIONES SURAMERICANA S.A.
CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

At 30 September, 2021 and 2020

(Amounts expressed in millions of Colombian pesos)

		Issued capital	Share premium	Reserves	Reserves for share repurchase	Net income for the year	Retained earnings	Other Comprehensive Income (OCI)	Equity attributable to controlling interest	Non- controlling interests	Total equity
Balance at January 1, 2021	Note	109,121	3,290,767	5,403,485	300,000	225,125	13,770,027	2,906,307	26,004,832	2,536,893	28,541,725
Other comprehensive income	17	-	-	-	-	-	-	626,857	626,857	39,339	666,196
Net income for the year		-	-	-	-	1,030,575	-	-	1,030,575	87,270	1,117,845
Total net comprehensive income for the period		-	-	-	-	1,030,575	-	626,857	1,657,432	126,609	1,784,041
Transfer to retained earnings		-	-	-	-	(225,125)	225,125	-	-	-	-
Distribution of 2020 results											
Ordinary dividend (603.40 pesos per share) recognized as distributions to owners	15	-	-	-	-	-	(351,165)	-	(351,165)	(89,608)	(440,773)
Reserves for protection of investments		-	-	260,875	-	-	(260,875)	-	-	-	-
Share repurchase	16	-	-	-	(41,330)	-	-	-	(41,330)	-	(41,330)
Minimum dividends, preferred shares		-	-	-	-	-	30,453	-	30,453	-	30,453
Shareholder dividend withholding effect		-	-	-	-	-	11,542	-	11,542	-	11,542
Increases (decreases) due to other changes, Equity ¹		-	-	-	-	-	64,372	-	64,372	14,021	78,393
Balance at September 30, 2021		109,121	3,290,767	5,664,360	258,670	1,030,575	13,489,479	3,533,164	27,376,136	2,587,915	29,964,051

¹ Includes the effect of the inflation adjustment of the equity accounts of the subsidiaries in Argentina.

GRUPO DE INVERSIONES SURAMERICANA S.A.
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

At 30 September, 2021 and 2020

(Amounts expressed in millions of Colombian pesos)

	Note	Issued capital	Share premium	Reserves	Reserves for share repurchase	Net income for the year	Retained earnings	Other comprehensive income (OCI)	Equity attributable to controlling interest	Non-controlling interests	Total equity
Balance at January 1, 2020		109,121	3,290,767	4,814,146	-	1,525,537	13,472,589	2,424,607	25,636,767	2,454,235	28,091,002
Other comprehensive income		-	-	-	-	-	-	1,373,739	1,373,739	172,558	1,546,297
Profit for the year		-	-	-	-	297,785	-	-	297,785	99,794	397,579
Total net comprehensive income for the period		-	-	-	-	297,785	-	1,373,739	1,671,524	272,352	1,943,876
Transfer to accumulated earnings		-	-	-	-	(1,525,537)	1,525,537	-	-	-	-
Distribution of 2019 results											
Ordinary dividend (583 pesos per share) and extraordinary dividend (51 pesos per share) recognized as distributions to owners	15	-	-	-	-	-	(368,974)	-	(368,974)	(100,783)	(469,757)
Reserves for investment protection		-	-	691,574	-	-	(691,574)	-	-	-	-
Reserves for share repurchase		-	-	-	300,000	-	(300,000)	-	-	-	-
Minimum dividends, preferred shares		-	-	-	-	-	30,471	-	30,471	-	30,471
Shareholder dividend withholding effect		-	-	-	-	-	(4,509)	-	(4,509)	-	(4,509)
Increases (decreases) due to other changes, Equity ¹		-	-	-	-	-	(4,977)	-	(4,977)	2,488	(2,490)
Balance at September 30, 2021		109,121	3,290,767	5,505,720	300,000	297,785	13,658,563	3,798,346	26,960,302	2,628,292	29,588,593

¹Includes the effect of the inflation adjustment of the equity accounts of the subsidiaries in Argentina.

The accompanying notes are an integral part of the consolidated financial statements.

Gonzalo Alberto Pérez Rojas
Legal Representative

Juan Guillermo Chica Ramirez
Accountant
P.C. 64093-T

Daniel Andrés Jaramillo Valencia
Auditor
P.C. 140779-T
Designated by Ernst & Young Audit S.A.S. TR-530
(See my report November 12, 2021)

GRUPO DE INVERSIONES SURAMERICANA S.A.
CONDENSED INTERIM STATEMENT CONSOLIDATED CASH FLOWS STATEMENT

At 30 September, 2021 and 2020

	Note	September 2021	September 2020
Cash flows from operating activities			
Net profit for the year		1,117,845	397,578
Adjustments to reconcile net income			
Income tax expense	8	367,337	335,428
Interest	22	539,992	558,870
Decrease (increase) in inventories		6,307	(35,413)
Decrease (increase) in accounts receivable from the insurance activity		268,831	(48,279)
Decrease (increase) in other accounts receivable		(418,523)	(132,708)
Increase (decrease) in accounts receivable from related parties		125,209	28,373
Increase in other accounts payable		(391,287)	138,514
Increase (decrease) in accounts payable from insurance activity		1,256,584	(176,167)
Deferred acquisition cost (DAC) adjustment		(46,748)	(119,356)
Depreciation and amortization expense		398,579	391,302
Impairment expense		14,526	8,545
Provisions		211,481	68,432
Unrealized losses from foreign currency conversion		11,967	(745,893)
Gain on fair value measurements		(219,774)	(241,773)
Undistributed earnings from the application of the equity method	11	(984,654)	(337,880)
Other non-financial assets and liabilities		(19,480)	(76,841)
Loss (gain) on disposal of non-current assets		(28,944)	(7,959)
Valuation of investments at amortized cost and gain on sale of investments		(900,712)	(730,090)
Variation in insurance contracts net		(638,525)	(385,918)
Dividends received from associates		204,400	479,276
Income tax paid		(600,013)	(301,628)
Interest received		501,491	548,481
Other income (cash outflows)		4,725	89,335
Other charges on the sale of equity or debt instruments of other entities	6.1	10,584,870	14,892,693
Other payments to acquire equity or debt instruments of other entities	6.1	(9,915,304)	(13,145,449)
Cash flows from operating activities		1,450,180	1,451,473
Cash flows from investing activities			
Cash flows from the loss of control of subsidiaries or other businesses		512	183
Cash flows used to obtain control of subsidiaries or other businesses		(10,450)	(28,312)
Sale of property, plant and equipment		33,447	33,088
Purchase of property and equipment		(84,812)	(97,897)
Sales of intangible assets		30,934	25,183
Purchase of intangible assets		(158,834)	(144,924)
Sales of other long-term assets		33,985	56,976
Purchases of other long-term assets		(113,082)	(81,572)
Dividends received financial instruments		(652)	515
Cash flows from (used in) investment activities		(268,952)	(236,760)
Cash flows from financing activities			
Collections from futures contracts, forward contracts and financial options (swaps)		(144,688)	(76,405)
Payments for acquiring or redeeming company shares		(41,330)	-
Proceeds from loans		252,885	2,826,139
Loan repayments		(1,927,057)	(2,227,984)
Payment of financial lease liabilities		(107,314)	(128,689)
Dividends paid to controlling shareholders		(260,210)	(279,132)
Dividends paid to noncontrolling interests		(44,649)	(62,989)
Interest paid		(303,797)	(360,867)
Cash flows from financing activities		(2,576,160)	(309,927)
Net increase in cash before the effect of exchange rate changes		(1,394,932)	904,786
Effect of exchange rate changes on cash and cash equivalents		51,657	100,093
Net increase in cash and cash equivalents		(1,343,275)	1,004,879
Cash and cash equivalents at the beginning of the period		3,304,391	2,338,049
Cash and cash equivalents at the end of the period		1,961,116	3,342,928

(Amounts expressed in millions of Colombian pesos)

The accompanying notes are an integral part of the consolidated financial statements.

Gonzalo Alberto Pérez Rojas
Legal Representative

Juan Guillermo Chica Ramirez
Accountant P.C. 64093-T

Daniel Andrés Jaramillo Valencia
Auditor P.C. 140779-T
Designated by Ernst & Young Audit S.A.S. TR-530
(See my report November 12, 2021)

**GRUPO DE INVERSIONES SURAMERICANA S.A.
NOTES TO CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

For the period ended September 30, 2021 and December 31, 2020 for the statement of financial position and as of September 30, 2020 for the statement of income, other comprehensive income, changes in equity and cash flows.

(Amounts expressed in millions of Colombian pesos except net income per share and exchange rates expressed in Colombian pesos).

NOTE 1. REPORTING ENTITY

Grupo de Inversiones Suramericana S.A., (hereinafter Grupo SURA), is the parent company of Grupo Empresarial SURA and through its subsidiaries is present in eleven countries in Latin America and participates in strategic sectors of the economy such as insurance, pensions, savings and investment and asset management. It is listed on the Colombian Stock Exchange (BVC for the Spanish original).

Grupo SURA is the result of the spin-off of Compañía Suramericana de Seguros S.A., according to Public Deed No. 2295 of December 24, 1997; the main domicile is the city of Medellín, Colombia at Cra. 43ª # 5ª - 113 Piso 13-15; the duration of the Company is until the year 2097.

The Company is subject to oversight by the Financial Superintendence of Colombia (SFC acronym for the Spanish original), given its role as a holding company in the SURA-Bancolombia Financial Conglomerate through Resolution No. 156 of February 2019 of the Financial Superintendence of Colombia.

In preparing the financial statements, Grupo SURA directly consolidates its main insurance and asset management operations through:

Suramericana (Seguros SURA)

Subsidiary specialized in insurance, and trend and risk management. It is headquartered in Medellín, Colombia, and has subsidiaries in ten Latin American countries. It was created in 1999 by deed No. 689.

Sura Asset Management

Subsidiary specialized in pension fund management, savings and investment, and asset management. It is headquartered in Medellín, Colombia, and has subsidiaries in seven Latin American countries. It was created in 2011 by deed No. 1548.

Company	Type of Entity	September 2021	December 2020	Country	Functional Currency
Grupo de Inversiones Suramericana S.A.	Holding Company				Matrix
Suramericana y subsidiarias:					
Suramericana S.A.	Holding Company	81.13%	81.13%	Colombia	Colombian Peso
Seguros de Vida Suramericana S.A.	Personal Insurance	81.13%	81.13%	Colombia	Colombian Peso
Seguros Generales Suramericana S.A.	General insurance	81.12%	81.12%	Colombia	Colombian Peso
EPS Suramericana S.A.	Organization, guarantee and provision of health services.	81.13%	81.13%	Colombia	Colombian Peso
Servicios de Salud IPS Suramericana S.A.S.	Provision of medical, paramedical and dental services	81.13%	81.13%	Colombia	Colombian Peso
Ayudas Diagnósticas Sura S.A.S.	Provision of diagnostic aid services in health	81.13%	81.13%	Colombia	Colombian Peso
Operaciones Generales Suramericana S.A.S.	Investment in movable and immovable property	81.13%	81.13%	Colombia	Colombian Peso
Servicios Generales Suramericana S.A.S.	Investment in movable property especially through shares	81.13%	81.13%	Colombia	Colombian Peso
Consultoría en Gestión de Riesgos Suramericana S.A.S.	Consulting services in integrated risk management	81.13%	81.13%	Colombia	Colombian Peso
Seguros de Vida Suramericana S.A.	Life insurance company	81.13%	81.13%	Chile	Chilean Peso
Seguros Generales Suramericana S.A.	General insurance	81.11%	81.11%	Chile	Chilean Peso
Chilean Holding Suramericana SPA	Investments	81.13%	81.13%	Chile	Chilean Peso
Inversiones Suramericana Chile Limitada	Investments	81.13%	81.13%	Chile	Chilean Peso
Seguros Sura, S.A. de C.V.	General insurance operations	81.13%	81.13%	Mexico	Mexican Peso
Santa Maria del Sol S.A.	Investments	81.13%	81.13%	Argentina	Argentine Peso
Atlantis Sociedad Inversora S.A.	Investments	81.13%	81.13%	Argentina	Argentine Peso
Aseguradora de Créditos y Garantías S.A.	Insurance, coinsurance and reinsurance operations in general on all kinds of risks.	81.12%	81.12%	Argentina	Argentine Peso
Seguros Sura S.A.	General insurance operations	80.67%	80.67%	Argentina	Argentine Peso
Seguros Suramericana, S.A.	Insurance	81.13%	81.13%	Panama	Dollar
Servicios Generales Suramericana S.A.	Inspection service, repair, purchase and sale of vehicles.	81.13%	81.13%	Panama	Dollar
Seguros Sura S.A. Seguros de Personas	Personal Insurance	81.13%	81.13%	El Salvador	Dollar
Seguros Sura S.A.	General insurance	81.13%	81.13%	El Salvador	Dollar
Seguros Sura S.A.	Operation in personal and damage insurance	81.13%	81.13%	Brazil	Brazilian Real
Inversiones SURA Brasil Participacoes LTDA.	Investments	81.13%	81.13%	Brazil	Brazilian Real
Seguros Sura S.A.	General insurance	81.13%	81.13%	Uruguay	Uruguayan Peso
Suramericana Uruguay S.A.	Investments	81.13%	81.13%	Uruguay	Uruguayan Peso
Vinnyc S.A.	Assistance to vehicles different from insurance business.	81.13%	81.13%	Uruguay	Uruguayan Peso
Russman S.A.	Assistance to vehicles different from insurance business.	81.13%	81.13%	Uruguay	Uruguayan Peso
Seguros Sura S.A.	Insurance	81.13%	81.13%	Dominica n Republic	Dominican Peso
Insurance	Insurance and/or reinsurance businesses	81.13%	81.13%	Bermuda s	Dollar
Sura SAC Ltd.	Insurance and/or reinsurance businesses	81.13%	81.13%	Bermuda Islands	Dollar

Company	Type of Entity	September 2021	December 2020	Country	Functional Currency
Sura Assets Management y Subsidiarias:					
Sura Investment Management Colombia S.A.S.	Holding Company	83.58%	83.58%	Colombia	Colombian Peso
Activos Estratégicos Sura A.M. Colombia S.A.S.	Holding Company	83.58%	83.58%	Colombia	Colombian Peso
SURA IM Gestora de Inversiones S.A.S.	Management consultancy, real estate activities carried out with own or leased property	83.58%	83.58%	Colombia	Colombian Peso
SURA Asset Management S.A.	Investment in movable and immovable property	83.58%	83.58%	Colombia	Colombian Peso
NBM Innova S.A.S.	Diverse commercial activities.	83.58%	83.58%	Colombia	Colombian Peso
Fiduciaria Sura S.A.	Acts, contracts, services and operations of trust companies.	83.58%	83.58%	Colombia	Colombian Peso
SURA Asset Management Chile S.A.	Holding Company	83.58%	83.58%	Chile	Chilean Peso
Seguros de Vida SURA S.A.	Life insurance activities.	83.58%	83.58%	Chile	Chilean Peso
Administradora General de Fondos SURA S.A.	Management of mutual and investment funds.	83.58%	83.58%	Chile	Chilean Peso
Corredores de Bolsa SURA S.A.	Purchase and sale of securities and securities brokerage operations	83.58%	83.58%	Chile	Chilean Peso
Sura Data Chile S.A.	Sale of data processing services and leasing of computer equipment	83.58%	83.58%	Chile	Chilean Peso
SURA Servicios Profesionales S.A.	Consulting and advice services	83.58%	83.58%	Chile	Chilean Peso
AFP Capital S.A.	Pension funds management	83.33%	83.33%	Chile	Chilean Peso
Sura Asset Management México S.A. de C.V.	Holding Company	83.58%	83.58%	Mexico	Mexican Peso
Pensiones SURA S.A. de C.V.	Pension insurance	83.58%	83.58%	Mexico	Mexican Peso
SURA Investment Management S.A. de C.V.	Management of investment companies	83.58%	83.58%	Mexico	Mexican Peso
Afore SURA S.A. de C.V.	Management of investment companies specialized in retirement funds.	83.58%	83.58%	Mexico	Mexican Peso
Asesores SURA S.A. de C.V.	Sale of financial products and services	83.58%	83.58%	Mexico	Mexican Peso
WM Asesores en inversiones S.A. de C.V.	Management consulting services	83.58%	83.58%	Mexico	Mexican Peso
Promotora SURA AM S.A. de C.V.	Marketing and promotion services	83.58%	83.58%	Mexico	Mexican Peso
Sura Art Corporation S.A. de C.V.	Company dedicated to collecting Mexican art	83.58%	83.58%	Mexico	Mexican Peso
NBM Innova, S.A. de C.V.	Management, promotion and marketing services.	83.58%	83.58%	Mexico	Mexican Peso
Proyectos empresariales AI SURA S.A. de C.V.	Performs the function of Trustee in Titling processes.	83.58%	83.58%	Mexico	Mexican Peso
SURA Asset Management Argentina S.A.	Financial and investment management	83.58%	83.58%	Argentina	Argentine Peso
SUAM Corredora de Seguros S.A. de C.V.	Insurance and reinsurance	83.58%	83.58%	El Salvador	Dollar
SURA Asset Management Perú S.A.	Holding Company	83.58%	83.58%	Perú	Soles
AFP Integra S.A.	Pension Fund Administrator	83.58%	83.58%	Perú	Soles
SURA Asset Management Uruguay Sociedad de Inversión S.A.	Holding Company	83.58%	83.58%	Uruguay	Uruguayan Peso
AFAP SURA S.A.	Administration of social security savings funds.	83.58%	83.58%	Uruguay	Uruguayan Peso
AFISA SURA S.A.	Administration of investment funds	83.58%	83.58%	Uruguay	Uruguayan Peso
Corredor de Bolsa SURA S.A.	Intermediation services	83.58%	83.58%	Uruguay	Uruguayan Peso
Disgely S.A.	Marketing of goods and leasing and other services.	83.58%	83.58%	Uruguay	Uruguayan Peso
Fondos SURA SAF S.A.C.	Management of mutual and investment funds	83.58%	83.58%	Peru	Soles
Sociedad Agente de Bolsa S.A.	Securities brokers	83.58%	83.58%	Peru	Soles
Sociedad Titulizadora SURA S.A.	Perform the function of Trustee in Titling processes.	83.58%	83.58%	Peru	Soles

Company	Type of Entity	September 2021	December 2020	Country	Functional Currency
Otras compañías:					
Arus Holding S.A.S.	Investment in movable and immovable property	100.00%	100.00%	Colombia	Colombian Peso
Arus S.A.	Marketing of products and solutions in telecommunications	100.00%	100.00%	Colombia	Colombian Peso
Enlace Operativo S.A.	Outsourcing of information processing services.	100.00%	100.00%	Colombia	Colombian Peso
Inversiones y Construcciones Estratégicas S.A.S.	Investor	100.00%	100.00%	Colombia	Colombian Peso
Hábitat Adulto Mayor S.A.	Provision of health services for the elderly	82.66%	82.66%	Colombia	Colombian Peso
SURA Ventures S.A.	Investor	100.00%	100.00%	Panama	Dollar
Nubloq S.A.S. ⁽¹⁾	Design, development, production, operation, maintenance and marketing of software systems, solutions and products.	100.00%	0.00%	Colombia	Colombian Peso

¹On June 15, 2021 Grupo SURA established the company NUBLOQ through its subsidiary Inversiones y Construcciones Estratégicas, its main activity consists of the development of software products that allow the integration of financial services entities via APIs. The shareholding of the company is one hundred percent 100%.

Legal and regulatory restrictions

The subsidiaries of Grupo SURA do not have any restrictions to transfer dividends to the parent company, except for the legal reserve mentioned in note No. 15, Dividends paid and declared.

Grupo SURA and its subsidiaries have no significant restrictions on their ability to access or use their assets and settle their liabilities other than those resulting from regulatory frameworks, which require minimum regulatory capital.

NOTE 2. BASIS OF PRESENTATION OF THE CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES

2.1. Statement of compliance

The consolidated financial statements of Grupo de Inversiones Suramericana S.A. have been prepared in accordance with the accounting and financial reporting standards accepted in Colombia (NCIF), compiled and updated in Decree 2270 of 2019, issued by Decree 2420 of 2015, as amended. These accounting and financial reporting standards correspond to the International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB), in the versions accepted by Colombia through the aforementioned Decrees.

The application of these international standards in Colombia is subject to certain exceptions established by the regulator and contained in Decree 2420 of 2015 and amendments. These exceptions vary depending on the type of company and are as follows:

- Exceptions applicable to banking establishments, financial corporations, financing companies, financial cooperatives, higher grade cooperative organizations and insurance entities: the exceptions contained in Title 4, Chapter 1 of Decree 2420 of 2015 must be taken into account in the preparation of separate/individual financial statements of these types of companies that have securities registered in the National

Registry of Securities and Issuers– (RNVE for the Spanish original); and in the preparation of consolidated and separate/individual financial statements of these companies that do not have securities registered in the RNVE.

Title 4, Chapter 1 of Decree 2420 of 2015, contains exceptions for financial sector entities proposed by the Financial Superintendence of Colombia (SFC for the Spanish original) for prudential reasons for financial statements.

These exceptions refer to the accounting treatment of the loan portfolio and its impairment, the classification and valuation of investments, which will continue to be applied in accordance with the requirements of the Basic Accounting and Financial Circular of the SFC, instead of the application of IFRS 9; as well as the treatment of catastrophe technical reserves and reserves for loss deviation and the asset deficiency reserve, which will continue to be calculated and accumulated in liabilities and recognized on a deferred basis (in the case of the asset deficiency reserve) in accordance with the provisions of Decree 2973 of 2013, instead of the application of IFRS 4, which prohibits the accumulation of catastrophe reserves and loss deviation reserves for expired periods and requires the immediate constitution of reserves for asset deficiency. On the other hand, the decrees establish that for purposes of the application of IFRS 4, concerning the value of the adjustment that may arise as a result of the test of the adequacy of liabilities referred to in paragraph 15 of said standard, the transition periods established in Decree 2973 of 2013, or the rules that modify or replace it, will continue to be applied, as well as the gradual adjustments of the reserves constituted before October 1, 2010 for the calculation of the pension products of the General Pension System (including the pension commutations celebrated), of the General System of Labor Risks and of the other insurance products that use the annuitant mortality tables in their calculation, established by the Financial Superintendence of Colombia. The above without prejudice that the entities may comply in advance with the terms set forth in the transition regimes referred to above. In any case, insurance companies must include a note on the matter in their financial statements.

- Exceptions applicable to capitalization companies, brokerage firms, private pension and severance fund management companies, trust companies, stock exchanges, agricultural, agro-industrial or other commodities exchanges and their members, securitization companies, clearing houses of agricultural, agro-industrial or other commodities exchanges, centralized securities depository management companies, central counterparty risk chambers, investment management companies, foreign exchange brokerage companies and special financial services (SICA and SFE for the Spanish original), voluntary and mandatory pension funds, severance funds, collective investment funds and the universalities referred to in Law 546 of 1999 and Decree 2555 of 2010 and others that meet this definition.

Title 4, Chapter 2 of Decree 2420 of 2015, contains exceptions for financial sector entities proposed by the Financial Superintendence of Colombia. Said exceptions refer to the classification and valuation of investments, for which the provisions of the Basic Accounting and Financial Circular of the SFC will continue to apply, instead of the application of IFRS 9.

- Exceptions applicable to third party portfolios managed by brokerage firms, trust businesses and any other special purpose entities.

Third party portfolios managed by stock exchange brokerage firms, trust businesses and any other special purpose entities, managed by entities supervised by the Superintendence of Finance of Colombia, that do not contractually establish to apply the technical regulatory framework established in the annex to Decree 2420 of 2015, or the rules that modify or add to it, or are of public interest, shall prepare financial information for supervisory purposes, in the terms established for such purpose by the Financial Superintendence of Colombia, taking into account the regulatory technical frameworks of financial information issued by the National Government in development of Law 1314 of 2009.

- Instructions included in the Single Catalog of financial information for supervisory purposes, applicable to companies supervised by the Financial Superintendence of Colombia that belong to Group 1 or are recipients of Resolution 743 of 2013, issued by the General Accounting Office of the Nation.

The single catalog issued by the Financial Superintendency of Colombia includes instructions related to reclassifications that in some cases are not consistent with those required by the Accounting and Financial Reporting Standards. This catalog must be applied by the companies supervised by the SFC, as well as to the preparers of financial information subject to the competence of the General Accounting Office of the Nation (CGN for the Spanish original), in accordance with the powers granted to the SFC, according to Article 5 of Resolution 743 of 2013.

- Exceptions applicable to all financial information preparers.

Article 2.1.2 of Decree 2420 of 2015 added by Decree 2496 of 2015 and amended by Decrees 2131 of 2016, 2170 of 2017, 2483 of 2018 and 2270 of 2019 requires the application of Article 35 of Law 222 of 1995, which indicates that interests in subsidiaries should be recognized in the separate financial statements by the equity method, instead of recognition, in accordance with the provisions of IAS 27, at cost, fair value or the equity method.

Article 2.2.1 of Decree 2420 of 2015, added by Decree 2496 of the same year and amended by Decrees 2131 of 2016, 2170 of 2017, 2483 of 2018 and 2270 of 2019, establishes that the determination of post-employment benefits for future retirement or disability pensions shall be made in accordance with the requirements of IAS 19, nevertheless, it requires the disclosure of the calculation of pension liabilities in accordance with the parameters established in Decree 1625 of 2016, Articles 1. 2.1.1.18.46 and following and, in the case of partial pension commutations in accordance with the provisions of numeral 5 of Article 2.2.2.8.8.31 of Decree 1833 of 2016, reporting the variables used and the differences with the calculation made under the terms of the technical framework under NCIF.

2.2. Basis of presentation

2.2.1 Bases of measurement and presentation

Bases of measurement

The financial statements have been prepared on the historical cost basis, with the exception of the following important items, included in the Statement of Financial Position:

- Financial instruments measured at fair value, with a charge to income or value through other comprehensive income (FVTOCI).
- Investment properties measured at fair value
- Property and equipment (land and buildings) measured at fair value.
- Non-current assets held for sale, which are measured at the lower of carrying value at the date of transfer and fair value less estimated costs to sell.
- Employee benefits, which are measured at the present value of the defined benefit obligation.

Presentation of financial statements

The consolidated financial statements are presented on the following basis:

The consolidated statement of financial position presents assets and liabilities on a liquidity basis, as it is considered that this provides more relevant and reliable information than that provided by an approach based on the distinction between current and non-current items.

The consolidated statement of income and other comprehensive income are presented separately. Income statement items are broken down according to the nature of expense method, so as to provide reliable and more relevant information.

The consolidated statement of cash flows is presented using the indirect method, whereby cash flows from operating activities are determined by adjusting profit for the effects of items not affecting cash flow, net changes in assets and liabilities relating to operating activities and any other effects of items not classified as investing or financing activities. Interest income and expense are presented as components of operating activities.

2.2.2. Principles of consolidation

Subsidiaries

The consolidated financial statements include the financial statements of Grupo SURA and its subsidiaries as of September 30, 2021, September 30 and December 31, 2020 and for the years then ended. Grupo SURA consolidates the assets, liabilities and financial results of the entities over which it exercises control. Grupo SURA exercises control in another entity if, and only if, it has all of the following elements:

- Power over the entity in which it has an interest, which gives it the current ability to direct its relevant activities, that is, activities that significantly affect its performance.
- Exposure, or entitlement, to variable returns from its involvement in the investee
- Ability to use its power over the investee to influence the amount of the returns to the investor.

The consolidated financial statements of Grupo SURA are presented in Colombian pesos, which is both the functional and presentation currency of Grupo SURA, the controlling company. Each subsidiary of the Group SURA determines its own functional currency and includes the items in its financial statements using that functional currency.

For consolidation purposes, the financial statements of subsidiaries are prepared under the accounting policies of Grupo SURA and are included in the consolidated financial statements from the date of acquisition until the date on which Grupo SURA loses control.

Assets, liabilities, equity, income, costs, expenses and intragroup cash flows are eliminated in the preparation of the consolidated financial statements.

When Grupo SURA loses control over a subsidiary, any residual interest it retains is measured at fair value, and the gains or losses arising from this measurement are recognized in the income statement for the period.

At the acquisition date, the excess of the cost of acquisition over the interest in the net fair value of the identifiable assets, liabilities and contingent liabilities assumed of the associate or joint venture is recognized as goodwill and it is included in the carrying amount of the investment.

Associates

The share of profit or loss of an associate is presented in the statement of income, net of taxes and non-controlling interests in subsidiaries of the associate or joint venture, the share of changes recognized directly in equity and in other comprehensive income of the associate are presented in the consolidated statement of changes in equity and in other comprehensive income.

The equity method is a method of accounting whereby the investment is initially recorded at cost and subsequently adjusted periodically for changes in the net assets of the investee in proportion to the interest of the Group. The comprehensive income for the period of Grupo SURA includes its share in the income for the period of the investee and in the other comprehensive income account.

The results, assets and liabilities of the associate are included in the consolidated financial statements using the equity method. The equity method is applied from the date of acquisition until significant influence over the entity is lost.

Dividends received in cash from the associate are recognized by reducing the carrying amount of the investment.

Non-controlling interests

Non-controlling interests in the net assets of consolidated subsidiaries are presented separately in the equity of Grupo SURA. The result for the period and other comprehensive income are also attributed to non-controlling and controlling interests.

Purchases or sales of investments in subsidiaries to non-controlling interests that do not result in a loss of control are recognized directly in equity.

2.2.3. Reclassifications

Certain figures and disclosures regarding September 30 and December 31, 2020, presented in the statement of financial position and statement of income for comparison purposes, may present variations compared to the information published at this cut-off. The Management of Grupo SURA considers that these adjustments do not affect the reasonableness of the information previously published and presents better information to users aligned with practices of the industries where Grupo SURA operates.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	December 2020 Presentation	Reclassification	December 2020 Actual
Assets			
Cash and cash equivalents	3,311,225	(6,834)	3,304,391
Investments	23,927,463	-	23,927,463
Derivative instruments	659,174	-	659,174
Insurance contract assets	4,498,053	-	4,498,053
Reinsurance contract Assets	4,792,079	-	4,792,079
Receivables from related parties	116,952	-	116,952
Other accounts receivable	1,874,765	(81,629)	1,793,136
Current tax assets	114,800	-	114,800
Non-current assets held for sale	106,141	(106,141)	-
Deferred acquisition cost - DAC	1,516,386	-	1,516,386
Investments in associates and joint ventures	19,836,275	-	19,836,275
Properties and equipment	1,270,778	-	1,270,778
Right of use assets	559,271	-	559,271
Other intangible assets	2,790,345	-	2,790,345
Deferred tax assets	242,235	-	242,235
Other assets	457,801	112,975	570,776
Goodwill	4,868,020	-	4,868,020
Total assets	70,941,763	(81,629)	70,860,134
Liabilities			
Financial liabilities	1,502,283	-	1,502,283
Derivative instruments	176,518	-	176,518
Lease liabilities	531,354	-	531,354
Insurance contract liabilities	24,207,380	(33,292)	24,174,088
Reinsurance contract liabilities	1,313,544	-	1,313,544
Accounts payable to related entities	87,093	-	87,093
Other accounts payable	2,338,687	(47,980)	2,290,707
Current tax liabilities	165,204	-	165,204
Employee benefits	636,979	-	636,979
Non-current liabilities associated with assets held for sale	357	(357)	-
Provisions	227,171	-	227,171
Deferred income	535,548	-	535,548
Bonds issued	8,765,419	-	8,765,419
Deferred tax liabilities	1,451,654	-	1,451,654
Preferred shares	460,847	-	460,847
Total liabilities	42,400,038	(81,629)	42,318,409
Equity			
Issued capital	109,121	-	109,121
Share premium	3,290,767	-	3,290,767
Reserves	5,703,485	(300,000)	5,403,485
Share repurchase reserve	-	300,000	300,000
Net income	225,125	-	225,125
Retained earnings	13,770,027	-	13,770,027
Other comprehensive income	2,906,307	-	2,906,307
Equity attributable to the holders of the controlling interest	26,004,832	-	26,004,832
Non-controlling interest	2,536,893	-	2,536,893
Total equity	28,541,725	-	28,541,725
Total equity and liabilities	70,941,763	-	70,941,763

- The changes in the presentation of asset accounts correspond to the reclassification between cash and cash equivalents and non-current assets available for sale to other assets. It also includes compensation of premiums receivable and payable for derivatives.
- The changes in the presentation of the liability accounts are the result of the reclassification between liabilities for insurance contracts to other accounts payable and non-current liabilities in assets available for sale after identifying that they did not correspond to the insurance business. It also includes compensation of pro-derivative premiums receivable and payable.
- The changes in the presentation of the equity accounts were due to the opening of the share repurchase reserve line, which was included within reserves.

CONSOLIDATED INCOME STATEMENT

Income from continuing operations	September 2020 Presentation	Reclassification	September 2020 Actual
Income			
Insurance premiums	10,571,397	-	10,571,397
Health services premium	-	3,382,851	3,382,851
Premiums written	-	13,954,248	13,954,248
Premiums ceded to reinsurers	(2,413,472)	(21)	(2,413,493)
Net retained premiums	-	11,540,755	11,540,755
Unearned premium	-	69,061	69,061
Net premium income earned	8,157,925	3,451,891	11,609,816
Net return on investments at amortized cost	783,859	(53,769)	730,090
Net gain on investments at fair value	348,893	14,469	363,362
Income from commissions	2,075,276	3,841	2,079,117
Sale of services	3,514,766	(3,327,968)	186,798
Dividends	14,307	(14,307)	-
Income from equity method	337,621	259	337,880
Gain from sale of investments	3,085	-	3,085
Gain from sale of investments	9,481	(9,481)	-
Other expenses	193,655	40,185	233,840
Total income	15,438,868	105,120	15,543,988
Costs and Expenses			
Insurance claims	(5,521,678)	4,891	(5,516,787)
Health services claims	-	(3,157,456)	(3,157,456)
Gross claims expense	(5,521,678)	(3,152,565)	(8,674,243)
Reimbursed claims	1,079,435	1,741	1,081,176
Net retained claims expense	(4,442,243)	(3,150,824)	(7,593,067)
Unearned premium	69,483	(69,483)	-
Commissions paid to intermediaries	(2,005,538)	(165,182)	(2,170,720)
Insurance costs and expenses	(576,313)	(557,967)	(1,134,280)
Costs of services sales	(3,374,257)	3,127,752	(246,505)
Administrative expenses	(1,385,101)	217,031	(1,168,070)
Employee benefits	(1,614,991)	386,583	(1,228,408)
Fees	(255,715)	42,471	(213,244)
Depreciation and amortization	(218,676)	(172,626)	(391,302)
Depreciation	(173,678)	173,678	-
Other expenses	(32,190)	6,742	(25,448)
Impairment	(54,623)	54,623	-
Total costs and expenses	(14,063,842)	(107,202)	(14,171,044)
Operating profit	1,375,026	(2,082)	1,372,944

Income from continuing operations	September 2020 Presentation	Reclassification	September 2020 Actual
Net gain from fair value adjustments to derivatives	229,135	-	229,135
Foreign exchange (net)	(301,024)	(2,107)	(303,131)
Interest	(558,867)	(3)	(558,870)
Financial income	(630,756)	(2,110)	(632,866)
Profits before tax	744,270	(4,192)	740,078
Income tax	(334,241)	(1,187)	(335,428)
Net Profit from continuing operations	410,029	(5,379)	404,650
Net income from discontinued operations	(12,451)	5,379	(7,072)
Net profit attributable to:	397,578	-	397,578
Controlling shareholders	297,785	-	297,785
Non-controlling interests	99,793	-	99,793
Net earnings per share	-	-	-
Net earnings per share from continuing operations	586	(37)	549
Net income per share from discontinued operations	(22)	9	(13)

The changes in presentation were mainly due to:

- Reclassification of health service income to the insurance premiums line, as well as the costs for the provision of health services to claims and health services.
- Opening of the insurance costs and expenses line in order to improve the readability of the insurance business.
- Reclassification of the discontinued operation for the sale of annuities in Mexico.
- Includes a change between lines due to a financial analysis project carried out in the income statement of the insurance company, the purpose of which is to bring the presentation of the consolidated financial statement closer to management and improve comparability with other companies in the insurance industry, in order to allow a better analysis and understanding of the business. The main changes resulting from the project include the following:
 - Reclassification of the administrative employee benefits accounts to Intermediary commission expenses and Business costs and expenses.
 - Net investment income at amortized cost and Net gain on investments at fair value groupings include impairment and dividend accounts, the latter were eliminated from the presentation.
 - Reclassification of the yields at amortized cost of the accounts receivable from the item Net return on investments at amortized cost to the grouping of services rendered.
 - From management fees and expenses, affinity commissions and profit sharing, collection commissions and intermediary bonds are reclassified to commissions.

2.2.4 Currency

2.2.4.1 Functional and presentation

The items included in the financial statements of each of the Grupo SURA companies are measured using the currency of the main economic environment in which the entity operates (functional currency). The functional and presentation currency of the consolidated financial statements of Grupo SURA is the Colombian peso, which is the currency of the primary

economic environment in which it operates, and is also the currency that influences the structure of costs and revenues.

Foreign subsidiaries have functional currencies other than the Colombian peso, which are translated into Colombian pesos for presentation purposes. The financial statements are presented in millions of Colombian pesos, and have been rounded to the nearest whole unit.

2.2.4.2 Foreign Currency

Transactions in foreign currencies are initially recorded at the exchange rate of the functional currency prevailing at the date of the transaction. Subsequently, monetary assets and liabilities in foreign currencies are translated at the exchange rate of the functional currency prevailing at the closing date of the period; non-monetary items that are measured at fair value are translated using the exchange rates at the date when fair value and non-monetary items that are measured at amortized cost are translated using the exchange rates prevailing determined to date of the original transaction.

All exchange differences are recognized in the statement of comprehensive Income except for exchange differences arising from the translation of foreign operations recognized in other comprehensive income; until the disposal of the foreign operation to be recognized in profit or loss.

For the presentation of the consolidated financial statements of Grupo SURA, the assets and liabilities of foreign operations, including goodwill and any adjustment to the fair value of the assets and liabilities arising from the acquisition, are translated into Colombian Pesos at the rate exchange rate at the closing date of the reporting period. Income, costs and expenses and cash flows are translated at average exchange rates for the period and equity is converted to the historical rate.

The rates used for currency translation in the consolidated financial statements expressed in Colombian pesos and U.S. dollars are as follows:

	Average rate		Closing rate	
	September 2021	September 2020	September 2021	September 2020
Colombian Peso (COP/USD)	3,697.10	3,704.03	3,812.77	3,432.50
Chilean peso (CLP/USD)	737.77	813.32	738.03	815.65
Dominican Peso (DOP/USD)	57.4	55.96	56.51	58.32
Euro (EUR/USD)	1.196	0.89	1.1579	0.85
Mexican Peso (MXN/USD)	20.13	21.81	20.52	19.86
Peruvian Nuevo Sol (PEN/USD)	3.83	3.46	4.13	3.6
Uruguayan Peso (UYU/USD)	43.43	41.85	42.94	42.48
Argentina (ARS/USD)	93.29	67.48	98.78	84.71
Brazil (BRS/USD)	5.33	5.06	5.44	5.2

2.3. Significant accounting policies

The accompanying financial statements do not include all the information and disclosures required for year-end financial statements; therefore, these condensed financial statements should be read in conjunction with the annual financial statements as of December 31, 2020.

NOTE 3. SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND SOURCES OF UNCERTAINTY IN THE PREPARATION OF THE FINANCIAL STATEMENTS

The preparation of the consolidated financial statements in accordance with Financial Reporting Standards accepted in Colombia (NCIF for the Spanish original) requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income, and expenses. Actual results could differ from these estimates.

The estimates and underlying assumptions are reviewed regularly. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods impacted.

The determination of these estimates and assumptions is subject to internal control procedures and approvals, which are considered for internal and external studies, industry statistics, environmental factors and trends and regulatory and regulatory requirements

As of the cut-off date of this report, there have been no changes in significant accounting estimates and judgments used in the preparation of the consolidated financial statements as of December 31, 2020.

NOTE 4. NORMS ISSUED NOT EFFECTIVE YET

The accounting policies adopted in the preparation of the consolidated financial statements are consistent with those used in the preparation of the annual consolidated financial statements as of December 31, 2020, except for the standards and interpretations that have been published but are not applicable at the date of these financial statements and are disclosed below.

The Group will adopt these standards on the date on which they become effective, in accordance with the decrees issued by the local authorities.

4.1 New standards incorporated into the accounting framework accepted in Colombia which application must be evaluated on a mandatory basis in periods subsequent to January 1, 2021

Decree 1432 of 2020 updated the technical frameworks of the Accounting and Financial Reporting Standards accepted in Colombia incorporating the amendment to IFRS 16, Leases: Covid-19 Related Rent Concessions, which can be applied immediately in 2020. No other standards, interpretations or amendments were added to the standards that had already been compiled by Decree 2270 of 2019 considering the regulations incorporated by Decrees 2420 and 2496 of 2015, 2131 of 2016, 2170 of 2017 and 2483 of 2018.

4.2 New standards issued by the International Accounting Standards Board (IASB) that have not yet been incorporated into the accounting framework accepted in Colombia

IFRS 17 Insurance Contracts

In May 2017, the IASB issued IFRS 17, a new comprehensive accounting standard for insurance contracts covering measurement and recognition, presentation and disclosure. Once effective, IFRS 17 will replace IFRS 4, issued in 2005. IFRS 17 applies to all types of insurance contracts, regardless of the type of entities issuing them, as well as certain

guarantees and financial instruments with discretionary participation features. This standard includes few exceptions.

The overall objective of the standard is to provide an accounting model for insurance contracts that is more useful and consistent for insurers. Contrary to the requirements of IFRS 4, which mainly seeks to protect previous local accounting policies, IFRS 17 provides a comprehensive model for these contracts, including all relevant issues. The essence of this standard is a general model, supplemented by:

- A specific adaptation for contracts with direct participation features (variable fee approach).
- A simplified approach (the allocation premium approach) mainly for short-term contracts.

IFRS 17 has not been introduced into the Colombian accounting framework by means of any decree to date.

2018 - 2020 Amendments

Amendments to IFRS 9, IAS 39 and IFRS 7: Reform of benchmark interest rates

The amendments provide a number of exemptions that apply to all hedging relationships that are directly affected by the benchmark interest rate reform. A hedging relationship is affected if the reform results in uncertainty about the timing and or amount of the benchmark-based cash flows of the hedged item or hedging instrument.

The amendments were incorporated by Decree 938 of 2021, which will be effective from January 1, 2023. The Group is evaluating the potential effect of this standard on its financial statements.

The Company does not expect significant impacts from this amendment, in any case it is evaluating the impact they could have on the financial statements.

Amendments to IAS 1: Classification of Liabilities as Current or Non-Current

In January 2020, the IASB issued amendments to paragraphs 69 to 76 of IAS 1 to specify the requirements for classifying liabilities as current or non-current. The amendments clarify the following points:

- The meaning of the right to defer the settlement of a liability
- That the right to defer settlement of the liability should be granted at the end of the reporting period.
- That the classification is not affected by the likelihood that the entity will exercise its right to defer settlement of the liability
- Only if any embedded derivative in a convertible liability is itself an equity instrument, the terms of the liability would not affect its classification.

The amendments were incorporated by means of Decree 938 of 2021, which will be effective as from January 1, 2023. These amendments had no impact on these financial statements and are not expected to have an impact on future financial statements of the Group.

Amendments to IFRS 3: Reference to conceptual framework

In May 2020, the IASB issued amendments to IFRS 3 Business Combinations - Reference to the Conceptual Framework. The amendments are intended to replace the reference to the Framework for the Preparation and Presentation of Financial Statements, issued in 1989, with the reference to the Conceptual Framework for Financial Reporting, issued in March 2018, without significantly changing its requirements. The Board also added an exception to the recognition principle of IFRS 3 to avoid the issue of potential "day 2" gains or losses arising from liabilities and contingent liabilities, which would fall within the scope of IAS 37 or IFRIC 21 Liens, if incurred separately.

At the same time, the Board decided to clarify the existing IFRS 3 guidelines with respect to contingent assets that would not be affected by the replacement of the reference to the Framework for the Preparation and Presentation of Financial Statements. The amendments were incorporated by means of Decree 938 of 2021, which will be effective as from January 1, 2023.

These amendments do not impact the current financial statements of the Group, but may affect future periods if the Group were to enter into any business combination.

Amendment to IAS 16 Property, Plant and Equipment - Amounts Obtained Prior to Intended Use

In May 2020, the IASB issued Property, plant and equipment - Revenue before intended use, which prohibits entities from deducting the cost of an item of property, plant and equipment, that is, any revenue from the sale of the items produced while bringing that asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Instead, the entity should recognize in profit or loss the proceeds from the sale of such items and the costs incurred in their production.

The amendments were incorporated by means of Decree 938 of 2021, which will be effective as from January 1, 2023.

The Company does not expect significant impacts from this amendment; however, it is evaluating the impact they could have on the financial statements.

Amendments to IAS 37: Onerous Contracts - Costs Incurred in the Fulfillment of a Contract

In May 2020, the IASB issued amendments to IAS 37 to specify which costs an entity should include when assessing whether a contract is onerous or loss-making.

The amendments state that a "directly related cost approach" should be applied. Costs that relate directly to a contract to provide goods or services include both incremental costs and an allocation of costs directly related to contract activities. General and administrative costs are not directly related to the contract and should be excluded unless they are explicitly attributable to the counterparty under the contract.

The amendments were incorporated by means of Decree 938 of 2021, which will be effective as from January 1, 2023.

The Company does not expect significant impacts from this amendment, however, it is evaluating the impact they could have on the financial statements.

Amendments to IFRS 1: First-time Adoption of International Financial Reporting Standards

The amendment allows subsidiaries that elect to apply paragraph D16 (a) of IFRS 1, to measure cumulative exchange differences using the amounts reported by the controlling entity, based on the date of transition to IFRS of such controlling entity. This amendment also applies to associates or joint ventures that elect to apply paragraph D16 (a) of IFRS 1.

The amendments were incorporated by means of Decree 938 of 2021, which will be effective as from January 1, 2023.

Amendment to IFRS 9: Fees in the '10 percent' test to determine derecognition of financial liabilities

The amendment clarifies that the fees that entities include when assessing whether the terms of any new or amended financial liability are substantially different from the terms of the original financial liability. These fees include only those paid or received between the borrower and the lender, including fees paid or received by either the borrower or the lender on behalf of the other. Entities must apply the amendment to financial liabilities that are modified or exchanged as of the beginning of the annual period in which they first apply this amendment.

The amendments were incorporated by Decree 938 of 2021, which will be effective from January 1, 2023.

IAS 41 Agriculture: Taxes on fair value measurements

As part of its 2018-2020 annual improvements to the IFRS process, the IASB issued an amendment to IFRS 41, Agriculture. This amendment removes the requirement in paragraph 22 of IAS 41 that requires entities to exclude tax cash flows when measuring the fair value of assets within the scope of IAS 41.

The amendments were incorporated by Decree 938 of 2021, which will be effective from January 1, 2023.

Amendments 2021

Amendments to IAS 8: Definition of Accounting Estimates

The amendment was published by the IASB in February 2021 and clearly defines an accounting estimate: "Accounting estimates are monetary amounts in financial statements that are subject to measurement uncertainty".

Clarify the use of an accounting estimate, and differentiate it from an accounting policy. In particular, it is mentioned "an accounting policy may require that elements of the financial statements be measured in a manner that involves measurement uncertainty- in other words, the accounting policy may require that these elements be measured at monetary amounts that cannot be directly observed and must be estimated. In this case, an entity develops an accounting estimate to achieve the stated objective of the accounting policy."

The amendments have not been introduced in the Colombian accounting framework by means of any decree to date.

Amendments to IAS 1: Disclosures about Accounting Policies

The amendments clarify the following points:

- The word "significant" is amended to "material or materially significant".
- The accounting policies to be disclosed in the notes to the financial statements are clarified: "An entity shall disclose information about its significant accounting policies that are material or of relative importance.
- Clarifies when an accounting policy is considered material or of relative importance.
- It incorporates the following paragraph: "Information about accounting policies that focuses on how an entity has applied the requirements of IFRSs to its own circumstances provides entity-specific information that is more useful to users of financial statements than standardized information or information that only duplicates or summarizes the requirements of IFRSs".

The amendments have not been introduced in the Colombian accounting framework by means of any decree to date.

Amendments to IFRS 16: Lease Reductions related to Covid-19 beyond June 30, 2021.

In March 2021, the IASB issued amendments to IFRS 16 to extend from June 30, 2021 to June 30, 2022, the practical expedient for lessees caused by rent reductions occurring as a direct result of the Covid-19 pandemic.

The cumulative effect of applying the amendment will be recognized as an adjustment to the opening balance of retained earnings (or other component of equity, as appropriate) at the beginning of the annual reporting period in which the amendment is first applied by the lessee.

The amendments have not been introduced in the Colombian accounting framework by means of any decree to date. The Group is evaluating the potential effect of this standard on its financial statements.

Amendments to IAS 12: Deferred Taxes related to Assets and Liabilities arising from a Single Transaction.

The amendment allows the recognition of a deferred tax liability or asset that has arisen in a transaction that is not a business combination, in the initial recognition of an asset or liability that at the time of the transaction, does not give rise to taxable and deductible temporary differences of the same amount.

The cumulative effect of the change in accounting policy is recognized from the beginning of the earliest comparative period presented as an adjustment to the opening balance of retained earnings at that date.

The amendments have not been introduced in the Colombian accounting framework by means of any decree to date. The Group is evaluating the potential effect of this standard on its financial statements.

NOTE 5. COVID – 19 CRISIS RESPONSE

In December 2019 the World Health Organization (WHO) reported the appearance of cases of Severe Acute Respiratory Syndrome (SARS) caused by a new coronavirus (COVID - 19) in the Asian continent, specifically in the city of Wuhan in China. Subsequently, due to the spread of the virus to other continents, on March 11th this Organization declared the outbreak as a pandemic. In Latin America, the first case was registered in Brazil last February 26th, from then on, since the expansion of the virus through the countries of the region and the confirmation of the first case in Colombia on March 6th, the different governments have been taking measures in order to preserve the social balance, the economy, the health and the life of the population; among these measures, the restriction of trips and the social isolation (quarantine) stand out, which has the purpose of containing the virus, flattening the contagion curve. In this way, it is expected to avoid the collapse of health systems and guarantee specialized medical attention when required, preserving the lives of people who can be cured by being adequately assisted.

Grupo Empresarial SURA is defined by a long-term vision that has historically guided the Group and will continue to be key in its growth path, based on the knowledge accumulated in areas such as risk assessment and capital allocation. The companies of the Group play a fundamental role in being at the side of each of its clients in times of volatility and uncertainty. This value-generating presence is materialized in a financial system that supports the population in circumstances such as those we are experiencing today; in the management of trends and risks, with the capacity to anticipate that the world and its changing dynamics demand; and in the professional management of assets and investments, as well as in the development of savings instruments and sustainable social protection systems focused on caring for people.

Grupo SURA is committed to the management that the companies are carrying out today to respond to this new and challenging moment for all, contributing to the solution, activating their continuity plans and maintaining a clear strategy.

Business

Insurance

At the end of the third quarter of the year, the operating results of the subsidiaries of Suramericana were impacted by the effect of COVID-19, due to the evolution of the contagion curve during 2021, which in most of the countries where Suramericana is present shows new waves of contagions.

Revenues from insurance premiums issued in these three semesters showed a growth of 14%, leveraged by the health segment due to the increase in Health Promoting Entity users (EPS acronym for the Spanish original), which reached 4.55 million, in addition to the growth in health services by Ayudas Diagnosticas and IPS Sura, companies that actively participate in the testing and vaccination services provided against COVID.

The Labor Risk Administrators (*ARL acronym for the Spanish original*) premiums, which are consolidated in the life segment, increased 16%, demonstrating a positive dynamic in the growth of affiliates, with a growth of 276 thousand users so far in 2021, this growth confirms the break in the trend since October 2020 after presenting decreases in the insured mass due

to the increase in unemployment in Colombia and the high levels of absenteeism in the companies.

Premiums from insurance revenues have shown a higher growth dynamic, leveraged by an improvement in the trend of new business underwriting, which is mainly reflected in a 5% growth in the mobility solution.

Over this period, Life solutions also showed a better growth ratio, reaching 10%, due to the recovery of the dynamics in the intermediary and affinity channel. The launch of the protection product plan for COVID in Chile in June is another milestone to be noted. This product is mandatory for workers performing on-site functions and provides coverage for medical expenses and death. Similarly, the health solution increased by 17% at the end of September, consolidating the positive dynamics of the previous year as a result of the offer of new plans in the companies of Colombia, Mexico, Chile and El Salvador.

Regarding claims, there continues to be a negative effect from claims associated with COVID-19, which are mainly materialized in increased mortality for life solutions, increased assistance benefits, economic benefits and diagnostic costs. These effects for the end of this period reached COP \$1,337 billion with greater effects in the subsidiaries in Colombia, Mexico, El Salvador and Panama where there is greater exposure to Health, Occupational Risks and Life solutions. The different companies continue implementing strategies for customer care and support, with strategies that include virtual care models, treatment through oxygen therapy, home delivery of medicines, expansion of the capacities installed in the provision and support in the management and prevention of risk in the companies; these have resulted in a lower severity and mortality of the cases.

In this quarter, a decrease in the contagion and mortality rates of the ARL in Colombia is observed, whose insureds of the Health sector are vaccinated in a high percentage, thus evidencing the effectiveness of the vaccination process. Consequently, it is expected a flattening of the contagion curve, decrease in severity and mortality of the disease, associated to the evolution of the vaccination processes in all the countries where Sura is present.

Reserves are considered to be sufficient and no additional impacts are anticipated based on information known at this time, as the loss estimates made for this cut-off are consistent with the assessments that have been made of the potential effects of the COVID-19 pandemic.

Regarding investments, in the third quarter of 2021, inflationary expectations in the region materialized. The economic recovery and the disruption of global supply chains have generated shortages of multiple productive inputs and put upward pressure on the prices of goods and services. The central banks of Chile and Colombia followed the monetary policy actions of their peers in Brazil and Mexico, raising their intervention rate to control inflation. Interest rates on fixed income assets showed a similar behavior and their levels continued to rise. Additionally, the political landscape in several Latin American countries has been dynamic. The upcoming presidential elections in Chile and Colombia, the primary elections in Argentina and the decisions of political leaders in El Salvador influenced capital markets during the quarter.

Finally, Suramericana and its subsidiaries, in view of the COVID context, continue to make efforts to reduce administrative expenses, especially in real estate, travel, logistics and fees, as well as to evaluate the relevance of projects and focus on alternatives within the operating model to improve process efficiency.

Pensions

The Company has been permanently monitoring all social, economic and regulatory impacts that could impact its business as a consequence of the pandemic.

The good levels of assets under management contributed to the 10.40% growth in fee income in the third quarter of 2021.

In the Retirement Savings business:

Peru

- Withdrawal of 100% of the value of the member's CIC, with a limit of 16 million. This measure was approved in November 2020, and applies to people who wish to withdraw up to the indicated amount, provided that they have not registered contributions in the last 12 consecutive months counted up to October 31, 2020 or have an oncological diagnosis verified by a state health entity.
- The Congress of the Republic approved a new voluntary withdrawal of contributions of up to 16 million for all members.

Chile

- In November 2020, a second 10% withdrawal was approved, effective for up to one year, with a cap of approximately 150 UF-20 million pesos. In April 2021, the third withdrawal of 10% of the funds was approved. These applications can be submitted until April 2022.
- At the end of September 2021, net withdrawals amounted to 31 billion pesos.
- It is worth mentioning that AFP Capital receives its commissions on a salary basis, so the withdrawals do not directly affect the income from commissions.

In the Inversiones SURA and Investment Management business:

- Clients continue to find in the portfolios offered by these segments, attractive investment and savings alternatives; for the third quarter of 2021 the business had positive net commercial flows despite the outflows and withdrawals in some of the locations caused by the turbulence and political uncertainty. Managed balances reached a growth of over 11.3%.
- The moderate recovery of the financial markets and the digital proximity strategies that allowed us to foster commercial activity despite the confinement, continue to drive growth in these segments, achieving double-digit fee income growth.
- Business was characterized by a moderate execution of expenses, which places this item below budget, and with a growth of 4.8% due to the staggered reactivation of operations.

Foreign Exchange Impacts

The depreciation of Latin American currencies against the US dollar accelerated in the third quarter, accumulating an average variation of 4.68% so far this year compared to the 3.6% recorded in the second quarter. This movement generated positive effects due to exchange fluctuations in the investment portfolios of the subsidiaries with foreign currency positions.

The Colombian peso depreciated 11.1% in the first 9 months of 2021, generating positive translation effects in the consolidation of operations. Exchange rate management is framed within a strategy of matching and monitoring assets and liabilities in foreign currency, a strategy that limits exposure to exchange rate movements.

Recoverability of deferred tax assets

As a preventive measure in the face of the COVID-19 pandemic, as of September 30, 2021, the company evaluated the recoverability of deferred tax assets, concluding that no elements were identified that would generate the non-recoverability of these, however, it will continue to monitor the evolution of the business and the economic impacts derived from the situation in its financial statements, without losing sight of the possible effects on these positions.

Business continuity

The Company management believes that by the end of the third quarter of 2021, no significant difficulties will prevent the company from continuing as a going concern. The Company is aware of the importance of maintaining the financial strength and liquidity necessary to meet the current business needs. Therefore, the Company believes that the dynamics of its operations, as well as the financial strategy followed by the Company in relation to the optimization of resources and capital allocation decisions, place us in an adequate position.

Effects on consolidated financial statements of Grupo Sura

The following is a summary of the impacts on the different income statement accounts as of September 30, 2021 compared to September 2020:

- *Retained premiums:* They show a growth of 13.31%, with a variation of 1,544 billion pesos, explained by the increase in issuance in countries such as Colombia and Argentina. Premiums are leveraged by the good performance of the health sector, which as of September recorded \$364 billion of COVID baskets.
- *Investments at amortized cost:* These investments increased by COP 170 billion, mainly as a result of market behavior.
- *Income from equity method:* an increase of COP 646 billion, explained by better results of associated companies due to the reactivation of the economy.
- *Retained Claims:* They show an increase of COP 1,984 billion impacted in the Life and Health solutions due to the COVID claims ratio, on which there have been higher contagion curves than initially estimated.

NOTE 6. FINANCIAL INSTRUMENTS

6.1. Financial assets

6.1.1 Investments

The breakdown of investments is as follows:

	September 2021	December 2020
At fair value through profit or loss	5,642,358	6,391,797
At amortized cost	11,545,289	11,089,242
At fair value through OCI	913,376	145,260
Debt securities	18,101,023	17,626,299
At fair value through profit or loss	6,138,061	5,604,636
At fair value through OCI	95,683	742,180
Equity instruments	6,233,744	6,346,816
Sub total investments	24,334,767	23,973,115
Impairment in investments at fair value through OCI	(63,001)	(41,295)
Impairment on investments at amortized cost	(6,121)	(4,357)
Subtotal impairment	(69,122)	(45,652)
Total Investments	24,265,645	23,927,463
Short-term investments	9,109,175	9,084,531
Long-term investments	15,156,470	14,842,932
Total Investments	24,265,645	23,927,463

As of September 30, 2021 and December 31, 2020, the following is the detail of investments pledged as collateral:

	September 2021	December 2020
Foreign issuers	932	813

The following is a detail of equity investments held as of September 30, 2021 and December 31, 2020 with adjustment to results:

	September 2021	December 2020
Mutual funds	4,293,533	3,971,571
National issuers	1,359,569	1,367,310
Foreign issuers	484,959	265,755
Total	6,138,061	5,604,636

The following is a detail of net earnings on investments at fair value:

	September 2021	September 2020
Legal reserve ^(a)	51,045	77,414
Fair value investments ^(b)	399,530	373,055
Trading derivatives	(66,607)	(114,309)
Dividends Financial Instruments	10,117	14,049
Difference on exchange of investments	(43,875)	13,153
Total	350,210	363,362

(a) Corresponds to the yield stabilization reserve of each portfolio; it is constituted with own resources and represents a percentage (depending on each country) of the value of each managed fund. In the event of noncompliance with the minimum yield for the portfolios that it requires it, the necessary resources to cover it will be obtained from said reserve.

(b) The fair value is detailed below:

	Profit / unrealized loss		Profit / unrealized loss	
	September 2021	September 2020	September 2021	September 2020
Debt securities	201,923	321,250	39,694	6,542
Equity instruments	197,607	51,805	(31,740)	(3,457)
Total	399,530	373,055	7,954	3,085

The following is the detail of realized and unrealized profits or losses on investments in available-for-sale debt securities as of September 30, 2021 and 2020:

September 2021

Debt securities	Book value (*)	Profit / realized loss	Profit / unrealized loss
National issuers	10,298,674	37,221	200,506
Foreign issuers	4,350,731	2,390	-
Mutual funds	2,769,897	(270)	(137)
Investment funds	681,721	353	1,554
Total	18,101,023	39,694	201,923

September 2020

Debt securities	Book value (*)	Profit / realized loss	Profit / unrealized loss
National issuers	9,950,057	6,480	360,908
Foreign issuers	4,264,839	55	-
Mutual funds	2,872,420	203	(40,343)
Investment funds	611,559	(196)	685
Total	17,698,875	6,542	321,250

(*) The book value and fair value are the same as of September 30, 2021 and 2020.

Investments at fair value through in Other Comprehensive Income

The following is the detail of realized and unrealized gains or losses on investments in equity instruments with adjustment to Other Comprehensive Income as of September 30, 2021 and 2020:

September 2021	Book value (*)	Profit / realized loss	Profit / unrealized loss
Bolsa de Comercio de Santiago (Chile)	12,543	-	(764)
Enka de Colombia S.A.	56,584	-	28,352
Total	69,127	-	27,588

September 2020	Book value (*)	Profit / realized loss	Profit / unrealized loss
Bolsa de Comercio de Santiago (chile)	12,987	-	(1,046)
Enka de Colombia S.A.	17,564	-	(5,477)
Total	30,551	-	(6,523)

(*) The book value and fair value are the same as of September 30, 2021 and 2020.

6.1.2. Other accounts receivable

The detail of accounts receivable as of September 30, 2021 and December 31, 2020 is presented below:

	September 2021	December 2020
Trade receivable	1,522,558	1,129,137
Other accounts receivable ⁽¹⁾	481,132	452,406
Tax receivable	131,573	72,821
Receivable AFP-Commissions	129,741	123,011
Employee receivables	28,284	15,761
Total other accounts receivable	2,293,288	1,793,136

⁽¹⁾ Corresponds to premiums receivable from derivatives, advances on contracts, securities brokerage firms, judicial deposits.

Current and non-current presentation:

	September 2021	December 2020
Other current accounts receivable	2,293,216	1,792,865
Other non-current accounts receivable	72	271
Total other accounts receivable	2,293,288	1,793,136

6.2. Impairment of financial assets

The detail of the impairment of financial assets is as follows:

	September 2021	December 2020
Impairment accounts receivable	(290,683)	(240,177)
Investment impairment	(69,122)	(45,652)
Total	(359,805)	(285,829)

6.3. Financial liabilities

The financial liabilities of Grupo SURA are listed below:

	Note	September 2021	December 2020
Financial obligations ⁽¹⁾		900,988	1,502,283
Derivative instruments		281,589	176,518
Accounts payable to related parties		223,888	87,093
Other accounts payable	6.3.1	1,981,904	2,291,578
Bonds issued	13	8,347,721	8,765,419
Preferred shares	14	460,017	460,847
Total		12,196,107	13,283,738

⁽¹⁾ The financial obligations generate interest between 1.30% and 4.89% for the year 2021 and for the year 2020 between 1.33% and 7.70%.

The breakdown of financial liabilities into current and non-current and by type of financial liability is presented below:

September 2021				
Current	Note	Financial liabilities at amortized cost	Financial liabilities at fair value	Total
Financial obligations		435,033	32,921	467,954
Derivative instruments		-	-	-
Accounts payable to related parties		223,888	-	223,888
Other accounts payable	6.3.1	1,880,303	-	1,880,303
Bonds issued	13	194,885	-	194,885
Preferred shares	14	-	-	0
Total		2,734,109	32,921	2,767,030

Non-Current	Note	Financial liabilities at amortized cost	Financial liabilities at fair value	Total
Financial obligations		433,034	-	433,034
Derivative instruments		-	281,589	281,589
Accounts payable to related parties		-	-	0
Other accounts payable	6.3.1	101,601	-	101,601
Bonds issued	13	8,152,836	-	8,152,836
Preferred shares	14	460,017	-	460,017
Total		9,147,488	281,589	9,429,077

Financial liabilities		11,881,597	314,510	12,196,107
------------------------------	--	-------------------	----------------	-------------------

December 2020				
Current	Note	Financial liabilities at amortized cost	Financial liabilities at fair value	Total
Financial obligations		977,637	-	977,637
Derivative instruments		-	19,583	19,583
Accounts payable to related parties		87,093	-	87,093
Other accounts payable	6.3.1	2,131,513	-	2,131,513
Bonds issued	13	1,036,113	-	1,036,113
Preferred shares	14	-	-	-
Total		4,232,356	19,583	4,251,940

Non-Current		Financial liabilities at amortized cost	Financial liabilities at fair value	Total
Financial obligations		524,646	-	524,646
Derivative instruments		-	156,935	156,935
Accounts payable to related parties		-	-	-
Other accounts payable	6.3.1	160,065	-	160,065
Bonds issued	13	7,729,306	-	7,729,306
Preferred shares	14	460,847	-	460,847
Total		8,874,864	156,935	9,031,799

Financial liabilities		13,107,221	176,518	13,283,738
------------------------------	--	-------------------	----------------	-------------------

Grupo SURA has had no capital, interest or other defaults in respect of liabilities during 2021 and 2020.

Other accounts payable

The detail of other accounts payable is as follows:

	September 2021	December 2020
Suppliers	849,458	1,262,237
Other accounts payable ⁽¹⁾	705,852	614,354
Accounts payable taxes	296,041	308,650
Others	129,332	105,981
Assets available-for-sale liabilities	1,221	356
Total other accounts payable	1,981,904	2,291,578

⁽¹⁾ Corresponds to derivative premiums payable, withholdings, pension funds, advertising and publicity, commissions, transfers.

Current and non-current:

	September 2021	December 2020
Other current accounts payable	1,880,303	2,131,513
Other non-current accounts payable	101,601	160,065
Total otras cuentas por pagar	1,981,904	2,291,578

NOTE 7. DERIVATIVE INSTRUMENTS

The following is the detail of derivative financial instruments assets and liabilities outstanding as of September 30, 2021 and December 31, 2020:

	Note	September 2021		December 2020	
		Asset	Liabilities	Asset	Liabilities
Hedge Derivatives	7.1	1,255,156	267,297	403,412	1,221
Trading derivatives	7.2	56,435	14,292	255,762	175,297
		1,311,591	281,589	659,174	176,518

Current and non-current:

	September 2021		December 2020	
	Asset	Liabilities	Asset	Liabilities
Current derivatives	-	-	155,836	19,583
Non-current derivatives	1,311,591	281,589	503,338	156,935
Total derivatives	1,311,591	281,589	659,174	176,518

7.1. Hedge derivatives

In accordance with its financial risk management policies, Grupo SURA uses hedge accounting to manage exchange rate risks due to variations in the cash flows of certain financial obligations in foreign currency.

Grupo SURA accesses international markets to obtain effective sources of funds. As part of this process, the Group assumes significant exposure to foreign currencies, mainly

with the U.S. dollar. The foreign currency risk component is managed and mitigated using cross-currency swaps and options, which exchange foreign currency payments for principal payments in the functional currency of the Group and its subsidiaries in Mexico, Peru and Chile.

These instruments are applied to match the maturity profile of the estimated payments of the debt instruments of the Group. The foreign currency risk component is determined as the change in cash flows of foreign currency debt resulting solely from changes in the exchange rate for the related foreign currency swaps and options. Such changes constitute a significant portion of the overall changes in the cash flows of the instrument.

The effectiveness of these strategies is assessed by comparing changes in the fair value of the cross-currency swaps and options with changes in the fair value of the hedged debt attributable to the foreign currency risk of the hedged foreign currency obligations using the symmetry method of the critical elements of the hedging instruments and the hedged instruments.

The Group establishes the hedge ratio by crossing the notional value of the derivative with the principal amount of the point-in-time debt instrument being hedged. The possible sources of ineffectiveness are as follows:

- i. Differences in the timing of cash flows between debt instruments and cross-currency swaps;
- ii. Differences in the discount between the hedged item and the hedging instrument, given that cross-currency swaps are supported by cash collateral.
- iii. The hedging of derivatives with a fair value different from zero at the initial date of designation as hedging instruments; and
- iv. Counterparty credit risk, which impacts the fair value of the uncollateralized cross-currency swaps but does not affect the hedged items.

Accordingly, the following is a summary of cash flow hedging transactions in effect as of September 30, 2021 and December 31, 2020:

1. On May 18, 2011 Grupo SURA contracted a foreign currency obligation in the amount of US\$ 300 million, with a single principal maturity on May 18, 2021 and a fixed interest rate of 5.70% payable semi-annually.

On September 30, 2018, the Group decided to implement a cash flow hedge accounting strategy for this obligation using the following hedging instruments for this purpose:

- 21 principal - only cross currency swap in which Grupo SURA will receive on May 18, 2021 a total value of US\$ 270 million without interest and will pay on the same date \$787,161 million plus interest of 3.2420% per annum.
- A structure combining principal only cross currency in which Grupo SURA will receive in swaps US\$ 30 million on May 18, 2021 and will deliver on that same date \$80.630 million plus interest of 2.0612% per annum and the issuance of swaps together with a call out of the money option issue with an exercise price on that same date of \$4,000 per US\$ 1..
- The issuance of additional US\$ 50 million call out of the money options with an exercise price of US\$ 4,000 per US\$ 1 with an exercise date of May 18, 2021.

- Principal and interest on financial indebtedness with Banamex in the amount of US\$ 80 million hedged with cross currency swap. The debt was cancelled in December 2020 together with the hedging operation.

On May 30, 2021, the bond obligation (see note 13 Issued Bonds) and the derivatives hedging this transaction, were cancelled.

2. On April 29, 2016 Grupo SURA contracted a foreign currency bond in the amount of USD 550 million, with a single principal maturity on April 29, 2026 and a fixed interest rate of 5.50% payable semiannually (see note 13 Bonds Issued).

On January 31, 2021, the Group decided to implement a cash flow hedge accounting strategy for this obligation using the following hedging instruments:

- 22 Principal-Only Cross Currency Swap (Principal-Only CCS).
- 4 Call spread structures (call option bought + call option sold).
- 6 Out-of-the-money Call options sold as part of the structure and included in the CCS contracts.
- A seagull structure was created with 6 options whose objective is:
Sell put options at the same value as old options to create a synthetic swap because the latter is cheaper. Increase the hedge ceilings from 4,293 and 4,300 to 4,750 both.

In this structure the company acquires the right to receive USD \$550,000,000 at maturity and semiannual flows in USD at a fixed rate of 0% NASV; and in return it is obliged to pay an agreed amount and a specific fixed rate in COP in each of the derivatives that make up the structure.

3. On April 11, 2017, the subsidiary Sura Asset Management S. A. carried out a placement of US dollar bonds in the US market under Regulation S and Rule 144 A for the amount of US 350 million at a price of 99.07%, with a single principal maturity on April 11, 2027 and at a fixed interest rate of 4.375% per annum payable semiannually.

On August 2, 2018, the subsidiary decided to implement a cash flow hedge accounting strategy to protect the bonds issued against foreign exchange risks for US\$ 290 million corresponding to 82.86% of the principal obligation with the following cross currency swaps "CCS" maturing on the same date as the principal in 2027:

- Swap in which the Subsidiary receives US\$ 90 million and pays \$258.174 million plus a fixed interest rate of 2.54%.
 - Swap in which the Subsidiary receives US\$ 80 million and pays Mexican Pesos in the amount of Ps.1,59.168 million plus a fixed interest rate of 2.54%.
 - Swap in which the Subsidiary receives US\$ 120 million and pays Chilean pesos in the amount of Ch\$78.738 million plus a fixed interest rate of 2.54%.
4. On April 17, 2017, the same above subsidiary carried out a placement of bonds in dollars in the Luxembourg market under Regulation S and Rule 144 A for US\$ 500

million at a price of 99.57%, with a single principal maturity on April 17, 2024 and at a fixed interest rate of 4.875% per annum payable semiannually.

Also, on August 2, 2018, the subsidiary decided to implement a cash flow hedge accounting strategy to protect the bonds issued against foreign exchange risks for US\$ 500 million corresponding to 100% of the principal obligation with the following cross currency swaps "CCS" maturing on the same date as the principal in 2024:

- 3 swaps in which the Subsidiary receives a total of US\$ 155 million and pays Colombian Pesos in the amount of \$ 277,375 million plus a fixed interest rate between 2.79 and 2.80% per annum.
- 3 swaps in which the Subsidiary receives a total of US\$ 85 million and pays Peruvian Soles in the amount of \$1,59,168 million plus a fixed interest rate between 1.70% and 1.71% per annum.
- 3 swaps in which the Subsidiary receives a total of US\$ 260 million and pays Chilean pesos in the amount of \$167,260.6 million plus a fixed interest rate between 0.75% and 0.76% per annum.

The above two cash flow hedging strategies were carried out by the Subsidiary to effect a non-accounting economic hedge of the foreign exchange risk exposure of the net investments in the subsidiaries owned by Grupo Sura in Mexico, Peru and Chile, with which it expects to achieve a non-accounting economic hedge of the exposure in the currencies of those countries against the US dollar, as follows as of September 30, 2021 and December 2020.

Country	Subsidiary	Currency	September 2021		December 2020	
			Investment value	Covered value	Investment value	Covered value
Chile	Sura Asset Management Chile S.A.	CLP	4,019,927	1,448,853	4,018,668	1,285,974
Mexico	Sura Asset Management México S.A. de C.V.	MXN	2,250,747	305,022	2,272,943	272,753
Peru	Sura Asset Management Perú S.A.	PEN	817,222	324,085	797,617	295,118

In accordance with the above hedging strategies, Grupo SURA has decided to record the time value of the options and swaps in Other Comprehensive Income and amortize it systematically to income over the life of the hedges.

	September 2021		December 2020	
	Nominal value	Fair Value	Nominal value	Fair Value
Assets				
Swap				
Cross Currency Swap	3,951,555	964,191	3,588,421	403,412
Subtotal	3,951,555	964,191	3,588,421	403,412
Options				
Currency Call Option	579,450	290,965	-	-
Subtotal	579,450	290,965	-	-
Total Assets	4,531,005	1,255,156	3,588,421	403,412
Liabilities				

Swap				
Cross Currency Swap	39,185	25,018	-	-
Subtotal	39,185	25,018	-	-
Options				
Currency Call Option	1,191,220	237,786	443,000	1,221
Currency Put Option	50,000	4,493	-	-
Subtotal	1,241,220	242,279	443,000	1,221
Total Liabilities	1,280,405	267,297	443,000	1,221

The following is a summary of the movements in the Other Comprehensive Income account for the effect of the effective cash flow hedges indicated above and for the effect of the time value of the options and swaps used as hedging instruments, as well as the amounts taken to income for the ineffectiveness of the hedges, during the years ended September 30, 2021 and 31 December, 2020:

	OCI		Results	
	Effective part	Time value	Ineffective part	Effective part
Balance at December 31, 2019	25,915			
Variation in the fair value of hedges during the year.	23,270		-	349,987
Amortization of temporary securities.	(82,102)	(3,253)	85,355	
Balance at December 31, 2020	(32,917)			
Variation in the fair value of hedges During the year.	224,061		-	295,155
Amortization of temporary securities.	(87,609)	(18,055)	105,664	
Balance at September 30, 2021	103,535			

7.2. Trading derivatives

Grupo SURA and some of its subsidiaries trade derivative financial instruments for trading purposes, especially forward contracts, swaps and options on exchange rates and interest rates.

The following is a summary detail of derivative financial instruments assets and liabilities outstanding as of September 30, 2021 and 31 December, 2020 used for trading purposes:

	September 2021		December 2020	
	Nominal value	Fair Value	Nominal value	Fair Value
Assets				
Forward				
Currency forward	723,240	7,477	723,240	55,222
Subtotal	723,240	7,477	723,240	55,222
Swap				
Cross currency	1,115,395	48,958	1,115,395	37,795
Interest rate	-	-	178,100	3,350
Subtotal	1,115,395	48,958	1,293,495	41,145

	September 2021		December 2020	
	Nominal value	Fair Value	Nominal value	Fair Value
Options				
Currency option	-	-	1,040,786	159,395
Subtotal	-	-	1,040,786	159,395
Total Assets	1,838,635	56,435	3,057,521	255,762
Liabilities				
Forward				
Currency forward	93,024	5,184	93,024	3,638
Subtotal	93,024	5,184	93,024	3,638
Swap				
Cross currency	769,262	9,108	2,495,915	51,440
Subtotal	769,262	9,108	2,495,915	51,440
Options				
Currency option	-	-	1,809,914	120,219
Subtotal	-	-	1,809,914	120,219
Total liabilities	862,286	14,292	4,398,853	175,297

NOTE 8. INSURANCE CONTRACTS

8.1. Insurance contract assets

Assets from insurance contracts represent mainly accounts receivable from insurance contracts for the years ended September 30, 2021 and December 2020 as follows, net of impairment:

	September 2021	December 2020
Direct insurance	3,765,303	4,040,167
Coinsurance accepted	66,391	87,557
Other	396,604	370,329
Assets under insurance contracts	4,228,298	4,498,053

All insurance contract assets are current.

8.2. Reinsurance contract assets

Reinsurance contract assets represent the benefits derived from reinsurance contracts as of September 30, 2021 and December 2020 as follows:

	September 2021	December 2020
Current accounts with reinsurers	625,615	502,702
Share of insurance liabilities (claims reported and not cancelled)	2,619,001	2,218,251
Unearned ceded premium	1,626,394	1,645,612

	September 2021	December 2020
Unnotified claims	390,996	371,921
Reinsurance deposits	58	427
Other assets	102,369	53,166
Assets under reinsurance contracts	5,364,433	4,792,079
Current reinsurance contract assets	628,882	506,103
Non-current reinsurance contract assets	4,735,551	4,285,976
Total reinsurance contract assets	5,364,433	4,792,079

Current accounts with reinsurers are short term; reinsurance assets from participation in insurance liabilities have the same maturity as those liabilities to the extent of their realization. Assets for unearned ceded premiums are recognized against income in the following year.

As of September 30, 2021 and December 2020, after performing the corresponding impairment evaluations, it was not considered necessary to record any provision in this regard.

8.3. Liabilities for insurance contracts

Liabilities for insurance contracts represent the estimated liabilities for insurance contracts of the Insurance Companies and other accounts, for the years ended September 30, 2021 and December 2020 are as follows:

	September 2021	December 2020
Accounts payable insurance activity (note 8.3.1)	1,008,557	1,066,210
Estimated liabilities under insurance contracts (note 8.3.2)	24,579,265	23,270,014
Surplus	50,574	45,588
Liabilities under insurance contracts	25,638,396	24,381,812
Current insurance contract liabilities	9,944,586	9,967,857
Non-current insurance contract liabilities	15,693,810	14,413,955
Total insurance contracts liabilities	25,638,396	24,381,812

8.3.1. Accounts payable insurance activity

Insurance payables with insurance companies for the years ended September 30, 2021 and December 2020 are as follows:

	September 2021	December 2020
Commissions	442,324	456,868
Others	253,053	298,659
Claims payable	151,924	115,428
To insurance companies	102,377	147,763
Policies	58,879	47,492
Insurance portfolios	1,008,557	1,066,210

8.3.2. Estimated insurance contract liabilities

The estimated insurance contract liabilities of Grupo SURA and its subsidiaries are as follows:

	September 2021	December 2020
Actuarial liabilities	5,938,181	5,705,653
Estimated unearned premium liabilities	8,936,029	8,901,647
Estimated incurred but not reported claims (IBNR)	2,059,109	1,988,793
Estimated liabilities for claims reported	7,017,786	6,081,828
Special estimated liabilities	273,198	246,928
Other estimated insurance contract liabilities	354,962	345,165
Estimated insurance contract liabilities	24,579,265	23,270,014

Grupo SURA considers that the adequacy of premiums is a particularly important element and its determination is supported by specific computer applications.

The treatment of benefits, as well as the adequacy of provisions, are basic principles of insurance management. Technical provisions are estimated by the actuarial teams in the various countries.

The movement and effects on the measurement of insurance liabilities and reinsurance are presented below:

	Liabilities for insurance contracts	Assets from insurance contracts	Net
At December 31, 2019	23,215,290	4,103,398	19,111,892
Changes in estimated liabilities for insurance contracts	(337,024)	624,661	(961,685)
Adjustments for conversion	402,481	63,932	338,549
Adjustments for monetary correction	(10,733)	88	(10,821)
At December 31, 2020	23,270,014	4,792,079	18,477,935
Changes in estimated liabilities for insurance contracts	1,477,489	438,852	1,038,637
Adjustments for conversion	(168,238)	133,502	(301,740)
At September 30, 2021	24,579,265	5,364,433	19,214,832

8.4. Reinsurance contracts liabilities

Liabilities under reinsurance contracts represent obligations arising from reinsurance contracts at the date of the statement of financial position.

	September 2021	December 2020
Ceded premiums payable	15,495	12,308
External reinsurers current account	1,266,924	1,301,236
Liabilities under reinsurance contracts	1,282,419	1,313,544

All reinsurance contract liabilities are current.

8.5. Premiums

Net premiums obtained by Grupo SURA, and its subsidiaries, for the years ended September 30, are as follows:

	Accumulated		Quarter	
	September 2021	September 2020	September 2021	September 2020
Life insurance contracts ⁽¹⁾	9,557,398	7,887,707	3,580,027	2,795,735
Non-life insurance contracts	6,323,599	6,066,541	2,297,398	2,083,451
Premiums issued	15,880,997	13,954,248	5,877,425	4,879,186
Life insurance contracts - reinsurer party	(225,901)	(222,517)	(86,880)	(73,463)
Non-life insurance contracts - reinsurer party	(2,309,203)	(2,190,976)	(839,576)	(839,750)
Reinsurance ceded premiums	(2,535,104)	(2,413,493)	(926,456)	(913,213)
Total net premiums retained	13,345,893	11,540,755	4,950,969	3,965,973
Life insurance contracts	(341,952)	(46,694)	(271,677)	(132,891)
Non-life insurance contracts	150,657	115,755	10,314	55,022
Net production reserves	(191,295)	69,061	(261,363)	(77,869)
Retained earned premiums	13,154,598	11,609,816	4,689,606	3,888,104

(1) Includes the recognition of \$364 billion of COVID baskets, given the shortfall in the pandemic rate of the Health Benefits Plan; \$152.8 billion was impaired at 75% pending future government pronouncements on the timing and method of payment of this amount.

8.6. Claims withheld

Claims incurred by Grupo SURA and subsidiaries for the years ended September 30, 2021 and 2020 are as follows:

	Accumulated		Quarter	
	September 2021	September 2020	September 2021	September 2020
Total claims	(10,696,792)	(8,674,243)	(3,923,840)	(3,046,996)
Claim reimbursement	1,118,731	1,081,176	493,946	361,059
Retained claims	(9,578,061)	(7,593,067)	(3,429,894)	(2,685,937)

8.7 Insurance costs and expenses

Insurance costs and expenses for the years ended September 30, 2021 and 2020 are as follows:

	Accumulated		Quarter	
	September 2021	September 2020	September 2021	September 2020
Net reinsurance cost	(375,220)	(320,450)	(145,514)	(122,795)
Services for the promotion and prevention of occupational hazards	(197,423)	(128,775)	(70,540)	(52,838)

	Accumulated		Quarter	
	September 2021	September 2020	September 2021	September 2020
Contributions Insurance companies	(72,576)	(66,500)	(27,177)	(25,155)
Fees	(135,106)	(119,167)	(55,657)	(40,996)
Technical employee benefits	(367,664)	(324,136)	(136,648)	(121,712)
Technical impairment	(116,287)	(71,096)	(126,404)	(21,796)
Other insurance expense	7,328	(104,156)	(10,953)	(9,098)
Total insurance costs and expenses	(1,256,948)	(1,134,280)	(572,893)	(394,390)

The insurance costs and expenses that contribute to the consolidation basically correspond to the investment made by the insurance companies in the insured other than the payment of the claim.

NOTE 9. INCOME TAXES

9.1. Applicable regulations

The current and applicable tax provisions establish that the nominal income tax rates for September 30, 2021 and December 2020 applicable to Grupo SURA and its subsidiaries located in Colombia, Chile, Peru, Argentina, Brazil, Uruguay, Mexico, Panama, Dominican Republic, El Salvador and Bermuda, are as follows:

Country	2021	2020
Colombia	31%	32%
Chile	27%	27%
Peru	29.5%	29.5%
Argentina	35%	30%
Brazil	40%	40%
Uruguay	25%	25%
Mexico	30%	30%
Panama	25%	25%
Dominican Republic	27%	27%
El Salvador	25%	25%
Bermuda	0%	0%

Colombia: Taxable income is taxed at a rate of 31% as income tax, except for taxpayers who by express provision have special rates, and at 10% for income from occasional gains. Tax losses may be offset within the 12 taxable periods following the year in which the loss was generated. For the year 2021 the presumptive income rate is 0%.

On September 14, 2021, the national government issued the Social Investment Law (Law 2155 of 2021). The following is a summary of the most important modifications to the Colombian income tax regime for the years 2022 and subsequent years:

As of the year 2022 the general income rate is increased from 30% to 35%. In the case of financial institutions, they will have a surtax of 3 percentage points from 2022 to 2025.

The industry and commerce discount (income tax) will continue at 50% and not at 100% as it was contemplated as of the year 2022.

An audit benefit is created for the years 2022 and 2023 to reduce the time of finality of the income tax return by 6 or 12 months, provided that the net income tax is increased by 35% or 25% respectively.

Chile: Law 21.210 issued in February 2020 called Income Tax Law classifies income into income from "capital" and income from "labor" and establishes an income tax rate of 27%.

Peru: The income tax rate is 29.5% on taxable income after calculating employee profit sharing, which is calculated by applying a rate of 5% on net taxable income. Losses may be offset within a period of 4 years from the fiscal year following the generation of the loss.

Mexico: Income tax (ISR for the Spanish original) is calculated at an applicable rate of 30%; additionally, employees' statutory profit sharing is established at 10%. Tax losses may be offset over a period not to exceed 10 years.

Brazil: In Brazil there is a category of taxes on gross income and on net income. The net income tax rate is 15% for income tax purposes, plus 10% on the portion of the taxable income in excess of R\$ 240,000 reais per fiscal year. There is no minimum alternative tax base and tax losses can be taken in future periods indefinitely as long as they do not exceed 30% of net income.

Argentina: The country taxes worldwide source income. Law 27.630 published on June 16, 2021 establishes modifications to the Income Tax Law, among them the modification of the tax rate for capital companies which will be gradual depending on the net taxable income as follows: up to \$5,000,000 Argentine pesos (ARS) the rate is 25%; between \$5,000,000 ARS and \$50,000,000 ARS the rate is 30% and from \$50,000,000 onwards the rate is 35%, for fiscal years beginning on or after January 1, 2021.

Panama: The income tax rate for corporations in Panama is 25% for the years 2021 and 2020 on income obtained from national sources. Law No.8 of March 15, 2010, eliminates the Alternative Income Tax Calculation (CAIR for the Spanish original) and substitutes it with another modality of presumptive income taxation, obliging any legal entity that earns income in excess of B/.1,500,000 to determine as taxable income for such tax, the amount that is greater between: (a) the net taxable income calculated by the ordinary method established in the Tax Code and (b) the net taxable income resulting from applying to the total taxable income, 4.67%.

Dominican Republic: The tax code of the Dominican Republic establishes that the income tax payable will be the higher of the net taxable income or 1% of the taxable assets. The income tax rate for legal entities is 27% on income obtained in the country. In the event of tax losses, taxpayers may offset them within 5 years following the year of generation of the loss.

El Salvador: Legal entities, whether domiciled or not, will calculate their tax by applying a rate of 30% to taxable income, except for companies that have obtained taxable income less than or equal to US \$150,000.00, which will apply a rate of 25%, excluding from such calculation those incomes that have been subject to definitive withholding of income tax in the legal percentages established in the Law.

El Salvador does not have a minimum alternative tax and tax losses generated in any period may not be carried forward to subsequent periods.

Uruguay: The income tax rate for corporations is 25% and is based on territorial income considering some exceptions, therefore, income outside the country is considered foreign source and not subject to tax. The regulations do not suggest a minimum alternative tax for corporations and any tax loss may be imputed in the future within 5 years of its generation.

Bermuda: In Bermuda, there are no taxes on profits, income, dividends or capital gains, nor withholding taxes on such items. Profits may be accumulated and dividends are not required to be paid. In the event that direct taxes are applicable, there is the possibility of accessing legal stability contracts until 2035. Although there are no taxes on corporate income, investment income derived from foreign sources may be subject to withholding tax. Interest earned on foreign currency deposits is tax exempt

9.2 Current taxes

The following is the detail of current tax assets and liabilities as of September 30, 2021 and December 31, 2020:

	September 2021	December 2020
Current tax assets		
Income tax and supplemental taxes	94,033	57,854
Withholdings	12,650	14,533
Tax in favor	145,325	42,403
Others	15	10
Total assets for current taxes	252,023	114,800

	September 2021	December 2020
Current tax liabilities		
Income tax and supplemental taxes	146,310	165,204
Total current tax liabilities	146,310	165,204

Grupo Sura and subsidiaries expect to recover current tax assets and settle current tax liabilities as follows:

Current tax	September 2021	December 2020
Current tax asset recoverable before 12 months	240,224	112,533
Current tax recoverable asset after 12 months	11,799	2,267
Total current tax assets	252,023	114,800
Current tax liability payable before 12 months	131,896	163,371
Current tax liability payable after 12 months	14,414	1,833
Total Current tax liabilities	146,310	165,204

9.3 Tax recognized in the income statement for the period

The income tax expense for the period is detailed below:

	Accumulated		Quarter	
	September 2021	September 2020	September 2021	September 2020
Current tax expense	(443,896)	(475,317)	(142,058)	(98,784)
Current tax	(456,455)	(474,174)	(144,421)	(98,344)
Adjustment of previous periods ⁽¹⁾	12,559	(1,143)	2,363	(440)
Deferred tax expense	76,559	139,889	3,596	(699)
Constitutions / reversal of temporary differences	74,836	137,248	9,968	(563)
Deferred tax adjustments	(4,720)	2,641	(1,134)	(136)
Exchange rates ⁽²⁾	6,443	-	(5,238)	-
Tax expense	(367,337)	(335,428)	(138,462)	(99,483)

(1) In 2021, the difference between the income provision and the tax declared to the Colombia tax authority (DIAN for the Spanish original) in the companies, Seguros Generales Suramericana and Seguros Generales Chile was adjusted.

(2) The deferred tax adjustment corresponds to the change in the rate due to the Social Investment Law (Law 2155 of 2021), which changes the income tax rate from 31% to 35% as from January 1, 2022.

Grupo SURA believes that accrued tax liabilities are appropriate for all open tax years based on evaluation of many factors, including interpretations of tax laws and prior experience.

9.4 Effective rate reconciliation

The reconciliation of the effective rate is presented below:

	September 2021	September 2020
Profit before tax	1,479,054	740,078
Income tax by applying the local tax rate	30.02% (444,039)	30.89% (228,610)
Plus, tax impact from:	(517,665)	(767,902)
Non-deductible expenses ⁽¹⁾	(125,335)	(132,998)
Investments ⁽²⁾	(360,480)	(561,125)
Property and equipment	-	(2,333)
Tax losses	(12,462)	(986)
Financial assets	(144)	-
Other alternative taxable income	(18,456)	(23,254)
Financial liabilities	-	(36,287)
Others	(788)	(10,919)
Minus the tax effect of:	594,367	661,084
Non-taxed income ⁽³⁾	160,635	241,870
Financial assets ⁽⁴⁾	18,753	215,167
Amortization of intangibles	105	-
Unrecorded Dividends	41,976	-
Financial liabilities	152,142	-
Property and equipment	12,377	-
Adjustment of previous periods	6,736	920
Rate change adjustments	1,997	-
Discounts / tax deductions	108,353	97,851

	September 2021		September 2020	
Provisions and Contingencies		9,654		11,859
Exempt income ⁽⁵⁾		77,251		93,032
Others		4,388		385
Income tax	24.84%	(367,337)	45.32%	(335,428)

The tax rate determined for the reconciliation of the consolidated effective tax rate corresponds to an average of the nominal rates of each company.

(1) Includes expenses due to legal limitations such as assumed taxes, expenses associated with untaxed income, among others.

(2) Corresponds to the equity method of associates.

(3) Corresponds to the equity method of subsidiaries.

(4) Includes valuation, impairment and exchange difference.

(5) Dividends from the Andean Community of Nations (CAN) and other exempt income.

The variation in income tax corresponds to the impact of the exchange rate associated with the valuation of hedging operations and measurement of investments. It should also be noted that the company increased its income before taxes with respect to the previous year in this same period, causing a variation in the effective tax rate.

9.5 Deferred taxes

The following is the balance of deferred tax assets and liabilities as of September 30, 2021 and December 2020:

The local column corresponds to deferred tax assets and liabilities in their initial nature.

The compensation column corresponds to the quarterly adjustments of compensation of deferred tax assets and liabilities according to the accounting policy of Grupo Sura:

Deferred tax asset	September 2021			December 2020			September 2021	
	Local	Offset	Closing balance	Local	Offset	Closing balance	Other equity interests	Recognized results
Intangible assets	12,810	(21,131)	(8,321)	40,154	(49,268)	(9,114)	-	793
Provisions	98,995	(32,747)	66,248	104,101	(35,077)	69,024	-	(2,776)
Financial Assets	42,907	(37,618)	5,289	17,641	(91,875)	(74,234)	-	79,523
Employee Benefits	43,749	(26,845)	16,904	42,344	(22,822)	19,522	162	(2,456)
Deferred acquisition cost DAC	-	(43,296)	(43,296)	-	(41,726)	(41,726)	-	(1,570)
Investments	660	(17,453)	(16,793)	(6,353)	(44,366)	(50,719)	-	33,926
Other non-financial assets	16,434	5,711	22,145	8,811	(167)	8,644	-	13,501
Financial Liabilities	464,812	(407,224)	57,588	306,564	(98,636)	207,928	(61,145)	(211,485)
Unused tax losses and tax credits	102,341	(41,587)	60,754	122,578	(81,534)	41,044	-	19,710
Properties and Equipment	5,682	(35,264)	(29,582)	(8,707)	(16,016)	(24,723)	-	(4,859)
Technical insurance reserves	43,803	37,961	81,764	40,224	37,542	77,766	-	3,998
Other non-financial liabilities	5,566	(1,019)	4,547	6,093	(1,551)	4,542	-	5
Right of use	82,238	(63,335)	18,903	77,587	(63,306)	14,281	-	4,622

Deferred tax asset	September 2021			December 2020			September 2021	
	Local	Offset	Closing balance	Local	Offset	Closing balance	Other equity interests	Recognized results
Total	919,997	(683,847)	236,150	751,037	(508,802)	242,235	(60,983)	(67,068)

Deferred tax liability	Local	Offset	Closing balance	Local	Offset	Closing balance	Other equity interests	Recognized results
Intangible assets	614,535	125,465	740,000	732,230	3,549	735,779	-	4,221
Provisions	7,608	2,721	10,329	5,088	21,151	26,239	-	(15,910)
Financial Assets	303,634	(54,663)	248,971	109,198	(120,791)	(11,593)	6,574	267,138
Employee Benefits	4	(25,590)	(25,586)	743	(20,191)	(19,448)	-	(6,138)
Deferred acquisition cost DAC	1,136	123,414	124,550	75,436	63,567	139,003	-	(14,453)
Investments	568,455	(21,526)	546,929	633,180	(45,676)	587,504	-	(40,575)
Other non-financial assets	1,275	638	1,913	4,055	(2,196)	1,859	-	54
Financial Liabilities	95,798	(415,162)	(319,364)	62,961	(96,929)	(33,968)	-	(285,396)
Unused tax losses and tax credits	3,665	(35,491)	(31,826)	3,529	(68,094)	(64,565)	-	32,739
Properties and Equipment	100,348	43,854	144,202	139,946	(890)	139,056	(1,680)	3,466
Technical insurance reserves	(2,360)	(1,024)	(3,384)	32,845	(40,056)	(7,211)	-	3,827
Other non-financial liabilities	2,331	4,014	6,345	6,842	(46,314)	(39,472)	-	45,817
Right of use	64,928	(68,886)	(3,958)	61,752	(63,314)	(1,562)	-	(2,396)
Liability for temporary differences in equity investments	-	38	38	-	34	34	-	4
	1,761,357	(322,198)	1,439,159	1,867,805	(416,150)	1,451,655	4,894	(7,602)
Foreign currency conversion								(17,093)
Net total			(1,203,009)			(1,209,420)	(65,877)	(76,559)

Grupo Sura and its subsidiaries expect to recover their deferred tax assets and settle their deferred tax liabilities as follows:

Deferred tax	September 2021	December 2020
Deferred tax asset recoverable before 12 months	212,825	108,677
Deferred tax asset recoverable after 12 months	23,325	133,558
Total deferred tax assets	236,150	242,235
Deferred tax liability payable prior to 12 months	447,279	245,053
Deferred tax liability payable after 12 months	991,880	1,206,602
Total deferred tax liabilities	1,439,159	1,451,655

9.6 Uncertainty regarding income tax treatments.

As of September 30, 2021, the Company analyzed those tax aspects susceptible to be qualified as uncertain and disclosed, according to the tax legislation applicable to each jurisdiction,

resulting in a total uncertain tax treatment of \$371 million, distributed in \$56 million in the Dominican Republic and \$315 million in Mexico.

NOTE 10. DEFERRED ACQUISITION COST - DAC

The detail of the deferred acquisition costs -DAC- movements of the of Grupo SURA is as follows:

Deferred Acquisition Cost	
Cost at January 1, 2020	3,655,114
Additions	1,664,399
Exchange rate differences	72,397
Cost in books at December 31, 2020	5,391,910
Accumulated amortization and impairment	
Accumulated amortization and impairment at January 1	(2,323,403)
Amortization for the period (Note 20.2)	(1,651,957)
Exchange rate differences	99,836
Accumulated amortization and impairment at December 31, 2020	(3,875,524)
Deferred acquisition cost at December 31, 2020	
	1,516,386
Cost at January 1, 2020	5,391,910
Additions	567,113
Exchange rate differences	(226,216)
Cost in books at September 30, 2021	5,732,807
Accumulated amortization and impairment	
Accumulated amortization and impairment at January 1	(3,875,524)
Amortization for the period (Note 20.2)	(605,951)
Exchange rate differences	311,802
Accumulated amortization and impairment at September 30, 2021	(4,169,673)
Deferred acquisition cost at September 30, 2021	
	1,563,134

NOTE 11. INVESTMENTS IN ASSOCIATE COMPANIES AND JOINT VENTURES

The balance of investments in associates and joint ventures is as follows:

	Note	September 2021	December 2020
Investments in associates	11.1	20,902,286	19,827,560
Joint ventures	11.2	12,902	8,715
total investments accounted for using the equity method		20,915,188	19,836,275
	Note	September 2021	September 2021
Income from equity method associates	11.1	988,570	342,574
Income from equity method Joint ventures	11.2	(4,327)	(4,953)
Others		410	259
Total equity method income from investments in associates and joint ventures		984,654	337,880

11.1 Investment in associates

The detail of the associated companies of Grupo SURA as of the date of the reporting period is as follows:

Companies	Main activity	Country	September 2021			December 2020		
			% Participation (*)	% Right to vote (**)	# Shares	% Participation (*)	% right to vote (**)	# Shares
Associates:								
Grupo Bancolombia S.A.	Universal banking	Colombia	24.49%	46.22%	235,565,920	24.49%	46.22%	235,565,920
Grupo Argos S.A. (1)	Concrete, energy, real estate and ports	Colombia	26.37%	34.87%	229,295,179	26.75%	35.53%	229,295,179
Grupo Nutresa S.A.	Food and processed	Colombia	35.59%	35.59%	163,005,625	35.43%	35.43%	163,005,625
Administradora de Fondos de Pensiones y Cesantías Protección S.A.	Pension and severance fund	Colombia	49.36%	49.36%	25,407,446	49.36%	49.36%	25,407,446
Promotora de Proyectos	Logistics services	Colombia	48.26%	48.26%	11,076,087	48.26%	48.26%	11,076,087
Inversiones DCV S.A.	Shareholder registration management	Chile	34.82%	34.82%	9,854	34.82%	34.82%	9,854
Fondos de Cesantías Chile I S.A.	Pension and severance fund	Chile	29.40%	29.40%	570,000	29.40%	29.40%	570,000
Servicios de Administración Previsional S.A.	Voluntary funds	Chile	22.64%	22.64%	745,614	22.64%	22.64%	745,614
Acsendo S.A.S.	Investments	Colombia	25.80%	25.80%	63,570	25.80%	25.80%	63,570
Joint Venture:								
Interejecutiva de Aviación S.A.S.	Air Transport Administration	Colombia	25.00%	25.00%	1,125,000	33.00%	33.00%	1,500,000
Subocol S.A.	Marketing of spare parts for vehicle repair	Colombia	58.70%	58.70%	11,163	58.70%	58.70%	11,163
Viliv S.A.S.	Technology services	Colombia	50.00%	50.00%	3,716,317	50.00%	50.00%	2,621,886
Unión Para La Infraestructura S.A.S.	Fund	Colombia	50.00%	50.00%	300,000	50.00%	50.00%	300,000
Unión Para La Infraestructura S.A.S.	Fund	Peru	50.00%	50.00%	2,708,000	50.00%	50.00%	2,708,000
P.A Dinamarca	Mobility solutions	Colombia	33.33%	33.33%	-	33.33%	33.33%	-
Vaccigen S.A.S. (2)	Biological research and development	Colombia	40.00%	40,00%	17,000	-	-	-

(*) Equity interest in the associated company based on total issued shares.

(**) Equity interest in the associated company based on the total number of common shares with voting rights.

(1) The percentage of participation and percentage of voting rights in Grupo Argos S.A. does not include 6,992,796 shares received as payment of dividends from this issuer. These shares were classified as non-current assets available for sale because the company decided to sell them in the short term. Including them in the total holding, the shares owned would be 236,287,975, the participation would be 27.18% and 35.93% with voting rights.

(2) On June 28, 2021, Suramericana through Ayudas Diagnósticas SURA S.A.S., made an investment in the company Vaccigen S.A.S., (Vaxthera). With a participation of 40% and is classified as a joint business by the shareholders agreement signed between the parties, in which it is stipulated that relevant decisions will be taken unanimously.

Cross-shareholdings

In the course of their operations, both associates Grupo Argos S.A. and Grupo Nutresa S.A. have equity interests in Grupo SURA. These shareholdings are not prohibited by Colombian regulations since the shareholders are not subordinate companies of Grupo SURA. The participation that Grupo ARGOS and Grupo Nutresa have in Grupo SURA as of September 30, 2021 and December 31, 2020 is as follows:

Associates	% Participation	% Right to vote	% Participation	% Right to vote
	September 2021		December 2020	
Grupo Argos S. A.	27,23%	33,80%	27,13%	33,67%
Grupo Nutresa S. A.	13.06%	13.06%	13.01%	13.01%

Grupo SURA and its associate Grupo ARGOS record their participations under the equity model.

When calculating this method, both associate and Grupo SURA do so simultaneously and without considering the effect of the cross-shareholding, i.e., without affecting the results between them.

In the case of Grupo Nutresa, the investment is recognized at fair value with effect in OCI and Grupo SURA recognizes this associate under the equity method.

Financial information of associates (Issuers of securities)

The assets, liabilities, equity and results for the year of each of the associate companies included in the consolidated financial statements of the group as of September 30, 2021 and December 31, 2020 are as follows:

September 2021											
	Location	Asset Current	Asset non-current	Current Liabilities	Non-current liabilities	Equity	Income	Profit	Other comprehensive income	Comprehensive income	
Associate:											
	Grupo Bancolombia S.A. (*)	Colombia	269,751,221	-	237,881,871	-	31,869,350	10,295,844	2,718,452	1,243,118	3,961,570
	Grupo Argos S.A. (*)	Colombia	7,284,387	45,898,748	8,127,204	17,211,182	27,844,750	11,875,053	957,673	1,322,295	2,279,968
	Grupo Nutresa S.A. (*)	Colombia	4,312,104	11,517,617	2,453,831	5,297,374	8,078,516	9,135,290	546,676	(300,540)	246,136
	Fondo de Pensiones y Cesantías Protección S.A. (*)	Colombia	783,620	2,746,648	284,728	1,047,272	2,198,267	1,272,068	243,050	162	242,888

(*) *Figures taken from the associates' consolidated financial statements*

The associate Grupo Bancolombia S.A. presents the statement of financial position by order of liquidity; therefore, the detail of current and non-current financial assets and liabilities is not included.

December 2020											
	Location	Asset Current	Asset non-current	Current Liabilities	Non-current liabilities	Equity	Income	Profit	Other comprehensive income	Comprehensive income	
Associate:											
	Grupo Bancolombia S.A. (*)	Colombia	255,568,505	-	227,453,292	-	28,115,213	8,303,918	315,359	(131,084)	184,275
	Grupo Argos S.A. (*)	Colombia	6,666,051	44,107,516	6,624,149	17,919,567	26,229,851	13,990,523	153,945	508,558	662,503
	Grupo Nutresa S.A. (*)	Colombia	3,860,888	11,676,994	2,437,649	4,843,090	8,257,143	11,127,541	583,844	(700,477)	(116,633)
	Fondo de Pensiones y Cesantías Protección S.A. (*)	Colombia	767,659	2,382,620	303,366	846,401	2,000,512	1,974,439	291,391	1,088	292,479

(*) *Figures taken from the associates' consolidated financial statements*

The associate Grupo Bancolombia S.A. presents the statement of financial position by order of liquidity; therefore, the detail of current and non-current financial assets and liabilities is not included.

Balance and movement in associates

The following is the detail of investments in associates as of September 30, 2021 and December 31, 2020:

Associate movements	Bancolombia S.A.	Grupo Argos S.A.	Grupo Nutresa S.A.	Administradora de fondos de Pensiones y cesantías Protección S.A.	Others	Total
Balance at December 31, 2019	8,711,435	5,126,177	4,815,632	1,269,336	34,160	19,956,740
Additions ⁽¹⁾	11,707	-	24,838	-	-	36,545
Change in commission	-	-	-	-	(1,046)	(1,046)
Gain from the equity method	67,595	(46,019)	203,859	128,785	12,587	366,807
Change in equity	236,084	125,655	(252,791)	639	3,151	112,738
(-) Dividends	(385,280)	(86,215)	(105,604)	(59,245)	(11,252)	(647,596)
Adjustment in conversion	-	-	-	-	3,372	3,372
Balance at December 31, 2020	8,641,541	5,119,598	4,685,934	1,339,515	40,972	19,827,560
Additions	-	-	-	-	-	-
Change in commission	-	-	-	-	-	-
Gain from the equity method	647,078	52,267	169,815	108,685	10,725	988,570
Change in equity	324,251	175,383	(110,670)	2,421	(143)	391,243
(-) Dividends	(61,247)	(87,591)	(114,430)	(24,781)	(15,759)	(303,808)
Adjustment in conversion	-	-	-	-	(1,279)	(1,279)
Balance at September 30, 2021	9,551,623	5,259,657	4,630,649	1,425,841	34,516	20,902,286

¹ In 2020, 467,097 common shares of Bancolombia and 1,198,470 common shares of Grupo Nutresa S.A. were acquired.

Restrictions and commitments

At September 30, 2021, 43,373,238 shares of Grupo Argos were delivered in guarantee to back financial obligations for a book value of \$853,180 and at December 31, 2020, 44,706,571 shares were held for a book value equivalent to \$879,408.

11.2 Joint ventures

The following is the detail of the cost of investments as of September 30, 2021 and December 31, 2020:

	Interejecutiva	Viliv S.A.S	UPI Colombia	UPI Perú	P.A Dinamarca	Vaccigen S.A.S	P. A Serv. Tecnológicos	Subocol S.A	Total
Balance at December 31, 2019	5,309	1,009	1,382	548	503	-	198	-	8,949
Additions ⁽¹⁾	-	2,613	-	13	2,027	-	-	1,500	6,153
Reclassification ⁽²⁾	-	-	-	-	-	-	-	1,046	1,046
Decrease	-	-	-	-	-	-	(183)	-	(183)
Gain from the equity method	(2,827)	(1,905)	1,238	331	(813)	-	(15)	(321)	(4,312)
Change in equity	(1,355)	-	-	(63)	(2)	-	-	(185)	(1,605)
(-) Dividends	-	-	(1,333)	-	-	-	-	-	(1,333)
Balance at December 31, 2020	1,127	1,717	1,287	829	1,715	-	-	2,040	8,715
Additions ⁽³⁾	-	3,050	-	-	1,803	5,655	-	1,195	11,703
Reclassification	-	-	-	-	-	-	-	-	-
Decrease	(512)	-	-	-	-	-	-	-	(512)
Gain from the equity method	(61)	(1,865)	777	(131)	(1,698)	(1,299)	-	(50)	(4,327)
Change in equity	(1,245)	-	-	(17)	11	-	-	(186)	(1,437)
(-) Dividends	-	-	(1,238)	-	-	-	-	-	(1,238)
Balance at September 30, 2021	(691)	2,902	826	680	1,832	4,356	-	2,998	12,903

⁽¹⁾ Viliv S.A.S. is incorporated, which receives the rights previously held in Patrimonio Autónomo Proyecto Crece.

⁽²⁾ On September 11, 2020, Subocol S.A. is reclassified as a joint venture.

⁽³⁾ On June 28, 2021, through Ayudas Diagnósticas SURA S.A.S., Suramericana made an investment in Vaccigen S.A.S., now known and promoted as Vaxthera.

NOTE 12. INTANGIBLE ASSETS

The classification of intangible assets of Grupo SURA at the end of September 30 is listed below:

	Note	September 2021	December 2020
Goodwill	12.1	4,891,460	4,868,020
Intangible assets other than goodwill	12.2	2,735,519	2,790,345
Other total intangible assets including goodwill		7,626,979	7,658,365

12.1 Goodwill

The cash generating units of goodwill are as follows:

Company	September 2021	December 2020
AFP Capital S.A. Chile	1,725,801	1,773,060
AFP Integra S.A. Peru	1,237,975	1,273,280
AFORE Sura S.A. de C.V. Mexico	1,010,944	940,246
Seguros Generales Suramericana S.A. Chile	163,023	167,487
AFAP Sura S.A. Uruguay	128,686	117,106
Seguros Sura S.A. Uruguay	95,131	86,573
Seguros Colombia S.A. e IATM	94,290	94,290
Seguros Sura S.A. El Salvador	77,169	69,473
Corredores de Bolsa Sura S.A. y Administradora General de Fondos Sura S.A. Chile	77,786	79,916
Fondos Sura SAF S.A.C. Peru	58,407	60,072
Seguros Suramericana S.A. Panama	64,007	57,622
Seguros Sura S.A. México	52,476	48,807
Seguros Sura S.A. Brasil	34,683	32,683
Arus S.A. Colombia	25,429	25,429
Sura Investment Management S.A. de C.V. Mexico	23,969	22,292
Seguros Sura S.A. Dominican Republic	15,661	13,661
Gestión Fiduciaria S.A. Colombia	4,736	4,736
Hábitat (El Ciruelo) Colombia	1,287	1,287
Total	4,891,460	4,868,020

12.2 Intangible Assets other than goodwill

The detail of the movements of intangible assets of Grupo SURA is as follows:

	Acquired brands	Customer-related intangible assets	Software and computer applications	Rights	Licenses and franchises	Other intangible assets	Total
Cost							
Cost at January 1, 2019	134,700	3,770,722	550,078	34,498	31,679	6,826	4,528,503
Additions	-	6,835	171,383	-	2,870	23,764	204,852
Disposals	-	(14,820)	(48,292)	-	(807)	(5,567)	(69,486)
Business combination	-	-	155	-	-	-	155
Restatement of assets	1,831	10,690	7,626	-	54	-	20,201
Exchange rate differences	5,870	76,180	(6,154)	1,306	(481)	1,613	78,334

	Acquired brands	Customer-related intangible assets	Software and computer applications	Rights	Licenses and franchises	Other intangible assets	Total
Cost in books at December 31, 2020	142,401	3,849,607	674,796	35,804	33,315	26,636	4,762,559

Accumulated depreciation and impairment

Accumulated amortization and impairment at January 1, 2019	(3,019)	(1,381,386)	(244,552)	(30,825)	(11,715)	-	(1,671,497)
Amortization of the period	-	(199,484)	(88,511)	(4,139)	(3,993)	(286)	(296,413)
Business combination	-	-	(115)	-	-	-	(115)
Restatement of assets	-	(7,001)	-	-	(24)	-	(7,025)
Provisions	-	6,028	25,755	-	258	(250)	31,791
Exchange rate differences	(143)	(24,956)	(3,735)	(840)	433	286	(28,955)
Accumulated amortization and impairment at December 31, 2020	(3,162)	(1,606,799)	(311,158)	(35,804)	(15,041)	(250)	(1,972,214)

Intangible assets other than goodwill at December 31, 2020	139,239	2,242,808	363,638	-	18,274	26,386	2,790,345
--	---------	-----------	---------	---	--------	--------	-----------

	Acquired brands	Customer-related intangible assets	Software and computer applications	Rights	Licenses and franchises	Other intangible assets	Total
--	-----------------	------------------------------------	------------------------------------	--------	-------------------------	-------------------------	-------

Costo

Book cost as of January 01, 2021	142,401	3,849,607	674,796	35,804	33,315	26,636	4,762,559
Additions	-	70	134,462	-	4,751	19,551	158,834
Disposals (-)	-	(4,444)	(73,813)	-	(191)	(5,243)	(83,691)
Business combination	-	-	-	-	-	-	-
Restatement of assets	2,408	10,920	-	-	-	-	13,328
Exchange rate differences	(3,379)	45,071	14,422	3,196	864	(1,532)	58,642
Book cost as of September 30, 2021	141,430	3,901,224	749,867	39,000	38,739	39,412	4,909,672

Accumulated amortization and impairment

Accumulated amortization and impairment at January 1, 2021	(3,162)	(1,606,799)	(311,158)	(35,804)	(15,041)	(250)	(1,972,214)
Amortization of the period	-	(144,203)	(72,962)	-	(1,174)	(230)	(218,569)
Business combination	-	-	-	-	-	-	-
Restatement of assets	-	(5,779)	(2,949)	-	(56)	-	(8,784)
Disposals (-)	-	4,553	48,423	-	(3,484)	(74)	49,418
Exchange rate differences	(350)	(16,854)	(3,773)	(3,196)	109	60	(24,004)
Accumulated amortization and impairment at September 30, 2021	(3,512)	(1,769,082)	(342,419)	(39,000)	(19,646)	(494)	(2,174,153)

Intangible assets other than goodwill at September 30, 2021	137,918	2,132,142	407,448	-	19,093	38,918	2,735,519
---	---------	-----------	---------	---	--------	--------	-----------

The carrying value of trademarks with indefinite useful lives is presented below:

Brands	Country	Valuation currency	Value in local currency	Total
ACG	Argentina	Argentine pesos	79	4,148
Answer	Argentina	Argentine pesos	94	4,915
Seguros Argentina			173	9,063
Hogar Master	Mexico	Mexican pesos	8	1,487
Top driver	Mexico	Mexican pesos	2	372
Seguros México			10	1,859
AFP Capital	Chile	Chilean peso	18	84,067
AFP Integra	Peru	Peruvian Sol	47	42,929

NOTE 13. BONDS ISSUED

Details of the bonds issued are presented below:

Date of issue	Maturity date	Nominal value	Emission rate	Amortized cost		Fair value	
				September 2021	December 2020	September 2021	December 2020
29- Apr -16	29- Apr -26	USD 550 ⁽¹⁾	5.50%	2,127,732	1,887,579	2,307,331	2,171,359
17-Apr-14	17-Apr-24	USD 500 ⁽¹⁾	4.88%	1,933,320	1,649,371	2,023,960	1,890,796
11-Apr-17	14-Apr-27	USD 350 ⁽¹⁾	4.38%	1,355,661	1,274,264	1,421,897	1,359,451
18- May -11	18- May -21	USD 300 ⁽³⁾	+ 5.70%	-	1,036,113	-	1,056,963
22- Jun -16	22- Jun -26	305,622	CPI + 4.09%	304,922	303,611	328,972	341,107
07- May -14	07- May -23	223,361	CPI + 3.80%	225,587	225,388	237,390	239,773
23- Feb -17	23- Feb -22	193,549	7.21%	194,914	194,830	198,194	204,844
23- Feb -17	23- Feb -29	190,936	CPI + 3.58%	191,822	190,551	197,439	207,324
23- Feb -17	23- Feb -24	165,515	CPI + 3.19%	166,587	165,405	173,458	175,936
07- May -14	07- May -30	100,000	CPI + 4.15%	100,903	100,814	106,576	114,201
25- Nov -09	25- Nov -29	98,000	CPI + 5.90%	96,910	96,158	114,682	123,096
25- Nov -09	25- Nov -49	97,500	CPI + 6.98%	95,379	94,752	129,506	151,443
11- Aug -20	11- Aug -23	223,750 ⁽²⁾	IBR + 2.00%	223,868	223,708	226,444	226,124
11- Aug -20	11- Aug -27	296,350 ⁽²⁾	CPI + 3.00%	299,367	297,496	296,599	307,555
22- Jun -16	22- Jun -31	289,235	CPI + 4.29%	288,053	286,920	305,053	328,389
22- Jun -16	22- Jun -23	257,145	CPI + 3.90%	257,206	255,986	271,519	275,647
11- Aug -20	11- Aug -32	180,320 ⁽²⁾	CPI + 3.80%	182,360	181,226	179,236	190,512
11- Aug -20	11- Aug -40	299,580 ⁽²⁾	CPI + 4.20%	303,130	301,247	297,234	322,741
Total bonds issued				8,347,721	8,765,419	8,815,490	9,687,261

¹ Values expressed in millions of dollars.

² On August 11, 2020, Grupo SURA issued ordinary bonds for one trillion Colombian pesos. The proceeds from the placement of the ordinary bonds will be used mainly for the replacement of the financial liabilities of Grupo SURA.

³ On May 18, 2021, the operation of USD 300 million matured, which were paid on that date with resources previously funded with the issuance of bonds and for which investments were made until the payment date (See note 22 Financial Result).

Bonds issued current and non-current are presented below:

	Amortized cost		Fair value	
	September 2021	December 2020	September 2021	December 2020
Current bonds issued	194,914	194,830	198,194	204,844
Non-current bonds issued	8,152,807	8,570,589	8,617,296	9,482,417
Total bonds issued	8,347,721	8,765,419	8,815,490	9,687,261

NOTE 14. PREFERRED SHARES

The movement of the preferred shares as of September 30, 2021 and December 2020 are detailed below:

At December 31, 2019	460,712
Interest accrued	40,764
Interest payments	(40,629)
At December 31, 2020	460,847
Interest accrued (Note 22)	29,623
Interest payments	(30,453)
At September 30, 2021	460,017

NOTE 15. DIVIDENDS PAID AND DECLARED

The General Shareholders Meeting of Grupo SURA held on March 26, 2021, approved the following profit distribution project:

Dividends

An ordinary dividend of six hundred and three pesos (COP\$603.4) per share, on 581,977,548 common and preferred shares.

The dividend declared from occasional reserves with profits generated up to December 31, 2016 for COP\$351,165 per share.

2021				2020					
Dividends declared	N° of shares	Annual ordinary dividend per share in COP\$.	Ordinary dividend balance	N° of shares	Annual ordinary dividend per share in COP\$.	Ordinary dividend balance	Annual ordinary dividend per share in COP\$.	Extraordinary dividend balance	Total dividend declared
Ordinary shares	469,037,260	603.4	283,017	469,037,260	583	273,449	51	23,921	297,370
Preferred shares	112,940,288	603.4	68,148	112,940,288	583	65,844	51	5,760	71,604
Total	581,977,548		351,165	581,977,548		339,293		29,681	368,974

In Colombia, dividends are distributed on the basis of separate financial statements.

The companies comprising Grupo SURA in Colombia are subject to the following restrictions regarding the transfer of profits or development of operations, in accordance with Colombian law:

In compliance with the provisions of the Code of Commerce, corporations must constitute a mandatory legal reserve amounting to at least fifty percent of the subscribed capital, formed with ten percent of the net profits of each fiscal year.

The subsidiaries of Grupo SURA abroad are not restricted from transferring dividends to the parent company, except for the legal reserve mentioned before.

Grupo SURA and its subsidiaries have no significant restrictions on their ability to access or use their assets and settle their liabilities other than those resulting from regulatory frameworks.

NOTE 16. RESERVES FOR SHARE REPURCHASE

On March 27, 2020, the General Shareholders' Meeting authorized the repurchase of shares of the Company for up to three hundred billion Colombian pesos COP \$300,000 for a term of up to three years, counted from that date.

On April 19, 2021 Grupo SURA started the share repurchase program within the framework of the authorization granted by the Shareholders' Meeting of March 27, 2020 and regulated by the Company's Board of Directors on March 26, 2021.

As of September 30, 2021, 1,804,337 common shares and 306.004 preferred shares have been repurchased at a weighted average price of \$19,878 and \$17,856 respectively and for a total amount to date of COP \$41,330 as follows:

	September 2021	December 2020
As of January 01	300,000	-
Establishment of reserve	-	300,000
Common stock repurchases	(35,913)	-
Repurchase of preferred stock	(5,417)	-
Closing Balance	258,670	300,000

NOTE 17. OTHER COMPREHENSIVE INCOME

The other comprehensive income by concept as of September 30, 2021 and 2020 is presented below:

September 2021

Concept	December 2020	Movement for the period	September 2021	Non-controlling interest other comprehensive income	Total Other comprehensive income
Gain on revaluation of assets ¹	216,590	4,926	221,516	1,140	6,066
New defined benefit plan measures	(15,690)	185	(15,505)	42	227
Gain (loss) from investments in equity instruments	13,954	3,908	17,862	(5,677)	(1,769)
(Loss) gain Exchange difference on conversion ²	1,572,829	96,252	1,669,081	21,028	117,280
Gain (loss) on cash flow hedges	6,557	75,307	81,864	11,311	86,618
Gain (loss) on derivative hedges of net investments in foreign operations	(95,420)	56,813	(38,607)	11,155	67,968
Share of other comprehensive income of associates and joint ventures accounted for using the equity method ³	1,207,487	389,466	1,596,953	340	389,806
Total comprehensive income	2,906,307	626,857	3,533,164	39,339	666,196

September 2020

Concept	December 2019	Movement for the period	September 2020	Non-controlling interest other comprehensive income	Total Other comprehensive income
Gain on revaluation of assets ¹	221,354	(3,413)	217,941	(795)	(4,208)
New defined benefit plan measures	(17,237)	4,006	(13,231)	97	4,103
Gain (loss) from investments in equity instruments	1,344	(913)	431	1,094	181
(Loss) gain Exchange difference on conversion ²	1,137,693	962,135	2,099,828	188,590	1,150,725
Gain (loss) on cash flow hedges	33,695	21,409	55,104	4,455	25,864
Gain (loss) on derivative hedges of net investments in foreign operations	(49,227)	(113,018)	(162,245)	(22,208)	(135,226)
Share of other comprehensive income of associates and joint ventures accounted for using the equity method ³	1,096,985	503,533	1,600,518	1,325	504,858
Total comprehensive income	2,424,607	1,373,739	3,798,346	172,558	1,546,297

¹ The component of other comprehensive income from revaluation of assets corresponds to gains from the valuation at fair value of real estate properties measured under the revaluation model.

² The conversion differences component represents the cumulative amount of exchange differences arising from the translation to the presentation currency of Grupo SURA of the results and net assets of foreign operations. The cumulative translation differences are

reclassified to profit or loss for the period, partially or in full, when the foreign operation is disposed of.

³ The component accounts for the changes in equity in investments in associated companies and joint ventures in the application of the equity method (see detail in Note 11. Investments accounted for using the equity method).

NOTE 18. NON-CONTROLLING INTEREST

The following table shows summarized financial information as of September 2021 and December 2020, of the main subsidiaries of Grupo SURA that have significant non-controlling interests.

Financial information before eliminations of related party transactions is presented below:

	Suramericana S.A. and subsidiaries		Sura Asset Management S.A. and subsidiaries	
	September 2021	December 2020	September 2021	December 2020
Main domicile	Colombia		Colombia	
% Non-controlling interest	18.87%	18.87%	16.42%	16.42%
Ordinary income	14,494,246	17,030,231	2,702,338	3,435,343
Income from continuing operations	4,011	211,431	518,822	432,670
Income from discontinued operations	-	-	6,128	(1,289)
Other comprehensive income	93,154	51,515	130,991	370,468
Comprehensive income	97,165	262,946	655,941	801,849
Assets	31,626,451	30,541,226	20,243,380	19,881,315
Liabilities	26,612,770	25,468,379	10,359,052	10,377,655
Equity	5,013,681	5,072,847	9,884,328	9,503,660
Dividends paid to non-controlling interests		41,517		54,032

The contribution of the main companies to the consolidated financial statements of Grupo SURA that have significant non-controlling interests is presented below:

	Suramericana S.A. and Subsidiarias		Sura Asset Management S.A. and Subsidiarias		Otras		Grupo SURA and Subsidiarias	
	September 2021	December 2020	September 2021	December 2020	September 2021	December 2020	September 2021	December 2020
Non-controlling income	930	40,002	86,716	71,474	(377)	(363)	87,269	111,113
Total comprehensive income	18,975	49,982	107,951	133,352	(318)	16	126,608	183,350
Equity	932,223	873,312	1,436,878	1,364,229	4,936	4,889	2,374,037	2,242,430
Total non-controlling interests equity	952,128	963,296	1,631,545	1,569,055	4,241	4,542	2,587,914	2,536,893

NOTE 19. OPERATING SEGMENTS

19.1. Reportable segments

The operating segments of the Group have been defined as the companies, consolidation groups and the holding company that manage the operations of the following activities:

Grupo SURA:

This segment includes holding companies whose main objective is the acquisition of investment vehicles.

Suramericana (Insurance SURA):

It includes companies engaged in the coverage of risks, in charge of guaranteeing or indemnifying all or part of the loss caused by the occurrence of certain accidental situations.

- 1.1. Life Insurance: Companies in charge of covering risks against the individual are classified in this segment.
- 1.2. Non-life insurance: Insurance companies covering risks other than personal injury are classified in this segment.
- 1.3. Health Insurance: Includes companies engaged in the provision of mandatory and complementary health services.

Sura Asset Management:

Includes companies engaged in the administration of funds, responsible for the administration of contributions made by employees in individual mandatory savings accounts and their voluntary contributions.

- 1.1. Mandatory fund management: Its main activity refers to the collection and management of contributions made by employees in individual mandatory savings accounts and, in turn, the management and payment of benefits established by the pension system.
- 1.2. Voluntary fund management: its main activity is focused on voluntary pension savings, life annuities, among others.

Others:

Includes companies engaged in the sale of services, marketing of products, solutions in telecommunications, information processing services, and other services not directly related to the business strategy but which are complementary to the portfolio service offering.

The highest authority in operating decision making in the segments in Grupo SURA are the financial vice presidents of the subsidiaries and Grupo SURA, who is responsible for monitoring

the operating results of the operating segments separately in order to make decisions on the allocation of resources and evaluate the segments performance.

Segment performance is evaluated on the basis of pre-tax operating profit or loss and is measured consistently with operating profit or loss in the consolidated financial statements.

19.2. Information about operating segments

Consolidated Income Statement at September 30, 2021 by Segment

September 2021	Grupo Sura	Suramericana and Subsidiaries	Sura Asset Management and Subsidiaries	Others	Eliminations and adjustments	Total
Continuing operations						
Income						
Insurance premiums	-	10,912,635	438,881	-	(5,453)	11,346,063
Premiums for health services	-	4,522,518	-	13,033	(617)	4,534,934
Premiums issued	-	15,435,153	438,881	13,033	(6,070)	15,880,997
Premiums ceded in reinsurance	-	(2,530,497)	(4,608)	-	1	(2,535,104)
Retained premiums (net)	-	12,904,656	434,273	13,033	(6,069)	13,345,893
Net production reserves	-	89,775	(281,070)	-	-	(191,295)
Retained earned premiums	-	12,994,431	153,203	13,033	(6,069)	13,154,598
Return on investments	3,218	595,419	302,336	(261)	-	900,712
Net gain on investments at fair value	(1,966)	203,496	78,077	70,375	228	350,210
Commission Income	-	438,251	1,969,157	304	(1,708)	2,406,004
Provision of Services	-	55,085	29	122,296	(226)	177,184
Gains from equity method	684,133	(2,960)	119,849	(1,187)	184,819	984,654
Gains from sales of investments	102	(17,598)	39,370	(13,920)	-	7,954
Other income	2	228,122	40,317	2,621	(404)	270,658
Total income	685,489	14,494,246	2,702,338	193,261	176,640	18,251,974
Costs and expenses						
Insurance claims	-	(6,081,578)	(397,164)	-	2,668	(6,476,074)
Health service claims	-	(4,210,599)	-	(10,141)	22	(4,220,718)
Total claims	-	(10,292,177)	(397,164)	(10,141)	2,690	(10,696,792)
Reimbursement of claims	-	1,118,731	-	-	-	1,118,731
Retained claims	-	(9,173,446)	(397,164)	(10,141)	2,690	(9,578,061)
Expenses for commissions to intermediaries	-	(2,082,267)	(916)	-	116	(2,083,067)
Insurance costs and expenses	-	(896,718)	(360,536)	129	177	(1,256,948)
Costs of provision of services	-	(132,337)	-	(122,833)	(262)	(255,432)
Administrative expenses	(27,196)	(864,400)	(394,564)	(15,047)	34,248	(1,266,959)
Employee benefits	(19,761)	(888,839)	(367,698)	(20,517)	908	(1,295,907)
Fees	(9,500)	(131,623)	(76,614)	(925)	7,233	(211,429)
Depreciation and amortization	(1,636)	(163,733)	(221,579)	(11,628)	(3)	(398,579)
Other expenses	-	(2,151)	(18,639)	(228)	1	(21,017)
Total costs and expenses	(58,093)	(14,335,514)	(1,837,710)	(181,190)	45,108	(16,367,399)
Operating profit	627,396	158,732	864,628	12,071	221,748	1,884,575
Financial Results	(259,066)	(78,217)	(66,415)	(1,822)	(1)	(405,521)

September 2021	Grupo Sura	Suramericana and Subsidiaries	Sura Asset Management and Subsidiaries	Others	Eliminations and adjustments	Total
Income from continuing operations before income tax	368,330	80,515	798,213	10,249	221,747	1,479,054
Provision for income tax	(10,180)	(76,507)	(279,390)	(1,260)	-	(367,337)
Net gains, continued operations	358,150	4,008	518,823	8,989	221,747	1,111,717
Net gains, discontinued operations	-	-	6,128	-	-	6,128
Net income	358,150	4,008	524,951	8,989	221,747	1,117,845
Net income attributable to controlling shareholders	358,150	3,795	524,347	9,589	134,694	1,030,575
Net income attributable to non-controlling interest	-	213	604	(600)	87,053	87,270

Consolidated Income Statement at September 30, 2020 by Segment

September 2020	Grupo Sura	Suramericana and Subsidiaries	Sura Asset Management and Subsidiaries	Others	Eliminations and adjustments	Total
Continuing operations						
Income						
Insurance premiums	-	10,128,515	446,414	-	(3,532)	10,571,397
Premiums for health services	-	3,369,327	-	13,561	(37)	3,382,851
Premiums issued	-	13,497,842	446,414	13,561	(3,569)	13,954,248
Premiums ceded in reinsurance	-	(2,407,244)	(6,249)	-	-	(2,413,493)
Retained premiums (net)	-	11,090,598	440,165	13,561	(3,569)	11,540,755
Net production reserves	-	91,227	(22,167)	-	1	69,061
Retained earned premiums	-	11,181,825	417,998	13,561	(3,568)	11,609,816
Return on investments	4,916	609,979	116,583	(1,387)	(1)	730,090
Net gain on investments at fair value	1,558	318,520	43,101	(38)	221	363,362
Commission Income	-	378,706	1,701,192	722	(1,503)	2,079,117
Sale of Services	-	58,034	-	128,794	(30)	186,798
Gains from equity method	1,130,540	(501)	74,449	(99)	(866,509)	337,880
Gains from sales of investments	-	3,011	1,717	(1,643)	-	3,085
Other income	438	213,338	17,593	2,698	(227)	233,840
Total income	1,137,452	12,762,912	2,372,633	142,608	(871,617)	15,543,988
Costs and expenses						
Insurance claims	-	(5,103,855)	(414,964)	-	2,032	(5,516,787)
Health service claims	-	(3,149,059)	-	(8,635)	238	(3,157,456)
Total claims	-	(8,252,914)	(414,964)	(8,635)	2,270	(8,674,243)
Reimbursement of claims	-	1,081,176	-	-	-	1,081,176
Retained claims	-	(7,171,738)	(414,964)	(8,635)	2,270	(7,593,067)
Expenses for commissions to intermediaries	-	(2,149,825)	(21,091)	-	196	(2,170,720)
Insurance costs and expenses	-	(814,554)	(319,379)	(393)	46	(1,134,280)
Costs of provision of services	-	(118,635)	-	(127,871)	1	(246,505)
Administrative expenses	(25,471)	(813,354)	(346,158)	(13,084)	29,997	(1,168,070)

September 2020	Grupo Sura	Suramericana and Subsidiaries	Sura Asset Management and Subsidiaries	Others	Eliminations and adjustments	Total
Employee benefits	(25,254)	(867,955)	(317,909)	(18,028)	738	(1,228,408)
Fees	(5,726)	(118,432)	(95,015)	(816)	6,745	(213,244)
Depreciation and amortization	(1,598)	(175,104)	(203,306)	(11,293)	(1)	(391,302)
Other expenses	-	(9,025)	(16,378)	(42)	(3)	(25,448)
Total costs and expenses	(58,049)	(12,238,622)	(1,734,200)	(180,162)	39,989	(14,171,044)
Operating profit	1,079,403	524,290	638,433	(37,554)	(831,628)	1,372,944
Financial Results	(394,846)	(90,408)	(143,834)	(3,779)	1	(632,866)
Income from continuing operations before income tax	684,557	433,882	494,599	(41,333)	(831,627)	740,078
Provision for income tax	27,262	(131,874)	(230,336)	(481)	1	(335,428)
Net gains continuous operations	711,819	302,008	264,263	(41,814)	(831,626)	404,650
Net gains from discontinued operations	-	-	(7,072)	-	-	(7,072)
Net income	711,819	302,008	257,191	(41,814)	(831,626)	397,578
Net income attributable to controlling shareholders	711,819	301,626	256,661	(41,496)	(930,825)	297,785
Net income attributable to non-controlling interest	-	382	530	(318)	99,199	99,793

Consolidated Statement of Financial Position as of September 30, 2021 by Segment

September 2021	Grupo Sura	Suramericana and Subsidiaries	Sura Asset Management and Subsidiaries	Others	Eliminations and adjustments	Total
Assets						
Investments	10,130,021	15,148,500	8,934,344	(134,423)	(9,812,797)	24,265,645
Assets under insurance contracts	-	4,228,343	-	-	(45)	4,228,298
Assets under reinsurance contracts	-	5,361,166	3,267	-	-	5,364,433
Investments in associated companies and joint ventures	14,429,203	9,185	1,462,144	19,502	4,995,154	20,915,188
Goodwill	-	596,441	4,268,302	24,950	1,767	4,891,460
Other assets	2,986,604	6,282,816	5,575,325	238,450	(2,158,800)	12,924,395
Total assets	27,545,828	31,626,451	20,243,382	148,479	(6,974,721)	72,589,419
Liabilities						
Financial liabilities	537,805	344,297	1,905	16,948	33	900,988
Liabilities under insurance contracts	-	20,971,641	4,666,826	-	(71)	25,638,396
Other accounts payable and accounts payable to related parties	240,621	1,403,202	747,423	27,508	(214,183)	2,204,571
Issued bonds and preferred shares	4,668,576	850,181	3,288,981	-	-	8,807,738
Other liabilities	308,701	3,043,449	1,653,919	67,589	17	5,073,675
Total liabilities	5,755,703	26,612,770	10,359,054	112,045	(214,204)	42,625,368
Total equity	21,790,125	5,013,681	9,884,328	36,434	(6,760,517)	29,964,051
Total equity and liabilities	27,545,828	31,626,451	20,243,382	148,479	(6,974,721)	72,589,419

Consolidated Statement of Financial Position as of December 31, 2020 by Segment

December 2020	Grupo Sura	Suramericana and Subsidiaries	Sura Asset Management and Subsidiaries	Others	Eliminations and adjustments	Total
---------------	------------	-------------------------------	--	--------	------------------------------	-------

Assets						
Investments	10,518,584	14,407,093	8,805,585	(199,133)	(9,604,666)	23,927,463
Assets under insurance contracts	-	4,498,134	-	-	(81)	4,498,053
Assets under reinsurance contracts	-	4,788,680	3,400	-	(1)	4,792,079
Investments in associated companies and joint ventures	14,429,203	3,755	1,382,885	18,828	4,001,604	19,836,275
Goodwill	-	570,595	4,270,708	24,950	1,767	4,868,020
Other assets	3,163,127	6,272,969	5,418,736	242,612	(2,159,200)	12,938,244
Total assets	28,110,914	30,541,226	19,881,314	87,257	(7,760,577)	70,860,134
Liabilities						
Financial liabilities	572,954	395,185	515,395	18,748	1	1,502,283
Liabilities under insurance contracts	-	19,807,858	4,574,176	-	(222)	24,381,812
Other accounts payable and accounts payable to related parties	131,130	1,530,016	696,845	28,228	(7,548)	2,378,671
Issued bonds and preferred shares	5,456,115	846,517	2,923,635	-	(1)	9,226,266
Other liabilities	208,642	2,888,804	1,667,604	64,328	(1)	4,829,377
Total liabilities	6,368,841	25,468,380	10,377,655	111,304	(7,771)	42,318,409
Total equity	21,742,073	5,072,846	9,503,659	(24,047)	(7,752,806)	28,541,725
Total equity and liabilities	28,110,914	30,541,226	19,881,314	87,257	(7,760,577)	70,860,134

Intersegment revenues are eliminated in consolidation and are reflected in the "eliminations" column.

19.3. Geographical information

Grupo SURA presents investments in the following countries: Colombia, Chile, Argentina, Brazil, El Salvador, Mexico, Panama, Peru, Dominican Republic, and Uruguay.

The following table shows the distribution of income by geographic area:

	Accumulated		Quarter	
	September 2021	September 2020	September 2021	September 2020
Colombia	11,718,622	9,382,230	4,222,042	3,217,162
Chile	2,410,373	2,110,804	864,533	701,121
Mexico	1,548,263	1,423,183	559,021	485,488
Argentina	764,213	794,585	297,764	290,153
Panama	415,693	416,717	154,515	155,842
El Salvador	338,265	361,722	117,590	116,335
Peru	314,849	295,752	100,995	123,845
Brazil	299,070	323,087	116,002	102,901
Uruguay	276,807	274,278	98,506	94,634
Dominican Republic	149,563	158,344	54,445	50,092
Bermuda	16,256	3,286	10,135	9,931
Total	18,251,974	15,543,988	6,595,548	5,347,504

As of September 2021, and 2020, the Group has no customers representing 10% or more of consolidated revenues.

The following table shows the distribution of assets by geographic area:

	September 2021	December 2020
Colombia	56,496,339	53,424,254
Chile	8,643,106	9,867,233
Mexico	2,364,804	1,986,916
Argentina	1,564,747	1,330,677
Panama	821,311	728,963
Brazil	795,119	763,393
El Salvador	691,756	677,938
Uruguay	485,527	397,079
Dominican Republic	446,187	472,793
Peru	215,468	1,160,111
Bermuda	65,055	50,777
Total	72,589,419	70,860,134

The following table shows net income (loss) by geographic area:

	Accumulated		Quarter	
	September 2021	September 2020	September 2021	September 2020
Colombia	375,807	(267,711)	143,244	(30,963)
Chile	302,434	217,583	136,016	41,820
Mexico	269,441	244,857	98,190	94,099
Peru	83,662	56,849	27,116	37,538
Panama	61,716	43,096	29,638	11,187
Uruguay	16,337	26,310	1,932	11,662
Argentina	7,742	61,062	5,645	8,075

	Accumulated		Quarter	
	September 2021	September 2020	September 2021	September 2020
Dominican Republic	6,637	21,439	2,476	1,826
El Salvador	4,718	230	(53)	(15,605)
Bermuda	1,017	1,003	321	498
Brazil	(11,666)	(7,140)	947	(7,855)
Total	1,117,845	397,578	445,472	152,282

NOTE 20. COMMISSION INCOME AND EXPENSES

20.1. Commission income

Commission income for Grupo SURA is detailed below:

	Accumulated		Quarter	
	September 2021	September 2020	September 2021	September 2020
Management of mandatory pension funds	1,665,196	1,483,681	576,120	513,769
Gains on disposals	428,146	368,253	146,598	138,649
Others ¹	243,013	131,448	132,962	47,447
Management of voluntary pension funds	60,558	86,542	(25,439)	23,846
Profit sharing from reinsurance companies	3,638	6,711	2,833	(1,147)
Reinsurance income/cancellations	2,902	17	886	-
Insurance commission income	2,551	2,465	2,486	2,463
Total	2,406,004	2,079,117	836,446	725,027

¹Includes mainly income from the administration of client portfolios received.

20.2. Expenses for commissions paid to intermediaries

The detail of commissions paid to intermediaries is presented below:

	Accumulated		Quarter	
	September 2021	September 2020	September 2021	September 2020
Property and casualty insurance	(641,903)	(579,761)	(227,368)	(191,947)
Deferred acquisition cost (DAC) (Note 10)	(605,951)	(704,479)	(206,159)	(215,516)
Insurance administration	(324,566)	(280,992)	(116,098)	(99,740)
Profit Sharing	(140,464)	(233,054)	(31,386)	(71,343)
Commissions	(126,839)	(139,448)	(39,950)	(45,264)
Occupational risk insurance	(65,948)	(56,422)	(22,737)	(18,532)
Employee benefits	(53,559)	(51,338)	(19,357)	(16,851)
Collection commissions (collection)	(50,891)	(46,025)	(14,769)	(12,747)
Intermediation commissions	(17,298)	(13,591)	(6,369)	(5,709)
Social security insurance	(11,994)	(10,752)	(4,458)	(3,609)
Sales and service commissions	(8,680)	(7,645)	(2,762)	(2,632)
Commission for data processing and collection of contributions	(7,472)	(6,977)	(2,217)	(2,447)
Profit sharing Advisors	(7,010)	-	(7,010)	-
Mandatory insurance	(6,130)	(6,521)	(1,962)	(2,729)
Advisor bonuses	(6,083)	(26,284)	(1,300)	(11,875)
Rebates paid	(5,195)	(4,806)	(1,709)	(1,628)
Accepted coinsurance	(2,571)	(1,324)	(943)	(597)
Acceptance fees	(513)	(1,301)	(128)	(1,844)
Total	(2,083,067)	(2,170,720)	(706,682)	(705,010)

NOTE 21. ADMINISTRATIVE EXPENSES

The administrative expenses of Grupo SURA as of September 30, 2021 and 2020 are detailed below:

	Accumulated		Quarter	
	September 2021	September 2020	September 2021	September 2020
Taxes	(243,388)	(228,880)	(86,136)	(73,843)
Others *	(181,631)	(186,752)	(72,209)	(73,204)
Maintenance and repairs	(170,483)	(130,353)	(62,614)	(41,410)
Temporary services	(131,866)	(97,221)	(45,258)	(36,724)
Advertising	(124,740)	(112,519)	(48,201)	(45,804)
Utilities	(95,430)	(90,473)	(32,194)	(30,480)
Contributions	(81,025)	(65,360)	(29,863)	(24,370)
Electronic data processing	(50,939)	(42,820)	(26,783)	(14,027)
Travel and representation expenses	(46,353)	(64,117)	(15,914)	(26,662)
Commissions	(41,233)	(39,238)	(12,481)	(13,399)
Insurance	(27,657)	(17,067)	(3,913)	(2,429)
Cost of sales	(24,539)	(28,341)	(7,096)	(6,281)
Leases	(17,000)	(16,985)	(5,443)	(6,595)
Legal	(16,390)	(33,265)	(5,173)	(9,289)
Supplies and stationery	(14,285)	(14,679)	(4,658)	(3,375)
Total	(1,266,959)	(1,168,070)	(457,936)	(407,892)

(*) Correspond mainly to expenses for cleaning and security services, transportation services and subscriptions, public relations expenses and donations.

NOTE 22. FINANCIAL RESULT

The financial income and expenses of Grupo SURA and its subsidiaries as of September 30, 2021 and 2020 are detailed below:

	Accumulated		Quarter	
	September 2021	September 2020	September 2021	September 2020
Earnings at fair value – Derivatives ⁽¹⁾	(3,695)	229,135	5,188	61,308
Exchange difference (net) ⁽²⁾	138,166	(303,131)	60,346	(87,150)
Interests ⁽³⁾	(539,992)	(558,870)	(175,725)	(179,429)
Total	(405,521)	(632,866)	(110,191)	(205,271)

(1) Corresponds to the valuation of trading derivatives.

(2) Corresponds to difference in net exchange for financial liabilities. Includes the application of hedge accounting. (See Note 7 Derivative instruments).

(3) Below is a detail of interest as of the reporting date:

	Accumulated		Quarter	
	September 2021	September 2020	September 2021	September 2020
Operational risk	-	3,294	-	3,294
Bond issued ⁽⁴⁾	(359,603)	(373,421)	(124,294)	(122,236)
Hedging operations	(87,609)	(62,640)	(22,307)	(19,930)
Preferred shares (Note 14)	(29,623)	(30,515)	(10,176)	(10,246)
Financial leasing	(26,305)	(30,362)	(8,605)	(10,375)
Bank loans	(24,996)	(56,164)	(7,160)	(16,479)

	Accumulated		Quarter	
	September 2021	September 2020	September 2021	September 2020
Others	(11,604)	(8,491)	(2,991)	(3,409)
Repo operations	(252)	(571)	(192)	(48)
Total	(539,992)	(558,870)	(175,725)	(179,429)

⁽⁴⁾ The interest expense is offset by \$3,771 million from the yield of the invested portfolio resulting from the bond issue made in the previous year, the balance of which was used to pay the maturity of the US dollar bonds in May 2021 (See Note 13 Bonds Issued).

NOTE 23. EARNINGS PER SHARE

Basic earnings for share are calculated by dividing profit and loss, attributable to Shareholders, by the number of outstanding shares, during the year.

The calculation of basic earnings per share is detailed below:

	Accumulated		Quarter	
	September 2021	September 2020	September 2021	September 2020
Profit, net	1,117,845	397,578	445,472	152,282
Non-controlling profit	87,270	99,793	37,152	23,946
Profit of controlling shareholder	1,030,575	297,785	408,320	128,336
Profit, net of discontinued operations	6,128	(7,072)	1,282	5,414
Profit, net of non-controlling discontinued operations	1,006	(1,161)	211	889
Discontinued SURA AM	1,006	(1,161)	211	889
Profit, net from discontinued operations of controlling shareholder	5,122	(5,911)	1,071	4,525
Less: Preferred dividends declared - Preferred shares interest	(67,964)	(65,844)	(16,991)	(16,461)
Plus: Preferred stock interest expense (Note 14) ¹	29,623	30,515	10,176	10,246
Less: Undistributed earnings to preferred stockholders ²	(151,172)	(10,645)	(67,599)	(13,627)
Profit corresponding to ordinary continuing operations	835,941	257,722	332,835	103,969
Ordinary shares ³	467,232,923	469,037,260	467,232,923	469,037,260
Earnings per share from continuing operations	1,789	549	712	222
Earnings per share discontinued operations	11	(13)	2	10

¹ It corresponds to the minimum guaranteed dividend of the preferred shares caused as an expense during the period.

² Corresponds to the portion of the parent company's income attributable to preferred shares that has not been declared as a dividend. There is a variation due to the repurchase of preferred shares of 306.004. See note 16 reserves for share repurchase.

³ The number of common shares is reduced by the repurchase during the period of 1,804,337 shares. See note 16 reserves for share repurchase.

NOTE 24. RISK MANAGEMENT OBJECTIVES AND POLICIES

The following information describes the main characteristics of the Risk Management System Governance Framework in the Companies of the Business Group and some definitions in relation to the Conglomerates Law. Likewise, the most relevant risks to which the Companies are exposed are analyzed, taking into account their characteristics, complexity, business dimension, and the particularities that arise in the geographies where they develop their economic activities.

Governance Framework

For Grupo Empresarial SURA, risk management is a dynamic and interactive process, framed within the internal control system, aimed at supporting the achievement of the strategic objectives and sustainability of the Companies. The Risk Management System allows making strategic, administrative and operational decisions, aimed at creating value, not only maximizing revenues under tolerable risk levels, but also understanding global trends and the internal context of the Companies, creating the relevant control mechanisms and ensuring the sustainability and continuity of the business in the long term.

Grupo SURA, as a parent company, is exposed to its own risks as well as those derived from its investments. It is for this reason that it has framework guidelines for risk management that allow articulating the Companies to generate value through their interaction and face the new challenges and opportunities of a changing environment.

The Board of Directors, its Committees and the Senior Management of each of the Companies are responsible for an adequate Risk Management System and for making decisions based on an understanding of the opportunities and risks involved in each strategic issue. These responsibilities are complemented by an organizational structure, policies and manuals, which seek consistency and feedback with the organizational risk strategy.

Grupo SURA has adequate communication and interaction mechanisms to follow up on the Group's risk profile and management, including, among others, participation in Boards of Directors, Committees and joint spaces to share best practices, make reports and execute projects.

In addition to the existing risk management system, the Conglomerates Law issued on September 21, 2017, imparts new obligations for Grupo SURA as Financial Holding Company of the Conglomerate in terms of risk management. The scope of this system covers not only the Business Group but also all the Companies that make up the Financial Conglomerate. This regulation seeks to develop a Risk Management Framework for the SURA-Bancolombia Financial Conglomerate (FC), emphasizing the development of guidelines to define the risk appetite, adequate level of capital and the management of strategic, contagion, concentration and reputational risks.

Actions taken in response to the COVID-19 pandemic

It is important to highlight that each Company of the Business Group has a Business Continuity Plan designed with the purpose of maintaining the operation of its critical activities in the event of interruption scenarios. These systems allow establishing measures to preserve an adequate level of operation during these events with all its stakeholders, including customer service, investor relations

functions, accounting closing, consolidation and transmission of financial information, publication of relevant information and regulatory compliance, among others.

With the objectives of preserving the operation of critical business activities and protecting the health of employees, the activation of the remote work scheme for employees was established as a general measure, except for those who, due to the nature of their functions, must attend the respective facilities to provide services to customers. Similarly, all the necessary work has been carried out to ensure the protection of the health of employees and, in turn, of the information, maintaining the controls and security schemes defined to mitigate the cybersecurity risks to which the Companies may be exposed.

As an alternative measure to remote work, some companies have developed voluntary pilot tests for the return to the offices, complying with the biosafety measures and recommendations provided by the Labor Risks Administrators and other regulatory entities, which have shown positive results as no contagions have been reported to date.

Additionally, it is important to mention that the implementation of the business continuity plan in the Companies has allowed them to adequately solve the impacts derived from events of different nature that could threaten the continuity of the operation and the fulfillment of their obligations. To date, there has been no evidence of materialization of risks with significant impacts in any of the companies.

Financial Risk

The Business Group has management systems that allow it to monitor exposure to the different financial risks (credit, liquidity and market risks) from treasury management, investment portfolios and the responsibility for managing third party portfolios.

1. Credit risk

Credit risk management seeks to reduce the probability of incurring losses derived from the non-compliance of financial obligations contracted by third parties with the Companies.

For the quarter in question, there were no material impacts on this risk in the Companies in the context of COVID-19. The effects that did occur in the businesses will be mentioned later in this chapter. In any case, and as measures are adopted by the governments, the evolution of accounts receivable, portfolio turnover and potential devaluations in other assets will continue to be evaluated to capture the effects derived from the quarantines, such as: arrears in accounts receivable from customers, relief measures taken by the company and updates of impairment percentages. Additionally, we will continue to closely monitor the development of regulatory changes in El Salvador, including Bitcoin, and the potential impacts they may have on the businesses of Grupo SURA.

1.1. Risk management objectives and policies

Credit risk management seeks to reduce the probability of incurring losses derived from non-compliance with financial obligations contracted by third parties with the Companies. To this end, policies and procedures have been defined to facilitate the analysis and follow-up of issuers and counterparties, from the resources managed in the treasury, the insurance companies' portfolios and third parties' funds, in order to mitigate the Companies' exposure.

1.2. Methods used to measure risk

In the treasury departments of Grupo SURA, Suramericana and SURA Asset Management, risk mitigation policies provide guidelines to ensure that investments are always backed by issuers and/or managers with adequate credit backing.

For their part, the insurance companies, from the management of their portfolios made up of profitable and liquid assets, which back their technical reserves, manage credit risk based on policies for the allocation of quotas, limits and controls, as well as methodologies and procedures that are adjusted to the different assets in the portfolio and allow the quantification and monitoring of the evolution of this risk. These methodologies contemplate detailed analyses of the financial strengths and conditions, and of different qualitative aspects of the issuers and investment fund managers.

Similarly, in the third-party resources management activity, and in compliance with its fiduciary duty, the management of the funds includes a due diligence process to the issuers, counterparties and fund managers in which their resources are invested.

1.3. Description of the objectives, policies, and processes for risk management

During the quarter there were no relevant changes in the policies and processes for credit risk management.

1.4. Summary of quantitative data on risk exposure of the entity

Exposures of resources administered in the treasury:

At the end of the quarter, the Companies' cash investments are mostly concentrated in liquid collective portfolios managed by high credit quality managers, savings accounts and checking accounts.

As of September 2021, the portfolios of Suramericana's and SURA AM's insurance companies are distributed as follows:

Assets Fixed Income by Credit Rating 3Q 21 (International Scale)

Sovereign Rating*	Suramericana									SURA AM		
	Argentina	Brazil	Chile	Colombia	El Salvador	Mexico	Panama	Dom. Rep	Uruguay	Bermuda	Chile	Mexico
	CCC	BB-	A	BB+	B-	BBB-	BBB-	BB-	BBB-	A	A+	BBB
Government	62%	49%	25%	22%	13%	70%	6%	48%	60%	0%	30.5%	0%
AAA	0%	0%	0%	2%	2%	0%	0%	0%	0%	0%	0%	0%
AA+	0%	0%	0%	0%	0%	0%	2%	0%	0%	0%	0%	0%
AA	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
AA-	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
A+	0%	0%	0%	0%	0%	0%	1%	0%	7%	0%	11.9%	0%
A	0%	0%	38%	2%	1%	0%	0%	0%	0%	0%	7.2%	0%
A-	0%	0%	4%	0%	0%	0%	0%	0%	2%	0%	22.0%	0%
BBB+	0%	0%	14%	1%	0%	0%	2%	0%	12%	0%	19.0%	0%
BBB	0%	0%	10%	0%	0%	0%	0%	0%	11%	0%	5.0%	0%
BBB-	0%	0%	1%	0%	0%	20%	15%	0%	8%	0%	3.3%	0%
BB+	0%	0%	1%	48%	0%	2%	0%	0%	0%	100%	1.0%	0%
BB	0%	0%	0%	14%	0%	3%	12%	0%	0%	0%	0%	0%
BB-	0%	51%	4%	1%	0%	5%	0%	0%	0%	0%	0%	0%
Others	38%	0%	3%	10%	84%	0%	62%	52%	0%	0%	0.1%	0%
Total	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%	0%

Assets Fixed Income by Credit Rating 2Q 21 (International Scale)

Sovereign Rating	Suramericana										SURA AM	
	Argentina	Brazil	Chile	Colombia	El Salvador	Mexico	Panama	Dom. Rep	Uruguay	Bermuda	Chile	Mexico
	CCC+	BB-	A+	BBB-	B-	BBB	BBB	BB-	BBB	A	A+	BBB
Government	64%	67%	20%	21%	19%	71%	6%	51%	53%	0%	30.6%	0%
AAA	0%	0%	0%	0%	2%	0%	0%	0%	0%	0%	0%	0%
AA+	0%	0%	0%	0%	0%	0%	2%	0%	0%	0%	0%	0%
AA	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
AA-	0%	0%	0%	2%	0%	0%	0%	0%	0%	0%	0%	0%
A+	0%	0%	0%	1%	0%	0%	1%	0%	7%	0%	12.3%	0%
A	0%	0%	34%	1%	1%	0%	0%	0%	0%	0%	7.7%	0%
A-	0%	0%	6%	1%	0%	0%	0%	0%	1%	0%	19.1%	0%
BBB+	0%	0%	16%	0%	0%	0%	2%	0%	11%	0%	20.3%	0%
BBB	0%	0%	9%	0%	0%	0%	0%	0%	14%	0%	5.5%	0%
BBB-	0%	0%	4%	3%	0%	20%	10%	0%	14%	0%	2.9%	0%
BB+	0%	0%	1%	48%	0%	2%	0%	0%	0%	100%	1.6%	0%
BB	0%	0%	0%	13%	0%	2%	12%	0%	0%	0%	0%	0%
BB-	0%	33%	5%	1%	0%	4%	4%	0%	0%	0%	0%	0%
Others	36%	0%	5%	9%	78%	1%	63%	49%	0%	0%	0.02%	0%
Total	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%	0%

1.5. Description of changes in risk exposure

During the third quarter of 2021, the general credit risk situation in terms of issuers of the investment portfolio did not present significant changes with respect to what was evidenced during the third quarter of the current year. The above, taking into account that the portfolio is diversified in issuers with a good credit quality and high operational soundness that has allowed them to remain stable in the midst of the pandemic. However, the situation being experienced in the Chinese real estate market is highlighted, which could represent contagion scenarios in the rest of the economies. When making a first diagnosis in this regard, it was determined that Suramericana has no direct exposure to this sector; however, in the event of a crisis in China, there could be contagion effects and economic effects in the economies of Brazil and Chile.

Currently the countries in which we have financial instruments classified as amortized cost are: Colombia, Dominican Republic, El Salvador, Panama and Chile, in which we permanently monitor to determine in a timely manner any impact on investment portfolios and financial statements associated with downgrades in the credit rating of issuers, this through structured impairment models. Securities classified at market value permanently incorporate the effects of quotation and fluctuations in interest rates, therefore, they do not imply additional effects associated with the prospective impairment analysis. However, as a consequence of the downgrade in the credit rating of the issuers, for those securities classified at market value with changes in the OCI, the company may reflect negative impacts in the results of the period associated with an estimated impairment.

From the point of view of credit risk management, and in order to achieve an even more structured and continuous follow-up, during the remainder of 2021 adjustments will continue to be made to the management processes and credit risk assessment models, in order to achieve greater speed and anticipation.

On the other hand, with respect to SURA Asset Management's discontinued operation in Mexico, it is important to mention that the necessary resources have been made available to allow the Company to meet its contractual commitments while it completes the closing of its operation for the remainder of the year.

As for Grupo SURA, treasury investments are mostly concentrated in liquid mutual funds managed by high credit quality managers, savings accounts and checking accounts.

On the other hand, with respect to the credit risk exposure in the current positions with financial derivative instruments, the Company has as counterparties local and international banks with adequate credit ratings.

2. Liquidity Risk

Liquidity risk refers to the ability of companies to generate the resources that allow them to meet their obligations to stakeholders and the proper functioning of their businesses.

In order to evaluate the exposure to this risk, a detailed review of the liquidity and solvency levels of the Companies, as well as those additional factors that could affect them in the current context, has been carried out. Based on these analyses, strategies were developed to strengthen the liquidity position, thus generating the capacity to respond to its short-term obligations and also the foreseeable effects derived from the current situation.

2.1. Description of the objectives, policies, and processes for risk management

To manage this risk, the Companies focus their actions within the framework of a liquidity management strategy for the short and long term, in order to ensure compliance with the obligations acquired, under the conditions initially agreed and without incurring in cost overruns.

2.2. Methods used to measure risk

The Companies monitor their cash flows in the short term to manage cash collections and payments, and make cash flow projections in the medium term to determine the liquidity position of the Companies and anticipate the necessary measures for an adequate management.

In addition, the Companies maintain available lines of credit with domestic and international financial institutions and have treasury investments that could be sold as a mechanism to access immediate liquidity, in addition to other complementary sources of liquidity.

2.3. Description of changes in risk exposure

Based on the analyses performed, since last year, strategies were implemented to strengthen the liquidity position of Grupo SURA, thus generating the capacity to respond to its short and long term obligations. Among them, the bond placement mentioned in previous notes stands out, which allowed the Company to improve its cash flow by making available the necessary resources to pay the maturity of the bond in May of this year. At the same time, this placement has made possible the distribution of series and the creation of a maturity profile adjusted to the cash generation of Grupo SURA.

3. Market risk

The management of this risk focuses on how variations in market prices affect the value of the portfolios under management and the income of the Companies. For this purpose, there are Market Risk Management Systems in the insurance companies' portfolios and in the portfolio and third party resources management processes, through which exposures are identified, measured and monitored.

These systems are composed of a set of policies, procedures and internal monitoring and control mechanisms.

3.1. Foreign exchange rate risk

Exchange rate risk refers to the risk that the fair value or future cash flows of a financial instrument may fluctuate as a result of changes in exchange rates. The Companies are exposed to this risk to the extent that they have assets or liabilities denominated in foreign currency.

3.1.1. Description of risk management objectives, policies and processes

To manage exposure to this risk, the Companies monitor their exposures and, if necessary, determine the convenience of having a hedging scheme, constantly monitored by the areas in charge and aligned with the guidelines issued by their Boards of Directors.

3.1.2. Methods used for measuring risk

The management of this risk in the portfolios of the Insurance Companies establishes methodologies, limits and/or alerts in accordance with the internal policies and regulations applicable to each of the countries. Some of the measures taken into account are: Value at Risk, Information Ratio, and Sensitivities and Simulations.

Within its methodology, Suramericana uses Value at Risk (VaR) measurement tools, which estimate the maximum expected loss that could be incurred in a one-month period with a 95% confidence level. VaR can be expressed as a percentage of the value of the investment portfolio. Additionally, within the conformation of the portfolios, the insurance companies take into account the characteristics of their liabilities, in order to optimize the risk/return ratio.

SURA Asset Management's methodology consists of a dynamic and continuous ALM (Asset and Liability Management) process that starts with the analysis of the liabilities profile and, based on the risk/return appetite, determines a strategic asset allocation.

Within the ALM process, sensitivity analyses of the impact on the Balance Sheet to changes in the market value of exchange rates and inflation are performed.

3.1.3. Summary of quantitative data on risk exposure of the entity

As of September 2021, we have the following exposures:

Assets by company by type of currency 3Q 21					
Country	Local currency *	Real local currency **	USD	Other	Total
Suramericana					
Argentina	50%	0%	50%	-	100%
Bermuda	0%	0%	100%	-	100%
Brazil	100%	0%	0%	-	100%
Chile	8%	92%	0%	-	100%

Assets by company by type of currency 3Q 21					
Colombia	70%	24%	6%	-	100%
El Salvador	0%	0%	100%	-	100%
Mexico	90%	5%	5%	-	100%
Panama	0%	0%	100%	-	100%
Dom. Rep	78%	0%	22%	-	100%
Uruguay	42%	18%	40%	-	100%
SURA Asset Management					
Chile Seguros	0%	100%	0%	0%	100%
Mexico (Discontinued. Op)	0%	0%	0%	0%	0%

Assets by company by type of currency 2Q 21					
Country	Local currency *	Real local currency **	USD	Other	Total
Suramericana					
Argentina	60%	0%	40%	-	100%
Bermuda	100%	0%	0%	-	100%
Brazil	10%	90%	0%	-	100%
Chile	71%	23%	6%	-	100%
Colombia	0%	0%	100%	-	100%
El Salvador	85%	5%	10%	-	100%
Mexico	0%	0%	100%	-	100%
Panama	78%	0%	22%	-	100%
Dom. Rep	30%	27%	43%	-	100%
Uruguay	0%	0%	100%	-	100%
SURA Asset Management					
Chile Seguros	0%	100%	0%	0%	100%
Mexico (Discontinued. Op)	0%	0%	0%	0%	0%

*Local currency: Colombia – COP, Panama – PAB, Dominican. Rep – DOP, El Salvador – SVC, Chile – CLP, Mexico – MXN, Peru – PEN, Uruguay – UYU, Brazil – BRL.

** Actual local currency: Colombia – UVR, Chile – UF, Mexico – UDI, Peru – Soles VAC, Uruguay – UI.

Exposures exclude Unit Link. Local currency includes both real and nominal currency.

3.1.4. Changes in exposure to risk description

During the quarter, Grupo SURA increased the hedging ceilings of a portion of the principal of the bond maturing in 2026, which has a CAPS structure, in order to have a higher level of protection against volatility or depreciation of the Colombian peso.

3.2. Interest rate risk

Interest rate risk refers to the risk that the fair value or future cash flows of a financial instrument may fluctuate as a result of changes in market interest rates. Exposure to this risk arises from holding fixed-income assets or liabilities associated with variable interest rates.

3.2.1. Risk management objectives, policies and processes

To manage exposure to this risk, the Companies monitor their exposures and, if necessary, determine the convenience of having a hedging scheme, constantly monitored by the areas in charge and aligned with the guidelines issued by their Boards of Directors.

In the case of the insurance companies, the aim is to support the technical reserves by matching the liabilities in terms of interest rates and terms, thus mitigating this risk. Additionally, through an adequate investment classification strategy, financial income is stabilized and risk exposure is reduced.

3.2.2. Methods used for measuring risk

For the management of this risk in the portfolios of the Insurance Companies, methodologies, limits and/or alerts are established according to the internal policies and regulations applicable to each of the countries where they are present. Some of the measures taken into account are: Value at Risk, Information Ratio, and Sensitivities and Simulations.

Within its methodology, Suramericana uses both regulatory and internal Value at Risk (VaR) measurement tools. The internal methodology is based on a MonteCarlo VaR. Additionally, in order to make connections with the characteristics of the liabilities, it constantly monitors the match in terms of durations, tranches and flows, between the liabilities and the assets of the insurance companies.

SURA Asset Management's methodology consists of a dynamic and continuous ALM (Asset and Liability Management) process that starts with the analysis of the liability profile and, based on the risk/return appetite, determines a strategic asset allocation. It also controls this risk by monitoring the duration mismatch and a sensitivity analysis of the balance sheet at market value, in the face of interest rate variations and a liability adequacy test that allows quantifying the reinvestment risk of the portfolios.

3.2.3. Summary of quantitative data on the risk exposure of the entity

From the resources managed in the treasury, the exposure of the Companies to this risk arises from loans tied to variable interest rates.

Exposures of the portfolios of the Suramericana and SURA AM insurance companies:

In the portfolios of insurance companies of Suramericana, the exposures to real estate assets are consolidated in the equity exposures.

Exposures to fixed income and equity assets 3Q 21

Country	Fixed income	Variable income	Real estate assets	Mortgage-backed securities	Total
Suramericana					
Argentina	100%	0%	-	-	100%
Brazil	100%	0%	-	-	100%
Chile	97%	3%	-	-	100%
Colombia	88%	12%	-	-	100%
El Salvador	100%	0%	-	-	100%
Mexico	96%	4%	-	-	100%
Panama	100%	0%	-	-	100%
Dominican. Rep	99%	1%	-	-	100%
Uruguay	100%	0%	-	-	100%

Exposures to fixed income and equity assets 3Q 21					
Bermuda	100%	0%	-	-	100%
Sura Asset Management					
Chile	78.1%	1.8%	20.1%	0%	100%
Mexico (Discontinued. Op)	0%	0%	0%	0%	0%

Exposures to fixed income and equity assets 2Q 21					
Country	Fixed income	Variable income	Real estate assets	Mortgage-backed securities	Total
Suramericana					
Argentina	100%	0%	-	-	100%
Brazil	100%	0%	-	-	100%
Chile	96%	4%	-	-	100%
Colombia	88%	12%	-	-	100%
El Salvador	100%	0%	-	-	100%
Mexico	97%	3%	-	-	100%
Panama	100%	0%	-	-	100%
Dominican. Rep	99%	1%	-	-	100%
Uruguay	100%	0%	-	-	100%
Bermuda	100%	0%	-	-	100%
Sura Asset Management					
Chile	78.1%	1.8%	20.1%	0%	100%
Mexico (Discontinued. Op)	0%	0%	0%	0%	0%

In the case of SURA Asset Management in Chile, the fixed-income securities in its portfolio are mostly tied to fixed rates.

3.3. Price variation risk Variable income

Equity price risk refers to the risk that the fair value of a financial instrument will fluctuate as a result of changes in the prices of shares or other variable income assets. Since the Companies' investment portfolio includes variable income assets, they are exposed to this risk.

The measures adopted by Latin American governments to control the spread of COVID-19 have generated direct impacts on the economy, and in turn, political and social instability in the region. Despite this, there are encouraging signs of economic reactivation in the different geographies where Grupo SURA is present, which could continue in the remainder of the year.

In spite of this, the mitigation mechanisms and policies adopted by each of the Companies as part of their risk management systems, have allowed the Group to solve the effects that have been generated, without evidencing significant impacts that could represent direct threats to its sustainability.

3.3.1. Description of risk management objectives, policies and processes

The Companies carry out continuous analysis and monitoring of the exposure to this risk, through the different tools that each one has.

Some of the Companies have regulatory limits with respect to exposure in local and foreign equity instruments, in addition to having limits on aggregate and individual exposure to financial instruments.

3.3.2. Methods used for measuring risk

The management of this risk in the portfolios of the Insurance Companies establishes methodologies, limits and/or alerts in accordance with the internal policies and regulations applicable to each of the countries where they are present. Some of the measures taken into account are: Value at Risk, Information Ratio, Sensitivities and Simulations.

Within its methodology, Suramericana uses both regulatory and internal Value at Risk (VaR) measurement tools. The internal methodology is based on a MonteCarlo VaR. SURA Asset Management's methodology consists of a dynamic and continuous ALM (Asset and Liability Management) process that starts with the analysis of the liabilities profile and, based on the risk/return appetite, determines a strategic asset allocation.

3.3.3. Summary of quantitative data on the risk exposure of the institution

As of September 2021, exposures in the portfolio of SURA Asset Management, are not material, only 1.8% of the investment portfolio excluding Unit Link funds, compared to 0.3% in the same period of 2020.

3.4. Real Estate Asset price risk

Real estate asset price risk refers to the risk that the market value of a real estate asset will decline.

3.4.1. Description of risk management objectives, policies and processes

Those companies to which it is applicable, have limits on exposure to real estate and, if applicable, also have internal limits on exposure to Real Estate Assets.

3.4.2. Methods used for measuring risk

SURA Asset Management in its dynamic and continuous ALM (Asset and Liability Management) process, based on the analysis of the liability profile and according to the risk/return appetite, determines a strategic asset allocation, which serves as input to determine the investment limit in real estate assets, among others. Additionally, a sensitivity analysis of the balance sheet at market value is performed against variations in the value of the real estate assets of the investment portfolio.

NOTE 25. INFORMATION DISCLOSED ON RELATED PARTIES

25.1. Related parties

Related parties to Grupo SURA are considered to be subsidiaries, associated companies, key management personnel, as well as entities over which key management personnel (including family members) may exercise control.

The following is the detail of related parties as of September 30, 2021, September 30, 2020 and December 31, 2020 of Grupo SURA:

- a) Companies under direct or indirect control of Grupo SURA are listed in Note 1. Reporting entity.
- b) Investments in associates and joint ventures
Associated companies and joint ventures of Grupo SURA are listed in Note 11.1 Investments in associates and Note 11.2 Joint ventures.

25.2. Transactions with related parties

Among the operations registered between related parties are:

Subsidiaries:

- Loans between related companies, with contractually agreed terms and conditions and at interest rates established in accordance with market rates. All are repaid in the short term.
- Provision of financial services, administration services, IT services, payroll services.
- Leases and subleases of offices and commercial premises, as well as the re-invoicing of related utilities.
- Cash reimbursements

These transactions are eliminated in the Financial Statement consolidation process.

Associates:

- Sale of insurance policy from insurance companies.
- Bank loans to Bancolombia Group entities.
- Brokerage commission from the Bancaseguros channel.
- Collection and payment of investment dividends.
- Purchase of financial instruments

It is important to mention that all operations are deemed to be short-term and are considered market transactions.

NOTE 26. EVENTS SUBSEQUENT TO THE REPORTING DATE

These consolidated financial statements as of September 30, 2021 were prepared for supervisory purposes and authorized for issuance by the Board of Directors of Grupo SURA on November 12, 2021, after that cut-off date and until their publication, there were no relevant events that may significantly affect the Company's financial position.

On October 20, the Colombian Ministry of Industry and Commerce issued Decree 1311 of 2021, which allows companies in Colombia to recognize the impact of the change in the income tax rate introduced by Article 7 of Law 2155 of 2021 in the equity account of accumulated results of previous years. However, the company chose not to make use of this option and proceeded to recognize the tariff adjustment in the statement of comprehensive income as established by the standard.

As is public knowledge, on November 10, 2021, the Financial Superintendency of Colombia (*SFC acronym for Spanish original*) requested the Colombian Stock Exchange to suspend the trading of the common shares of Grupo Nutresa due to the filing of a request for authorization of a Takeover Bid of Grupo Nutresa S.A. shares, in order to acquire a majority stake in that Company. In view of this request, which must still await the approval of the Financial Superintendency of Colombia, and as shareholders of Grupo Nutresa S.A., the Management of Grupo SURA convened the Board of Directors within the framework of corporate governance in order to determine the steps to follow in view of the potential offer presented, taking into account its status as a shareholder of Grupo Nutresa S.A., which appointed the President of Grupo SURA or his delegate, as the only authorized spokespersons to refer to the aforementioned takeover bid.

NOTE 27. APPROVAL OF FINANCIAL STATEMENTS

The issuance of the financial statements of Grupo SURA for the year ended September 30, 2021 was authorized by the Board of Directors, as stated in Act No. 336 of the Board of Directors dated November 12, 2021, to be presented to the market.

ANALYSIS OF FINANCIAL RESULTS (unaudited)

The following is an analysis of the financial results for the period ended September 30, 2021, with comparative figures as of December 31, 2020. These analyses are performed by management and are not part of the Financial Statements.

INDEX	September 2021	December 2020	INTERPRETATION
Solidity	42,625,368	42,318,409	Creditors own 58.72% as of September 2021 and 59.72% as of December 2020, leaving shareholders owning the complement: 41.28% in September 2021 and 40.28% as of December 2020.
	= 58.72%	= 59.72%	
	72,589,419	70,860,134	Total liability
			Total asset
INDEBTNESS	42,625,368	42,318,409	Of every peso the company has invested in assets, 58.72% as of September 2021 and 59.77% as of December 2020 have been financed by creditors.
	= 58.72%	= 59.72%	
	72,589,419	70,860,134	Total liability
			Total asset
	1,657,837	956,448	The Company generated a net income equal to 307.01% as of September 2021 and 171.14% in December 2020 from Interest Paid
	= 307.01%	= 171.14%	
	539,992	558,870	Net profit + interest
			Financial expenses
	42,625,368	42,318,409	Every peso (\$1.00) of the Company's owners is committed 142.26% as of September 2021 and 148.27% as of December 2020.
	= 142.26%	= 148.27%	
29,964,051	28,541,725	Total liabilities with third parties	
		Equity	
9,708,726	10,728,549	For each peso of equity, 32.4% is committed financially as of September 2021 and 37.59% as of December 2020.	
= 32.40%	= 37.59%		
29,964,051	28,541,725	Total liabilities with financial entities	
		Equity	
PERFORMANCE	1,117,845	397,578	Net income corresponds to 6.12% of net income in September 2021 and 2.56% of net income in 2020.
	= 6.12%	= 2.56%	
	18,251,974	15,543,988	Net Profit
			Net Income
	1,117,845	336,237	Net income corresponds to 3.88% of equity at September 2021 and 1.19% at December 2020.
	= 3.88%	= 1.19%	
	28,846,206	28,205,488	Net Profit
			Equity - profits
1,117,845	336,237	Net income in relation to total assets corresponds to 1.54% at September 2021 and 0.47% in December 2020.	
= 1.54%	= 0.47%		
72,589,419	70,860,134	Net Profit	
		Total assets	