

Answers

regarding the main concerns about the dividend declared at the General Shareholders' Meeting of Banco Davivienda S.A. held on March 21, 2023, with respect to the profits generated in the year 2022.

1. What was the decision of the General Shareholders' Meeting regarding the payment of dividends for the result of the year 2022?

Banco Davivienda S.A (BVC: PFDVVNDA) announced that a dividend of COP 1,010 per share was declared at the General Shareholders' Meeting on March 21, 2023. The dividend will be paid in cash as follows: 50% on April 12, 2023, and 50% on September 13, 2023. The ex-dividend period will be between April 4 and April 11, 2023, and between September 7 and September 12, 2023.

2. What is the ex-dividend period?

It is the period of time established by the Assembly, in accordance with the regulations of the stock market, to ensure that shareholders who sell their shares don't lose the dividend paid on the immediate date following the period. Those who become owners of shares purchased during this period don't become eligible for the dividend paid.

3. What are the tax implications of dividend payments for a natural person resident in Colombia?

The untaxed dividends distributed by Banco Davivienda as a result of taxable year 2022 profits will be subject to withholding tax at a rate of 15% on the amount exceeding 1,090 TVU (COP 46,229,000 for the year 2023).

4. What are the tax effects of dividend payments for a foreign resident natural person?

Dividends not subject to taxation distributed by the Bank from profits of the taxable year 2022 to non-resident shareholders will be subject to a withholding tax rate of 20% on the value of the dividend received.

5. Does the shareholder have to pay withholding tax?

The withholding tax applicable based on the amount of dividends received by the shareholder will be deducted from the dividend payment or credited to their account.

6. How can I claim my dividends for the year 2022?

6.1 Preferential shares are managed by Brokerage Firms. For this reason preferential shareholders must claim their dividends directly from their Broker. If you can't remember who your Brokerage Firm is, shareholders can contact Deceval:

Telephone: in Bogotá, 601-307-7127 or 01-8000-123-838

Email: servicioalcliente@bvc.com.co

6.2. Common shareholders can claim their dividends at any Davivienda Bank branch or they can request for their dividends to be deposited into a Davivienda Bank account, DaviPlata account, or another bank account. To process this request, common shareholders must send an email to ir@davivienda.com requesting payment of their dividends through electronic deposit/transfer, attaching a certificate of the account in their name, along with a scanned copy of their identification document (on both sides).

7. Are the profits on which dividends are distributed taxed or untaxed?

The dividends subject to distribution have the tax quality of untaxed, without prejudice to the withholding tax applicable to the beneficiary according to the conditions of the tax regulations.

Special notes:

- 1) The untaxed dividends received by resident natural persons are part of the taxable base for income tax and are subject to the rate indicated in the table of article 241 of the Tax Statute.
- 2) For resident natural person shareholders receiving dividend income starting in the year 2023, the tax reform creates an income tax deduction equivalent to 19% calculated on the value of the dividend exceeding 1,090 TVU, deduction contemplated in article 254-1 of the Tax Statute.