

COLOMBIAN FOREIGN TRADE BANK (BANCO DE COMERCIO EXTERIOR DE COLOMBIA S.A.) - BANCÓLDEX -

CASH FLOW STATEMENTS

YEARS ENDED DECEMBER DECEMBER 31st, 2010 AND 2009

(Figures expressed in thousands of Colombian pesos)

	<u>2010</u>	<u>2009</u>
Cash flow by Operating activities:		
Net Profit	COP 98.821.491	73.676.208
Adjustments to reconcile net profit and net cash		
Provided for in operating activities:		
Investments provision	10.404.572	8.512.630
Loans portfolio provision	16.936.280	55.449.684
Accounts receivable provision	85.131	516.814
Provision for Marketable goods received in payment in Kind	1.301	0
Provision for other assets	15.025	55.216
Provision for severance payment	546.955	526.017
Depreciation	571.864	684.780
Amortization	847.337	908.142
Loss in sale of Marketable goods received in payment in Kind	1.200.483	0
Net profit on sales of property and equipment	(14.841)	(83.722)
Net profit on sale of investments	(3.098.551)	(1.628.342)
Refund of investments provision	(2.328)	0
Refund of loan portfolio provision	(36.684.106)	(13.682.010)
Refund of accounts receivable provision	(576.941)	(205.915)
Refund of Marketable goods received in payment in Kind	(779.824)	0
Refund of other assets provision	(85.641)	(7.144)
Investments valuation	(29.916.153)	(54.071.675)
Accumulated usefulness not realized in available investments for sale	747.341	4.167.625
Decrease in loan portfolio	500.955.253	394.063.422
Increase in Bank acceptances and derivatives	(44.833.507)	(10.168.211)
Decrease in accounts payable	6.686.048	15.976.820
Increase in property and equipment	(9.930)	0
Addition of Marketable goods received in payment in Kind	(507.212)	0
Result of sales of Marketable goods received in payment in Kind	85.253	0
Result of sales of property and equipment	19.741	112.193
(Increase) decrease on other assets	(25.165.551)	41.385.096
Decrease in accounts payable	(845.624)	(18.542.709)
Decrease in other liabilities	(49.399.771)	(45.193.734)
Increase of estimated liabilities and provisions	490.186	437.499
Severance Payments	(544.715)	(506.083)
Total adjustments	<u>347.128.075</u>	<u>378.706.393</u>
Net cash provided (used) by operating activities	445.949.566	452.382.601
Cash flow from investments activities		
(Increase) decrease in investments	(258.877.415)	110.765.856
Purchase of properties and equipment	(672.675)	(1.339.800)
Net cash provided (used) by investments activities	<u>(259.550.090)</u>	<u>109.426.056</u>
Cash flow in financing activities		
Increase in deposits and payables	27.136.598	197.168.320
Decrease in interbank funds purchased and repurchased agreements	(131.600.000)	(270.619.248)
Increase (decrease) in Outstanding Bank Acceptances	39.724.310	(6.598.129)
Increase (decrease) in Bank credits and Other Financial Obligations	80.813.310	(748.859.263)
(Decrease) increase in outstanding investment securities	(115.430.000)	311.420.000
Dividend payment	(53.624.815)	(54.377.804)
Net cash and (used) provided by financing activities	<u>(152.980.597)</u>	<u>(571.866.124)</u>
Net increase (decrease) in cash and equivalent in cash	33.418.879	(10.057.467)
Cash and cash equivalents at the beginning of the year	<u>8.841.056</u>	<u>18.898.523</u>
Cash and cash equivalents at the end of the year	COP <u><u>42.259.935</u></u>	<u><u>8.841.056</u></u>

See notes attached to the financial statements

SANTIAGO ROJAS ARROYO
Legal Representative

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T.P. 36799 -T

PEDRO ANGEL PRECIADO VILLARRAGA
Statutory Auditor (S)
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Member of KPMG Ltda.
(See my report dated February 7th, 2011)