BANCOLOMBIA AND LEASING BANCOLOMBIA ANNOUNCE THE APPROVAL OF THE MERGER COMMITMENT BETWEEN BOTH COMPANIES

Medellin, Colombia, September 20, 2016

Today, the General Shareholders Meetings’ of Bancolombia S.A and Leasing Bancolombia S.A, Compañía de Financiamiento approved the merger commitment pursuant to which Bancolombia will absorb its subsidiary Leasing Bancolombia.

Starting today, the companies will have a period of 45 days to notarize the merger and to register the document in the Chamber of Commerce of Medellin.

The acquisition of the leasing company by the bank unit has the following objectives:

- Take advantage of the synergies and complementarities between both companies to allow for a more efficient operation of the leasing business, a better value proposal and better profitability for the shareholders.
- Consolidation of an institution able to respond to the requirements of the local and international financial market, through a capital support that allows, among others, funding for larger projects, and
- The creation of a services portfolio with bigger geographical coverage in order to offer Leasing Bancolombia’s products to new markets

As a result of the merger approval and after such merger takes effect:

- Bancolombia will absorb Leasing Bancolombia, which means Leasing Bancolombia will dissolve without liquidation and will transfer to Bancolombia all of its assets, liabilities and equity.
- Bancolombia will hold the rights and obligations of Leasing Bancolombia
- Bancolombia will continue offering to its clients the products and services portfolio of Leasing Bancolombia. Those products and services will be offered under the brand “Leasing Bancolombia, una marca Bancolombia”
- Bancolombia will continue to be located in the city of Medellin, Colombia and will maintain its recent bylaws.