Colombia Telecomunicaciones S. A. E.S.P. BIC and its Subsidiary

Condensed Consolidated Interim Financial Statements

As of June 30, 2024, and for the six-month period ended June 30, 2024, with auditor's report

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COLOMBIA TELECOMUNICACIONES S.A. E.S.P. BIC AND ITS SUBSIDIARY
CONDENSED CONSOLIDATED INTERIM FINANCIAL
AS OF JUNE 30, 2024, AND FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2024

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Certification of the Legal Representative and Public Accountant

To the Shareholders of
COLOMBIA TELECOMUNICACIONES S. A. E.S.P. BIC

August 12, 2024

The undersigned Legal Representative and Certified Public Accountant of Colombia Telecomunicaciones S. A. E.S.P. BIC (hereinafter "the Company") certify that for the issuance of the Condensed Consolidated Interim Consolidated Statement of Financial Position as of June 30, 2024, and the Condensed Consolidated Interim Consolidated Statements of Comprehensive Income, Condensed Consolidated Interim Statement of Changes in Equity and Condensed Consolidated Interim Statement of Cash Flows for the six-month period ended on that date, in accordance with the regulations are made available to the shareholders and third parties, the statements contained therein have been previously verified, and the figures have been faithfully taken from the books of Colombia Telecomunicaciones S. A. E.S.P. BIC and its subsidiary. These explicit and implicit statements are as follows:

1. All assets and liabilities included in the condensed consolidated interim financial statements of the Company and its subsidiary as June 30, 2024, exist and all transactions included in such condensed consolidated interim financial statements have occurred during the six-month period then ended.

2. All economic events of the Company and its subsidiary during the six months ended June 30, 2024, have been recognized in the condensed consolidated interim financial statements.

3. Assets represent the potential to produce future economic benefits (rights), and liabilities represent the obligation to transfer the economic resource (obligations) obtained or payable by the Company and its subsidiary as of June 30, 2024.

4. All items have been recognized at their appropriate values, in accordance with the Accounting and Financial Reporting Standards accepted in Colombia - (NCIF).

5. All economic events affecting the Company and its subsidiary have been correctly classified, described, and disclosed in the condensed consolidated interim financial statements.

Colombia Telecomunicaciones S.A. E.S.P. BIC NIT 830.122.566 – 1c

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COLOMBIA TELECOMUNICACIONES S.A. E.S.P. BIC AND ITS SUBSIDIARY
CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME
AS OF JUNE 30, 2024, AND FOR THE QUARTER ENDED JUNE 30, 2024
(figures expressed in thousands of Colombian pesos, except for net earnings per share or unless otherwise indicated)

		As of june, 30		As of december, 31	
		2024		2023	
	Notes	(Unaudited)		(Audited)	
		(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Assets					
Current Assets					
Cash and cash equivalents	5	18.570	71.350.157	94.268	362.205.669
Financial assets	6	14.753	56.686.263	74	284.742
Debtors and other receivables, net	7	350.380	1.346.264.228	295.471	1.135.287.569
Prepaid expenses	8	148.101	569.050.014	129.509	497.612.298
Contractual assets	9	2.507	9.631.787	2.882	11.072.674
Inventories	10	39.694	152.516.104	46.958	180.428.613
Taxes and public administration	11	134.180	515.559.947	98.908	380.034.553
Assets held for sale	12	442.163	1.698.922.764	-	-
Total current assets		**1.150.348**	**4.419.981.264**	**668.070**	**2.566.926.118**
Non-current assets:					
Financial assets	6	57.646	221.492.028	15.251	58.598.897
Debtors and other receivables, net	7	240.527	924.175.351	234.390	900.598.544
Investments in companies	13	12.400	47.644.096	15.469,00	59.436.247,00
Prepaid expenses	8	193.054	741.772.858	185.154	711.415.811
Contractual assets	9	190	731.536	568	2.182.814
Right of use assets	14	113.731	436.990.530	295.923	1.137.026.730
Property, plant and equipment	15	928.799	3.568.724.174	1.029.689	3.956.375.044
Investment properties		2.094	8.045.056	2.094	8.045.056
Intangibles	16	136.242	523.481.878	263.450	1.012.254.122
Goodwill	17	334.326	1.284.581.389	352.870	1.355.833.946
Taxes and public administration	11	113.484	436.039.760	124.000	476.444.494
Deferred taxes, net	11	284.976	1.094.962.029	304.330	1.169.326.314
Total Non-current assets		**2.417.469**	**9.288.640.685**	**2.823.188**	**10.847.538.019**
Total assets		**3.567.817**	**13.708.621.949**	**3.491.258**	**13.414.464.137**
Liabilities					
Current liabilities:					
Financial liabilities	18	293.743	1.128.649.895	203.091	780.335.881
Lease debts	19	46.989	180.546.482	103.905	399.236.077
Suppliers and accounts payable	20	550.963	2.116.963.866	624.869	2.400.934.218
Contractual liabilities	9	39.142	150.396.762	44.419	170.669.840
Taxes and public administration	11	45.028	173.011.185	25.620	98.441.268
Deferred liabilities		674	2.590.540	676	2.595.769
Provisions and pension liabilities	21	41.380	158.991.474	43.605	167.535.438
Liabilities directly associated with assets held for sale	12	401.811	1.543.874.340	-	-
Total current liabilities		**1.419.730**	**5.455.024.544**	**1.046.185**	**4.019.748.491**
Non-current liabilities					
Financial liabilities	18	933.483	3.586.723.581	850.905	3.269.437.949
Lease debts	19	108.256	415.949.488	320.609	1.231.876.268
Suppliers and accounts payable	20	60.595	232.825.782	122.316	469.976.217
Contractual liabilities	9	42.762	164.303.684	48.778	187.424.759
Deferred liabilities		1.406	5.403.719	1.467	5.635.377
Provisions and pension liabilities	21	60.810	233.651.429	72.145	277.204.146
Total Non-current liabilities		**1.207.312**	**4.638.857.683**	**1.416.220**	**5.441.554.716**
Total Liabilities		**2.627.042**	**10.093.882.227**	**2.462.405**	**9.461.303.207**
Total equity, attributable to controlling interests	22	**940.775**	**3.614.739.722**	**1.028.853**	**3.953.160.930**
Total liabilities and shareholders equity		**3.567.817**	**13.708.621.949**	**3.491.258**	**13.414.464.137**

Notes 1 to 32 are an integral part of these condensed interim financial statements.

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COLOMBIA TELECOMUNICACIONES S.A. E.S.P. BIC AND ITS SUBSIDIARY
CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME
AS OF JUNE 30, 2024, AND FOR THE QUARTER ENDED JUNE 30, 2024
(figures expressed in thousands of Colombian pesos, except for net earnings per share or unless otherwise indicated)

		Six-month period ended June 30, (Unaudited)			
	Notes	**2024**		**2023**	
		(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Operating income:					
Income from contracts with customers	23	793.470	3.048.748.189	875.350	3.363.356.953
Other operating income	24	50.248	193.069.658	36.823	141.483.990
		843.718	**3.241.817.847**	**912.173**	**3.504.840.943**
Operating costs and expenses	25	(649.860)	(2.496.958.629)	(718.846)	(2.762.020.471)
Operating result before depreciation and amortization		**193.858**	**744.859.218**	**193.327**	**742.820.472**
Depreciation and amortization	26	(143.380)	(550.909.719)	(179.675)	(690.364.820)
Operational result		**50.478**	**193.949.499**	**13.652**	**52.455.652**
Financial expense, net	27	(85.781)	(329.595.816)	(79.884)	(306.936.977)
Method of participation	13	(3.384)	(13.001.784)	(1.995)	(7.664.783)
Income and supplementary taxes		**(38.687)**	**(148.648.101)**	**(68.227)**	**(262.146.108)**
Income and supplementary taxes	11	(22.538)	(86.595.449)	(2.421)	(9.306.516)
Net result for the period		**(61.225)**	**(235.243.550)**	**(70.648)**	**(271.452.624)**
Other comprehensive income:					
Items reclassified to the income statement:					
Valuation of hedging derivates, net of taxes	11	(27.058)	(103.963.918)	(53.198)	(204.400.829)
Participation on another comprehensive result in associate	11 y 13	205	786.260	1.163	4.467.680
		(26.853)	**(103.177.658)**	**(52.035)**	**(199.933.149)**
Items not reclassified to the result statement					
Revaluation of real estate, net of taxes	11 y 22	(1.084)	(4.165.683)	(10.098)	(38.800.403)
		(27.937)	**(107.343.341)**	**(62.133)**	**(238.733.552)**
Net comprehensive result for the period		**(89.162)**	**(342.586.891)**	**(132.781)**	**(510.186.176)**

		Three-month period ended June 30, (Unaudited)			
		2024		**2023**	
		(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Operating income:					
Income from contracts with customers	23	401.096	1.541.130.541	441.543	1.696.539.034
Other operating income	24	25.545	98.150.428	15.800	60.707.430
		426.641	**1.639.280.969**	**457.343**	**1.757.246.464**
Operating costs and expenses	25	(332.279)	(1.276.715.904)	(361.850)	(1.390.335.724)
Operating result before depreciation and amortization		**94.362**	**362.565.065**	**95.493**	**366.910.740**
Depreciation and amortization	26	(55.759)	(214.241.604)	(91.998)	(353.483.031)
Operational result		**38.603**	**148.323.461**	**3.495**	**13.427.709**
Financial expense, net	27	(41.152)	(158.119.630)	(41.744)	(160.392.953)
Method of participation	13	(2.085)	(8.012.566)	(7.582)	(29.131.483)
Income and supplementary taxes		**(4.634)**	**(17.808.735)**	**(45.831)**	**(176.096.727)**
Income and supplementary taxes	11		68.055.035		18.470.890
Net result for the period		**(4.634)**	**50.246.300**	**(45.831)**	**(157.625.837)**
Other comprehensive income:					
Items reclassified to the income statement:					
Valuation of hedging derivates, net of taxes	11	(6.361)	(24.439.398)	(50.294)	(193.243.073)
Participation on another comprehensive result in associate	11 y 13	199	765.020	1.017	3.909.261
		(6.162)	**(23.674.378)**	**(49.277)**	**(189.333.812)**
Items not reclassified to the income statement					
Revaluation of real estate, net of taxes		(529)	(2.033.110)	(4.859)	(18.669.828)
	11 y 22	**(6.691)**	**(25.707.488)**	**(54.136)**	**(208.003.640)**
Net comprehensive income for the period		**(11.325)**	**24.538.812**	**(99.967)**	**(365.629.477)**

Notes 1 to 32 are an integral part of these condensed interim financial statements.

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COLOMBIA TELECOMUNICACIONES S. A. E.S.P. BIC AND ITS SUBSIDIARY
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE SIX MONTHS ENDED JUNE 30, 2024
(figures expressed in thousands of Colombian pesos unless otherwise indicated)

	Subscribed and paid-in capital	Premium on placement of shares	Reserves	Revaluation surplus, hedging derivatives and actuarial result	Cumulative results	Total Equity
			(In thousands of US$)			
Balances as of December 31, 2022	**888**	**2.556.380**	**18.486**	**79.333**	**(1.424.364)**	**1.230.724**
Net result for the period	-	-	-	-	(70.648)	(70.648)
Transfers (Note 22)	-	-	-	(10.098)	10.098	-
Other comprehensive result for the period (Note 22)	-	-	-	(52.035)	-	(52.035)
Balances as of June 30, 2023 (Unaudited)	**888**	**2.556.380**	**18.486**	**17.200**	**(1.484.914)**	**1.108.041**
Balances as of December 31, 2023	**888**	**2.556.380**	**18.486**	**42.692**	**(1.589.594)**	**1.028.853**
Net result for the period	-	-	-	-	(61.225)	(61.225)
Transfers (Note 22)	-	-	-	(1.084)	1.084	-
Other comprehensive result for the period (Note 22)	-	-	-	(26.853)	-	(26.853)
Balances as of June 30, 2024 (Unaudited)	**888**	**2.556.380**	**18.486**	**14.755**	**(1.649.735)**	**940.775**

	Subscribed and paid-in capital	Premium on placement of shares	Reserves	Revaluation surplus, hedging derivatives and actuarial result	Cumulative results	Total Equity
			(In thousands of COP$)			
Balances as of December 31, 2022	**3.410.076**	**9.822.380.645**	**71.030.665**	**304.823.104**	**(5.472.832.458)**	**4.728.812.032**
Net income for the period	-	-	-	-	(271.452.624)	**(271.452.624)**
Transfers (Note 22)	-	-	-	(38.800.403)	38.800.403	-
Other comprehensive income for the period (Note 22)	-	-	-	(199.933.149)	-	(199.933.149)
Balances as of June 30, 2023 (Unaudited)	**3.410.076**	**9.822.380.645**	**71.030.665**	**66.089.552**	**(5.705.484.679)**	**4.257.426.259**
Balances as of December 31, 2023	**3.410.076**	**9.822.380.645**	**71.030.665**	**164.036.859**	**(6.107.697.314)**	**3.953.160.930**
Net income for the period	-	-	-	-	(235.243.550)	**(235.243.550)**
Transfers (Note 22)	-	-	-	(4.165.683)	4.165.683	**-**
Other comprehensive income for the period (Note 22)	-	-	-	(103.177.658)	-	**(103.177.658)**
Balances as of June 30, 2024 (Unaudited)	**3.410.076**	**9.822.380.645**	**71.030.665**	**56.693.518**	**(6.338.775.181)**	**3.614.739.722**

Notes 1 to 32 are an integral part of these condensed interim financial statements.

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COLOMBIA TELECOMUNICACIONES S. A. E.S.P. BIC AND ITS SUBSIDIARY
CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS ENDED JUNE 30, 2024
(figures expressed in thousands of Colombian pesos unless otherwise indicated)

		Six-month period ended June 30, (Unaudited)			
	Notes	**2024**		**2023**	
		(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Net cash flows (used in) provided by operating activities					
Cash received from customers		913.140	3.508.557.815	973.830	3.741.747.736
Cash paid to suppliers and other accounts payable		(797.184)	(3.063.021.315)	(812.783)	(3.122.956.342)
Net interest paid and other financial expenses		(61.450)	(236.108.593)	(53.658)	(206.169.432)
Direct taxes paid		(29.254)	(112.401.990)	(28.268)	(108.615.583)
Self-withholding on income tax		(41.809)	(160.647.632)	(33.715)	(129.544.910)
Interest paid on finance leases	19	(17.057)	(65.537.806)	(14.967)	(57.507.717)
Spectrum license payment		(12.609)	(48.446.730)	(14.448)	(55.513.680)
Net cash (used in) provided by operating activities		**(46.223)**	**(177.606.251)**	**15.991**	**61.440.072**
Net cash flows used in investing activities					
Collections for the sale of real estate and equipment		17.235	66.220.255	8.324	31.981.977
Payments for investments in plant and equipment and intangibles		(93.070)	(357.601.768)	(126.687)	(486.768.409)
Net cash used in investing activities		**(75.835)**	**(291.381.513)**	**(118.363)**	**(454.786.432)**
Net cash flows provided (used in) by financing activities					
New financial debt		274.283	1.053.878.878	39.050	150.040.975
Payment of financial debt		(180.053)	(691.817.120)	-	-
Finance lease payments	19	(47.870)	(183.929.506)	(40.545)	(155.786.571)
Exchange rate hedging payments		-	-	(4.553)	(17.494.800)
Net cash provided by (used in) financing activities		**46.360**	**178.132.252**	**(6.048)**	**(23.240.396)**
Net decrease in cash and cash equivalents		**(75.698)**	**(290.855.512)**	**(108.420)**	**(416.586.756)**
Cash and cash equivalents as of January 1		94.268	362.205.669	125.539	482.357.458
Cash and cash equivalents as of June 30	5	**18.570**	**71.350.157**	**17.119**	**65.770.702**
Cash and cash equivalents as of January 1		**94.268**	**362.205.669**	**125.539**	**482.357.458**
Cash, cash and banks		62.191	238.957.607	105.496	405.344.578
Temporary investments		32.077	123.248.062	20.043	77.012.880
Cash and cash equivalents as of June 30		**18.570**	**71.350.157**	**17.119**	**65.770.702**
Cash, cash and banks		16.803	64.562.181	15.976	61.386.350
Temporary investments		1.767	6.787.976	1.143	4.384.352

Notes 1 to 32 are an integral part of these condensed interim financial statements.

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1. GENERAL INFORMATION

a) Economic Entity

Colombia Telecomunicaciones S. A. E.S.P. BIC (hereinafter "the Company") was incorporated as a commercial corporation by shares in Colombia by Public Deed No. 1331 of June 16, 2003, with a duration, until December 31, 2092, and with its main domicile in Bogotá D.C. located at transversal 60 No.114 A 55. A 55. The Company, whose capital is majority-owned by individuals, is subject to the legal regime set forth in Law 1341 of 2009 and other applicable regulations, thus classified as a public utility company (E.S.P.).

The Company's main corporate purpose is the organization, operation, provision, supply and exploitation of network activities and telecommunications services, such as local, extended local and national and international long distance basic public switched telephony, mobile services, cellular mobile telephony services in any territorial, national or international order, carriers, teleservices, telematic services, value added services, satellite services in their different modalities, television services in all their modalities including cable television, broadcasting services, wireless technologies, video, computer application hosting services, data center services, operation services of private and public telecommunication networks and total operations of information systems, services of provision and/or generation of contents and applications, information services and any other activity, product or service qualified as telecommunication and/or information and communication technologies (ICT) such as resources, tools, equipment, computer programs, applications, networks and media, which allow the provision and/or generation of contents and applications, information services and any other activity, product or service qualified as telecommunication and/or information and communication technologies (ICT) such as resources, tools, equipment, computer programs, applications, networks and means, which allow the compilation, processing, storage, transmission of information such as voice, data, text, video and images, including their complementary and supplementary activities, within the national territory and abroad and in connection with the exterior, using for this purpose goods, assets and rights of its own or exercising the use and enjoyment of goods, assets and rights of third parties

The company may also engage in the following activities: (i) provision of telecommunications and computer services that support e-commerce activities, as well as the communication of data messages in general, specialized messaging services, and courier services; (ii) Representation of national or foreign firms involved in the telecommunications industry, either as equipment and/or service providers; (iii) Production, distribution, sale, and marketing of products and elements related to telecommunications, electricity, electronics, informatics, and related fields; (iv) Provision of technical advisory services, equipment and network maintenance, and consultancy in the fields of electricity, electronics, informatics, telecommunications, and related areas; (v) Provision of delegated management services for a company's technology and application functions; (vi) Manufacture, design, installation, commissioning, and marketing of all types of electrical and electronic equipment and systems; (vii) Provision of technical, technological, consultancy, auditing, and any other business advisory support services to companies in Colombia and/or abroad; (viii) Establish, exploit, use, install, expand, extend, renew, or modify telecommunications networks and services and their different elements, for private or public use, nationally or internationally; (ix) Importation, commercialization, installation, and leasing of equipment for private surveillance and security.

Likewise, the Company may develop the commercial activities that have been defined in its bylaws.

On September 27, 2017, the Company acquired the majority shareholding of the companies Empresa de Telecomunicaciones de Bucaramanga S. A. E.S.P. and Metropolitana de Comunicaciones S. A. E.S.P. equivalent to 99.99% and 99.97%, respectively. In this way, Telefónica S. A. acquired control of these companies through Colombia Telecomunicaciones S. A. E.S.P. BIC, and on November 9 and 8, 2017, the aforementioned control situation was registered in the Chamber of Commerce of Bucaramanga and Barranquilla, respectively. On April 9, 2018, the Company registered the situation of Business Group of the Company, Empresa de Telecomunicaciones de Bucaramanga S. A. E.S.P. and Metropolitana de Comunicaciones S. A. E.S.P. with the controlling company Telefónica S. A. at the Chamber of Commerce.

On May 27, 2020, by means of Public Deed No. 769 granted in the Notary Office Sixteen (16) of the Circle of Bogotá D.C., the statutory reform of merger was solemnized, by virtue of which Colombia Telecomunicaciones S. A. E.S.P. BIC absorbed Metrotel and Telebucaramanga. The referred public deed was registered in the Mercantile Registry of the Chamber of Commerce of Bogotá D.C. on May 28, 2020.

On July 28, 2020, the Company registered in the Chamber of Commerce the modification of the Company's Business Group status, in the sense of indicating that it is only between the Company and the controlling company Telefónica S. A.

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The companies Empresa de Telecomunicaciones de Bucaramanga S. A. E.S.P. and Metropolitana de Comunicaciones S. A. E.S.P. were owners of 100% of the shares of the company Operaciones Tecnológicas y Comerciales S. A. S. - "Optecom", S. S., this company proceeded to (i) cancel the titles of Metrotel and Telebucaramanga; (ii) issue in the name of Colombia Telecomunicaciones S. A. E.S.P. BIC the titles corresponding to the 2,330 shares owned by Metrotel and Telebucaramanga; and (iii) register in the share registry book the company Colombia Telecomunicaciones S. A. E.S.P. BIC as shareholder of Optecom. Consequently, Colombia Telecomunicaciones S. A. E.S.P. BIC has a share corresponding to 100% of the capital stock of Optecom. The situation of control over Optecom is predicated on Telefónica S. A., who registered it before the Chamber of Commerce of Barranquilla on November 8, 2018.

The company Operaciones Tecnológicas y Comerciales S. A. S. - "Optecom" was incorporated under Colombian law on October 22, 2013 as a simplified joint stock company (S. A. S.). The main corporate purpose consists of the performance of one or more of the activities provided for in Law 1341 of 2009, for providers of networks and services of information and communications technologies and other activities proper and complementary to the information and communications technologies sector. The term of the company is indefinite; the address registered as the domicile and main office is located at Calle 74 No. 57 - 35, 2nd floor (Barranquilla, Colombia).

b) Transaction with Kohlberg Kravis Roberts ("KKR")

On January 11, 2022, after obtaining the necessary regulatory authorizations and the fulfillment of certain conditions agreed on July 16, 2021, the transactions approved by the Board of Directors of Colombia Telecomunicaciones S. A. E.S.P. BIC were completed. Consequently, Colombia Telecomunicaciones S. A. E.S.P. BIC perfected the sale of the fiber optic business (hereinafter FTTH) to Onnet Fibra Colombia S. A. S. ("Onnet") for an amount equivalent to USD 328.9 million ($1,307,473.1) million.

The negotiation included the agreement of an Earn-Out, which was agreed between the parties based on the analysis of the Master business plan. On March 23, 2022, the modification of the operation entered into with KKR was signed so that Colombia Telecomunicaciones S.A. E.S.P. BIC will be able to: (i) receive a higher income by way of an increase in the sale price of fiber optic assets in the amount of USD 50.00 million in cash in three payments over time, subject to the fulfillment of conditions outlined in the Master Business Plan over the years 2022, 2023, and 2024 and (ii) USD 33.33 million for capitalization in Alamo HoldCo Sp for a total of USD 83.33 million. The amendment will not alter the Company's interest in Alamo HoldCo S.L., equivalent to 40% of the capital stock.

At the close of September 2023, the Company conducted a conciliation with Onnet Fibra Colombia S.A.S. to validate the fulfillment of the agreed conditions for the first year. By achieving the Earn-Out and surpassing two of the three established goals, the result was a payment of USD 16,000,000 equivalent to $62,515.4 million. In addition to this, USD 10,666,667 was capitalized, equivalent to $41,819.1 million, as an increased value in the investment in Álamo Holdco, S.L. Regarding the third condition, it was verified that the goal was met, and payment to the Company will proceed.

On October 30, 2023, Colombia Telecomunicaciones S.A. E.S.P. BIC signed an amendment to the agreements with Alamo SpainCo, S.L.U. and Onnet Fibra Colombia S.A.S., allowing it to exercise the option to release the exclusivity agreed upon in the wholesale agreement before the expiration of its contractual term. To exercise this right, the Company must reach a certain number of homes connected.

c) Agreement - Single Network Project

On June 9, 2023, Colombia Telecomunicaciones S.A. ESP BIC and Colombia Móvil S.A. ESP (Tigo) entered into a non-binding Memorandum of Understanding to explore the possibility of sharing their mobile access networks and other network resources.

On December 14, 2023, the Board of Directors and on February 19, 2024, the General Shareholders' Meeting of Colombia Telecomunicaciones S.A. ESP BIC authorized the execution of an agreement between Tigo and the Company for the sharing of mobile access networks and radio spectrum.

On February 26, 2024, Colombia Telecomunicaciones S.A. ESP BIC and Colombia Móvil S.A. ESP signed a framework agreement for the implementation of a single mobile access network, through an independent company, as well as for sharing radio spectrum usage permits through a Temporary Union. The closing of the transaction is subject to obtaining the corresponding regulatory approvals and the respective contractual stipulations.

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d) Capital Repayment of the Ordinary Bond of Colombia Telecomunicaciones S.A. E.S.P BIC, 2019 issuance.

In accordance with the terms set forth in the Ordinary Bonds prospectus issued on May 29, 2019, for the amount of COP 500 billion. On May 29, 2024, the Company paid its holders the principal associated with Subseries A-5 for the amount of COP 347.590 billion along with its corresponding interest. (Note 18).

2. OPERATIONS

2.1. Ongoing Business

In conducting its business activities, the Group analyzes not only the measurement of assets and liabilities, accounting estimates, and appropriate disclosures but also the Group's ability to continue as a going concern.

Management continues to have a reasonable expectation that the Group has adequate resources to continue as a going concern for at least the next 12 months and that the going concern basis of accounting remains appropriate. The Group has resources comprising cash and cash equivalents of $71.350.157, other highly liquid assets, and if necessary, initiatives will be activated to generate sufficient working capital for operations.

The Group's management, with the support of the shareholders, is jointly analyzing the necessary measures to strengthen the liquidity and financial indicators of the Group and ensure the ability to continue operating as a going concern. These measures have already been implemented through the execution of the Strategic Plan for the years 2024 to 2026. Additionally, in response to a severe negative scenario, the Group maintains the capacity to take mitigation actions to reduce costs, optimize cash flow, and preserve liquidity.

These consolidated financial statements have been prepared on a going concern basis and do not include any adjustments to the carrying amounts and classification of reported assets, liabilities, and expenses that might otherwise be required if the going concern basis were not appropriate.

2.2. Impacts of the international conflict

The Group has implemented internal control measures through a protocol so that any transaction with third parties whose location is in Russia or third parties from other countries that were reached by the sanctions imposed by the European Union, United Kingdom, United States, and other countries, are authorized by the intervention area, internal audit, and compliance area. As of the first quarter of 2024, there is no relationship with third parties affected by sanctions, so no risks have been generated in the financial information.

No significant impacts have been identified in the financial information or the operation of the Group arising from the current situation of geopolitical conflicts in the Middle East or Western Europe.

2.3. Main Regulatory Matters

The main regulatory aspects as of June 30, 2024, are as follows

a) Spectrum Licenses

- In accordance with the procedures stipulated by the Ministry of Information and Communications Technologies (hereinafter MINTIC), the Group applied for the renewal of the 30 MHz in the AWS band in June 2023, as well as the 25 MHz in the 850 band and the 15 MHz of spectrum in the 1900 MHz band in September 2023.Through Resolution No. 01053 of 2024 from MinTic, the conditions for the renewal of spectrum in the AWS band were established, and in April 2024, an appeal was filed requesting better conditions.

- MINTIC conducted the auction on December 20, 2023, and the Company participated and acquired, in a Temporary Union with Colombia Móvil S.A. ESP (hereinafter TIGO),the participation will be in equal percentages (50% for each party), and a block of 80 MHz in the 3.5 GHz band was acquired for the reserve value of $318 billion pesos, which includes the amount to be recognized for obligations to be fulfilled.The acquired block has coverage obligations on primary and secondary roads, as well as connecting educational institutions through fiber optics, which must be completed within a maximum period of 18 months, extendable to 24 months in some cases. The maximum value that MINTIC will recognize for the execution of these obligations is $69 billion pesos.

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b) Memorandum of Understanding and Authorization from the Superintendence of Industry and Commerce (SIC) to operate a Single Mobile Access Network.

On February 26, 2024, a framework agreement was signed between Colombia Telecomunicaciones S.A. E.S.P. BIC and Colombia Móvil S.A. E.S.P. to develop a single mobile access network through an independent company, as well as to share permits for the use of radio spectrum through a Temporary Union and a Trust Fund for the joint management of resources.

c) Approved laws

No new laws relevant to the ICT sector were recorded and approved in the first semester of 2024.

d) Main bills related to the TIC sector currently under consideration by the Congress:

- Bill 10 of 2023; Senate of the Republic: Establishes the National Digital Security Agency.
- Bill 16 of 2023; Senate of the Republic: Provisions to prevent the effects of programmed obsolescence of mass consumer electronic devices.
- Bill 23 of 2023; House of Representatives: Establishes the National Digital and Space Security Agency
- Bill 59 of 2023; Senate of the Republic: Public policy guidelines for the development, use, and implementation of artificial intelligence.
- Bill 89 of 2023; Senate of the Republic: Provisions to develop healthy and safe digital environments for children and teenagers.
- Bill 91 of 2023; Senate of the Republic: Establishes the duty of information for the responsible use of artificial intelligence.
- Bill 116 of 2023; House of Representatives: Public policy guidelines to expand coverage of rural public goods and services.
- Bill 125 of 2023; House of Representatives: Expands the transitional regime "clean slate 2.0".
- Bill 130 of 2023; Senate of the Republic: Establishes the harmonization of artificial intelligence with the right to work of individuals.
- Bill 137 of 2023; House of Representatives: Presents provisions for the recovery of technology for children.
- Bill 176 of 2023; Senate of the Republic: Establishes the registration and identification of end users of SIM cards and e-SIM or technology that replaces them.
- Bill 200 of 2023; House of Representatives: Defines and regulates artificial intelligence and establishes limits on its development, use, and implementation.
- Bill 219 of 2024; Senate of the Republic: establishes measures to protect users in the reconnection processes of VoIP, mobile and fixed telephony, internet, and television services - Free reconnection

e) Main initiatives of MINTIC.

The Vice Minister of ICT has planned to postpone the regional auction of the remaining spectrum. The official mentioned that, due to the difficult financial situation in the sector, the date would be moved from August to December 2024, when the 80 MHz available in the 3500 MHz band would be awarded

f) Regulatory Topics on the Agenda of the Communications Regulation Commission.

The CRC has issued Resolution 7285 of 2024. The project began by analyzing the problem of lack of competition in the market for voice and data mobile packages and has provided the following:

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Roaming Automático Nacional (RAN)

1. New obligation to offer and provide, under non-discriminatory conditions, the RAN service as requested by the Network Provider Origin. If requested disaggregation at a greater level than municipal, the Visiting Network Provider must provide it (if technical restrictions are demonstrated, it must be provided at least by municipality).

2. Reduced the fee received by the dominant operator for RAN voice and data, accelerating the application of the final price, which is lower according to the regulated path.

3. Expanded the list of municipalities where the RAN value is regulated, from 460 to 498.

User Rights

1. Rates: New authority to request subscription to retention, loyalty, and recovery plans once they meet the requirements, which must be communicated on the website. It is necessary to create a visible and easily accessible microsite to publish these plans.

2. Portability: Extended the window period for changing from 8 AM to 4 PM, from Monday to Sunday including holidays. Changed from business days to calendar days for the activation period; the choice of the day to make the porting effective; the planning and realization of the change window; and the cancellation of service for a ported number.

3. Ordered user attention in physical offices for non-compliance with 4G data quality indicators.

Competition

1. Adjusted the definition of Mobile Network Operator (MNO) and Mobile Virtual Network Operator (MVNO). A company may be an MVNO in areas where it does not have spectrum permission, or where it has permission but does not use it. An MNO is the company that has spectrum permission.

2. New obligation: all operators must report the passive infrastructure they use, whether their own or from third parties (towers, masts, monopoles, floor space, and additional services it controls in any capacity). The Dominant Operator is also required to publish it on its website, along with the reference conditions for sharing such infrastructure.

   - The CRC published a consultation document on the review project of fixed network remuneration schemes. It makes a diagnosis highlighting the modernization of networks and substantial drops in fixed network traffic and asks about the convenience of reviewing termination charges in 2024.

   - The Regulatory Commission has published for comments the document on regulatory alternatives for the project "Review of regulatory measures for mobile services - Phase 2."

   - The Commission seeks to increase effective competition to improve user welfare; evaluate the relevance of modifying or complementing general measures; determine the need for new measures to mitigate the absence of effective competition; and identify elements of the regulations susceptible to simplification.

     The proposals are framed in 5 thematic areas: i) joint sale of mobile services with other communication services; ii) Economic replicability of offers made by Mobile Network Operators; iii) Prohibition of permanence clauses in bundled mobile and fixed services and joint offers of mobile and fixed services; iv) Quality conditions of the National Automatic Roaming service; and v) Customer recovery practices or "Win-back" in Mobile Number Portability.

   - CRC issued Resolution 7363 in April 2024, regarding quality in mobile services.

     It modifies the target values of the Latency (round trip), Jitter, and Packet Loss Rate indicators for 4G data:

     Target value indicator by geographic area: Latency (round trip) 100 milliseconds maximum; Jitter 50 milliseconds maximum; Packet Loss Rate 5% maximum.

     For base stations with satellite transmission, the indicators of Latency, Jitter, and Packet Loss Rate are reported informatively and do not need to meet target values.

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It sets the target values for the upload and download speed indicators of 4G mobile data according to the defined geographic areas.

- The CRC announced the launch of its new Excluded Numbers Registry platform, in accordance with the "Dejen de Fregar" Law, to limit the sending of commercial and advertising content through different contact channels by producers and suppliers of goods and services.

- The CRC has initiated a public consultation for the operators it regulates to submit their proposals for simplifying all current regulations. The deadline for responses is July 2, 2024.

g) Initiatives of the Mayor's Office of Bogotá

By issuing Decree 52, the Mayor's Office of Bogotá has granted the sectorial request to extend the deadline for the regularization of infrastructure. For the regularization of a radio station installed irregularly, each provider of networks and telecommunications services and/or the provider of telecommunications support infrastructure will have a maximum term until March 31, 2025, to submit documentation to the District Planning Secretariat and meet the conditions.

3. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES AND PRACTICES

3.1. Professional Accounting Standards Applied

3.1.1. Basis of Presentation

These interim financial statements ended June 30, 2024, and for the six-month period ended on that date have been prepared in accordance with IAS 34 Interim Financial Reporting and should be read in conjunction with the Group's latest annual consolidated financial statements as of and for the year ended December 31, 2023 ('latest annual financial statements'). They do not include all the information required for a complete set of financial statements prepared in accordance with IFRS. However, selected explanatory notes are included to explain events and transactions that are important to understand the Group's financial position and performance changes since the last annual financial statements.

These Condensed Consolidated Interim Financial Statements have been prepared on the historical cost basis except for land, buildings, and derivative financial instruments, which have been measured at fair value.

The carrying amounts of assets and liabilities recognized and designated as hedged items in fair value hedging relationships that would otherwise have been carried at amortized cost have been adjusted for changes in fair values attributable to the risks being hedged in the respective effective hedging relationships.

The consolidated financial statements are presented in Colombian pesos, which is the Group's functional currency, and all values in Colombian pesos are rounded to the nearest thousand unless otherwise indicated.

Transactions in foreign currencies are translated into the functional currency using the exchange rates in effect at the dates of the transactions or valuation when items are revalued. Balances denominated in foreign currencies are expressed in Colombian pesos at the representative exchange rates of $4,148.04 and $3,822.05 per US$1 at June 30, 2024 and December 31, 2023, respectively.

The Condensed Consolidated Interim Financial Statements for the period ended June 30, 2024, were authorized for issue by the Chief Executive Officer of Colombia Telecomunicaciones S. A. E.S.P. BIC on August 12, 2024.

3.1.2. Condensed Consolidated Interim Financial Statements

The Group prepares its Condensed Consolidated Interim Financial Statements that include the Group's information as a single company using the full integration methodology, adding its assets, liabilities, and transactions for the period, excluding those transactions carried out between the Company and its subsidiary.

The subsidiary is consolidated from the date on which Colombia Telecomunicaciones S. A. E.S.P. BIC obtains control and will continue to be consolidated until the date on which such control ceases and/or is disposed of. The subsidiary prepares individual financial statements for the same reporting period as that of Colombia Telecomunicaciones S. A. E.S.P. BIC, applying uniform accounting policies. All balances, transactions, unrealized gains, and losses arising between Group entities are eliminated.

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3.1.3. Investments in Associates

The equity method accounts for investments in associates in which the Group has significant influence. Under this method, investments are initially recorded at cost and subsequently adjusted, with credit or debit to income, as appropriate, to recognize the share in the profits or losses of the associate after the elimination of unrealized intercompany profits. The cash distribution of the profits of these companies is recorded as a reduction in the value of the investment.

Additionally, the proportional participation in the variations in other equity accounts of the associates, other than income for the period, is also recorded as an increase or decrease in the value of the investments indicated above, with a credit or debit to the equity method surplus account.

In a transaction involving an associate or a joint venture, the extent to which the gain or loss is recognized depends on whether the assets sold or contributed constitute a business:

- When the entity: sells or contributes assets, which constitute a business, to a joint venture or associate; or loses control of a subsidiary that contains a business but retains control or significant influence; the gain or loss from that transaction is recognized in full.

- Conversely, when the entity: sells or contributes assets that do not constitute a business to a joint venture or associate; or loses control of a subsidiary that does not contain a business but retains joint control or significant influence in a transaction involving an associate or joint venture; the gain or loss resulting from that transaction is recognized only to the extent of the unrelated investor's interest in the joint venture or associate, the entity's share of the gain or loss is eliminated.

Therefore, in accordance with the terms of the contract for the sale of the fiber optic assets, Colombia Telecomunicaciones S.A. E.S.P. BIC has subscribed shares equivalent to a 40% interest in Alamo HoldCo S.L. and considering that the operation constitutes the sale of a business with subsequent investment in an associate, in the presentation of these consolidated financial statements, the profit or loss arising from this transaction will be recognized in full.

3.1.4. Accounting Estimates and Judgments

The preparation of Condensed Consolidated Interim Financial Statements in accordance with MFRS requires the use of certain critical accounting estimates. Based on the preceding, Management makes judgments, estimates, and assumptions that could affect the reported amounts of revenues, costs, expenses, assets, and liabilities at the date of the Condensed Consolidated Interim Financial Statements, including the respective disclosures in future periods. Although they may differ from their final effect, Management believes that the estimates and assumptions used were appropriate in each circumstance.

The estimates and judgments used are continually evaluated and are based on historical experience and other factors, including the expectation of the occurrence of future events that are considered reasonable under the circumstances.

The following is a summary of the main accounting estimates and judgments made by the Group in the preparation of the Condensed Consolidated Interim Financial Statements:

- The assumptions used to calculate the fair value of financial instruments,
- The valuation of financial assets to determine the existence of impairment losses,
- The useful life of property, plant and equipment and intangibles,
- The variables used and the assumptions used in the evaluation and determination of impairment indicators for non-financial assets,
- The variables used in the evaluation and determination of losses and obsolescence of inventories,
- The discount rate used in the calculation of the lease liability and the right of use,
- The probability of occurrence and the value of the liabilities that determine the amount to be recognized as provisions related to litigation and restructuring,
- The assumptions used in recognition of the decommissioning liability,
- The assessment of the probability of having future profits for the recognition of deferred tax assets,
- The estimated time to depreciate the rights of use, the assumptions used in the calculation of the growth rates of the lease contracts recorded as rights of use, and the variables used for the valuation of the lease liability.
- Post-employment employee benefits, the present value of pension obligations, and other post-employment benefits depend on certain factors that are determined on an actuarial basis using several assumptions.

These estimates have been made on the basis of the best information available on the events analyzed at the date of preparation of the Condensed Consolidated Interim Financial Statements, which may give rise to future modifications by virtue of possible

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situations that may occur and that would require their recognition prospectively, which would be treated as a change in an accounting estimate in future financial statements.

3.2. Accounting Policies

The Group's main accounting policies are described in the accounting policies section of the annual report as of December 31, 2023. The same has been applied for the period covered by these Condensed Consolidated Interim Financial Statements.

3.2.1. Jointly controlled Operations

Joint arrangements are those over which there is joint control, established by contracts that require unanimous consent for decisions relating to activities that significantly affect the performance of the arrangement. To recognize the agreements, the Group is required to record the rights and obligations arising from the agreement, depending on whether they are classified as a joint venture or a joint operation.

The interests of a joint venture are recognized using the equity method, while for joint operations, each party recognizes its respective share of the assets, liabilities, revenues, and expenses.

The Group recognizes as a joint operation those contracts with third parties over which it has rights to the assets and obligations with respect to the liabilities, related to the arrangement and accounts for each asset, liability, and transaction, including those held or incurred jointly, in connection with the operation in accordance with the percentage interest in the respective arrangement.

The Group has entered into contractual arrangements with other participants to undertake joint activities that do not result in a jointly controlled entity. These arrangements sometimes involve joint ownership of assets dedicated to the purposes of each venture but do not create a jointly controlled entity, whereby the participants derive benefits from the activities directly, rather than deriving returns from an interest in a separate entity.

The Group's financial statements include its share of the assets of the joint operations together with the liabilities, revenues, and expenses generated, which are measured in accordance with the terms of each arrangement, generally based on each participant's share.

3.2.2 Non-current assets held for sale

The non-current assets or groups of assets held for sale consist of assets and liabilities that the Group currently holds for transfer in a transaction based on a highly probable disposal plan. They are recognized at the lower of their carrying amount and fair value less costs to sell and are not subject to depreciation while classified as held for sale. When the sale is expected to occur beyond one year, the Group measures the costs to sell at their present value. Any increase in the present value of the costs to sell arising during the period is recognized in the income statement.

Fixed assets classified as held for sale and the assets and liabilities of disposal groups classified as held for sale must be presented separately on the statement of financial position from the rest of the assets and liabilities.

4. REGULATORY CHANGES

New regulations incorporated into the accepted accounting framework in Colombia, whose application is mandatory starting from January 1, 2024.

The Decree 1611 of 2022 updated the technical frameworks of the Accounting and Financial Information Standards accepted in Colombia, mainly incorporating amendments to the standards already compiled by Decrees 938 of 2021, 2270 of 2019, and 1432 of 2020. These amendments consider the regulations incorporated by Decrees 2420 and 2496 of 2015, 2131 of 2016, 2170 of 2017, and 2483 of 2018, modified by Decrees 2496 of 2015, 2131 of 2016, 2170 of 2017, 2483 of 2018, 2270 of 2019, 1432 of 2020, 1611 of 2022, and 1899 of 2023.

The latest consolidated annual financial statements as of December 31, 2023, reveal the regulations incorporated into the accepted accounting framework in Colombia, whose application must be evaluated mandatorily in periods subsequent to January 1, 2024.

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5. CASH AND CASH EQUIVALENTS

The balance of cash and cash equivalents is as follows:

	As of june, 30		As of december, 31	
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Banks in national and foreign currency	16.799	64.548.528	62.188	238.943.403
Temporary investments (1)	1.767	6.787.976	32.076	123.248.062
Cash	4	13.653	4	14.204
	18.570	**71.350.157**	**94.268**	**362.205.669**

The net decrease is mainly due to: i) higher financial debt payments during the semester and ii) the net effect of collections from customers and cash used in operating activities.

Cash and cash equivalents include balances in foreign currency, and their equivalent in thousands of pesos as of June 30, 2024, and December 31, 2023, were USD 2,126 thousand ($8,818,733) and USD 1,556 thousand ($5,947,110), respectively (Note 28).

As of June 30, 2024, and December 31, 2023, restricted bank balances amounted to $12,432,937 and $12,019,313, respectively.

(1) Includes investments in collective funds whose rates for the six-month period ended June 30, 2024, and 2023 ranged between 8.90% and 11.89% and between 9.14% and 33.50%, respectively. As of December 31, there were Tax Refund Bonds (TIDIS) amounting to $97,052 million, which were liquidated during the first quarter of 2024.

The returns on temporary and bank investments recognized during the six-month period ended June 30, 2024, and 2023 were $16,925,475 and $3,552,999, respectively (Note 27).

6. FINANCIAL ASSETS

The balance of financial assets as of June 30, 2024, is as follows:

	At fair value through profit or loss	At fair value with changes in OCI	Total financial assets at fair value	At amortized cost	Total financial assets
			(In thousands of US$)		
Current financial assets:					
Hedging instruments (1)	2.939	11.792	14.731	-	14.731
Deposits and guarantees (2)	-	-	-	22	22
	2.939	**11.792**	**14.731**	**22**	**14.753**
Non-current financial assets:					
Hedging instruments (1)	49.403	-	49.403	-	49.403
Deposits and guarantees (2)	-	-	-	8.227	8.227
Other financial assets	-	-	-	16	16
	49.403	**-**	**49.403**	**8.243**	**57.646**
	52.342	**11.792**	**64.134**	**8.265**	**72.399**

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	At fair value through profit or loss	At fair value with changes in OCI	Total financial assets at fair value	At amortized cost	Total financial assets
			(In thousands of COP$)		
Current financial assets:					
Hedging instruments (1)	11.292.567	45.308.954	56.601.521	-	56.601.521
Deposits and guarantees (2)	-	-	-	84.742	84.742
	11.292.567	**45.308.954**	**56.601.521**	**84.742**	**56.686.263**
Non-current financial assets:					
Hedging instruments (1)	189.820.000	-	189.820.000	-	189.820.000
Deposits and guarantees (2)	-	-	-	31.612.028	31.612.028
Other financial assets	-	-	-	60.000	60.000
	189.820.000	**-**	**189.820.000**	**31.672.028**	**221.492.028**
	201.112.567	**45.308.954**	**246.421.521**	**31.756.770**	**278.178.291**

(1) As of June 30, 2024, there is an increase in the asset due to the valuation of hedging instruments, mainly due to the devaluation of the exchange rate by 8.5% compared to the end of December 2023 (as of June 30, 2024, the exchange rate was $4,148.04, and as of December 31, 2023, it was $3,822.05). The non-current portion amounting to $189,820 million corresponds primarily to the impact of the senior bond hedges.

(2) This corresponds to deposits established by court order, for which the Company is carrying out the necessary processes for resolution. These processes are mainly with local entities related to municipal taxes

The balance of financial assets on December 31, 2023, is as follows:

	Total financial assets at fair value	At amortized cost	Total financial assets
		(In thousands of US$)	
Current financial assets:			
Deposits and guarantees	-	74	74
	-	**74**	**74**
Non-current financial assets:			
Hedging instruments	6.981	-	6.981
Deposits and guarantees	-	8.254	8.254
Other financial assets	-	16	16
	6.981	**8.270**	**15.251**
	6.981	**8.344**	**15.325**

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	Total financial assets at fair value	**At amortized cost**	**Total financial assets**
	(In thousands of COP$)		
Current financial assets:			
Deposits and guarantees	-	284.742	284.742
	-	**284.742**	**284.742**
Non-current financial assets:			
Hedging instruments	26.825.000	-	26.825.000
Deposits and guarantees	-	31.713.897	31.713.897
Other financial assets	-	60.000	60.000
	26825000	**31.773.897**	**58.598.897**
	26.825.000	**32.058.639**	**58.883.639**

7. DEBTORS AND OTHER ACCOUNTS RECEIVABLE, NET

The balance of debtors and other accounts receivable is as follows:

	As of june, 30		**As of december, 31**	
	2024		**2023**	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Current				
Customers by sale and provision of services (1)	264.478	1.016.203.986	225.772	867.485.015
Portfolio by equipment sold at installments (2)	89.200	342.733.921	91.088	349.985.815
Related parties (3) (Note 29)	71.257	273.789.949	51.124	196.432.993
Other debtors (4)	62.076	238.513.983	56.209	215.970.955
Portfolio with national and international operators (5)	17.238	66.234.133	10.959	42.108.076
Commercial agents and distribution channels (6)	1.810	6.952.751	5.380	20.673.278
Portfolio impairment (7)	(155.679)	(598.164.495)	(145.061)	(557.368.563)
	350.380	**1.346.264.228**	**295.471**	**1.135.287.569**
Non-current:				
Related parties (3) (Note 29)	168.414	647.097.707	154.916	595.235.639
Portfolio of equipment sold in installments (2)	28.757	110.492.718	36.227	139.193.443
Customers by sale and provision of services (1)	23.703	91.073.398	23.702	91.073.398
Portfolio with national operators (5)	12.576	48.319.174	12.576	48.319.174
Other debtors (4)	9.254	35.556.049	9.715	37.326.887
Portfolio impairment (7)	(2.177)	(8.363.695)	(2.746)	(10.549.997)
	240.527	**924.175.351**	**234.390**	**900.598.544**
	590.907	**2.270.439.579**	**529.861**	**2.035.886.113**

As of June 30, 2024, balances in foreign currency include amounts with debtors and other receivables for USD 17,104 thousand ($70,948,076) and with related parties for USD 75,713 thousand ($314,060,553). As of December 31, 2023, balances in foreign currency with debtors and other receivables were USD 9,053 thousand ($34,601,019) and with related parties were USD 70,068 thousand ($267,803,399) (Note 28).

(1) The net growth in the current portion is mainly in the residential and corporate segments due to the increase in services provided through optical fiber, digital services, and integrated solutions during the first half of 2024. The non-current portion corresponds to receivables from corporate clients according to the contractually established terms.

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(2) Includes receivables from the sale of handsets and Wi-Fi amplifiers to customers. As of June 30, 2024, there is a decrease in both the current and non-current portions mainly due to lower commercial activity resulting from a market slowdown.

(3) As of June 30, 2024, the current portion shows a net increase mainly due to the provision of services for fiber optic network deployment, sale of ducts and submarine cable, support services, and regional consulting. The non-current portion increases mainly due to the Earn Out concept of the fiber optic business according to the payment plan established between the parties (Note 29).

(4) Mainly includes receivables from agreements with third parties, fiduciary rights, and receivables from real estate sales. The current portion shows a net increase, mainly in financing channels for handset sales, and a decrease in receivables from real estate sales and services provided for fiber optic deployment projects under a co-investment scheme. The non-current portion decreases due to the reclassification to short-term receivables from real estate sales according to the established terms.

The current portion as of June 30, 2024, and December 31, 2023, includes fiduciary rights amounting to $36,677,794 and $35,843,986, respectively (Note 20) from the Biannual Plan. The increase is due to financial returns from fiduciary assignments.

(5) At the end of the first half of 2024, the increase corresponds to receivables from roaming services, mainly due to reconciliations of tariffs from previous periods, higher receivables with national operators for access charges, and the impact of the devaluation of the exchange rate during the first half of 2024. The long-term balance corresponds to receivables with the operator according to the terms of the agreement.

(6) As of June 30, 2024, receivables with commercial agents and distribution channels decreased mainly due to the closure of commercial activity in the retail channel and higher collections during the first half of 2024.

(7) The net growth as of June 30, 2024, corresponds to the impairment of receivables amounting to $40,098 million (Note 25) and write-offs amounting to $1,488 million.

8. PREPAID EXPENSES

The balance of prepaid expenses is as follows:

	As of june, 30		As of december, 31	
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Current:				
Costs for obtaining contracts with clients (1)	48.351	185.779.029	41.789	160.564.727
Cost of equipment at customers' homes (2)	48.091	184.780.306	43.021	165.300.070
Cost of fulfilling contracts with clients (3)	30.522	117.272.916	26.004	99.912.131
Corporate projects (4)	12.652	48.612.116	9.096	34.951.404
Support and maintenance (5)	7.363	28.292.371	7.640	29.356.644
Insurance policies (6)	1.108	4.258.686	1.942	7.463.160
Irrevocable use rights - capacity	14	54.590	17	64.162
	148.101	**569.050.014**	**129.509**	**497.612.298**
Non-current:				
Costs for obtaining contracts with clients (1)	81.289	312.338.141	74.228	285.207.407
Cost of equipment at customers' homes (2)	65.714	252.494.537	68.436	262.944.250
Cost of fulfilling contracts with clients (3)	45.170	173.555.485	41.697	160.214.133
Insurance policies (6)	448	1.721.068	178	685.103
Support and maintenance (5)	303	1.163.362	479	1.842.144
Irrevocable use rights - capacity	130	500.265	136	522.774
	193.054	**741.772.858**	**185.154**	**711.415.811**
	341.155	**1.310.822.872**	**314.663**	**1.209.028.109**

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(1) As of June 30, 2024, the increase is mainly due to higher commercial activity driven by the expansion of the fiber optic network, which generated higher sales commissions during the first half of 2024. Amortization for the six-month periods ended June 30, 2024, and 2023 was $96,114,151 and $68,200,411, respectively (Note 25).

(2) Amortization for the six-month periods ended June 30, 2024, and 2023 for equipment costs at customer homes was $90,838,424 and $64,305,472, respectively (Note 25). The current portion shows an increase mainly due to accelerated commercial activity supported by the preference for fiber optic network (FTTH) and Internet Protocol Television (IPTV) services and the reclassification from the non-current portion for previous periods' accruals. The non-current portion shows a net decrease due to reclassifications to the current portion.

(3) Amortization for the periods ended June 30, 2024, and 2023 was $59,617,542 and $42,699,535, respectively (Note 25). Both the current and non-current portions increase due to the installation services of equipment at customer homes driven by higher commercial activity during the first half of 2024.

(4) As of June 30, 2024, the increase is mainly due to the progress of the fiber network deployment amounting to $47,621 million and the single network project amounting to $991 million.

(5) Includes services for licenses, support, and equipment maintenance for the network. As of June 30, 2024, the decrease in the current portion is mainly due to the amortization of licenses associated with technological platforms, as well as their respective technical and functional support for corporate clients and business projects. The decrease in the non-current portion corresponds to reclassifications to the short-term in accordance with the service's validity.

(6) As of June 30, 2024, the decrease in the current portion is mainly due to the amortization of all-risk insurance policies. The increase in the non-current portion corresponds to an insurance policy for the renewal of the 4G spectrum

9. CONTRACTUAL ASSETS AND LIABILITIES

The changes in contractual assets and liabilities for the six-month period ended June 30, 2024 are as follows:

	As of 31 december 2023	High	Amortization	Transfers	Reversal	As of 30 june 2024
			(In thousands of US$)			
Current contractual asset (1)						
Contractual asset	2.892	751	(1.855)	727	-	2.514
Impairment corrections	(10)	(2)	5	(2)	2	(7)
	2.882	**749**	**(1.850)**	**725**	**2**	**2.507**
Non-current contractual asset (1)						
Contractual asset	568	347	-	(727)	-	190
Impairment corrections	(2)	(1)	-	2	-	(1)
	566	**346**	**-**	**(725)**	**-**	**189**
Total Contractual Assets	**3.448**	**1.095**	**(1.850)**	**-**	**2**	**2.696**
Current contractual liabilities (2)	44.419	82.769	(94.063)	6.017	-	39.142
Non-current contractual liability (2)	48.778	-	-	(6.017)	-	42.762
	93.197	**82.769**	**(94.063)**	**-**	**-**	**81.904**

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	As of 31 december 2023	High	Amortization	Transfers	Reversal	As of 30 june 2024
			(In thousands of COPS$)			
Current contractual asset (1)						
Contractual asset	11.109.329	2.886.995	(7.129.002)	2.792.055	-	9.659.377
Impairment corrections	(36.655)	(7.860)	18.564	(8.579)	6.940	(27.590)
	11.072.674	**2.879.135**	**(7.110.438)**	**2.783.476**	**6.940**	**9.631.787**
Non-current contractual asset (1)						
Contractual asset	2.191.246	1.334.364	-	(2.792.055)	-	733.555
Impairment corrections	(8.432)	(3.763)	-	8.579	1.597	(2.019)
	2.182.814	**1.330.601**	**-**	**(2.783.476)**	**1.597**	**731.536**
Total Contractual Assets	**13.255.488**	**4.209.736**	**(7.110.438)**	**-**	**8.537**	**10.363.323**
Current contractual liabilities (2)	170.669.840	318.022.894	(361.417.047)	23.121.075	-	150.396.762
Non-current contractual liability (2)	187.424.759	-	-	(23.121.075)	-	164.303.684
	358.094.599	**318.022.894**	**(361.417.047)**	**-**	**-**	**314.700.446**

(1) The net decrease corresponds to the amortization of benefits granted to customers, mainly in the corporate segment.

(2) Includes the exclusivity commitment through connectivity services via the fiber optic network, established in the contract for the sale of the assets of this network. During the first half of 2024, net amortization of $24,683 million was recognized, as follows: i) other operating income of $35,663 million and, ii) financial expenses of $10,980 million.

As of June 30, 2024, the current portion includes prepaid charges with customers of $76,577 million, exclusivity commitment of $63,274 million, and charges with operators and commercial agents of $10,546 million. The balance in the non-current portion corresponds to the exclusivity commitment.

10. INVENTORIES

The balance of inventories is as follows:

	As of june, 30		**As of december, 31**	
	2024		**2023**	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Mobile phones and accessories (1)	16.670	64.052.974	22.652	87.034.722
Materials and equipment (2)	13.722	52.724.521	19.252	73.973.367
Equipment in transit (3)	8.712	33.471.615	5.772	22.178.543
IT equipment (4)	2.263	8.694.250	1.105	4.247.118
	41.367	**158.943.360**	**48.781**	**187.433.750**
Provision for obsolescence (5)	(1.673)	(6.427.256)	(1.823)	(7.005.137)
	39.694	**152.516.104**	**46.958**	**180.428.613**

During the six-month periods ended June 30, 2024, and 2023, inventory consumption recognized as cost of sales was $305,547,547 and $598,535,412, respectively (Note 25).

(1) The net decrease as of June 30, 2024, is mainly due to lower provisioning of equipment due to reduced commercial activity, resulting from changes in consumer behavior related to current economic conditions.

(2) Includes modems, equipment for corporate services, and localization services. The net decrease is mainly associated with lower provisioning of fixed equipment in line with commercial activity during the first half of 2024.

(3) The increase as of June 30, 2024, primarily corresponds to equipment in the process of nationalization to meet the fixed and mobile commercial offer planned for the second half of 2024.

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(4) Includes equipment for IT workstation projects. The increase is mainly due to the provisioning of this equipment to meet the demand of new clients.

(5) During the six-month period ended June 30, 2024, a recovery of impairment provision of $577,880 was recognized (Note 25), mainly generated by improved turnover of inventories over 360 days

11. TAXES AND GENERAL GOVERNMENT

The balance of tax and government assets is presented below:

	As of june, 30		As of december, 31	
	2024		2023	
Current	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Credit balance (1)	127.199	488.736.631	90.440	347.501.523
Advances, withholdings and self-withholdings of ICA (2)	5.463	20.989.983	7.018	26.963.974
Sales tax withholdings (3)	1.334	5.125.928	1.270	4.878.674
Tax discount (4)	184	707.405	180	690.382
	134.180	**515.559.947**	**98.908**	**380.034.553**
No Current				
Tax discount (4)	113.484	436.039.760	124.000	476.444.494
	113.484	**436.039.760**	**124.000**	**476.444.494**

(1) As of June 30, 2024, the balance for the corporate tax for the year 2023 is recognized, which will be requested and offset with VAT and consumption tax returns for the first to third bimester of 2024. Additionally, the self-withholdings generated in the current year's semester are recognized.

(2) The net decrease as of June 30, 2024, corresponds to the payment of the annual industry and commerce tax returns for the year 2023, submitted during the first half of 2024.

(3) The balance as of June 30, 2024, corresponds to VAT withholdings, which will be offset in the VAT tax return for the third bimester.

(4) The tax discount corresponds to VAT on the acquisition of real productive fixed assets. As of June 30, 2024, the decrease corresponds to the reclassification of VAT associated with assets related to the single network project to current assets held for sale (Note 12)

The balance of liabilities for taxes and public administrations is presented below:

	As of june, 30		As of december, 31	
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Sales Tax – VAT (1)	27.159	104.353.084	5.555	21.345.092
Withholdings and self-withholdings (2)	13.759	52.866.803	16.644	63.952.549
Other current taxes (3)	2.736	10.512.147	2.945	11.316.037
National Consumption Tax (4)	1.374	5.279.151	476	1.827.590
	45.028	**173.011.185**	**25.620**	**98.441.268**

(1) As of June 30, 2024, the balance of the VAT returns submitted during the first half of 2024 is recorded. The increase compared to the end of 2023 is mainly due to pending VAT returns that will be offset with the balance in favor of the 2023 income tax.

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(2) Includes withholdings and self-withholdings for income and industry and commerce tax purposes. The decrease compared to the end of 2023 corresponds to the legalization of self-withholdings made during 2023 for the industry and commerce tax, which were utilized with the filing of annual declarations in the year 2024.

(3) Mainly corresponds to the tax on telephony and public lighting payable to municipalities.

(4) As of June 30, 2024, the balance of the consumption tax returns for the first half of the year is recorded. The increase compared to the end of 2023 is mainly due to pending consumption tax returns that will be offset against the corporate income tax refund for the year 2023.

Provision for Income and Complementary Taxes

The current and deferred income tax expense recognized in income is composed as follows

	Six-month period ended June 30,			
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Current income tax	(3.151)	(12.102.989)	(233)	(894.093)
Casual income tax	(144)	(551.546)	(105)	(403.910)
Current income and complementary tax (1)	**(3.295)**	**(12.654.535)**	**(338)**	**(1.298.003)**
Deferred tax:				
Deductible temporary differences (2)	(13.889)	(53.365.114)	2.496	9.586.080
Tax credits (3)	(4.992)	(19.181.119)	(5.549)	(21.320.768)
Taxable temporary differences (4)	(362)	(1.394.681)	970	3.726.175
Deferred income tax	**(19.243)**	**(73.940.914)**	**(2.083)**	**(8.008.513)**
Income tax and complementary	**(22.538)**	**(86.595.449)**	**(2.421)**	**(9.306.516)**

(1) The income tax and complementary taxes for the first half of 2024 correspond to the occasional gain generated by the sale of real estate.

(2) During the semester ended June 30, 2024, and 2023, the variation is mainly due to the update of the deferred tax asset (DTA) generated by depreciable fixed assets classified as non-current assets held for sale related to the single network project and the acquisition of new assets during the first half of 2024, impacting $42,873 million, and the update for the accrual of exclusivity for $12,481 million.

(3) During the first half of 2024, the use of tax credits offset against the taxable profit for the period was recognized

(4) During the semester ended June 30, 2024, and 2023, the variation is mainly due to the update of the deferred tax liability (DTL) generated by: the reversal of the DTL due to the effect of exchange rate differences generated in 2023 and the DTL for the recognition of financial income from the fiber optic business.

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Deferred Tax Assets and Liabilities

As of June 30, 2024, the deferred tax asset on temporary differences and tax losses was structured according to the strategic plan (2024–2026) and the projected results (2024–2033) of the Company.

The balance of deferred tax assets and liabilities is presented below:

	As of june, 30		As of december, 31	
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Deferred tax assets:				
Intangibles and property, plant and equipment (1)	39.996	153.674.941	53.811	206.756.383
Other assets	664	2.553.051	738	2.836.723
Deferred tax asset on deductible temporary differences	**40.660**	**156.227.992**	**54.549**	**209.593.106**
Deferred tax asset for tax losses (2)	263.402	1.012.069.321	268.394	1.031.250.441
Total deferred tax asset	**304.062**	**1.168.297.313**	**322.943**	**1.240.843.547**
Deferred tax liability:				
Taxable temporary differences (3)	19.086	73.335.284	18.613	71.517.233
Total deferred tax liability	**19.086**	**73.335.284**	**18.613**	**71.517.233**
Total net deferred tax	**284.976**	**1.094.962.029**	**304.330**	**1.169.326.314**

(1) As of June 30, 2024, the variation compared to December 31, 2023, mainly corresponds to the update of the deferred tax asset due to the following considerations: the fixed assets that generated it were classified as held for sale, given that these assets are part of the Single Network project; also, the acquisition of new depreciable fixed assets, which generated an effect of COP $42,873 million, and the update of the deferred tax asset (DTA) due to the amortization of exclusivity for COP $12,481 million.

(2) During the first half of 2024, the use of tax losses was recognized in accordance with the fiscal result of the period.

(3) As of June 30, 2024, the deferred tax liability (DTL) includes the effect of the tax update mainly due to the Earn-Out concept.

The movement of the deferred tax recognized in the Other Comprehensive Income is presented below:

	Six-month period ended June 30,			
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Valuation of derivative hedging instruments (1)	**(27.058)**	**(103.963.918)**	**(53.198)**	**(204.400.829)**
Participation in other comprehensive income in associate (2) (Note 13)	315	1.209.632	1.163	4.467.680
Deferred tax on participation in associate	(110)	(423.372)	-	-
Participation in associates, net of taxes	**205**	**786.260**	**1.163**	**4.467.680**
	(26.853)	**(103.177.658)**	**(52.035)**	**(199.933.149)**

(1) The variation for the semester ended June 30, 2024, mainly corresponds to the revaluation of the peso against the dollar between the mentioned periods, as well as fluctuations in the SOFR and IBR rates on interest rate hedges.

Due to the uncertainty of the recoverability of the deferred tax asset, no deferred tax is recognized for this concept.

(2) It corresponds to the 40% participation in Alamo Holdco, S.L.

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Tax Losses

Management estimates that no significant differences imply the modification of the tax assessed nor the imposition of penalties that entail the recognition of contingencies in the condensed consolidated interim financial statements.

In accordance with current tax legislation, losses generated in income tax and complementary taxes and/or income tax for equity - CREE before 2017, must be offset with the net income obtained in 2017 and subsequent periods, taking into account the formula established in numeral 5, Article 290 of Law 1819 of 2016. Tax losses determined may not be adjusted for tax purposes.

As a result of the provisions of Ruling 25444 of June 30, 2022, issued by the Council of State Contentious Administrative Chamber, the Company proceeded to recalculate the tax losses generated in the Income Tax up to 2017, where an unrecognized deferred tax asset was determined in the amount of $202.079 million.

Below is the summary of tax losses at the closing of June 30, 2024:

Tax	Year of origin	Adjusted losses	Loss compensation (1)	Total perdidas fiscales	Expiration date
			(In thousands of US$)		
Income	Between 2007 y 2017	689.369	(14.263)	675.106	Unlimited
CREE	2015	77.471	-	77.471	Unlimited
		766.840	**(14.263)**	**752.577**	Unlimited

Tax	Year of origin	Adjusted losses	Loss compensation (1)	Total perdidas fiscales	Expiration date
			(In thousands of COP$)		
Income	Between 2007 y 2017	2.648.761.892	(54.803.199)	2.593.958.693	Unlimited
CREE	2015	297.667.938	-	297.667.938	Unlimited
		2.946.429.830	**(54.803.199)**	**2.891.626.631**	Unlimited

(1) As of June 30, 2024, the use of tax losses on the generated taxable income is included.

12. ASSETS AND LIABILITIES HELD FOR SALE

The Company entered into a framework agreement with Colombia Móvil S.A. ESP (Note 2.3. (b)), for the implementation of a single mobile access network, through an independent company, as well as for sharing the permits for the use of radio spectrum through a Temporary Union. With the signing of the agreement, the assets and liabilities associated with the scope of the operation are classified as held for sale.

As of June 30, 2024, the balance of assets and liabilities held for sale is as follows:

	As of 30 june 2024	
	(In thousands of US$)	(In thousands of COP$)
Assets held for sale		
Right-of-use assets (1)	198.138	761.307.533
Intangibles (2)	156.146	599.959.470
Equipment (3)	54.117	207.932.297
Goodwill	18.544	71.252.557
Taxes and public administrations (4)	15.218	58.470.907
	442.163	**1.698.922.764**
Liabilities held for sale		
Financial liabilities (5)	388.570	1.493.003.174
Provisions (6)	13.241	50.871.166
	401.811	**1.543.874.340**

(1) Corresponds to the right of use for technical site lease contracts.

(2) Corresponds to the 1900 MHz spectrum for $504,887 million and network equipment software for $95.072 million.

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(3) Corresponds to radio access equipment and power.

(4) Represents VAT on the purchase of productive assets related to the single network.

(5) Represents debt from financial lease operations of technical sites for $1.029.752 million and debt from spectrum license acquisition for $463.251 million.

(6) Corresponds to the provision for dismantling assets for usage rights.

13. INVESTMENTS IN COMPANIES

Investments in the Company's companies are as follows:

Associated	Country / City	Direct participation	As of june, 30 2024	As of december, 31 2023
			(In thousands of US$)	
Alamo Holdco, S.L.	España / Madrid	40%	12.400	15.469
			12.400	**15.469**

Associated	Country / City	Direct participation	As of june, 30 2024	As of december, 31 2023
			(In thousands of COP$)	
Alamo Holdco, S.L. (1)	España / Madrid	40%	47.644.096	59.436.247
			47.644.096	**59.436.247**

(1) Colombia Telecomunicaciones S.A. E.S.P. BIC has subscribed to shares equivalent to a 40% stake in Alamo Holdco, S.L. for $183,409.2 million, a Spanish company that owns 100% of the shares of Onnet Fibra Colombia S.A.S. Additionally, the higher value of the investment includes the costs incurred in acquiring this minority stake for $13,775.5 million, while the lower value recognizes the transfer of control for $67,277.7 million, and in September 2023, the Company made a capitalization of USD 10,666,667 equivalent to $41,819.1 million (Note 1), maintaining a 40% stake in Alamo Holdco, S.L. As of June 30, 2024, a loss is recognized by the equity method on net income for $124,082.1 million, as follows: For the six months ended June 30, 2024, a loss of $13,001.8 million and a gain by the equity method on other comprehensive income for $1,209.6 million, and for the years 2023 and 2022, a net loss of $45,092.4 million and $67,197.5 million, respectively

Equity method

Investments in associates and/or subsidiaries in which the Group has a direct stake, or through or with the assistance of its subsidiaries or their subsidiaries' participation in their capital, are accounted for using the equity method:

During the six months ended June 30, 2024, and 2023, a loss of $13,001,784 and $7,664,783 respectively, was recognized in the income statement due to the determination of the equity method on the net result for the period, and a gain of $1,209,632 and $4,467,680 respectively, was recognized in other comprehensive income during the six months ended June 30, 2024, and 2023.

The effect of the application of the equity method in the result for the quarter ended June 30, 2024, and 2023 is presented below:

		Results		Method of Participation	
		Six-month period ended June 30,			
Associated	**Participation**	**2024**	**2023**	**2024**	**2023**
		(In thousands of US$)			
Alamo Holdco, S.L.	40%	(8.460)	(4.987)	(3.384)	(1.995)
		(8.460)	**(4.987)**	**(3.384)**	**(1.995)**

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		Results		Method of Participation	
		Six-month period ended June 30,			
Associated	**Participation**	**2024**	**2023**	**2024**	**2023**
		(In thousands of COP$)			
Alamo Holdco, S.L.	40%	(32.504.460)	(19.161.961)	(13.001.784)	(7.664.783)
		(32.504.460)	**(19.161.961)**	**(13.001.784)**	**(7.664.783)**

Determination of Equity Method on Other Comprehensive Income for the Six Months Ended June 30, 2024 and 2023:

		Other comprehensive result		Method of Participation	
		Six-month period ended June 30,			
Associated	**Participation**	**2024**	**2023**	**2024**	**2023**
		(In thousands of US$)			
Alamo Holdco, S.L.	40%	787	2.907	315	1.163
		787	**2.907**	**315**	**1.163**

		Other comprehensive result		Method of Participation	
		Six-month period ended June 30,			
Associated	**Participation**	**2024**	**2023**	**2024**	**2023**
		(In thousands of COP$)			
Alamo Holdco, S.L.	40%	3.024.080	11.169.199	1.209.632	4.467.680
		3.024.080	**11.169.199**	**1.209.632**	**4.467.680**

The key figures of the companies on which the equity method was applied for the semester ended June 30, 2024, and 2023 were as follows:

	Asset		Liability		Results	
	As of june, 30	As of december, 31	As of june, 30	As of december, 31	Six-month period ended June 30,	
Subsidiaria / Asociada	**2024**	**2023**	**2024**	**2023**	**2024**	**2023**
			(In thousands of US$)			
Alamo Holdco, S.L.	693.243	651.239	627.449	577.772	(8.460)	4.987
	693.243	**651.239**	**627.449**	**577.772**	**(8.460)**	**4.987**

	Asset		Liability		Results	
	As of june, 30	As of december, 31	As of june, 30	As of december, 31	Six-month period ended June 30,	
Subsidiaria / Asociada	**2024**	**2023**	**2024**	**2023**	**2024**	**2023**
			(In thousands of COP$)			
Alamo Holdco, S.L.	2.663.648.569	2.502.255.005	2.410.847.826	2.219.973.882	(32.504.460)	19.161.961
	2.663.648.569	**2.502.255.005**	**2.410.847.826**	**2.219.973.882**	**(32.504.460)**	**19.161.961**

14. RIGHT OF USE

The cost of rights-of-use assets and the related accumulated depreciation is presented below:

	As of june, of 30 2024			As of december, of 31 2023		
Concept	**Cost**	**Accumulated depreciation**	**Net worth in books**	**Cost**	**Accumulated depreciation**	**Net worth in books**
			(In thousands of US$)			
Land and buildings (1)	139.117	(59.672)	79.445	334.286	(169.266)	165.020
Technical installations (1)	50.763	(17.544)	33.219	242.504	(113.113)	129.391
Transport equipment (2)	4.997	(3.930)	1.067	5.712	(4.200)	1.512
	194.877	**(81.146)**	**113.731**	**582.502**	**(286.579)**	**295.923**

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	As of june, of 30 2024			As of december, of 31 2023		
Concept	**Cost**	**Accumulated depreciation**	**Net worth in books**	**Cost**	**Accumulated depreciation**	**Net worth in books**
			(In thousands of COP$)			
Land and buildings (1)	534.528.211	(229.277.139)	305.251.072	1.284.425.973	(650.371.319)	634.054.654
Technical installations (1)	195.046.820	(67.407.994)	127.638.826	931.774.236	(434.614.254)	497.159.982
Transport equipment (2)	19.200.314	(15.099.682)	4.100.632	21.948.212	(16.136.118)	5.812.094
	748.775.345	**(311.784.815)**	**436.990.530**	**2.238.148.421**	**(1.101.121.691)**	**1.137.026.730**

For the semesters ended June 30, 2024, and 2023, the depreciation expense recognized in the comprehensive income statements was COP 85,730,534 and COP 142,924,362, respectively (Note 26)

(1) The net decrease of COP 698,325 million as of June 30, 2024, is due to: i) reclassification to non-current assets held for sale amounting to COP 761,308 million (Note 12); ii) disposals of assets associated with lease contracts, mainly for land and sites for technical installations and transmission equipment through carrier media, which expired, amounting to COP 8,948 million; iii) increase due to the subscription and renewal of lease contracts, mainly for land and sites for technical installations, antenna supports, and carrier media (272 new contracts) amounting to COP 154,482 million; and depreciation for the semester ended June 30, 2024, amounting to COP 82,551 million.

(2) The net increase as of June 30, 2024, is due to the renewal and increase of vehicle rental fees amounting to COP 1,396 million and depreciation expense for the first semester of 2024 amounting to COP 3,179 million.

15. PROPERTY, PLANT, AND EQUIPMENT

The cost of property, plant, and equipment and the related accumulated depreciation is presented below:

	As of june, 30 of 2024			As of december, 31 of 2023		
Concept	**Cost**	**Accumulated depreciation**	**Net value in books**	**Cost**	**Accumulated depreciation**	**Net value in books**
			(In thousands of USD)			
Switching, access and transmission (1)	2.051.306	(1.581.027)	470.279	2.274.577	(1.743.627)	530.950
Land and buildings (2)	771.164	(455.136)	316.028	769.952	(449.877)	320.075
Assets under construction (3)	58.268	-	58.268	116.724	-	116.724
Furniture, information and transportation equipment (4)	222.064	(137.840)	84.224	186.738	(124.798)	61.940
	3.102.802	**(2.174.003)**	**928.799**	**3.347.991**	**(2.318.302)**	**1.029.689**

	As of june, 30 of 2024			As of december, 31 of 2023		
Concept	**Cost**	**Accumulated depreciation**	**Net value in books**	**Cost**	**Accumulated depreciation**	**Net value in books**
			(In thousands of COP$)			
Switching, access and transmission (1)	7.881.734.107	(6.074.778.298)	1.806.955.809	8.739.605.826	(6.699.536.171)	2.040.069.655
Land and buildings (2)	2.963.044.842	(1.748.773.196)	1.214.271.646	2.958.386.691	(1.728.562.428)	1.229.824.263
Assets under construction (3)	223.882.543	-	223.882.543	448.488.690	-	448.488.690
Furniture, information and transportation equipment (4)	853.235.489	(529.621.313)	323.614.176	717.504.986	(479.512.550)	237.992.436
	11.921.896.981	**(8.353.172.807)**	**3.568.724.174**	**12.863.986.193**	**(8.907.611.149)**	**3.956.375.044**

For the semesters ended June 30, 2024, and 2023, the depreciation expense recognized in results was COP 265,925,199 and COP 275,122,017, respectively (Note 26).

(1) The net decrease is mainly due to: i) reclassification to non-current assets held for sale amounting to COP 207,932 million (Note 12); ii) depreciation for the first semester of 2024 amounting to COP 195,094 million; and iii) purchases associated with the deployment of the 4G mobile network, fiber optic network, infrastructure and communication networks for corporate clients, infrastructure for IPTV services, equipment upgrade and replacement, CoE Data and Analytics infrastructure, and emission reduction infrastructure, amounting to COP 169,912 million.
(2) The increase in cost as of June 30, 2024, is mainly related to civil works associated with the 4G mobile network and the fiber optic network. It includes provisions for site dismantling as of June 30, 2024, and December 31, 2023, amounting to COP 27,488,793 and COP 75,197,479, respectively (Note 21). Depreciation expense for the semester was COP 20,394 million.

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(3) The variation is due to the net effect of new acquisitions of goods and services and the transfer of assets to final assets related mainly to the deployment of the 4G mobile network, fiber optic network, data processing center, CoE Data and Analytics infrastructure, IPTV service infrastructure, infrastructure for corporate client projects, network equipment replacement and upgrade, copper cable replacement, and prepaid service billing platform.

(4) The increase corresponds to the purchase of servers, computing and storage equipment, and measurement equipment primarily associated with 4G-LTE network deployment projects, FTTH fiber optic, IPTV platform, prepaid billing platform, data processing center, and networks for corporate clients. Depreciation expense for the semester was COP 50,420 million.

16. INTANGIBLES

The cost and accumulated amortization of intangibles are presented below:

	As of june, 30 of 2024			As of december, 31 of 2023		
Concept	**Cost**	**Accumulated depreciation**	**Net book value**	**Cost**	**Accumulated depreciation**	**Net value in books**
			(In thousands of USD)			
Qualifying titles (1)	569.223	(510.935)	58.288	718.956	(567.499)	151.457
Network and office equipment software (2)	341.553	(271.673)	69.880	394.118	(290.626)	103.492
Rights (3)	16.455	(8.381)	8.074	16.455	(7.954)	8.501
	927.231	**(790.989)**	**136.242**	**1.129.529**	**(866.079)**	**263.450**

	As of june, 30 of 2024			As of december, 31 of 2023		
Concept	**Cost**	**Accumulated depreciation**	**Net book value**	**Cost**	**Accumulated depreciation**	**Net value in books**
			(In thousands of COP$)			
Qualifying titles (1)	2.187.128.592	(1.963.164.882)	223.963.710	2.762.446.279	(2.180.501.276)	581.945.003
Network and office equipment software (2)	1.312.348.294	(1.043.851.346)	268.496.948	1.514.318.305	(1.116.671.917)	397.646.388
Rights (3)	63.225.312	(32.204.092)	31.021.220	63.225.312	(30.562.581)	32.662.731
	3.562.702.198	**(3.039.220.320)**	**523.481.878**	**4.339.989.896**	**(3.327.735.774)**	**1.012.254.122**

For the semesters ended June 30, 2024, and 2023, the amortization expense recognized in results was COP 199,253,986 and COP 272,318,441, respectively (Note 26).

(1) Includes the renewal of the spectrum usage for mobile operations and the economic compensation for the arbitral award related to the reversal of assets. The net decrease as of June 30, 2024, is due to: i) reclassification to non-current assets held for sale of the 1900 MHz license amounting to COP (504,887) million (Note 12); ii) amortization for the semester amounting to COP 101,910 million; iii) allocation of the radio spectrum license for the 3500 MHz band to the joint venture Colombia Móvil S.A. E.S.P. - Colombia Telecomunicaciones S.A. E.S.P. BIC, where the Company holds a 50% share, in accordance with Resolution 497 of 2024 issued by the Ministry of Information and Communication Technologies of Colombia (MinTIC), amounting to COP 159,153 million (Note 2.3. (a and b)), including directly attributable costs for this spectrum of COP 1,001 million; and iv) renewal of the AWS license for COP 88,662 million (Note 2.3. (a)).

(2) The net decrease as of June 30, 2024, corresponds to: i) reclassification to non-current assets held for sale of network equipment software amounting to COP (95,072) million (Note 12); ii) amortization for the period amounting to COP 95,702 million; and iii) increase due to the acquisition of software, licenses, and developments mainly related to the 4G network, fiber optic network, infrastructure and communication networks for corporate clients, commercial billing platform, infrastructure for IPTV services, data processing center, and OSS modernization amounting to COP 61,607 million.

The balance as of June 30, 2024, and December 31, 2023, includes software applications under development amounting to COP 4,828,590 and COP 62,869,448, respectively.

(3) This mainly includes Irrevocable Rights of Use (IRUs) for Fiber Optic. The decrease as of June 30, 2024, corresponds to amortization for the semester amounting to COP 1,642 million.

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17. GOODWILL

The value in Goodwill is:

	As of december, 31 of 2023	Low	As of june, 30 of 2024
		(In thousands of US$)	
Goodwill	352.870	(18.544)	334.326

	As of december, 31 of 2023	Low	As of june, 30 of 2024
		(In thousands of COP$)	
Goodwill	1.355.833.946	(71.252.557)	1.284.581.389

Colombia Telecomunicaciones S. A. E.S.P. BIC recognized in its Opening Statement of Financial Position under IFRS 1 the remeasurement of goodwill, from the moment of the acquisition of Empresa Celular de Colombia S. A. - COCELCO S. A., based on IFRS 3 for $939,163,377 and as of May 27, 2020, and as a result of the merger by absorption indicated in Note 1, the goodwill originated in the business combination in which the Company acquired control of Empresa Metropolitana de Telecomunicaciones S. A. E.S.P. and Empresa de Telecomunicaciones de Bucaramanga S. A. E.S.P., for $433,138,188 is incorporated.

On January 11, 2022, the sale of fiber optic assets was formalized, generating a decrease in goodwill and a lower value in goodwill of $16,467,619.

The signing of the framework agreement between the Company and Colombia Móvil S.A. E.S.P. for the implementation of a single mobile access network, through an independent company (Note 2.3. (b)), stipulates in the agreement the contribution of fixed assets to the new company, resulting in a decrease in the goodwill associated with these assets by $71,252,557.

As of June 30, 2024, an analysis of indicators is conducted in various areas that could signify events indicating impairment of the Cash Generating Units (CGUs), such as: budgetary compliance of operations, obsolescence factors, technological changes and the utilization of asset capacity, as well as changes and/or new regulatory and fiscal norms.

Cash Generating Units - CGU

According to the definition, a CGU is a minimum group of assets that can be identified that generates cash flows that, to a large extent, are independent of the cash flows of other assets or groups of assets.

Considering the structure of the entity and type of business, the existence of common assets is considered for developing the services provided by the Group and this is so considering the convergence of services (Basic Line, Television, Broadband, mobile, among others) with which, since there is dependence among them, they do not generate cash inflows independently and therefore it is not possible to determine the cash flows generated by each asset.

Based on the above, the entire Colombian operation is considered as a single CGU.

From the review conducted of the various indicators associated with signs of impairment, it is concluded that there are no indicators that lead to the existence of impairment indicators for the Company as of June 30, 2024.

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18. FINANCIAL LIABILITIES

The balance of financial obligations is presented below:

	As of june, 30 of 2024				As of december, 31 of 2023			
	Value		Rate		Value		Rate	
Current:			Base	Spread			Base	Spread
	(In thousands of USD)	(In thousands of COP)			(In thousands of USD)	(In thousands of COP)		
Financial in foreign currency								
Financial liabilities (1)	92.843	356.731.440			-	-		
Interest payable	12.520	48.106.307			11.216	43.093.614		
	105.363	**404.837.747**			**11.216**	**43.093.614**		
Financial institutions in national currency								
Financial liabilities (1)	179.685	690.402.589	Fixed 5,745% IBR:	1% - 2%	77.558	298.000.000	Fixed IBR3M	1,1%-2%
Local bond (2)	-	-	Fixed 6,65%		90.406	347.367.924	Fixed 6,65%	
Interest payable	5.804	22.301.640			2.367	9.093.406		
	185.489	**712.704.229**			**170.331**	**654.461.330**		
Other obligations								
Hedging instruments (3)	2.891	11.107.919			21.544	82.780.937		
	2.891	**11.107.919**			**21.544**	**82.780.937**		
	293.743	**1.128.649.895**			**203.091**	**780.335.881**		
No current:								
Financial in foreign currency								
Senior bond (4)	537.501	2.065.240.408	Fixed 4,95%		494.891	1.901.519.155	Fixed 4,95%	
Financial institutions in national currency								
Financial liabilities (5)	277.178	1.065.000.000	Fixed IBR3M	1,35%-4,65%	286.203	1.099.681.413	Fixed 5,745% IBR3M	1,1%-2%
Local bond (2)	39.610	152.193.821	IPC	3,39%	39.640	152.312.625	Fixed 6,65% - IPC	3,39%
	316.788	**1.217.193.821**			**325.843**	**1.251.994.038**		
Other obligations								
Hedging instruments (3)	79.195	304.289.352			30.171	115.924.756		
	79.195	**304.289.352**			**30.171**	**115.924.756**		
	933.483	**3.586.723.581**			**850.905**	**3.269.437.949**		
	1.227.226	**4.715.373.476**			**1.053.996**	**4.049.773.830**		

Financial liabilities include foreign currency balances as of June 30, 2024, amounting to USD 597,597 thousand (COP 2,478,856,260) and as of December 31, 2023, amounting to USD 511,275 thousand (COP 1,954,118,614) (Note 28).

(1) Transfers from long-term to short-term liabilities amounting to COP 600 billion were made according to the established payment plan. Additionally, new credits were acquired for debt refinancing and working capital, including a short-term bridge credit, which is in the process of being restructured into a long-term contract with the same financial institution.

(2) Local bond: As of June 30, 2024, and December 31, 2023, the nominal value of the local bond is COP 152,410 million and COP 500,000 million, respectively, with transaction costs of COP 216 million and COP 319 million, respectively, measured at amortized cost.

The characteristics of the issuance are summarized below:

Format	Issuing currency	Premiums and discounts	Total amount of the issue	Total amount issued	Max. redemption period	Date of issue	Expiration date	Rate/Payment	Use of resources
C10	*COP$000*	Cero	152.410	152.410	10 years	29-may-19	29-may-29	CPI + 3.39% Half-yearly	Prepayment of local debt
A5 (a)	*COP$000*	Cero	347.590	347.590	5 years	29-may-19	29-may-24	6.65% Semiannual	
			500.000	**500.000**					

(a) On May 29, 2024, the Company paid the capital associated with Subseries A-5 to its holders in the amount of COP 347,590 million.

As of June 30, 2024, and December 31, 2023, the accrued interest on the local bond amounted to COP 1,430 million and COP 3,903 million, respectively.

(3) The decrease in the current portion corresponds to the settlement of hedges during the first half of 2024. The increase in the non-current portion is related to interest rate curves primarily affecting the position of the senior bond swaps.

(4) Senior bond: As of June 30, 2024, and December 31, 2023, the nominal value of the senior bond in circulation was USD 500 million, equivalent to COP 2,074,020 million and COP 1,911,025 million, respectively, with associated transaction costs of COP 8,780 million and COP 9,506 million, respectively, measured at amortized cost.

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The characteristics of the issuance are summarized below:

Format	Currency of issue	Premiums and discounts	Total amount of the issue	Total amount issued	Max. redemption period	Date of issue	Expiration date	Rate/Payment	Use of resources
R144/RegS	*USD$000*	Cero	500	500	10 years	17-jul-20	17-jul-30	4.95% Semiannual	Senior Bond Replacement for USD750 million

As of June 30, 2024, and December 31, 2023, the accrued interest on the bond amounted to COP 46,769 million and COP 43,094 million, respectively.

(5) The net decrease corresponds to new debt of COP 565 billion and reclassification to the short term of COP 600 billion.

The schedule of financial obligations as of June 30, 2024:

	Current	Non-current:						
Maturities	**2024 (a)**	**2025**	**2026**	**2027**	**2028**	**Subsequent years**	**Total not current**	**Total**
				(In thousands of USD)				
Financial obligations	272.528	-	173.073	104.104	-	-	277.178	549.706
Senior bond	-	-	-	-	-	537.501	537.501	537.501
Hedging instrument	2.891	77.791	29.890	27.100	25.814	(81.401)	79.195	82.086
Local bond	-	-	-	-	-	39.610	39.610	39.610
Interests	18.324	-	-	-	-	-	-	18.324
	293.743	**77.791**	**202.963**	**131.204**	**25.814**	**495.710**	**933.484**	**1.227.227**

	Current	Non-current:						
Maturities	**2024 (a)**	**2025**	**2026**	**2027**	**2028**	**Subsequent years**	**Total not current**	**Total**
				(In thousands of COP)				
Financial obligations	1.047.134.029	-	665.000.000	400.000.000	-	-	1.065.000.000	2.112.134.029
Senior bond	-	-	-	-	-	2.065.240.408	2.065.240.408	2.065.240.408
Hedging instrument	11.107.919	298.896.788	114.847.995	104.126.849	99.184.827	(312.767.107)	304.289.352	315.397.271
Local bond	-	-	-	-	-	152.193.821	152.193.821	152.193.821
Interests	70.407.947	-	-	-	-	-	-	70.407.947
	1.128.649.895	**298.896.788**	**779.847.995**	**504.126.849**	**99.184.827**	**1.904.667.122**	**3.586.723.581**	**4.715.373.476**

(a) Corresponds to the period from July 1 to June 30 of the following year.

Presentation of Comparative Information

For presentation purposes, the Group classified, in the consolidated statement of financial position as of December 31, 2023, the amount related to finance leases in a separate line item from financial liabilities, obligations for spectrum acquisition under suppliers and accounts payable, and the presentation of the cash flow statement. This adjustment was made for comparability purposes and did not impact the applied policies, measurement, and recognition of transactions, nor did it affect the statement of comprehensive income, statement of financial position, statement of changes in equity, or the cash flow statement.

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19. FINANCIAL LEASES

The following shows the movement of the finance lease liability for the six-month period ended June 30, 2024:

	As of december, 31 of 2023	High	Low	Payments (a)	Transfers (b)	Other (c)	As of june, 30 of 2024
				(In thousands of USD)			
Current:							
Financial leasing	103.905	18.027	-	(64.927)	(9.313)	(703)	46.989
	103.905	**18.027**	**-**	**(64.927)**	**(9.313)**	**(703)**	**46.989**
No current:							
Leasing	320.609	43.489	(2.329)	-	(253.514)	-	108.256
	424.514	**61.516**	**(2.329)**	**(64.927)**	**(262.827)**	**(703)**	**155.245**

	As of december, 31 of 2023	High	Low	Payments (a)	Transfers (b)	Other (c)	As of june, 30 of 2024
				(In thousands of COP)			
Current:							
Financial leasing	399.236.077	69.264.178	-	(249.467.312)	(35.784.814)	(2.701.647)	180.546.482
	399.236.077	**69.264.178**	**-**	**(249.467.312)**	**(35.784.814)**	**(2.701.647)**	**180.546.482**
No current:							
Leasing	1.231.876.268	167.097.743	(8.947.824)	-	(974.076.699)	-	415.949.488
	1.631.112.345	**236.361.921**	**(8.947.824)**	**(249.467.312)**	**(1.009.861.513)**	**(2.701.647)**	**596.495.970**

(a) Corresponds to the finance lease principal payments during 2024 amounting to $183,929 million and interest payments amounting to $65,538 million.

(b) Corresponds to the transfer to liabilities directly associated with assets held for sale amounting to $1,029,752 million (Note 12 - literal 5) and the transfer from operating leases amounting to $19,890 million.

(c) Corresponds to payment through account cross-reconciliation between financial liabilities and financial assets.

The maturity schedule for finance leases as of June 30, 2024

	Current	No current				
Maturities	**2024 (a)**	**2025 (a)**	**2028 (a)**	**Next years**	**Total non-current**	**Total**
			(In thousands of USD)			
Financial leases	46.989	8.065	11.141	65.607	108.255	155.244

	Current	No current				
Maturities	**2024 (a)**	**2025 (a)**	**2028 (a)**	**Next years**	**Total non-current**	**Total**
			(In thousands of COP)			
Financial leases	180.546.482	30.987.780	42.805.751	252.082.592	415.949.488	596.495.970

(a) It corresponds to the period from July 1 to June 30 of each year.

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20. SUPPLIERS AND ACCOUNTS PAYABLE

The balance of suppliers and accounts payable is as follows:

	As of june, 30		As of december, 31	
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Current:				
Creditors and suppliers (1)	372.540	1.431.411.940	427.491	1.642.551.373
Related parties (2) (Note 29)	109.732	421.624.871	89.669	344.534.299
Fixed assets suppliers (3)	34.098	131.013.147	73.918	284.015.546
By spectrum acquisition (4)	12.832	49.304.223	10.963	42.122.076
Government subsidies (5) (Note 7)	9.546	36.677.794	9.329	35.843.986
Acquisition of equipment on a term basis (6)	5.674	21.799.127		-
Salaries payable (7)	4.265	16.385.949	10.854	41.705.583
Parafiscal contributions	1.771	6.804.587	2.081	7.993.964
Contracts with third parties (8)	505	1.942.228	564	2.167.391
	550.963	**2.116.963.866**	**624.869**	**2.400.934.218**
Non-current:				
For spectrum acquisition (4)	49.914	191.784.814	118.676	455.987.351
Acquisition of forward equipment (6)	7.167	27.536.597	-	-
Contracts with third parties (8)	2.241	8.612.346	2.708	10.404.429
Related parties (2) (Note 29)	1.273	4.892.025	932	3.584.437
	60.595	**232.825.782**	**122.316**	**469.976.217**
	611.558	**2.349.789.648**	**747.185**	**2.870.910.435**

As of June 30, 2024, and 2023, foreign currency balances with suppliers and accounts payable are USD74,116 thousand ($307,436,133) and USD123,986 thousand ($473,880,891), respectively, and with related parties are USD59,902 thousand ($248,475,892) and USD60,272 thousand ($230,362,598), respectively (Note 28).

(1) This mainly corresponds to obligations with suppliers of handsets, materials, and labor for the deployment of the FTTH network, costs associated with the support and maintenance of fixed and mobile networks, television content costs, rental costs, interconnection, and IT services. The net decrease is mainly due to higher payments made during the period.

(2) Includes obligations for connectivity services to the fiber optic network, brand usage (Brand Fee), action plans, rental of capacity in international media, and rights of use, platforms for Internet Protocol Television (IPTV), costs for licenses and developments for corporate projects. The net increase mainly corresponds to Brand Fee services, connectivity services, links and capacity, and corporate services.

(3) Mainly corresponds to obligations for purchases of equipment, licenses, and platform developments associated with the deployment of the mobile network As of June 30, 2024, the net decrease compared to the end of 2023 is mainly due to efficiency from lower investments and payments made during the period.

(4) As of June 30, 2024, it corresponds to the obligation arising from the granting of the permit for the use of the 3500 MHz radio spectrum band to the temporary Union Colombia Móvil S.A. E.S.P. - Colombia Telecomunicaciones S.A. E.S.P. BIC, where the Company holds a 50%, according to the resolution issued by the Ministry of Information and Communications Technologies of Colombia (MinTIC), and the renewal of AWS and 850 - 1900 MHz licenses. The decrease compared to December 31, 2023, is mainly due to the reclassification to liabilities held for sale of $463,251 million (Note 12 – paragraph 5), equivalent to debts for the acquisition of 1900 MHz spectrum associated with assets related to the single network project.

As of June 30, 2024, the current portion corresponds to obligations payable of $47,049 million (accounts payable of $44,331 million and interest of $2,718 million) and obligations to be fulfilled of $2,255 million, while the non-current portion corresponds to obligations payable of $158,222 million (accounts payable of $148,331 million and interest of $9,992 million) and obligations to be fulfilled of $33,563 million.

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The payment schedule for the spectrum supplier accounts payable as of June 30, 2024 is as follows:

	Current	**No current**				
Maturities	**2024 (a)**	**2025 (a)**	**2028 (a)**	**Next years**	**Total non-current**	**Total**
			(In thousands of US)			
Spectrum provider	12.245	12.245	1.758	27.176	41.179	53.424

	Current	**No current**				
Maturities	**2024 (a)**	**2025 (a)**	**2028 (a)**	**Next years**	**Total non-current**	**Total**
			(In thousands of COP)			
Spectrum provider	47.048.789	47.048.790	6.756.450	104.417.087	158.222.327	205.271.116

(a) Corresponds to the period from July 1 to June 30 of the following year.

(5) Includes the Government grant commitment with the Company to fulfill obligations. The variation is due to the update of yields.

(6) Relates to the acquisition of equipment on credit directly from the supplier. The current portion includes accounts payable of $21,274 million and interest of $525 million, while the non-current portion corresponds to accounts payable of $27,537 million. These operations commenced during the first half of 2024.

The payment schedule for accounts payable for equipment purchases on credit as of June 30, 2024, is as follows:

	Current	**No current**			
Maturities	**2024 (a)**	**2025 (a)**	**2026 (a)**	**Total non-current**	**Total**
			(In thousands of US)		
Acquisition of equipment on a fixed term	5.673	3.362	3.805	7.167	12.840

	Current	**No current**			
Maturities	**2024 (a)**	**2025 (a)**	**2026 (a)**	**Total non-current**	**Total**
			(In thousands of COP)		
Acquisition of equipment on a fixed term	21.799.127	12.916.314	14.620.283	27.536.597	49.335.724

(a) Corresponds to the period from July 1 to June 30 of the following year.

(7) Relates to social benefits obligations. As of June 30, 2024, it includes the following items: i) severance payments of $12,442 million; ii) vacation pay of $3,822 million; and iii) other remuneration of $122 million. The net decrease is primarily due to payments made to severance funds during the first quarter.

(8) Includes the balance of the inter-administrative contract with the Metropolitan Area of Barranquilla until 2028 and guarantees established by business partners. The decrease corresponds to the amortization for the 2024 period.

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21. PROVISIONS AND PENSION LIABILITIES

The balance of pension provisions and liabilities is as follows:

	As of june, 30		As of december, 31	
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Current:				
For taxes and consideration (1)	25.388	97.549.985	23.169	89.024.046
For employee benefits (2)	7.304	28.065.968	6.138	23.578.260
Pension liabilities (3)	6.149	23.619.092	6.147	23.619.092
For contingencies (4) (Note 30)	1.686	6.478.067	1.314	5.042.371
For tax claims (5)	483	1.856.359	120	462.088
For voluntary withdrawal (6)	370	1.422.003	6.717	25.809.581
	41.380	**158.991.474**	**43.605**	**167.535.438**
Non-current:				
Pension liabilities (3)	51.329	197.222.125	50.410	193.691.152
For dismantling (7)	7.154	27.488.793	19.571	75.197.479
For contingencies (4) (Note 30)	2.327	8.940.511	2.164	8.315.515
	60.810	**233.651.429**	**72.145**	**277.204.146**
	102.190	**392.642.903**	**115.750**	**444.739.584**

(1) Includes the provision for industry and commerce tax (ICA), considerations to the Ministry of ICT, and uncollected VAT from the client portfolio.

(2) Includes employee incentive for performance and achievement, which is expected to be settled in the first half of the year 2025. The estimation was based on the current workforce and estimated percentages of goal achievement. The increase is due to the current salary base for the staff, which includes social security benefits and the performance bonus for employees during the first half of 2024.

(3) The Group recognizes post-employment benefits corresponding to retirement pensions. The current post-employment benefit plan does not have any assets linked to it.

(4) Includes processes related to customer inquiries, complaints, and claims (PQR), additionally civil, tax, and administrative processes, which are under discussion with the regulator. The net increase as of June 30, 2024, mainly corresponds to new processes.

(5) As of June 30, 2024, this corresponds to the industry and commerce tax due to tariff updates in the municipalities for the 2024 period.

(6) As of December 31, 2023, the Group included a provision for a voluntary retirement efficiency plan, which corresponds to a formal plan, identifying functions, number of employees, disbursements to be made, and plan dates. The decrease as of June 30, 2024, corresponds to the use of the provision during the first half of 2024.

(7) Includes costs associated with the dismantling or removal of property, plant, and equipment, and rights of use, where contractually agreed. There is no expected schedule for resource outflows as the Company does not estimate the disposal of such sites to date (Note 15). The decrease as of June 30, 2024, primarily corresponds to the transfer to liabilities held for sale amounting to $50.871 million (Note 12), equivalent to the dismantling provision for assets under right of use related to assets affected by the single network project.

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22. SHAREHOLDERS' EQUITY, NET

Authorized, subscribed, and paid-in capital as of June 30, 2024, and December 31, 2023, is presented below:

	(In thousands of US$)	(In thousands of COP$)
Authorized capital	378.646	1.454.870.740
Subscribed and paid capital	888	3.410.076
Nominal value (in USD and COP $)	-	1

The equity interest as of June 30, 2024, and December 31, 2023, is presented below:

Shareholders	**Number of Shares**	**Participation**
Telefónica Hispanoamerica S.A.	2.301.779.819	67,49937427%
La Nación-Ministerio de Hacienda y Crédito Público	1.108.269.271	32,49984282%
Radio Televisión Nacional de Colombia-RTVC	10.000	0,00029325%
Shirley Puentes Mercado	9.950	0,00029178%
Adriana Cepeda Rodríguez	2.488	0,00007296%
Patricia Cepeda Rodríguez	1.493	0,00004378%
Darío Cárdenas Navas	885	0,00002595%
Eduardo Cárdenas Caballero	826	0,00002422%
Jhon Jairo Gutiérrez Torres	498	0,00001460%
Kira Torrente Albor	349	0,00001023%
Canal Regional de Televisión Ltda.- TEVEANDINA	200	0,00000586%
Área Metropolitana de Bucaramanga	2	0,00000006%
Instituto de Vivienda de Interés Social y Reforma Urbana del Municipio de Bucaramanga — INVISBU	2	0,00000006%
Caja de Previsión Social Municipal	2	0,00000006%
Cooperativa de Empleados de las Empresas Públicas de Bucaramanga Ltda.	2	0,00000006%
Central de Inversiones S.A.- CISA	1	0,00000003%
	3.410.075.788	**100,0000000%**

The equity interest as of June 30, 2024, remained unchanged compared to the December 2023 closing.

Additional paid-in capital

Represents the excess of the value received over the nominal value of the shares in the emissions the Company has made from its inception to date. As of June 30, 2024, and December 31, 2023, its value is $9,822,380,645.

Reserves

The following is the detail of the reserves as of June 30, 2024, and December 31, 2023

	Reservations	
Reservations:	(In thousands of US$)	(In thousands of COP$)
Voluntary reserves (1)	10.069	38.686.537
Statutory reserves (2)	6.844	26.298.376
Legal reserve (3)	1.573	6.045.752
	18.486	**71.030.665**

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(1) These reserves are constituted by the decision of the Company's shareholders' meeting and correspond to:

   a. Occasional reserve: The Shareholders' Meeting by Act No. 068 of March 16, 2020, constituted a reserve for $34,925,054 corresponding to profits obtained during 2019, and by Act No.074 of March 16, 2022, constituted a new reserve for $101,588,959, corresponding to profits obtained during 2021. On July 21, 2022, the Stockholders' Meeting decreed to pay dividends as follows: direct payment to the stockholders for $95,769,390 in December 2022 and $5,819,569 for withholding at the source for the payment of dividends to the stockholders. This amount was transferred to the National Tax and Customs Office for a total of $101,588,959.

   b. Reserve for future expansions: Reserve established by the Company for future expansions, non-distributable. The balance of this reserve as of June 30, 2024, and December 31, 2023, was $3,730,162.

   c. Reserve for share repurchase: Reserve established by the Company for share repurchase, non-distributable, with a balance as of June 30, 2024, and December 31, 2023, of $31,321.

(2) For tax provisions: The Company, in accordance with tax regulations, when in its income tax return it requests depreciation installments that exceed the value of the installments recorded for accounting purposes, constitutes a non-distributable reserve equivalent to 70% of the greater value requested as a deduction. When the depreciation requested for tax purposes is lower than that recorded for accounting purposes, the Company may release from such reserve an amount equivalent to 70% of the difference between the value requested and the value recorded; the profits released from the reserve may be distributed as non-income taxable income. As of June 30, 2024, and December 31, 2023, the reserves amounted to $26,298,376. With the issuance of Law 1819 of 2016 (Tax Reform), the rule that established this reserve was repealed; therefore, as of the taxable year 2017, it will not be mandatory to constitute such a reserve.

(3) Legal Reserve: The reserve established by the Company as of June 30, 2024, and December 31, 2023, is $6,045,752.

Other Comprehensive Income

The Group recognized a net loss in Other Comprehensive Income (OCI) as of June 30, 2024, and 2023, of $107,343,341 and $238,733,552, respectively.

The variation for the semesters ended June 30, 2024, and 2023, is primarily due to the valuation of derivative hedging instruments generated by the impact of shifts in the SORF and IBR interest rate curves.

Revaluation surplus net of taxes

For the quarters ended June 30, 2024, and 2023, the Group directly transferred to accumulated results the write-downs and the associated value of the realized depreciation of revalued assets and their corresponding deferred tax of $4.165.683 and $38.800.403, respectively.

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23. OPERATING INCOME

Income from contracts with customers is presented below:

	Six-month period ended June 30,			
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Mobile services (1)				
Mobile data services	202.809	779.252.680	201.934	775.889.126
Voice services	75.106	288.580.118	79.905	307.018.791
Value-added services	25.668	98.623.781	24.403	93.763.525
Roaming out	4.774	18.344.855	5.439	20.896.561
	308.357	**1.184.801.434**	**311.681**	**1.197.568.003**
Fixed services (1)				
Fixed data services	147.806	567.915.431	119.127	457.720.901
Capacity and technological solutions	94.891	364.599.939	117.580	451.777.795
TV revenue	43.703	167.921.592	43.043	165.383.273
Fixed voice services	18.386	70.642.657	22.157	85.134.056
	304.786	**1.171.079.619**	**301.907**	**1.160.016.025**
Digital Services (2)	90.166	346.441.349	83.499	320.826.641
Handset Sales (3)	62.737	241.055.702	129.344	496.978.286
Interconnection Services (4)	19.207	73.800.482	26.738	102.736.030
Roaming revenue	4.250	16.330.856	4.312	16.576.573
Other data - mobile virtual network operator	3.517	13.514.291	4.331	16.639.890
Sale of equipment for fixed services (5)	450	1.724.456	13.538	52.015.505
	180.327	**692.867.136**	**261.762**	**1.005.772.925**
	793.470	**3.048.748.189**	**875.350**	**3.363.356.953**

Revenues from contracts with customers are generated by the provision of services and the sale of goods continuously throughout the period.

For the semester ended June 30, 2024, and 2023, revenues from related parties amounted to $167,574,031 and $210,891,672, respectively (Note 29).

(1) In the first half of 2024, there is a notable performance in fixed services, primarily driven by growth in internet access through the fiber optic network. In mobile services, the Group continues to expand its service offerings and packages, showing strong performance, especially in prepaid services.

(2) The increase in the first half of 2024 is due to the broad portfolio of digital solutions offered to corporate clients in transformation projects, infrastructure, data, and security.

(3) Handset sales decreased compared to the same period last year due to reduced economic activity and fewer financing channels.

(4) The variation compared to the same period last year is mainly due to the decrease in mobile interconnection rates set by the Communications Regulation Commission for the current period.

(5) The decrease in the first half of 2024 is due to the termination of the offer for the sale of Wi-Fi amplifier equipment, as a result of technological upgrades to the equipment currently installed at customer premises, ensuring better connectivity experience.

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24. OTHER OPERATING INCOME

Other operating revenues are presented below:

	Six-month period ended June 30,			
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Other Operating Income (1)	25.252	97.026.946	24.571	94.409.255
Sale of movable and immovable property (2)	19.219	73.843.703	6.257	24.038.967
Work carried out for fixed assets (3)	5.759	22.126.261	5.977	22.965.139
Leasing Investment Properties	18	72.748	18	70.629
	50.248	**193.069.658**	**36.823**	**141.483.990**

For the semester ended June 30, 2024, and 2023, other operating income from related parties amounted to $60,047,018 and $63,622,309, respectively (Note 29).

(1) As of the end of the 2024 semester, the income mainly includes the following: i) exclusivity fees of $35,663 million, resulting from homes connected to fiber optic, according to an agreement with Onnet Fibra Colombia S.A.S.; ii) billing, collection management, collections, and administrative services totaling $57,432 million; iii) income from contract breaches amounting to $2,694 million and rental of own sites at $984 million; and iv) state subsidies of $231 million.

(2) In the first half of 2024, revenue includes the sale of copper material for $59,800 million, sale of other assets such as duct channels for $9,821 million, and sale of real estate for $4,223 million. The increase in the first half of 2024 is primarily due to the monetization of copper material, which is being replaced by the fiber optic network. In the first half of the previous year, the income recorded for this concept was $26,829 million.

(3) The decrease compared to the same period last year is mainly due to less work performed by the Company's direct personnel, whose work is related to the development and implementation of fixed assets.

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25. OPERATING COSTS AND EXPENSES

Operating costs and expenses are presented below:

	Six-month period ended June 30,			
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Cost of equipment (1) (Notes 8 and 10)	103.164	396.385.971	172.511	662.840.884
Labor costs	70.693	271.624.939	68.363	262.670.835
Rental of media and other network infrastructures (2)	70.250	269.922.932	65.755	252.650.123
Operating costs and expenses (3)	63.987	245.856.975	59.015	226.754.612
Renting and third-party activities to customers (4)	49.689	190.921.262	58.579	225.077.273
Taxes and compensation	41.262	158.541.840	42.221	162.225.264
Content providers	40.052	153.893.474	40.151	154.271.557
Commissions for sales and contract acquisition (5)	39.794	152.900.484	36.597	140.615.216
Equipment and facility maintenance (6)	36.695	140.993.352	33.592	129.067.531
Energy service	35.403	136.027.411	32.840	126.182.825
IT services	21.570	82.880.677	21.130	81.187.283
Advertising (7)	20.117	77.297.261	23.374	89.810.534
Interconnection and roaming (8)	19.758	75.917.232	33.641	129.259.209
Cost of contract compliance (9) (Note 8)	15.516	59.617.542	11.113	42.699.535
Portfolio impairment (10) (Note 7)	10.431	40.078.246	10.356	39.792.101
Customer services	10.402	39.966.941	9.377	36.029.138
Other and non-recurring costs and expenses (11)	1.227	4.709.970	630	2.417.129
Inventory recovery (12) (Note 10)	(150)	(577.880)	(399)	(1.530.578)
	649.860	**2.496.958.629**	**718.846**	**2.762.020.471**

The net decrease presented between the semesters ended June 30, 2024, and 2023 is mainly due to efficiencies and resource optimization, such as more efficient commercial channels, renegotiation of contracts with partners, optimization in inventory availability, and regulatory aspects impacting interconnection and roaming rates. Additionally, there is a decrease in handset costs due to lower handset sales, related to current economic conditions; an increase in costs for home equipment and digital services due to growing demand associated with services of fiber optic network.

For the semesters ended June 30, 2024, and 2023, operational expenses with related parties amounted to $314,059,207 and $320,586,732, respectively (Note 29).

(1) For the semesters ended June 30, 2024, and 2023, inventory consumption as cost of sales was $305,547,547 and $598,535,412 (Note 10), and depreciation of costs for home equipment was $90,838,424 and $64,305,472 (Note 8), respectively. The net decrease for the semester ended June 30, 2024, is due to lower handset sales, partly offset by increased sales of home equipment and materials for fiber optic deployment projects compared to the same period in 2023.

(2) The increase in the first half of 2024 is mainly due to fiber optic connectivity services for residential and corporate segments.

(3) For the semesters ended June 30, 2024, and 2023, expenses include digital services and products, portfolio collection management, surveillance and security, insurance, consultancy fees, travel expenses, and utilities. The increase is mainly due to portfolio collection management related to commercial receivables and digital services.

(4) The decrease for the semester ended June 30, 2024, is due to lower demand for projects with corporate clients during the period.

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(5) For the semesters ended June 30, 2024, and 2023, amortization of contract acquisition costs amounted to $96,114,151 and $68,200,411, respectively (Note 8). The increase is due to higher commercial activity, mainly in connectivity services, leveraged by the fiber optic network coverage.

(6) The increase for the semester ended June 30, 2024, is mainly due to copper retraction services for subsequent monetization.

(7) Includes brand fees, advertising in media, events, and sponsorships (Colombian Football Federation and Movistar Arena). The decrease in the semester ended June 30, 2024, is mainly due to a reduction in brand fees associated with lower revenues from mobile handset sales and fewer digital media campaigns.

(8) The variation for the semester ended June 30, 2024, is mainly due to the decrease in mobile interconnection rates determined by the Communications Regulation Commission.

(9) The increase for the semester ended June 30, 2024, is mainly due to the amortization of installation costs in customer premises associated with higher commercial activity during the period.

(10) For the semester ended June 30, 2024, the net expense was $40,078 million, determined as follows: i) customer impairment of $40,098 million (Note 7), ii) recovery of contractual asset of $16 million, and iii) recovery of written-off receivables of $4 million.

(11) The net increase during the semester ended June 30, 2024, is mainly due to the impact of petitions, complaints, and claims (PQR) filed with the Superintendency of Industry and Commerce. In the first half of 2023, there was a recovery of a provision for a judicial process.

(12) The decrease during the semester ended June 30, 2024, is primarily due to the recovery of provisions generated by improved inventory turnover.

26. DEPRECIATION AND AMORTIZATION

Depreciation and amortization are presented below:

	Six-month period ended June 30,			
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Depreciation of property, plant and equipment (Note 15)	69.210	265.925.199	71.603	275.122.017
Amortization of intangible assets (Note 16)	51.858	199.253.986	70.874	272.318.441
Depreciation of assets for rights of use (Note 14)	22.312	85.730.534	37.198	142.924.362
	143.380	**550.909.719**	**179.675**	**690.364.820**

The amortization of intangible assets for the first semester of 2024 includes $2,687,128 for the amortization of the radio spectrum usage permit for the 3500 MHz band, assigned to the Unión Temporal Colombia Móvil S.A. E.S.P. - Colombia Telecomunicaciones S.A. E.S.P. BIC, where the Company holds a 50% stake, in accordance with Resolution 497 of 2024 issued by the Ministry of Information Technologies and Communications of Colombia (MinTIC).

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27. FINANCIAL EXPENSES, NET

Financial expenses, net are presented below:

	Six-month period ended June 30,			
	2024		2023	
Income:	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Financial income from transactions with related parties (1)	5.101	19.600.181	6.191	23.787.232
Interest on late payments from clients (2)	4.893	18.804.067	4.179	16.055.975
Income from temporary and bank investments (3) (Note 5)	4.405	16.925.475	925	3.552.999
	14.399	**55.329.723**	**11.295**	**43.396.206**
Expense:				
Interest on loans from bonds and debentures (4)	(50.222)	(192.965.599)	(43.083)	(165.538.046)
Financial expenses for leases	(17.790)	(68.356.034)	(18.309)	(70.346.931)
Interest coverage operations, net	(11.498)	(44.178.789)	(9.548)	(36.685.525)
Other financial expenses (5)	(9.757)	(37.490.716)	(6.705)	(25.760.243)
Spectrum Provider Loan Expenses (6)	(5.611)	(21.559.466)	(7.746)	(29.761.745)
Financial Liability Update (7)	(4.248)	(16.322.446)	(2.481)	(9.531.186)
Tax on financial transactions	(896)	(3.443.798)	(140)	(539.221)
	(100.022)	**(384.316.848)**	**(88.012)**	**(338.162.897)**
Loss on exchange difference, net	(158)	(608.691)	(3.167)	(12.170.286)
	(100.180)	**(384.925.539)**	**(91.179)**	**(350.333.183)**
	(85.781)	**(329.595.816)**	**(79.884)**	**(306.936.977)**

The net increase is mainly due to the acquisition of new debt to refinance maturities at current market rates, as well as an increase in expenses associated with the cost of hedges due to movements in the IBR and SOFR curves, mainly in derivative swap instruments

(1) The decrease during the first semester of 2024 is related to the evolution of the CPI used in the settlement of interest on the long-term loan with the associated company Alamo Holdco, S.L., as established in the framework agreement for the sale of fiber optic assets made in 2022 (Note 29).

(2) During the first semester of 2024, there was an increase compared to the same semester of the previous year, mainly in interest generated from the management of debt collection from clients.

(3) During the first semester of 2024, there was an increase due to yields from temporary investments.

(4) For the semesters ended June 30, 2024, and 2023, the expenses mainly include: interest on financial obligations amounting to $126,134,580 and $85,935,880, senior bond interest of $48,653,630 and $56,538,640, and local bond interest of $18,177,400 and $23,063,320, respectively. The increase is attributed to the acquisition of new debts for refinancing maturities during the current year and use for working capital.

(5) At the end of the first semester of 2024, the expenses mainly include the financial component of the long-term exclusivity commitment related to fiber optics amounting to $28,085,400; the cost related to commercial debt sales of $5,918,870; and commissions of $3,486,446. The increase during the first semester of 2024 is primarily due to the update of the exclusivity commitment.

(6) The decrease during the first semester of 2024 is due to the financial update resulting from a reduction in reference rates on the obligation acquired in the renewal of the 1,900 MHz spectrum, and additionally, a lower settlement base due to payments made on this obligation compared to the same semester of 2023.

(7) For the semester ended June 30, 2024, and 2023, the expenses include: pension liability update of $13,161,620 and $6,561,420, and the update of the provision for the dismantling of fixed assets of $3,160,826 and $2,969,766, respectively.

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28. RISK MANAGEMENT

Periodically, the Company analyzes global, local, and sector-specific risk trends, as reported by references such as the World Economic Forum, to identify new or emerging risk factors. In 2024, as a result of this analysis and the global increase in the use of artificial intelligence, the Company has incorporated monitoring of risks related to potential breaches of artificial intelligence regulations, indemnifications associated with the use and commercialization to third parties, as well as the effects that could arise in terms of reputation or trade barriers, and loss of trust from clients or investors.

The most significant risks and uncertainties faced by the Group that could affect the business, its financial position, results, and/or cash flows are described below and should be considered together with the information contained in these condensed consolidated interim financial statements.

The Group has considered these material, specific and relevant risks in order to make an informed investment decision. However, the Group is subject to other risks which, having assessed their specificity and importance, based on the evaluation of their probability of occurrence and the potential magnitude of their impact, have not been included in this section.

The assessment of the potential impact of risks is quantitative and qualitative, considering, among other issues, potential economic, compliance, reputational and environmental, social and governance ("ESG") impacts.

Risks are presented in this section grouped into four categories (according to the definitions included in the Telefónica Group's Risk Management Policy): business, operational, financial, legal and compliance.

These categories are not presented in order of importance. However, the Group may change its view of their relative importance at any time, especially if new internal or external events arise.

28.1. Risks related to the business

The Group requires licenses and permits for the provision of most of its services and for the use of spectrum, which is a scarce and costly resource.

The telecommunications sector is subject to specific sector regulations. The fact that Group's highly regulated business affects revenues, operating income before depreciation and amortization (EBITDA), and investments.

Many of the Group's activities (such as the provision of telephone services, pay television, installation, and operation of telecommunications networks, etc.) require licenses or authorizations from governmental authorities, which generally require the Group to meet certain obligations, including specified minimum quality levels, service and coverage conditions. Failure to comply with any of these obligations could result in consequences such as financial or other penalties, which, in the worst case, could affect business continuity. Exceptionally, in certain jurisdictions, license grants may be modified prior to expiration, or new obligations may be imposed at the time of renewal or even non-renewal of licenses.

Access to new spectrum licenses.

The Group needs a sufficient spectrum to offer its services. Failure to obtain sufficient spectrum capacity to operate, or its inability to bear the related costs, could have an adverse impact on its ability to maintain the quality of existing services and its ability to launch and provide new services, which could materially adversely affect the Group's business, financial condition, results of operations and/or cash flows.

The intention is to have the necessary spectrum capacity to maintain services and expand them, specifically through participation in spectrum auctions expected to take place in the coming years, which will require possible cash outflows to obtain additional spectrum or to meet the coverage requirements associated with some of these licenses.

Existing licenses: renewal processes and modification of service operating conditions.

The revocation or non-renewal of the Group's existing licenses, authorizations, concessions, or any challenge or modification of their terms, could significantly affect the business, financial position, results of operations, and/or cash flows.

The Group operates in a highly regulated market and changes in regulation or new regulations could adversely affect its business.

The Group is exposed to changes in the regulation of retail and wholesale services. Possible changes in the regulation of prices of retail services could generate limitations in the commercialization of services producing revenue losses or limitations in the Group's ability to differentiate and compete in the market.

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In December 2021 the Constitutional Court accepted to study a lawsuit that questions that internet service providers sell data packages to users in which certain types of applications such as social networks are offered free of charge, the result of this lawsuit could generate changes in the current conditions of zero rating offers.

The Group depends on a network of suppliers.

The existence of critical suppliers in the supply chain, especially in areas such as network infrastructure, information systems, or terminals with a high concentration of a small number of suppliers, poses risks that could affect the Group's operations, as well as cause eventual legal contingencies or damage to the Group's image in the event of practices that do not meet acceptable standards or in a manner that does not meet the Group's performance expectations of any participant in the supply chain. This includes delays in the completion of projects or deliveries, poor quality execution, cost deviations, and inappropriate practices.

As of June 30, 2024, the Group awarded contracts to 11 handset suppliers, while it had 35 infrastructure suppliers. The amount awarded for handsets represents 30,83% of the total awards made in the second quarter of 2024, and for infrastructure providers, it represents 14,05%. The mobile terminal supplier with the highest share of awards in this category has 19,59%. For infrastructure providers, the one with the highest share has 33,13 of what was awarded to these providers. These suppliers can, among other things, extend delivery times, increase prices, and limit supply due to stock shortages, business requirements, or other reasons.

If suppliers are unable to supply their products within the agreed deadlines or such products and services do not meet the requirements, this could jeopardize the network deployment and expansion plans, which in some instances could affect compliance with the terms and conditions of the securities under which the Group operates or compromise business and operating results

The semiconductor industry, in particular, is facing a number of challenges mainly as a result of global supply issues, which in turn are affecting multiple sectors (including technology) through delivery delays and price increases, which could affect the Group or other actors relevant to its business, including its customers, suppliers, and partners.

The imposition of trade restrictions and any supply chain disruptions, such as those related to international transportation, may result in higher costs and lower margins or affect the Group's ability to offer its products and services and could adversely affect the Group's business, financial condition, operating results and/or cash flows.

Markets Subject to Continuous Technological Evolution

The Group's success depends, to a certain extent, on its adaptability to technological evolution, in the times the market demands, anticipating technological changes and market demands. Technological evolution is permanent, offering the market new products, services, and technologies, obliging us to update them constantly. The development of constant technological innovation also generates the obsolescence of some of the products and services offered by the Group, as well as their technology, significantly reducing revenue margins by having an obligation to invest in the development of new products, technology, and services and at the same time continue to provide maintenance in technologies, which will remain in force until we achieve the migration of all users or the regulation allows their controlled shutdown. In addition, the convergence of new technologies allows new entrant operators the possibility of not being subject to the regulatory standards that have been in force in the past, leaving us in a disadvantageous position before these new players in the sector.

Consequently, it could be costly for the Group to develop the products and technologies necessary to continue competing efficiently with current or future competitors. It is therefore important to consider that increased costs could negatively impact the business, its financial situation, and the Group's economic results or cash generation.

The Group, as a major player in the communications market, must continue to upgrade its networks associated with mobile and fixed line services in a satisfactory manner and in a timely manner to maintain and increase its customer base in each of its markets to enhance its financial performance, as well as to comply with applicable regulatory requirements. Among other things, the Group may need to upgrade the operation of its networks to increase the personalization of its services, the virtualization of equipment, increase processing and data storage capacities, and increase coverage in some of its markets. Equally important is the need to expand and maintain the level of customer service, network management, and administrative systems.

One of the technologies that telecommunications operators, including the Group, are currently investing in is the new FTTH type networks, which offer high-performance broadband access over fiber optics.

However, the deployment of such networks, in which fiber optics replaces all or part of the copper in the access loop, involves high investments. There is a growing demand for the services offered by the new networks to end customers; however, the high level of investment requires continuous analysis of the return on investment, and there is no certainty as to the profitability of these investments.

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Additionally, the adaptability of the Group's information systems, both operational and support, to adequately respond to the Group's operational needs is a relevant factor to consider in business development, customer satisfaction, and business efficiency. While automation and other digital processes can lead to significant cost savings and efficiency gains, there are significant risks associated with such process transformation.

Any failure by the Group to develop or implement IT systems that adequately respond to the Group's changing operational requirements could have a negative impact on the business, financial position, operating results, and/or cash generation.

28.2 Operational risks.

Information technology is a relevant element of our business and is exposed to cybersecurity risks.

Cybersecurity is among the most relevant risks for the Group due to the importance of information technology for its ability to successfully carry out operations. Despite progress in modernizing the network and in replacing old systems pending technological renewal, the Group operates in an environment of growing cyber threats, and all its products and services, such as, among others, mobile Internet or pay TV services, are intrinsically dependent on information technology systems and platforms that are susceptible to cyber-attack. Successful cyber-attacks can impede the effective marketing of products and services to customers, so further progress is needed in identifying technical vulnerabilities and security weaknesses in operational processes, as well as in the ability to detect and react to incidents. This includes the need to strengthen security controls in the supply chain (e.g., placing greater focus on the security measures adopted by partners and other third parties) and ensuring the security of cloud services.

Some of the main measures adopted by the Group to mitigate these risks are the early detection of vulnerabilities, the application of access controls to systems, the proactive review of security logs in critical components, the segregation of the network into zones, and the deployment of protection systems such as firewalls, intrusion prevention systems, and virus detection, among other physical and logical security measures. In the event that preventive and control measures do not prevent all damage to systems or data, there are backup systems designed to recover all or part of the information.

Risks Associated with Unplanned Network or System Outages

Network interruptions are situations inherent to the operation of any element that constitutes it, which affect the service, causing dissatisfaction among users due to the impossibility of communication, as well as a significant risk of requirements from control entities that could result in high impact sanctions for the Group. The only possibility of minimizing or reaching a controlled level of risks on unforeseen network interruptions is focused on being able to guarantee a periodic and efficient preventive and corrective maintenance model on network equipment, as well as the investment in elements that have completed their useful life and that guarantee redundancy to support the service in the event of eventual failures.

On the other hand, information technology is a relevant element of our business and could be affected by cybersecurity risks: Our networks transport and store large volumes of confidential, personal, and business data, so it must be prepared to detect and react in a timely manner to cyber threats to prevent their materialization.

It should also be noted that natural disasters, climate change, and other factors beyond the Group's control can cause network failures, service interruptions, or loss of quality.

Unforeseen service interruptions may occur due to system failures, natural disasters caused by natural or meteorological phenomena, power failures, network failures, hardware or software failures, theft of network elements, or a cyber-attack. All of these can affect the quality or cause an interruption in the provision of services.

Changes in temperature and precipitation patterns associated with climate change can increase the energy consumption of telecommunications networks or cause service interruption due to extreme temperature waves, floods, or extreme weather phenomena, for which we have processes in place that allow us to respond in the timeliest manner to each of these situations.

28.3 Financial risks.

The economic or political environment deterioration may adversely affect the Group's business.

The Group is exposed to local legislation, the political and economic environment of the country and the world, so its financial situation and operating results may be affected by factors such as significant variations in the exchange rate, the perception of country risk or the hardening of geopolitical tensions. The Colombian economy is highly exposed to the flow of capital from other

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economies due to its dependence on commodities and the high proportion of foreign currency debt with respect to the country's total debt.

Therefore, its macroeconomic and financial stability may be affected by changes in commodity prices and global financial conditions.

The Group faces risks related to its level of financial indebtedness, funding capacity, and ability to carry out the business plan.

The operation, expansion, and improvement of the Group's networks, the development and distribution of services and products, the execution of the overall strategic plan, the development and implementation of new technologies, the renewal of licenses, and expansion may require substantial financing.

The Group is a relevant and frequent debt issuer in the capital Markets. As of June 30, 2024, and 2023, the financial debt amounted to $4.715.373 million and $4.049.774 million respectively (Note 18).

A decrease in the Group's liquidity, a difficulty in refinancing debt maturities, or in raising new funds as debt or equity could force the Group to use resources already allocated to investments or other commitments for the payment of its financial debt, which could have a negative effect on the Group's business, financial position, operating results and/or cash flows.

Financing could become more complex and costly in the event of a significant deterioration of conditions in international or local financial markets, due, for example, to monetary policies set by central banks, both due to possible interest rate hikes and decreases in the supply of credit, increased global political and commercial uncertainty and oil price volatility, or a possible deterioration in solvency or operating performance.

In addition, given the interrelationship between economic growth and financial stability, the materialization of any economic, political, and exchange rate risk factors mentioned above could adversely affect the Group's ability and cost to obtain financing and/or liquidity. This, in turn, could have a material adverse effect on the business, financial condition, operating results, and/or cash flows. Finally, any downgrade in credit ratings could lead to an increase in borrowing costs and limit its ability to access credit markets.

Credit Rating of Colombia Telecomunicaciones S.A. E.S.P. BIC and its Long-Term Debt

As of June 30, 2024, the company holds international ratings from two rating agencies. Standard & Poor's has assigned Colombia Telecomunicaciones S.A. E.S.P. BIC a rating of B+ for both issuer and bond issues in the international market, with a positive outlook. On the other hand, Fitch Ratings has assigned a rating of BB+ with a stable outlook.

In the local scale, the company, as issuer, as well as the bonds issued in the local market, hold a rating of AA+ with a stable outlook.

The Group's financial condition and results could be affected if we do not effectively manage our exposure to foreign currency exchange rates or interest rates.

Interest rate risk arises principally from changes in interest rates affecting: (i) the interest costs of floating rate debt (or debt with short-term maturities and foreseeable rollover); and (ii) the value of long-term liabilities with fixed interest rates.

Risk Management Policy

The Group may be exposed to various financial market risks as a result of: (i) the normal course of its business and (ii) the financial debt contracted to finance its business. The main risks are exchange rate, interest rate, liquidity, and credit risks. No significant impacts were identified in the financial risk assessment process.

Interest Rate Risk

Arises mainly from variations in interest rates that affect: i) the financial costs of variable rate debt and/or short-term debt negotiations at fixed interest rates and ii) long-term liabilities at fixed interest rates.

Liquidity risks

The Group is exposed to liquidity risk mainly due to imbalances between cash requirements and sources of funds. As a mitigation strategy, the Company holds highly liquid assets and unused credit lines. Additionally, there is the option to rollover financial obligations.

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Credit risk

Credit risk arises from cash and cash equivalents (deposits with banks and financial institutions), as well as credit exposure to wholesale and retail customers, which includes outstanding balances of accounts receivable and committed transactions. No significant impacts were identified in the valuation of credit risk based on the above; Management does not expect the Group to incur substantial losses from the performance of its counterparties.

As of June 30, 2024, the Company held the following portfolio of financial derivatives for foreign exchange and interest rate expressed in its home currency, in the following instruments:

Figures in millions	NDF		IRS Libor	IRS IBR	IRS IPC	CCIRS (margen)	CCIRS
Subyacente	USD	EUR	USD	COP	IPC	USD	USD
Senior bond	-	-	500	1.498.700	-	500	500
USD$/COP Debt	87	-	-	600.000	152.410	-	-
Trade accounts	66	17	-	-	-	-	-
Future cash flows	84	-	-	-	-	-	-
	237	**17**	**500**	**2.098.700**	**152.410**	**500**	**500**

NDF: Non delivery forwards
IRS: Interest rate swap
CCIRS: Cross currency interest rate swap

Exchange Rate Risk

The main objective of the exchange rate risk management policy is to protect the value of assets and liabilities denominated in dollars and euros against changes in the exchange rate of the Colombian peso with respect to these currencies.

As of June 30, 2024, and December 31, 2023, the Company's debt in US dollars (including the senior bond maturing in 2030, amounts to USD 500 million), USD598 equivalent to $2.478.859 million and USD511 million, equivalent to $1.954.119 million, respectively including interest.

Additionally, considering the normal flow of the Group's business, hedges of commercial accounts were made, corresponding to OPEX (Operating Expenses) and CAPEX (Capital Expenditure) invoices in foreign currency, which were recorded in the Consolidated Statement of Financial Position. Finally, highly probable future cash flow hedges were contracted through NDF (Non-Delivery Forwards) with terms up to one year to hedge a portion of the OPEX and CAPEX in foreign currency of the budget during the following year.

The following is a summary of the balances of assets and liabilities held in dollars and expressed in thousands of Colombian pesos, respectively, at the end of each period:

Figures in thousands of USD:

	As of june, 30	As of december, 31
	2024	**2023**
	(In thousands of USD$)	
Assets		
Cash and cash equivalents (Note 5)	2.126	1.556
Accounts receivable and other receivables (Note 7)	17.104	9.053
Related parties (Note 29)	75.713	70.068
Total assets	**94.943**	**80.677**
Liabilities		
Financial liabilities (18)	597.597	511.275
Suppliers and accounts payable (Note 20)	74.116	123.986
Related Parties (Note 29)	59.902	60.272
Total liabilities	**731.615**	**695.533**
Passive, net position	**(636.672)**	**(614.856)**

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Figures in millions of pesos:

	As of june, 30 2024	As of december, 31 2023
	(In thousands of COP$)	
Assets		
Cash and cash equivalents (Note 5)	8.818.733	5.947.110
Debtors and other receivables (Note 7)	70.948.076	34.601.019
Related Parties (Notte 29)	314.060.553	267.803.399
Total assets	**393.827.362**	**308.351.528**
Liabilities		
Financial liabilities (18)	2.478.859.260	1.954.118.614
Suppliers and accounts payable (Note 20)	307.436.133	473.880.691
Related Parties (Note 29)	248.475.892	230.362.598
Total liabilities	**3.034.771.285**	**2.658.361.903**
Passive, net position	**(2.640.943.923)**	**(2.350.010.375)**

Interest Rate Risk

After hedging, the exposure to variable interest rates accounts for 38% of the total financial debt, within the framework of a risk management policy aligned with the Banco de la República's expansionary monetary policy stance in the medium term.

As of June 30, 2024, the debt at fixed and variable rates was as follows:

Figures in millions of pesos:

	Financial obligations Value			
Fixed rate bonds	(In thousands of US$)	(In thousands of COP$)	Participation	Index
COP debt	234	900.000	20%	Fixed rate
Local bond	40	152.410	4%	Fixed rate
Senior bond	432	1.659.216	38%	
	706	**2.711.626**	**62%**	
Floating rate bonds				
Senior bond	108	414.804	10%	Floating
USD debt	93	356.731	8%	Libor3M
COP debt	223	855.591	20%	Ibr3M
	424	**1.627.126**	**38%**	
	1.130	**4.338.752**	**100%**	

(1) Interest rate exposure after hedging.

Sensibilidad de la deuda ante variaciones en el tipo de interés

Debt was analyzed for both positive and negative movements of 100 basis points in interest rates.

The sensitivity calculation was performed only on the debt exposed to variable interest rates, which represents 38% of the total.

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The sensitivity result is as follows:

	Impact on results	
	(In thousands of US$)	(In thousands of COP$)
+ 100 pb	(16.497.251)	(4.294)
- 100 pb	16.497.251	4.294

Derivative Financial Instruments and Risk Management Policy

The breakdown of the Company's derivatives as of June 30, 2024, along with their fair value at that date and the expected maturity schedule by notional value and based on the type of coverage, is as follows:

		Notional Value (2) - Maturities *(In thousands of US)*			
Derivatives	Fair value (1)	**2024**	**2025**	**Post**	**Total**
Interest rate hedges					
Cash flow	(96)	-	-	1.080	1.080
	(96)	-			**1.080**
Exchange rate hedges					
Cash flow	6	184	-	-	184
Reasonable value	4	90	-	-	90
	10	**274**	-	-	**274**
Interest rate and exchange rate hedges					
Cash flow	68	-	1.086,00	579	579
	(18)	**274**	1.086,00	**1.659**	**1.933**

		Notional Value (2) - Maturities *(In thousands of COP$)*			
Derivatives	Fair value (1)	**2024**	**2025**	**Post**	**Total**
Interest rate hedges					
Cash flow	(367.099)	-	-	4.148.040	4.148.040
	(367.099)	-	-	**4.148.040**	**4.148.040**
Exchange rate hedges					
Cash flow	23.630	708.160	-	-	708.160
Reasonable value	14.234	346.656	-	-	346.656
	37.864	**1.054.816**	-	-	**1.054.816**
Interest rate and exchange rate hedges					
Cash flow	260.259	-	4.172.720	2.226.430	6.399.150
	(68.976)	**1.054.816**	**4.172.720**	**6.374.470**	**11.602.006**

(1) Presented net of Credit Valuation Adjustment (CVA) and Debit Valuation Adjustment (DVA).

(2) For interest rate hedges, the positive amount is in terms of a fixed payment; for foreign exchange hedges, a positive amount means payment in functional currency versus foreign currency.

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Country Risk

In the first half of 2024, the economy continues amidst the process of restoring lost macroeconomic balances following the COVID pandemic. After closing 2023 with a growth rate of 0.6%, economic activity expanded by 1,9% YTD in April, below its potential pace. Domestic demand remains weak, especially investment, while the Central Bank continued to cut its reference interest rate, although the monetary position remains contractionary. The government announced an increased pace of spending to stimulate recovery. Economic growth in 2024 is estimated at 1.5% (Focus Economics - CF).

The inflation rate for June 2024 was 7.18% YoY, marking twelve consecutive months of convergence from its recent peak of 13.3% YoY in March 2023. The general reduction in inflation was driven by lower inflation in food and goods, along with other services. In contrast, regulated prices contributed to inflation as electricity and fuel tariffs were adjusted to balance the price stabilization fund. Inflation remains well above the central bank's target range (2% - 4%), and short-term expectations are also above this range. The Central Bank has reduced its interest rates by 100 basis points during the second quarter to 11.25%.

The exchange rate closed on June 30, 2024, at $4,148.04, depreciating by 8.0% in the quarter and 8.5% in the first half of the year. The country risk premium closed the quarter at 305 basis points (EMBI), representing an increase of 33 basis points from the previous quarter and 35 basis points from the end of 2023 (270 bps). The higher perception of country risk is attributed to a more volatile international and regional context. Recent announcements of a higher fiscal deficit in 2024, up to 5.6% of GDP (compared to the original projection of 5.3% of GDP), raise concerns that this may lead the government to breach the fiscal rule, potentially negatively impacting the country's credit rating and financing costs for both the public and private sectors.

28.4 Legal and compliance risks

Legal proceedings.

The Group operates in highly regulated sectors and is party and maybe party in the future to litigation, regulatory proceedings, tax assessments, and others that arise in the ordinary course of its business whose outcome is unpredictable.

Management evaluates these situations based on the probable, possible, and remote nature of their occurrence and the amounts involved to decide on the amounts recognized and/or disclosed in the consolidated financial statements.

Further details of litigation, fines, and penalties can be found in Note 29 of this consolidated financial statements.
An adverse outcome or an out-of-court settlement of these or other current or future litigation or disputes could impact the Group's financial position, results of operations, or cash generation.

The Group is exposed to risks in relation to compliance with anti-corruption legislation and economic sanctions programs.

In Colombia, anti-corruption legislation establishes a series of specific obligations and prohibitions, both for companies and their partners, administrators, managers, and collaborators, established under Laws 599 of 2000 (Criminal Code), 1474 of 2011 (Anti-Corruption Statute), 1778 of 2016 (Law against Transnational Bribery) and 2195 of 2022.

Among other conducts, such rules prohibit offering any object of value to public or private officials to obtain or maintain business or secure any undue business advantage. Likewise, keeping books and records that do not adequately and accurately reflect transactions is prohibited.

However, with the issuance of Law 2195 of 2022, there was an expansion of the range of conducts considered as acts of corruption that includes crimes against public administration, the environment, economic and social order, financing of terrorism and organized crime groups, administration of resources related to terrorist activities and organized crime, those enshrined in Law 1474 of 2011 or any punishable conduct related to public assets. In this order and in accordance with the meaning given by the legislator, corruption includes various punishable conducts ranging from agreements restricting competition to environmental pollution, including the crimes of private corruption and unfair administration.

In this sense, due to the nature of its activity and the broad scope of what is understood as acts of corruption in Colombia, the Group's exposure to this risk has increased and, consequently, its probability of occurrence within the framework of the relationship between the Group and its different stakeholders.

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In particular, this risk is especially relevant in the relationship between the Group and public officials and/or entities in the institutional, regulatory (it is a regulated activity in different orders), operational (in the deployment of its network, it is subject to obtaining multiple activity permits) and commercial (it provides services directly and indirectly to Public Administrations) areas.

In addition to having high exposure to the risk of corruption, the Group is subject to the authority of different regulators and compliance with various national or extra-territorial regulations, sometimes with shared competencies, making it very difficult to quantify the potential impact of any non-compliance, taking into account that such quantification must consider not only the economic amount of sanctions, but also their potential negative impact on the business, reputation and/or brand, and even, if applicable, on the ability to contract with the Public Administrations.

On the other hand, the Group is committed to developing its activity in compliance with the international sanctions regimes that may be applicable at any time and, consequently, to respect the restrictions and/or prohibitions that are imposed by governments, regulators, and/or other international organizations against governments/countries, individuals, entities and/or sectors of activity on the occasion of the development of activities that represent a danger to international security, peace or human rights, among others.

For this purpose, the Board of Directors of the Telefónica Group published the Corporate Sanctions Policy, aimed at defining the main control elements to ensure compliance with such regimes within the framework of its relationships with counterparties. This includes due diligence processes and controls on payments to suppliers and/or third parties, protection through contractual clauses, training and advice, and monitoring of the control model.

Although the Group has internal policies and procedures in place to ensure compliance with the aforementioned anti-corruption and sanctions laws, it cannot guarantee that these will eliminate sources of risk or that the Group's employees, directors, officers, partners, agents and service providers will not act in violation of the policies and procedures (or, for that matter, in violation of the relevant anti-corruption and sanctions laws). For this reason, the Group currently cooperates with governmental authorities (where appropriate, by conducting the corresponding internal investigations) regarding requests for information potentially related, directly or indirectly, to possible violations of anti-corruption laws. The Group considers that any potential sanctions in the framework of these specific requests would not materially affect the Group's financial position, considering its size.

Notwithstanding the above, non-compliance with anti-corruption laws and sanctions could result not only in financial penalties but also in the termination of public contracts, revocation of authorizations and licenses, and the generation of a material adverse effect on the Group's reputation or business, and its financial condition, operating results and/or cash flows

29. RELATED PARTIES

The Ministry of Finance and Public Credit has a 32.5% interest in Colombia Telecomunicaciones S.A. E.S.P. BIC. The Ministry is an agency of the Colombian Government. The Group provides mobile and fixed telephony services to the Colombian Government under normal market conditions and prices.

During the period ended June 30, 2024, and 2023, the Company made payments to the Colombian Government for contributions to the Ministry of Communications and Information Technologies (MINTIC) amounting to $48.215.976 and $49.386.370 and to the Commission for the Regulation of Communications (CRC) for $3.882.861 and $4.917.220, respectively. These payments were based on the revenues obtained from the provision of network and telecommunication services.

29.1. Accounts Receivable

The balances of accounts receivable between the Group and its shareholders, economic-related parties, and associated companies are as follows:

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Current

a) Shareholders

	As of june, 30 2024		As of december, 31 2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
From outside				
Telefónica Hispanoamérica S.A. (1)	6.227	23.927.717	3.637	13.975.400
	6.227	**23.927.717**	**3.637**	**13.975.400**

(1) The increase as of June 30, 2024, is primarily due to the support services, regional support, and advisory services for personnel during the first quarter of 2024.

b) Economic relationships

	As of june, 30 2024		As of december, 31 2023	
National	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Telxius Cable Colombia S.A. (1)	5.386	20.694.269	394	1.514.809
Telefónica Global Solutions Colombia, S.A.S.	2.517	9.671.367	2.607	10.017.879
Wayra Colombia S.A.S.(2)	68	262.857	23	87.465
Telefónica Tech Colombia S.A.S	54	205.866	65	249.777
Telefónica Factoring Colombia S.A.	10	37.990	86	331.202
	8.035	**30.872.349**	**3.175**	**12.201.132**

(1) The increase as of June 30, 2024, corresponds to the sale of properties, submarine cable, and ducts.

(2) The increase as of June 30, 2024, corresponds to office rentals.

	As of june, 30 2024		As of december, 31 2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
From outside				
Telefónica S.A .(1)	623	2.395.603	90	346.693
Telefónica Global Solutions S.L.U.	531	2.040.393	521	2.002.538
Telefónica UK Limited (2)	376	1.442.957	175	671.686
Telefónica Móviles España S.A. (2)	171	655.888	68	261.813
Telefónica Brasil S.A. (2)	170	653.743	90	347.002
Telefónica Móviles Chile S.A.	148	568.823	134	515.260
Otecel S.A.	123	473.901	120	462.047
Telefónica Global Roaming Gmbh	97	371.469	114	436.854
Telefónica del Perú S.A.A.	93	358.779	95	357.332
Telefónica Móviles Argentina S.A.	85	327.992	131	505.246
Pegaso PCS, S.A. DE C.V.	81	312.404	60	229.395
Terra Networks México, S.A. de C.V. (3)	69	265.840	37	143.540
Telefónica Venezolana C.A.	48	175.232	42	160.405
Telefónica Innovación Digital, S.L. (4)	35	135.513	-	-
Telefónica Móviles del Uruguay S.A.	10	38.400	6	23.268
Telefónica Germany GMBH & CO OHG	4	14.253	1	2.264
Telefónica Argentina S.A.	-	1.302	1	4.996
	2.664	**10.232.492**	**1.685**	**6.470.339**
Total national and foreign affiliates	**10.699**	**41.104.841**	**4.860**	**18.671.471**

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(1) The increase as of June 30, 2024, primarily corresponds to the request for reimbursement of withheld taxes, for a higher amount associated with employee stock plans for the 2021 - 2023 period.

(2) The increase as of June 30, 2024, corresponds to greater roaming service provision and adjustments in traffic rates compared to 2023.

(3) The increase is primarily due to greater provision of services by expatriate personnel.

(4) Corresponds to the provision of digital services associated with licenses and Internet Protocol Television (IPTV) platforms, as well as Big Data training services.

c) Associated Companies

	As of june, 30		As of december, 31	
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
National				
Onnet Fibra Colombia S.A.S (1)	54.331	208.757.391	42.627	163.786.122
Total National Associates	**54.331**	**208.757.391**	**42.627**	**163.786.122**
Total related parts (Note 7)	**71.257**	**273.789.949**	**51.124**	**196.432.993**
No current:				
Alamo Holco S.L. (2)	127.407	489.537.094	123.346	473.931.256
Onnet Fibra Colombia S.A.S (1)	41.007	157.560.613	31.570	121.304.383
	168.414	647.097.707	154.916	595.235.639
	239.671	**920.887.656**	**206.040**	**791.668.632**

(1) As of June 30, 2024, the current portion includes $111,167 million from the Earn Out generated by the sale of fiber optic assets and $97,590 million generated by deployment and maintenance services during the second quarter of 2024.

The non-current portion corresponds to the Earn Out according to the payment plan. The net increase is mainly due to the modification of the payment plan associated with the 20% represented by the B2B links variable, transferring to the long term the portion agreed upon between the parties and the impact of the exchange rate at the end of the first semester of 2024.

(2) The balance as of June 30 corresponds to the loan made under the framework of the negotiation of fiber optic assets in 2022. The increase corresponds to the capitalization of financial interests associated with the loan.

The foreign currency balances of domestic accounts receivable with related parties as of June 30, 2024, and December 31, 2023, are USD $75,713 thousand ($314,060,553) and USD $70,068 thousand ($267,803,399) respectively (Note 27).

29.2. Accounts payable

The balances of liabilities between the Group and its shareholders and related economic parties are as follows:

Current

a) Shareholders

	As of june, 30		As of december, 31	
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
From outside				
Telefónica Hispanoamérica S.A. (1)	5.787	22.235.342	2.344	9.007.064
	5.787	**22.235.342**	**2.344**	**9.007.064**

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(1) The increase as of Jue 30, 2024, includes obligations for the provision of regional support services and direct personnel support.

b) Economic related parties

	As of june, 30		As of december, 31	
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
National				
Telefónica Tech Colombia S.A.S	10.494	40.321.189	10.047	38.604.002
Telxius Cable Colombia S.A.	8.709	33.461.405	8.118	31.189.968
Telefónica Global Solutions Colombia, S.A.S.	4.694	18.034.673	5.031	19.328.806
	23.897	**91.817.267**	**23.196**	**89.122.776**
	As of june, 30		**As of december, 31**	
	2024		**2023**	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
From outside				
Telefónica S.A. (1)	19.932	76.586.367	13.533	51.999.362
Telefónica Innovación Digital, S.L (2)	11.108	42.679.234	6.634	25.489.541
Telefónica Global Solutions S.L.U.	8.696	33.411.624	9.116	35.024.826
Telefónica Chile Servicios Corporativos LTDA (3)	2.902	11.149.688	1.639	6.297.835
Telefónica Global Technology S.A.U.	2.307	8.862.942	3.792	14.568.269
Telefónica Compras Electrónicas, S.L.	2.240	8.607.554	1.452	5.579.072
Telefónica Global Solutions Usa, Inc	2.193	8.426.948	2.474	9.505.017
Telefónica del Perú S.A.A.	1.913	7.351.374	1.315	5.053.644
Telefónica IoT & Big Data Tech, S.A.	1.880	7.225.401	1.458	5.600.288
Telefónica Móviles España S.A.	738	2.835.820	582	2.235.010
Terra Networks México, S.A. de C.V.	491	1.886.184	525	2.017.558
Telefónica Servicios Audiovisuales S.A.U.	362	1.389.230	277	1.063.099
Telefónica UK Limited (4)	289	1.108.730	52	198.761
Telefónica Global Roaming Gmbh	221	847.465	184	708.825
Telefónica Móviles del Uruguay S.A. (5)	214	825.655	12	45.772
Pegaso PCS, S.A. DE C.V.	205	785.780	219	839.615
Telefónica Brasil S.A.	145	557.929	67	257.717
Otecel S.A.	109	425.026	108	415.465
Telefónica Móviles Argentina S.A.	57	217.465	139	535.787
Telefónica Móviles Chile S.A.	46	176.149	32	123.602
Telefónica Venezolana C.A.	34	130.204	24	92.526
Acens Technologies S.L.	24	92.483	16	62.993
Telefónica Germany GMBH & CO OHG	22	84.732	13	50.939
Total national and foreign economic associates	**56.128**	**215.663.984**	**43.663**	**167.765.523**
	80.025	**307.481.251**	**66.859**	**256.888.299**

(1) The increase is mainly due to Brand Fee services during the first half of 2024.

(2) As of June 30, 2024, the increase is mainly due to digital services, related to the Internet Protocol Television (IPTV) platform during the first half of 2024.

(3) As of June 30, 2024, the increase is mainly due to support services in the region according to the new Hispam operating model during the first half of 2024.

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(4) Corresponds to roaming service during the first half of 2024.

(5) As of June 30, 2024, the increase corresponds to new agility and best practices services Hispam.

c) Associated Companies

	As of june, 30		As of december, 31	
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Nationales				
Onnet Fibra Colombia S.A.S (1)	23.920	91.908.278	20.466	78.638.936
	23.920	**91.908.278**	**20.466**	**78.638.936**
Total with related parties (Note 20)	**109.732**	**421.624.871**	**89.669**	**344.534.299**

(1) The balance as of June 30, 2024, mainly corresponds to connectivity services received.

	As of june, 30		As of december, 31	
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Telefónica S.A.	1.273	4.892.025	932	3.584.437
Total suppliers and accounts payable with related parties (Note 19)	**1.273**	**4.892.025**	**932**	**3.584.437**

The foreign currency balances of accounts payable related to related parties as of June 30, 2024, and December 31, 2023, are USD $59,902 thousand ($248,475,892) and USD $60,272 thousand ($230,362,598) respectively (Note 28).

29.3. Revenues, Costs, and Expenses with Related Parties

The Group carries out transactions with its related parties under the same market conditions and mutual independence. The following is a summary of the Group's income, costs, and expenses with related parties:

a) Shareholders

	Six-month period ended June 30,			
	Income		Costs and expenses	
	2024	2023	2024	2023
	(In thousands of US$)			
From outside				
Telefónica Hispanoamérica S.A. (1)	2.333	2.772	3.162	1.912
	2.333	**2.772**	**3.162**	**1.912**

	Six-month period ended June 30,			
	Income		Costs and expenses	
	2024	2023	2024	2023
	(In thousands of COP$)			
From outside				
Telefónica Hispanoamérica S.A. (1)	8.963.964	10.651.766	12.147.958	7.348.002
	8.963.964	**10.651.766**	**12.147.958**	**7.348.002**

(1) The increase in costs and expenses mainly corresponds to the update in corporate services of the Hispam operating model.

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b) Financial Related Parties

	Six-month period ended June 30,			
	Income		Costs and expenses	
	2024	2023	2024	2023
	(In thousands of US$)			
National				
Telxius Cable Colombia S.A. (1)	3.295	221	5.363	6.387
Telefónica Global Solutions Colombia, S.A.S. (2)	1.832	2.828	2.205	2.606
Telefónica Tech Colombia S.A.S	196	122	8.593	8.340
Wayra Colombia S.A.S.	58	59	-	-
Telefónica Factoring Colombia S.A.	54	67	-	-
	5.435	**3.297**	**16.161**	**17.333**

	Six-month period ended June 30,			
	Income		Costs and expenses	
	2024	2023	2024	2023
	(In thousands of COP$)			
National				
Telxius Cable Colombia S.A. (1)	12.660.532	850.264	20.607.900	24.541.408
Telefónica Global Solutions Colombia, S.A.S. (2)	7.039.111	10.865.984	8.473.264	10.012.547
Telefónica Tech Colombia S.A.S	751.558	467.804	33.016.647	32.043.090
Wayra Colombia S.A.S.	224.207	225.683	-	-
Telefónica Factoring Colombia S.A.	208.259	255.880	-	-
	20.883.667	**12.665.615**	**62.097.811**	**66.597.045**

(1) During the first half of 2024, there was an increase due to the sale of dark fiber, ducts, and real estate.

(2) The decrease in revenue is mainly due to reduced last-kilometer rental services and project costs in the corporate segment. The decrease in revenue is associated with lower long-distance international services.

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	Six-month period ended June 30,			
	Income		**Costs and expenses**	
	2024	**2023**	**2024**	**2023**
	(In thousands of US$)			
From outside				
Telefónica Global Solutions S.L.U. (1)	1.583	1.882	3.734	6.463
Telefónica Global Roaming Gmbh (2)	433	580	147	153
Telefónica UK Limited	335	223	27	38
Telefónica Móviles Chile S.A.	124	114	29	28
Telefónica Brasil S.A.	113	114	51	49
Telefónica del Perú S.A.A.	81	109	83	57
Otecel S.A.	72	91	54	59
Telefónica Móviles España S.A. (3)	46	114	31	307
Telefónica S.A. (4)	33	-	6.301	10.467
Telefónica Innovación Digital, S.L.	30	-	4.163	3.554
Telefónica Móviles Argentina S.A.	24	41	43	50
Terra Networks México, S.A. de C.V.	23	24	454	471
Pegaso PCS, S.A. DE C.V.	18	13	131	153
Telefónica Móviles del Uruguay S.A.	5	5	197	7
Telefónica Germany GMBH & CO OHG	1	2	9	28
Telefónica Venezolana C.A.	-	-	25	26
Telefónica Ingeniería de Seguridad S.A.U	-	4	-	-
Acens Technologies S.L.	-	-	7	-
Media Network Latin América	-	-	-	441
Telefónica Global Technology S.A.U.	-	-	2.475	2.481
Telefónica Compras Electrónicas, S.L.	-	-	1.302	1.433
Telefónica Chile Servicios Corporativos LTDA	-	-	1.146	457
Telefónica IoT & Big Data Tech, S.A.	-	-	1.121	1.102
Telefónica Global Solutions Usa, Inc	-	-	1.108	1.505
Telefónica Servicios Audiovisuales S.A.U.	-	-	206	210
Telxius Cable América S.A. (antes TIWS AMERICA)	-	-	-	499
Telxius Cable Colombia S.A.	-	-	-	250
	2.921	**3.316**	**22.844**	**30.288**
	8.356	**6.613**	**39.005**	**47.621**

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	Six-month period ended June 30,			
	Income		**Costs and expenses**	
	2024	**2023**	**2024**	**2023**
	(In thousands of COP$)			
From outside				
Telefónica Global Solutions S.L.U. (1)	6.081.864	7.230.138	14.345.895	24.832.360
Telefónica Global Roaming Gmbh (2)	1.664.653	2.228.401	563.542	588.728
Telefónica UK Limited	1.285.928	856.834	104.155	146.080
Telefónica Móviles Chile S.A.	477.250	438.928	111.284	106.872
Telefónica Brasil S.A.	435.484	437.368	195.361	188.596
Telefónica del Perú S.A.A.	310.631	416.990	319.114	220.593
Otecel S.A.	276.052	351.390	208.073	225.160
Telefónica Móviles España S.A. (3)	177.829	439.690	121.025	1.178.687
Telefónica S.A. (4)	127.841	-	24.210.049	40.216.957
Telefónica Innovación Digital, S.L.	113.876	-	15.996.825	13.653.915
Telefónica Móviles Argentina S.A.	93.137	158.279	164.366	191.025
Terra Networks México, S.A. de C.V.	88.548	92.603	1.743.772	1.809.267
Pegaso PCS, S.A. DE C.V.	70.597	50.940	502.820	588.369
Telefónica Móviles del Uruguay S.A.	19.224	20.254	758.614	26.781
Telefónica Germany GMBH & CO OHG	4.289	7.645	34.925	107.358
Telefónica Venezolana C.A.	539	190	97.417	99.859
Telefónica Ingeniería de Seguridad S.A.U	-	13.651	-	-
Acens Technologies S.L.	-	-	25.812	-
Media Network Latin América	-	-	-	1.696.149
Telefónica Global Technology S.A.U.	-	-	9.510.912	9.531.907
Telefónica Compras Electrónicas, S.L.	-	-	5.001.881	5.507.458
Telefónica Chile Servicios Corporativos LTDA	-	-	4.404.838	1.755.175
Telefónica IoT & Big Data Tech, S.A.	-	-	4.306.669	4.232.516
Telefónica Global Solutions Usa, Inc	-	-	4.256.242	5.782.543
Telefónica Servicios Audiovisuales S.A.U.	-	-	791.045	807.531
Telxius Cable América S.A. (antes TIWS AMERICA)	-	-	-	1.917.141
Telxius Cable Colombia S.A.	-	-	-	959.813
	11.227.742	**12.743.301**	**87.774.636**	**116.370.840**
	32.111.409	**25.408.916**	**149.872.447**	**182.967.885**

(1) During the first half of 2024, there was a decrease in costs and expenses due to lower international interconnection traffic.

(2) During the first half of 2024, there was a decrease in revenue from roaming services.

(3) There was a decrease in costs and expenses for roaming services.

(4) During the first half of 2024, there was a decrease in costs and expenses due to the impact of the 100 stock plan for employees developed in 2023.

c) Associated Companies

	Six-month period ended June 30,			
	Income		**Costs and expenses**	
	2024	**2023**	**2024**	**2023**
	(In thousands of US$)			
National				
Onnet Fibra Colombia S.A.S	48.551	62.060	39.570	33.904
	48.551	**62.060**	**39.570**	**33.904**
	59.240	**71.445**	**81.737**	**83.437**

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	Six-month period ended June 30,			
	Income		Costs and expenses	
	2024	2023	2024	2023
	(In thousands of COP$)			
National				
Onnet Fibra Colombia S.A.S (1)	186.545.676	238.453.299	152.039.934	130.270.845
	186.545.676	**238.453.299**	**152.039.934**	**130.270.845**
	227.621.049	**274.513.981**	**314.060.339**	**320.586.732**

1) During the first half of 2024, there was a decrease in revenue primarily due to: (i) lower network deployment services for fiber optics amounting to $35,984 million, associated with fewer connected homes; (ii) recognition of revenue in the first half of 2023 from the wholesale agreement with KKR amounting to $13,532 million; and (iii) a decrease in installation services, housing, poles, and ducts amounting to $2,347 million.

The net increase in costs and expenses is mainly due to higher connectivity driven by customer preference for the nationwide fiber optic network.

Financial Income:

	Six-month period ended June 30,			
	Income		Costs and expenses	
	2024	2023	2024	2023
	(In thousands of USD$)			
National				
Associated Companies	5.100	6.191	7.310	4.370
Economic Links	1	-	-	-
	5.101	**6.191**	**7.310**	**4.370**
	64.341	**77.636**	**89.047**	**87.807**

	Six-month period ended June 30,			
	Income		Costs and expenses	
	2024	2023	2024	2023
	(In thousands of COP$)			
National				
Associated Companies	19.597.181	23.787.232	28.085.403	16.788.995
Economic Links	3.000	1.750	-	-
	19.600.181	**23.788.982**	**28.085.403**	**16.788.995**
	247.221.230	**298.302.963**	**342.145.742**	**337.375.727**

The following is a summary of transactions for revenues, costs, and expenses presented as of Marh 31, 2024, and 2023 with related parties, according to the nature of the goods or services provided between the parties:

Income:

	Six-month period ended June 30,			
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Fixed services (1)	40.521	155.694.926	51.115	196.399.657
Fixed interconnection	1.311	5.039.055	1.537	5.905.524
Roaming revenue	1.271	4.883.439	1.378	5.293.320
Digital services (2)	444	1.706.689	776	2.981.434
Mobile services	41	156.205	72	275.372
Handset sales	24	93.717	9	36.365
Total Operations with Related Parties	**43.612**	**167.574.031**	**54.887**	**210.891.672**
Other operating Income	15.628	60.047.018	16.558	63.622.309
Financial income	5.101	19.600.181	6.191	23.788.982
Total operating income	**64.341**	**247.221.230**	**77.636**	**298.302.963**

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1) During the first half of 2024, the decrease is primarily associated with the provision of fiber optic deployment services with Onnet Fibra Colombia S.A.S. and international data services with Telefónica Global Solutions Colombia, S.A.S.

2) The decrease as of June 30, 2024, is due to lower cloud services, mainly with Telefónica Global Solutions Colombia, S.A.S.

Operating Costs and Expenses:

	Six-month period ended June 30,			
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Media rental	47.029	180.699.566	44.376	170.505.246
Other operating costs and expenses (1)	10.755	41.322.291	7.724	29.678.976
Renting and third-party activities to customers	7.655	29.412.614	9.029	34.692.965
Advertising	6.392	24.561.261	7.734	29.717.269
Interconnection and roaming (2)	3.700	14.218.206	5.344	20.534.546
Other non-recurring costs and expenses	2.714	10.427.762	2.650	10.183.689
Content providers	26	100.764	475	1.825.557
Cost of terminals	2.098	8.062.132	2.105	8.076.335
Maintenance	1.357	5.212.687	1.175	4.516.067
Labor and personnel expenses	11	41.924	2.825	10.856.082
Total Operations with Related Parties	**81.737**	**314.059.207**	**83.437**	**320.586.732**
Financial expenses (4)	7.310	28.085.403	4.370	16.788.995
Depreciation of rights of use	-	1.132	-	-
Total costs and expenses with related parties	**89.047**	**342.145.742**	**87.807**	**337.375.727**

(1) During the first half of 2024, the increase is primarily due to digital IPTV services with Telefónica Innovación Digital, S.L. and corporate services under the Hispam operating model.

(2) During the first half of 2024, there is a decrease in services for international traffic, primarily with Telefónica Global Solutions S.L.U. and Telefónica Móviles España S.A.

(3) During the first half of 2024, the expenses correspond to labor costs for expatriates, whereas in the same period of 2023, expenses included costs related to employee retention share plans.

(4) For the semester ending June 30, 2024, the increase is mainly due to financial updates in the installment payments agreed upon between the parties for the Earn Out related to links connected to corporate clients.

29.4. Remuneration information for key management personnel

The remuneration received by the Group's key employees according to their hierarchies is presented below:

	Six-month period ended June 30,			
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Salaries, wages and other benefits	2.208	8.483.915	2.195	8.432.563
Executive remuneration plan (shares and annual bonus)	1.857	7.134.389	1.265	4.859.002
Institutional plans	680	2.612.323	764	2.936.739
Other benefits	142	543.966	93	358.832
Voluntary retirement bonus	-	-	56	214.572
	4.887	**18.774.593**	**4.373**	**16.801.708**

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30. CONTINGENCIES

The Group is subject to claims for regulatory proceedings, labor, tax settlements, and others arising in the ordinary course of business. The Group evaluates these situations based on the probable, possible, and remote nature of their occurrence and the amounts involved to decide on the amounts recognized and/or disclosed in the consolidated financial statements. This analysis, which may require considerable judgment, includes reviewing legal proceedings instituted against any claims yet to be initiated, all supported by reports and evaluation of the Group's legal advisors. A provision is recognized when the Group has a present obligation due to a past event, an outflow of resources will probably be required to settle the obligation, and a reliable estimate can be made of the obligation amount.

As of June 30, 2024, there are 2,157 ongoing processes, of which 138 are classified as probable contingencies, 1.026 as possible, and 993 as remote.

1. Probable Proceedings

The following details the proceedings classified as highly probable (Note 19).

	As of june, 30 2024			As of december, 31 2023		
		(In thousands of US$)	(In thousands of COP$)		(In thousands of US$)	(In thousands of COP$)
	Quantity	Amount		Quantity	Amount	
Currents:						
Administrative investigations of users (1)	48	1.686	6.478.067	38	1.314	5.042.371
	48	**1.686**	**6.478.067**	**38**	**1.314**	**5.042.371**
Non-currents:						
Legal proceedings (2)	2	976	3.750.858	29	941	3.614.498
Labor processes (3)	51	673	2.584.928	-	-	-
Administrative, regulatory and competency investigations (4)	31	551	2.116.842	32	558	2.142.757
Other investigations (5)	6	127	487.883	9	665	2.558.260
	90	**2.327**	**8.940.511**	**70**	**2.164**	**8.315.515**
	138	**4.013**	**15.418.578**	**108**	**3.478**	**13.357.886**

1. Includes processes related to requests, complaints, and claims (PQR) from customers, which are in the process of being discussed with the regulator.

2. Includes mainly civil and administrative process petitions.

3. Includes legal proceedings arising from an employment relationship, whether direct or indirect, with the Group, which are brought before the labor courts.

4. Includes mainly requests for administrative and regulatory processes through the superintendence of industry and commerce and the Ministry of Information and Communications Technologies of Colombia.

5. It also includes processes related to user protection and the proper handling of information in accordance with Habeas Data regulations.

2. Possible Contingencies

The Group is a party to litigation classified as low probability, which is currently being processed before judicial, administrative, and arbitration bodies.

Taking into consideration the reports of the Group's legal advisors in these proceedings, it is reasonable to estimate that these lawsuits will not significantly affect the Group's economic-financial situation or solvency.

a. Legal Proceedings

Processes aimed at obtaining a decision from the judicial authority called upon to resolve the disputed issue. These include processes from civil, administrative litigation, criminal, constitutional jurisdictions, among others. There are 619 open processes classified as possible, with a total value of $36.612.464.

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b. **Labor Proceedings**

Labor lawsuits through which the claimants seek payment of labor rights arising from their direct employment relationships with the Company or with a third party, in the latter case, seeking the solidarity of Colombia Telecomunicaciones S. A. E.S.P. BIC. There are 340 open processes classified as possible, with a total value of $43.549.615.

c. Administrative Investigations

These are processes initiated by administrative authorities through the formulation of charges, ex officio, or complaints from third parties aimed at determining the responsibility of the investigated party in the infringement of regulations.

Contingencies for administrative investigations are classified as:

i. Taxes: Proceedings under discussion for taxes with different municipalities in the country, corresponding to claims, such as industry and commerce tax (ICA) public lighting tax, among others. There are 20 administrative and judicial processes in progress with possible qualifications, valued at $6.337.594.

ii. Petitions, Complaints, and Claims: Administrative proceedings initiated by the Superintendence of Industry and Commerce - SIC, due to positive administrative silences, habeas data, or non-compliance with resolutions. There are 26 possible processes reported for $2.074.822

iii. Regulatory: Control procedures for alleged breaches in compliance with telecommunications regulatory norms. There are 15 possible processes totaling $64.660.572.

iv. Administrative: Administrative processes initiated by supervisory authorities for investigation by the Superintendence of Industry and Commerce and other administrative entities. There are 6 possible processes totaling $3.820.156.

31. FINANCIAL INDICATORS - NOT DEFINED IN THE ACCOUNTING AND FINANCIAL REPORTING STANDARDS ACCEPTED IN COLOMBIA

The following are the financial indicators calculated by the Group and which are an integral part of the financial analysis performed:

1) EBITDA

	Six-month period ended June 30,			
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Net profit for the period	(61.225)	(235.243.550)	(70.648)	(271.452.624)
Depreciation and amortization (Note 26)	143.380	550.909.719	179.675	690.364.820
Financial expense, net (Note 27)	85.782	329.595.816	79.883	306.936.977
Equity method (Note 13)	3.384	13.001.784	1.995	7.664.783
Income tax and complementary taxes (Note 11)	22.537	86.595.449	2.422	9.306.516
EBITDA	**193.858**	**744.859.218**	**193.327**	**742.820.472**

EBITDA: corresponds to income before depreciation and amortization, financial expense, equity method, and income and deferred taxes.

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2) Financial Indicators

The following are the financial indicators calculated by the Group and which are an integral part of the financial analysis performed:

2.1. Indebtedness ratios

This indicator measures to what extent and in what form short-term and long-term creditors participate in the Group's financing:

	As of june, 30	As of december, 31
	2024	2023
a) Total debt level (1)	73,632%	65,278%
b) Level of short-term debt (2)	54,043%	42,860%

(1) The level of indebtedness shows an increase during the first half of 2024 mainly due to the acquisition of new debt from financial institutions to refinance maturities for the year 2024 at current market rates.

(2) The level of indebtedness shows an increase during the first half of 2024 mainly due to the transfer of long-term financial leases associated with the right-of-use assets affected by the unstoppable single network project to current liabilities held for sale, and the transfer from long-term to short-term of $600 billion according to the plan for the maturity of financial obligations.

2.2. Solvency Ratios:

The solvency ratio indicates how much resources are available in assets compared to liabilities.

	As of june, 30	As of december, 31
	2024	2023
Solvency ratio (1)	1,358 V	1,148 V

(1) The solvency ratio measures a company's ability to meet its debt obligations. As of June 30, 2024, the variation is primarily due to the acquisition of new credits for refinancing 2024 maturities at current market rates.

2.3. Profitability ratios:

Profitability is an index that measures the relationship between profits or benefits and the investment or resources used to obtain them.

	Six-month period ended June 30,	
	2024	2023
a) Operating margin (1)	5,983%	1,497%
b) OIBDA margin	22,977%	21,194%

(1) During the first half of 2024, there was an increase primarily due to better performance in the costs of handset sales and higher markup in fiber optic deployment projects and costs associated with connectivity through fiber optic access.

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2.4 Liquidity ratios

Indicates the short-term availability to meet its short-term commitments.

	As of june, 30	As of december, 31
	2024	2023
a) Net working capital (In thousands of US$)	(269.381)	(378.113)
a) Net working capital (In thousands of COP$)	(1.035.043.280)	(1.452.822.373)
b) Current ratio	0,81 V	0,639 V
c) Acid test	0,78 V	0,594 V

These indicators are static measures of the resources available at a given moment to meet short-term obligations. In this regard, the analysis of short-term liquidity and solvency should consider the cash flow projections made by the Group, which ensure ongoing business operations.

This indicator is influenced by the Group's strategies such as the investment execution cycle, non-recurring businesses, changes in business strategy like fiber optic deployment where significant resources are invested to capture customers, and changes in the macroeconomic environment.

2.5. Organizational Capacity

	Six-month period ended June 30,	
	2024	2023
a) Return on equity ROE(1)	(6,508%)	(6,376%)
b) Return on assets ROA (2)	1,415%	0,372%
c) Interest coverage	(7,257%)	(7,745%)

(1) The variation during the first half of the year ended June 30, 2024, is primarily due to a decrease in net results, mainly due to the reduction in the DTA (deferred tax asset) recognized for the useful lives of assets that are subject to being available for sale in the single network project and an increase in financial expenses due to the effects of interest generated by the new loans acquired during the period.

(2) The variation during the first half of the year ended June 30, 2024, is mainly due to the net effect between revenues and associated costs, primarily due to better markup in terminal sales costs and higher markup in fiber optic deployment projects and costs associated with connectivity through fiber optic access.

2.6. Interest coverage

This indicator measures the Group's capacity to meet its financial interest obligations.

	Six-month period ended June 30,	
	2024	2024
Interest Coverage (1)	0,904 V	0,269 V

(1) The growth of this indicator at the end of the first half of 2024 corresponds to the net effect between: i) mainly due to better performance in handset sales costs and higher markup in fiber optic deployment projects and costs associated with connectivity through fiber optic access, and ii) the increase in financial expenses due to the acquisition of new financial obligations during the period.

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3. Operational Information

3.1 Access

	2023			2024	
	jun-30	mar-31	dic-31	sep-30	jun-30
			(Units 000)		
End Clients	**24.643**	**24.394**	**25.112**	**25.041**	**24.672**
Fixed services:	**3.658**	**3.686**	**3.680**	**3.657**	**3.595**
Basic Line (1)	1.297	1.343	1.381	1.405	1.415
Data	1.516	1.502	1.471	1.443	1.402
Television	845	841	828	809	778
Mobile Services:	**20.985**	**20.708**	**21.432**	**21.384**	**21.077**
Prepay	15.747	15.389	16.001	15.870	15.529
Postpaid	5.238	5.319	5.431	5.514	5.548

(1) Includes "fixed wireless" accesses and voice over IP.

3.2. ARPU (Average revenues per user)

	2024			2023	
	jun-30	mar-31	dic-31	sep-30	jun-30
			(USD$)		
Basic, Broadband & TV (1)	9,62	9,62	8,98	9,12	8,78
Total Mobile (2)	2,60	2,60	2,77	2,60	2,66
Prepaid	0,61	0,61	0,64	0,63	0,59
Postpaid	8,59	8,59	8,90	8,41	8,38

	2024			2023	
	jun-30	mar-31	dic-31	sep-30	jun-30
			(COP$)		
Basic, Broadband & TV (1)	36.946	34.522	35.030	35729	33.719
Total Mobile (2)	10.008	10.636	9.983	9928	10.209
Prepay	2.330	2.446	2.428	*2298*	2.284
Postpaid	33.000	34.202	32.320	31.940	32.209

(1) Includes monthly fixed tariffs and excludes data and rental revenues.

(2) Excludes revenues from Mobile Virtual Network Operators - MVNOs.

32. EVENTS SUBSEQUENT TO THE STATEMENT OF FINANCIAL POSITION DATE

The following event occurred between July 1, 2024, and the date of issuance of the condensed consolidated interim financial statements and does not affect the Company's financial situation as of June 30, 2024:

On July 22, 2024, we were notified by resolution 02657 issued by the Ministry of Information and Communications Technology of the renewal of the radio spectrum in the 850 MHz and 1900 MHz bands for eighteen (18) months from March 29, 2024, to September 28, 2025, for a value of $132,438 million.

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