

Credivalores obtains a new US\$100 million term-loan

- *The new loan is a committed term-loan from UBS O'Connor and Gramercy with a 36-month tenor.*
- *The proceeds from this term-loan will be used to serve the maturity of Credivalores' 9.75% dollar-bonds due July 2022.*
- *With this term-loan, the company successfully secured more than US\$200 million in new sources of funding for 2022 developed between the last quarter of 2021 and during the first five months of this year.*
- *Furthermore, Credivalores announces to the market the completion of several Open Market Repurchases in the secondary market of the 9.75% dollar-bonds due 2022 for an aggregate of US\$3,673,000 of the outstanding principal. The amount of bonds repurchased will be cancelled before maturity.*

Bogota, May 16, 2022 - Credivalores- Crediservicios S.A., the leading non-bank financial institution in Colombia in payroll and consumer loans, closed a new US\$100 million term-loan, which will be completely used to serve the dollar bond amortization due in July. The resources raised through this committed term-loan facility are in addition to the COP\$428 billion (US\$104 million¹) new funding secured through term-loans, which were announced at the end of January 2022 by the Company. The closing of this US\$100 million term-loan completes the total cash flow needs of Credivalores for 2022.

The US\$100 million term-loan announced today is a committed facility structured through an SPV (Special Purpose Vehicle) backed by the credit card portfolio as collateral. The facility has a 36-month tenor with an availability period of 12 months from the closing and principal amortization starting 24 months after closing, to obtain an average life of about 2.54 years. Each one of the draws under this facility will be hedged to pesos to maturity through derivative financial instruments.

In addition, the company announces that during April and May Credivalores repurchased US\$3,673,000 of the principal outstanding of the 9.75% dollar-bonds due July 2022 in the secondary market through Open Market Repurchases ("OMRs"). The principal of the bonds repurchased will be cancelled before maturity. After taking into consideration the OMRs completed, the new principal outstanding of this bond issuance in the secondary market is US\$160,477,000.

"The closing of these funding transactions to secure enough resources to serve the maturity of our dollar bonds six months ahead of the due date without taping the international capital markets, is a huge landmark for this company and for the investors that trusted our financial and administrative management. We had to go through very detailed due diligence processes and thorough reviews and auditing of our loan origination process and our corporate governance to obtain these term-loans, which are mostly committed. We believe this announcement helps us stand out from the rest of non-bank financial institutions from the region and from Colombia and send a strong message of financial stability and access to diversified sources of funding to the Colombian market, to our

¹ FX rate used to convert figures into dollars is COP\$4,109.71 / USD.

international investor base and to the rating agencies”, said Mr. Seinjet. In addition, Mr. Seinjet stated: “We will continue working in new funding sources that will be announced in the following months to consolidate our leading position in Colombia. The discipline in the management of our operation and our business model allows us to differentiate from other non-bank financial institutions in Colombia and in the rest of Latin America”.

About Credivalores

Credivalores is the leading non-bank financial institution in payroll and consumer loans in Colombia with a 19-year track record. As of December 2021, Credivalores served 914,000 clients in nearly 900 municipalities in Colombia. About 90% of the clients belong to the low and middle-income part of the population, providing them with access to formal credit. The loan portfolio includes credit card through the Crediuno Visa product, payroll loans and consumer loans underwritten through strategic alliances.

In the past two years Credivalores committed to advance in its digital transformation strategy to strengthen the financial inclusion and digitalization of loan underwriting in remote areas in Colombia. As a result, 85% of the loans were originated through digital channels. Credivalores has also reduced its response times to clients. Currently, about 84% of the payroll loans are disbursed in less than 24 hours and 90% of the credit cards are approved and delivered in less than 12 minutes.

For further information contact:

María Patricia Moreno
Head of Structured Finance and Investor Relations
Telephone: (+571) 3137500
E-Mail: mmoreno@credivalores.com

Visit our Investor Relations website <https://www.credivalores.com.co/en/investor-relations>

