



Universidad
Externado
de Colombia
VIGILADA MINEDUCACIÓN



INSTITUTIONAL 2022 MANAGEMENT REPORT



Governing Body



Rector:
Hernando Parra Nieto



Secretary-general:
Jose Fernando Rubio Navarro

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Administrative Assistant to the President	Hilda Bautista Sandoval
Human Talent Management	Diana Fuquen Avella
Legal Office	Ivan Carvajal Sanchez
Administrative Management	Sonia Novoa Vargas
Financial Management	Germán Forero Laverde
Academic Direction	Bernardo Vela Orbegozo
Communications Office	Angela Calderon Fernandez
Extension Directorate	Antonio Roveda Hoyos
Events Division	Eduardo Pacheco Rodriguez

Council of Deans

School of Business Administration	Liliana Lopez Jimenez
School of Tourism and Hotel Business Administration	Edna Esperanza Rozo Bellón
School of Education Sciences	Cecilia Dimaté Rodriguez
School of Social and Human Sciences	Jorge Martinez Cotrina
School of Social Communication - Journalism	Victoria Elena González Mantilla
School of Public Accounting	Maria Elena Escobar Avila
School of Law	Emilssen González de Cancino
School of Economics	Juan Pablo Herrera Saavedra
School of Cultural Heritage Studies	Jose Luis Socarrás Pepper
School of Finance, Government and International Relations	Hector Gonzalo Ordonez

Equivalent Academic Units

Languages and Culture Center	Maite Mariño Thompson
Department of Interdisciplinary Studies	Javier Arias Toro
Department of Mathematics	Constance Garcia Chavez
University Welfare	Nohora Robayo Suarez

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Our Mission

As a higher education institution devoted to teaching and research in Social Sciences, with a humanistic conception, Universidad Externado de Colombia promotes and practices an absolute respect for life. Its activity is developed within a pluralistic philosophy, open to all currents of thought, alien to dogmatism and respectful of all religious creeds and political ideologies. The University promotes tolerance as a formula to achieve peace and progress within heterogeneity, welcomes students from all regions of the country, and considers diversity as one of its greatest riches.

Universidad Externado de Colombia is confident and optimistic about the viability of Colombia as a nation, and strives for the reaffirmation of national identity; supports integration with Latin American countries as a guarantee of a significant presence in the international arena, and stimulates cooperation with universities around the world to keep in touch with universal culture and updated in the face of the advancement of science.

Within the liberal spirit that animates it, Universidad Externado de Colombia pursues the ideal of freedom as an inalienable right of the human being; it has faith in democracy; it fights for the improvement of the Social State of Law, in the search for equality in the social and economic planes, and respect for Fundamental Rights.

Similarly, it has always sought the integral formation of its students: it seeks to forge true citizens aware of their commitments to the nation; people of integrity, with independence of character and practitioners of an impeccable civic ethic, both public and private; solidary, authentic, austere professionals, endowed with criteria, capable of resisting intimidation, confronting corruption, and contributing to the rescue of the dignity of the country.



Quality Policy

In keeping with its humanistic and open conception, Universidad Externado de Colombia, offers education of the highest quality, based on the excellence of its teachers and researchers, internationalization and scientific research, and is committed to compliance with standards, the continuous improvement of its processes, the development of human talent, and the provision and efficient use of financial, technological and logistical resources to guarantee an environment conducive to educating, meeting the expectations of the Externadista Community, and delivering to society upright citizens, capable of contributing their knowledge to the service of the country.

Quality Objectives

- To promote the efficient use of the necessary resources to carry out an educational work based on the premises established in the mission of the University, and to ensure an effective execution thereof.
- To supply and develop the human talent necessary to carry out the corresponding academic and administrative activities.
- To provide education of the highest quality and achieve and maintain the highest levels of certification.
- To continuously improve processes to achieve effectiveness so secure the provision of optimal services to the Externadista community.
- To carry out the necessary follow-up to facilitate continuous improvement and the consolidation and maintenance of a quality-oriented culture.

Our Externadista Community



Universidad
Externado
de Colombia



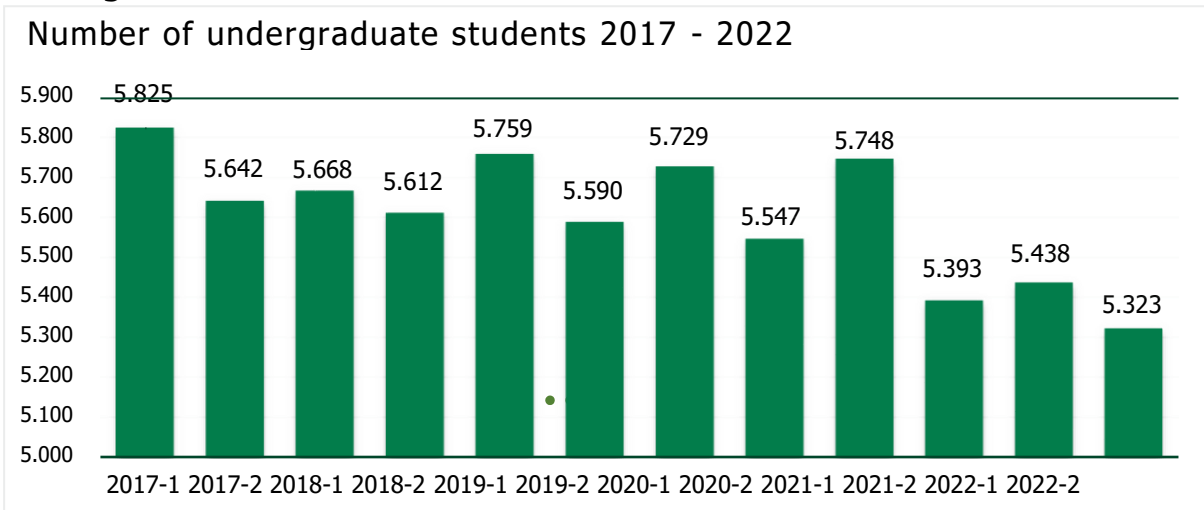
Students

For Universidad Externado it is essential to provide the country's youth with high-quality higher education. For this reason, it strengthens and promotes students' duties and rights so that they acquire skills aimed at the integral development of the professional as a fundamental pillar of teaching.



Below there is information on the number of total students by levels of undergraduate and postgraduate training, as well as their composition within the different academic units using graphs and tables evidencing the evolution and composition of the number of students enrolled and graduated from the institution.

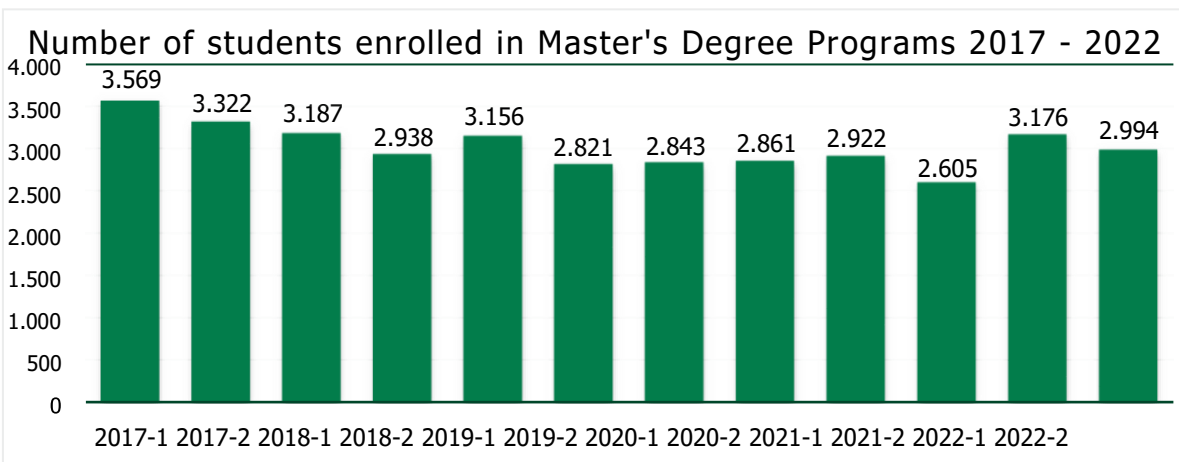
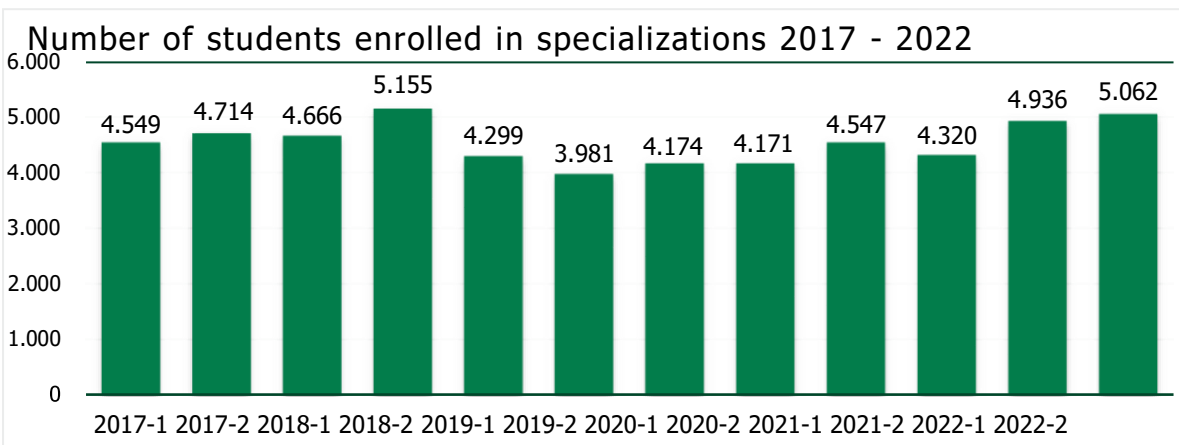
Undergraduate Students

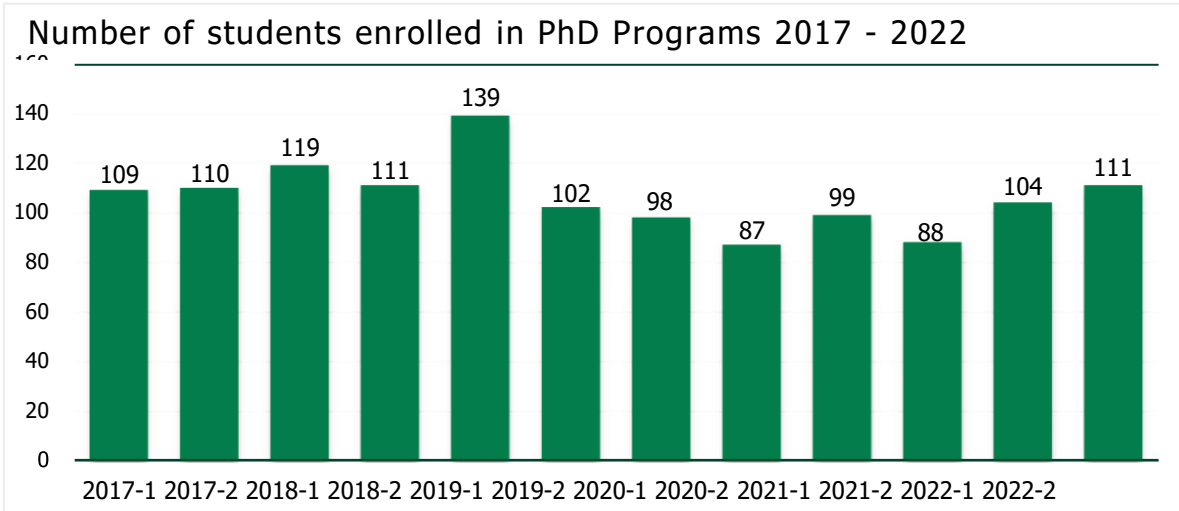


Total number of students enrolled by program in 2022 (undergraduates, semesters I and II)

School	2022-1	2022-2
Business Administration	531	499
Tourism and Hotel Business Administration	339	310
Social and Human Sciences	742	757
Social Communication – Journalism	631	612
Public Accounting	214	197
Law	1.672	1.650
Economics	329	306
Cultural Heritage Studies	162	157
Finance, Government and International Relations	785	781
Department of Mathematics	33	54
Total	5.438	5.323

Graduate Students

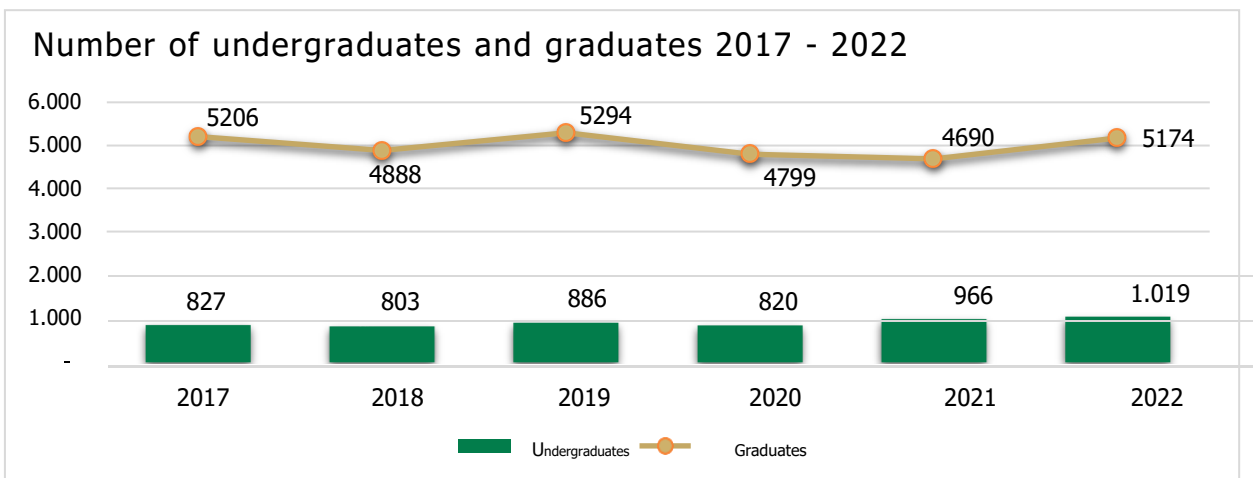




Total number of students enrolled by program in 2022 (postgraduates, semesters I and II)

Program	2022-1	2022-2
Business Administration	939	817
Tourism and Hotel Business Administration	36	33
Educational Sciences	356	376
Social and Human Sciences	232	208
Social Communication – Journalism	50	55
Public Accounting	564	548
Law	5.075	5.274
Economics	230	209
Cultural Heritage Studies	8	6
Finance, Government and International Relations	726	641
Total	8.216	8.167

Graduate Students



Number of graduates per undergraduate program

School	2022-1	2022-2
Business Administration	41	48
Tourism and Hotel Business Administration	29	29
Social and Human Sciences	52	64
Social Communication - Journalism	41	78
Public Accounting	10	8
Law	104	231
Economics	9	36
Cultural Heritage Studies	7	16
Finance, Government and International Relations	104	76
Total	397	586

Graduates

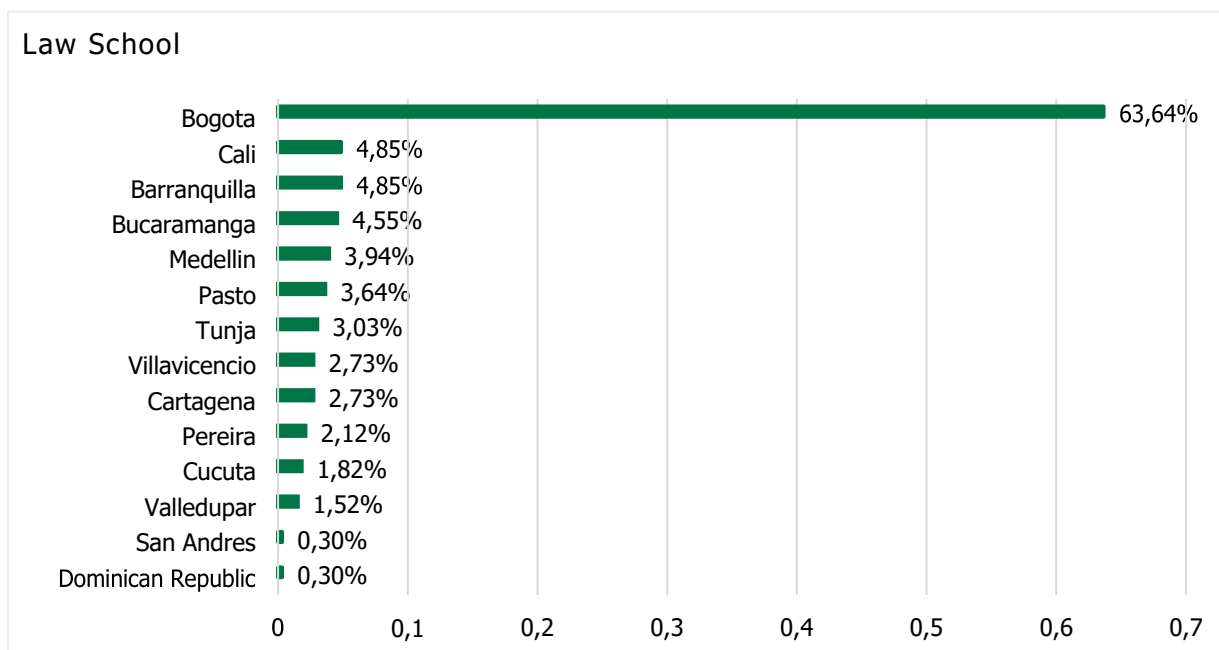
School	2022-1	2022-2
Business Administration	233	268
Tourism and Hotel Business Administration	31	7
Educational Sciences	51	51
Social and Human Sciences	92	92
Social Communication - Journalism	14	4
Public Accounting	180	271
Law	1.332	1.654
Economics	29	66
Cultural Heritage Studies	16	2
Finance, Government and International Relations	104	221
Total	2.082	2.636

Online academic communities by city

Online Academic Communities are made up of geographically distributed members. Specifically, in 2022-1 the Law School had members in different cities of the country. The following table shows this distribution.

...

Number of Online Academic Communities by City



Cut-off date: Monday, November 28, 2022

Online Academic Communities complement and support face-to-face graduate programs, allowing students living in different geographic areas to interact with faculty, coordinators, and peers to generate communication and exchange of ideas on academic issues. It is also a tool that allows to carry out some tasks of administrative and academic management of the programs, such as monitoring of independent study activities and traceability that the platform allows to evidence.

Support, scholarships and relief

In 2022, the Directives, aware of the impact that the COVID 19 pandemic still has on the country's economics, made the decision to keep active the discounts of 3% for prompt payment, 12% and 10% discount for the first and second semesters of the year, respectively, and, finally, 15% discount on the value of graduation fees. These benefits represent 12.35% of the University's operating income for 2022 and have a total of 17,044 beneficiaries, thus continuing with a program of reliefs that demonstrate to the community the commitment that the University has with the society.

Total value of benefits granted in 2022.

Concept	2022
Scholarships	\$ 1,443,945,935
Reliefs and Discounts	\$ 28,564,031,558
Agreements	\$ 1,954,357,308
Jóvenes a la U	\$ 137,103,600
Generation E	\$ 742,333,400
Student loans	\$ 1,074,920,308
Total	\$ 31,962,334,801

The Student Loan program, which delivers a forgivable scholarship each semester, was transformed with the creation of the Pro Line of Star Education, an agreement that was born at the end of the year with the aim of leaving a good view among our graduates, offering a model of accompaniment and well-being and to jointly offer an alternative that goes beyond financing tuition, such as financing of education-related activities such as exchanges, short courses, inter-session courses, computer equipment, among others.

Likewise, the administration and collection of the portfolio of the financing programs with the University and Student Loans was delegated to Star Education, transferring promissory notes for a total of \$ 17,435 million pesos.

Number of students benefited by type of program

Program beneficiaries	2022-1	2022-2
Ser Pilo Paga	84	61
Generation E Program	138	139
Multicultural Interactions Program	48	57
Victims of the Armed Conflict Fund	24	20
Tourism Friendly Schools Program	29	23
Student Loan Program	776	793
Bolívar Davivienda Foundation Talent Scholarship Program – Univ. Externado	22	15
Jóvenes a la U Program	13	40
Total	1.134	1.148

In addition to the financial relief, the University kept granting scholarships to undergraduates based on academic excellence (50% or 100% of the tuition), sports scholarships, and a prize to the best interview. It also takes part in the Jóvenes a la U Program with 53 beneficiaries and Generation E with about 139 beneficiaries.

Health & Wellness

During 2022, multiple activities were carried out that impact both the health and wellbeing of our community, including:

Number of human development activities

Human development activities	2022
Guidance and counseling	1.104
Dispute resolution	9
Clinical psychology	3.985
Skills development	697
Promotion and prevention	1.711
Total	7.506

Number of Socioeconomic Supports

Socioeconomic Support	2022-1	2022-2
Lodging Support	-	5
Transportation Support	-	70
Connectivity Support - SIM CARD	18	12
PC Loan	63	57
Meals Support	263	265
Total	344	409

Number of participants in sports and fitness activities

Activity	Participants
Courses	2.280
Teams	495
Externadista Olympiad	674
CAF	1.370
Sports Week	1.742
Sports stimuli	76
Total	6.637

Number of participants in arts and culture activities

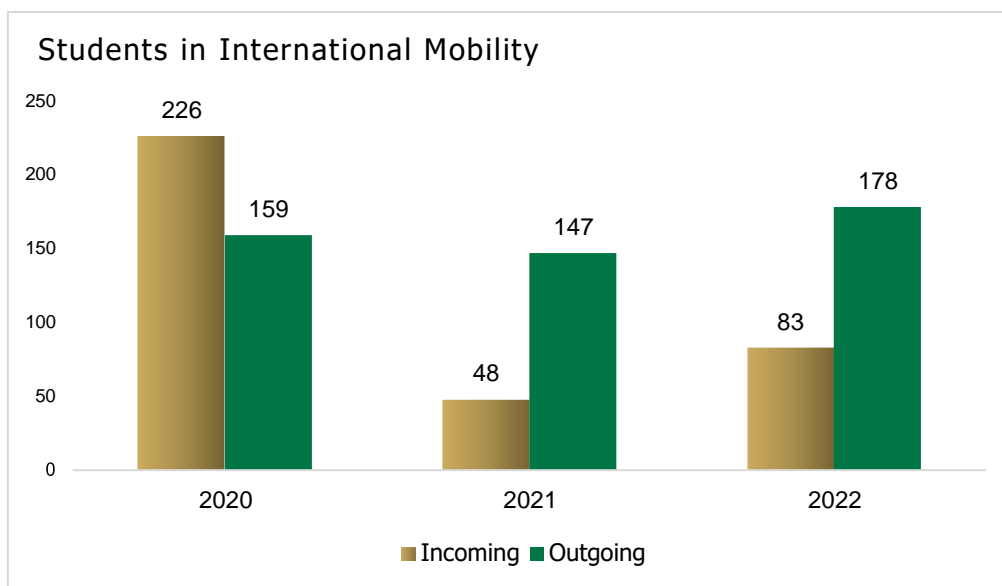
Art and Culture Activities	Participants
Cultural training offer	2.641
Cultural groups	250
Ecological walks	340
Cultural workshops	162
Songfest	85
Total	3.478

Wellbeing per regions

City	Activities	Activities
Barranquilla	73	75
Bucaramanga	38	-
Cali	106	-
Cartagena	50	-
Cucuta	25	27
Medellin	120	170
Pasto	48	-
Pereira	83	-
San Andres	36	-
Tunja	25	-
Valledupar	22	-
Villavicencio	70	-
TOTAL	696	272

International Mobility

As to international mobility, in 2022, 159 Externadista students did programs abroad; on the other hand, 226 international students chose the Externado as an academic destination to carry out their exchange programs. 65.4% of student academic mobility was carried out through active agreements.



At the same time, five (5) international scholarships were managed with the purpose of encouraging and supporting the academic mobility processes of Externadista students. As a result of the exercise, resources were collected for a total of €29,396 (€29,396) and CAD17,400 (Canadian dollars).

To attend in an efficient and timely manner to the activities associated with international exchanges, progress was made in an improvement plan of the CONNEXT Information System since October to facilitate updating procedures, and system improvements, thus completing 756 procedures through CONNEXT during 2022:

Faculty

In keeping with its commitment to providing quality education, the University recognizes the responsibility of the teaching-learning processes. For this reason, it focuses its efforts on the teaching function, training teachers with activities focused on academic updating and improvement of its teaching



staff, as well as institutional planning and evaluation activities, training, and cultural and sports activities contemplated in the institutional educational project.

Number of teachers

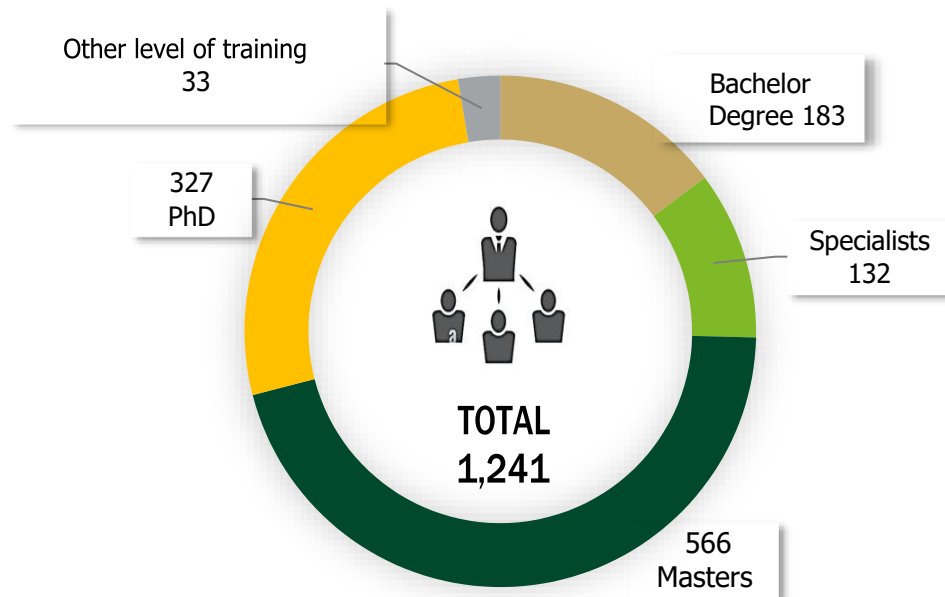
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Year 2022

Faculty in 2022	Average
Teachers	1.126
Administrative teachers	115
Total	1.241



Level of training of our teaching staff:



Similarly, the University engages more than 600 occasional lecturers who stand out for their training that mostly correspond to teachers with master's degrees and doctorates.

Likewise, the University promoted the incoming exchange of 220 international experts into campus and supported the outgoing exchange of 141 teachers and administrators abroad.

On the other hand, the Program of Excellence and Recognition from Training (PERFORM) was created, which is a (co)-financing mechanism through a competitive stock of resources for postgraduate studies, aimed at the faculty and administrative staff of Universidad Externado de Colombia – locally, nationally, or internationally. This program seeks to promote specialized training with the purpose of being at the forefront in the frontiers of knowledge and to enhance academic relations and transfer of knowledge to achieve institutional objectives.

This program is executed periodically, thus providing a valuable opportunity to support and encourage the continuous formation of our faculty and administrative staff. The selected training projects are related to the areas of environmental governance, food and water security, peace and justice, poverty and hunger, quality education, among others.

The first call was opened on August 10, 2022, and brings an institutional commitment of \$ 494 million for the 2022 – 2025 period; 8 faculty members were benefited, who will be trained in the following programs:

Program	University
Juris Doctorate	Queen Mary University of London
Master's degree in advanced legal studies	Universitat de Barcelona
PhD in Geography	Universität Hamburg
Juris Doctorate	Universidad Externado de Colombia
PhD in Social Studies	Universidad Externado de Colombia
Master's degree in agricultural sciences	Universidad Nacional de Colombia
PhD in Social Studies	Universidad Externado de Colombia
Master's degree in management in digital transformation and business analytics	Universidad Externado de Colombia

In addition, the university offers its employees (teaching and administrative) discounts on tuition to study programs at the University, of 15%, 30%, 50% or up to 75% according to seniority.

Digital Teaching Path

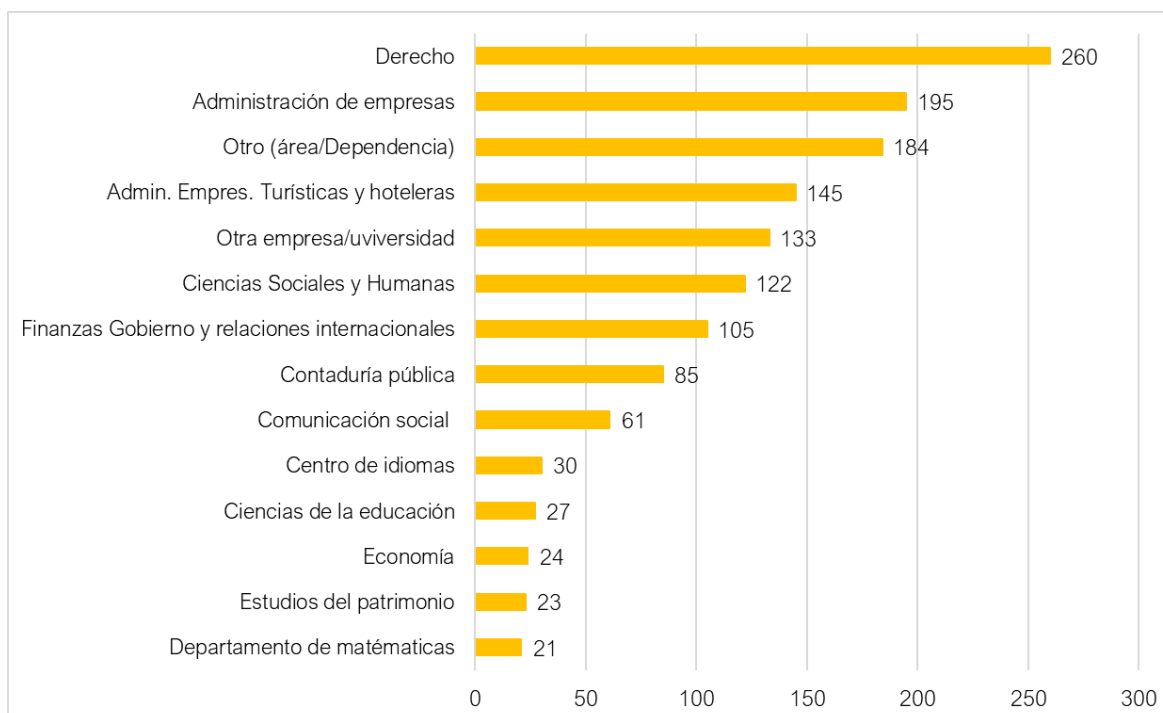
The current digital environment has presented us with numerous tools to facilitate work and increase our performance. The University, not being oblivious to this reality and seeking to train our teaching staff in such tools, has created a strategy that allows greater efficiency to achieve this goal.

The Digital Teaching Path program is aimed at training our human capital so that, in turn, it promotes and facilitates learning for our students. In 2022, 51 training events were held, discriminated in courses, workshops, micro-workshops, conferences, *Brunch + Learning Sessions*, with 867 teachers being trained in the following tools:

- Moodle
- Microsoft Tools

- Production of resources (video classes, presentations, audio, video)
- Curriculum
- Synchronous and asynchronous tools
- Digital identity
- Methodologies: cases, collaborative work, *webquest*, hyperdocuments
- Metaverse
- VUCA Times
- Neuroscience
- Learning outcomes
- Big Data and Data Analytics







Number of teachers being trained in the Digital Teacher Route per program or others.



Another strategy of the Digital Teaching Route is the technical advisory service provided by the Directorate of Digital Educational Innovation for teachers. For 2022, counseling was provided on curricular analysis, virtual classrooms, virtualization process, online academic communities, digital resources, student induction, incorporation of ICT in academic programs, and review of courses with virtual classrooms.

In total, 210 consultancies were provided, for a total of 290 hours, with the following distribution according to the category of consultation: 203 pedagogical consultancies, 4 consultations on technological tools and 3 consultations on production of digital resources.

The Directorate of Digital Innovation also had a catalog of *Online* tools for teachers who want to create content for their academic spaces, with the following licenses available to our faculty members:

Tool	Total Licenses
	8
	6
	38
	6
	2
	19
Total	79

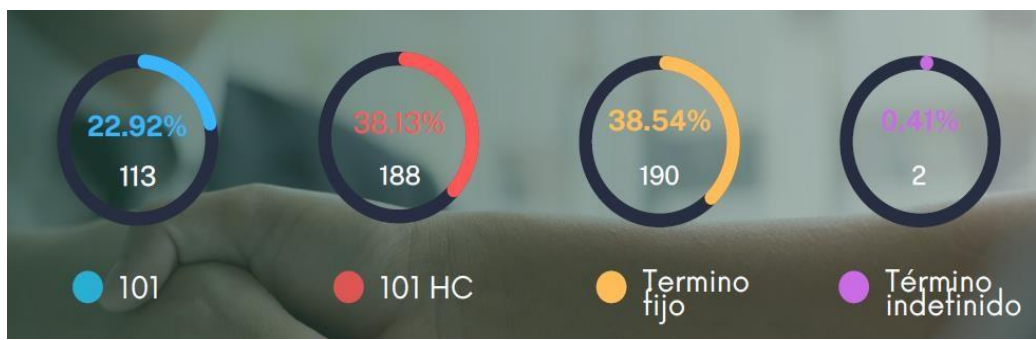
The following graph shows the use of each of these resources during 2022, with a higher behavior in the first half of the year where more contents for academic activity are created.

Administrative Staff

The University guarantees all the necessary conditions to make possible an adequate performance of the functions of its administrative staff in their field of action, implementing actions aimed at strengthening the potential of our workers and directing them to the fulfillment of our Mission.



The Human Talent Department does an important and permanent job by selecting and hiring the personnel required by the different areas. In 2022, 493 contracts were signed, which are distributed as follows by type of contract.



To fulfill its institutional mission and to maintain an optimal operation it is necessary to engage personnel using the outsourcing modality. Under this indirect contracting, in 2022 approximately 304 people provided maintenance, security, and gardening services, among others.



Number of employees of external providers working at the University

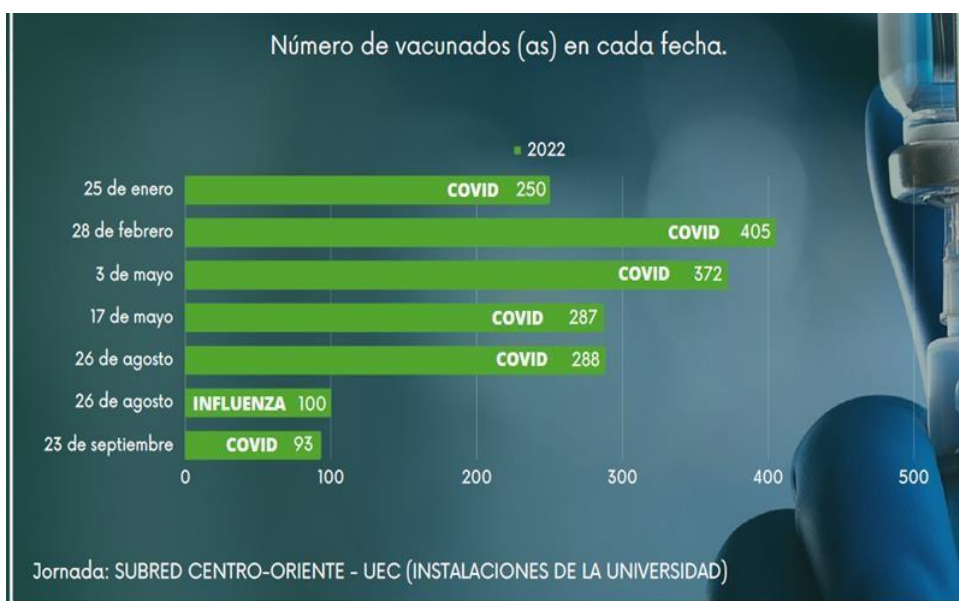
Company	Employees	Service
Adecco	1	Human resources
Carry Express SAS	1	Logistics, transport, and courier
Fotocompu SAS	5	Photocopier repair
G4S Secure Solutions	7	3 services of technology media operators
Brilladora el Diamante	15	Specialized cleaning services
Diamante	18	Maintenance
Diamante	20	Garden maintenance
Seguridad Atempí Ltda.	24	13 surveillance services with dogs
JM Martinez	105	General services
Seguridad de Colombia	108	59 security and safety services
Total	304	

As an academic institution focused on the social sciences and with a humanistic conception, the University makes important efforts to offer and organize training and events that facilitate and promote the Externadista community in its constant process of quality-of-life improvement.

Training for officials



Results of the vaccination campaigns



Lines of action

Teaching

Accredited Programs:

- Tourism and Hotel Business Administration
- Economics
- Sociology
- History
- Business Administration
- Public Accounting
- Finance and International Relations
- Law
- Social Communication
- Government and International Relations
- Anthropology
- Psychology
- Social work

New programs:

- Master's Degree in Government and Development of Territorial Entities – Advanced
- Master's Degree in Banking and Securities Law – Advanced
- Master's Degree in Public Law – Advanced
- Master's Degree in Public International Law – Advanced
- Master's Degree in Economic Analysis of Law – Advanced
- Master's Degree in Economic Regulation – Research
- Master's Degree in Tax Law – Research
- Master's Degree in Analysis of Contemporary Political, Economic and International Problems – Advanced
- Master's Degree in International Economic Law, Trade, Transactions and Investment
- Master's Degree in Top Management of Public Resources
- Master's Degree in Contract Law
- Master's Degree in Procedural Law

Curricular reforms:

- Master's Degree in Communication and Sports Management
- Undergraduate level studies in Tourism and Hotel Business Administration
- Undergraduate level studies to obtain the degree of Bachelor of Law

Virtual/Blended Programs

During 2022, the University had the following portfolio of Virtual and Blended programs as part of a first group of programs offered. With this, the University intends to offer alternatives to applicants from other regions of the country.

- Master's Degree in International Taxation, Foreign Trade and Customs – Virtual Program
- Master's Degree in Energy Regulation – Virtual Program
- Specialization in Sustainability of Museums and Cultural Institutions – Virtual Program



- Specialization in Teaching Spanish as a Foreign Language – Virtual Program
- Master's Degree in Transdisciplinary Health Studies – Blended (Face-to-face and Virtual Program)
- Master's Degree in Social Neuroscience.
- Specialization in Tourism and Communication Narratives and contemporary tourism experiences – Blended (Face-to-face and Virtual program)

Positioning and Visibility

The University has advanced in the generation of intentional strategic alliances, with the purpose of strengthening its global positioning; with the support of the DIRE during 2022, 32 international agreements were entered. The agreement with *The American University of Ras Al Khaimah* stands out among the important alliances made by Universidad Externado.

Through the communications strategy implemented, we have reactivated the Internationalization Bulletin, to share the achievements and opportunities with the entire university community; similarly, the "International" microsite was updated with information related to the processes of the office and current news. In total, 78 publications (news and opportunities) were made on the "*international*" microsite.

International Rankings

Ranking	2020	2021	2022
QS Ranking - World	480	561-570	591-600
QS Ranking - LatAm	104	86	75
WURI - Global	-	101-200	101-200
WURI - Fourth Industrial Revolution	-	-	36
THE - World	-	-	Reporter
THE - LAtAm	126+	126-150	126-150

During 2022, the University maintained its position of 2021 in most of the rankings, highlighting that at the LatAm level it improved its position from 86 to 75. In 2022 the University from the DIRE sought a more active participation in these lists, managing the internal information to report to the entities, modifying and improving the academic and administrative processes always in search of a better education, not only to climb positions in the rankings, but to continuously improve our teaching and research mission with a humanistic conception.

Academic Units

School of Business Administration	
Undergraduate	1
Specializations	8
Master's Degrees	12
Doctorate	1

Relevant facts:

- UNESCO awarded the UNESCO Chair in Future Studies for Development and Competitiveness to the University.
- The School's Privileges Program granted the Externado's MBA the award to the best "*Lifelong Learning*" initiative at the AMBA & BGA *Excellence Awards* ceremony held in London, England.
- The Externado's MBA climbed four positions, from 15 to 11, in the ranking of América Economía, the most important in the region.
- Lolita Carrillo, director of Management Development of the School, received the Special Award to Trajectory and Work in Continuing Education, of the RECLA 2022 Award.
- A case written in the framework as Yunus Social Business Centre was rated for its high quality and nominated by Ivey Publishing to the Contest organized by EFMD annually in the category of corporate social responsibility.
- In 2022, 7 groups of students from this school were selected among the 84 finalist groups, out of a total of 681 participating groups from 31 universities and 20 countries. Two of these groups were winners of the contest.



School of Tourism and Hotel Business Administration

Undergraduate Program	1
Specializations	6
Master's Degrees	3

Relevant facts:

- The school obtained the international *TedQual* certification granted by the Themis Foundation of the World Tourism Organization (UNWTO), renewed for a period of four years for the Undergraduate Program.
- In this sense, the *QS World University Rankings by Subject* rated the school as the first and best program in the country in this area, and the second in Latin America.
- The educational route *Journey Experience Education Design* was presented as a new concept in training through digital badges to highlight skills in tourism, lodging, gastronomy, events, wellness, and good living.
- Professor Andrés Ortega won the FONTUR National Tourism Award for the best positioning project in emerging regions.

School of Education Sciences

Specializations	1
Master's Degrees	2

Relevant facts:

- The Secretary of Education of Bogota, Dr. Edna Bonilla, recognized the curatorship of the District Educational Forum carried out by the School of Education Sciences and the School of Economics for the local and district forums of the year 2022.
- The Secretary of Education of the District recognized the School of Education Sciences' programs as among the best evaluated by the teachers of the capital district who pursue the Master's Degrees in

Education; the Master's Degree in Evaluation and Quality Assurance of Education and the Specialization in Early Childhood Pedagogies.

- Impact on the training of young people in the Capital District with the coordination of the Jóvenes a la U 1.0, 2.0 and 3.0 programs in 2022.

School of Social and Human Sciences	
Undergraduate Programs	7
Specializations	3
Master's Degrees	7
Doctorate	1

Relevant facts:

- In 2022, Professor JUAN PABLO BERMUDEZ, a fellow of Universidad Externado Philosophy Program, was a visiting professor at *Neuchatel University*, Switzerland, and since December 2022 he is directing the "*Self-Control in Context*" project funded by the *John Templeton Foundation*.
- Professor Indira Vega from the Social Work Program was awarded an Approved with Meritorious Mention grade for her Dissertation: "A positive outlook to the reduction of inequalities in old age, from a human rights perspective".
- Professor Darío Fajardo published the book "Tierra tanta y tan lejos", on the problem of land in Colombia, published by Universidad de los Andes, Universidad Nacional de Colombia, Instituto CAPAZ, and Center for Political Education of Universidad de Ibagué. He was appointed Deputy Minister of Rural Development at the Ministry of Agriculture and Rural Development.
- Professor Carlos Andrés Mesa took part as a screenwriter in the short film "En lo profundo de la ciénaga", which was selected in the film festivals of Cartagena, Punta del Este, and Africa Film Festival of Quibdó, where he won the award for best short film.



- Professor Andrés Murcia was awarded the Order of San Carlos of the Ministry of Foreign Affairs of Colombia for his contributions to the commemoration of the Bicentenary of the National Independence.
- In 2022 Professor Andrés Lara implemented the project named "*El negro, el blanco y el colorao en Jiguamiandó y Curvaradó*", the winner of the Mincultura – ICANH stimulus grant.
- Professor Bernardo Pinilla represented the Externado as a speaker at the international congress on legal anthropology of the Latin American Network of Legal Anthropology (RELAJU) in the city of Morelia, Mexico.

School of Social Communication and Journalism

Undergraduate Program	1
Master's Degrees	3

Relevant facts:

- Professor Laila Abi Shihan, general editor of the investigative journalism portal "Vorágine", won a scholarship in the second edition of the Intensive Training Program for Publishers for her work "*Inhabiting the center*".
- Gabriel Rojas, photographer, and professor at the School of Social Communication, was one of the winners of the contest organized by the Gilberto Álzate Avendaño Foundation (FUGA).
- Students ran third in the "Social and Environmental Responsibility" category, for their work "¡Qué Pacanería!", a convergent product published in the Conexión Externado media outlet. For their journalistic work 'Poder desconocido', published on the Conexión Externado platform, ten students of the School won Awards to Journalistic Excellence of the Inter American Press Association (IAPA) in the University Journalism category.

School of Public Accounting

Undergraduate Program	1
Specializations	8
Master's Degrees	1

Relevant facts:

- The Association of Chartered Certified Accountants (ACCA) awarded a recognition as an accredited program to the Public Accounting program of our university, and 7 exemptions were granted in the qualification exams.
- The Dean was appointed on behalf of the Externado as Chair of the National Education Committee formed by the Technical Council of Public Accounting and Chair of the Central Regional Education Committee.

School of Law

Undergraduate Program	1
Specializations	127
Master's Degrees	24
Doctorate	1

Relevant facts:

Students from the School of Law have participated and excelled in multiple international competitions of different branches of law, such as:

- Winner of Best Respondents Writer Submission at ELSA Moot Court (Department of Economic Law – June 28, 2022).
- First Place and Special Mention to Claimant's Reply Memorial at the Ninth International Investment Arbitration Jurisdiction (Washington D.C.) American University – March 7, 2022
- First, second and third place at the Ninth National Meeting of Research Seedbeds in Labor and Social Security Law - Labor Law – Bogotá, October 27, 2022.



- Second place at the Twelfth National Seedbed Research Contest – Universidad del Rosario – September 30 – Center for Research in Criminal Policy.
- Best memorial, best oral presentation, best team at Ibero-American Tax Moot Court international competition.
- First place, Twenty-Fourth Inter-American Human Rights Competition, American University.

School of Economics	
Undergraduate Program	1
Specializations	3
Master's Degrees	6

Relevant facts:

- Development of project to update the micro-simulation model of taxes and subsidies with UNU WIDER.
- Development of non-formal education projects. Diploma in conjunction with CAF, Diploma for FIP and training activities for DPS officials.
- In terms of international relations, the school participated in academic events with three professors and 8 students with outgoing mobility. Summer University.
- Alliances for the development of Capstone projects for graduate students with DNP, SED, Colombia Compra Eficiente, Banca Mujer.
- Participation of 5 students in the Twelfth Edition of the National Academic Contest of Economics (CANE).
- Three students at the School of Economics were recognized in the national debate contest of the National Federation of Students. This competition's main axis was international economics and economic policies.

School of Cultural Heritage Studies

Undergraduate Program	2
Specializations	2

Relevant facts:

- Juan David Sarmiento, Maria Camila Vanegas and Cristian Sánchez, students at the School of Cultural Heritage Studies, received a support scholarship for the professionalization of artists –Stimulus Program of the Capital District for the development of their projects of appropriation, valuation and significance of Cultural Heritage.
- Vincent Tarapues, a member of the Gran Cumbal reservation of the community of Los Pastos, received his Archeology Degree from Universidad Externado de Colombia, thus becoming the first member of his community to exercise this important profession for the cultural and historical Cultural Heritage of the country.
- A group of students from the Conservation and Restoration of Movable Property Program participated in the assembly of the *Lux Non Occidat* Museum and Historical Archive, accompanied by several professors from the School of Cultural Heritage Studies.
- Intervention and restoration of a set of archaeological pieces belonging to the UPTC collection in the archeological ceramics workshop of the Conservation and Restoration of Cultural Heritage program.

School of Finance, Government and International Relations

Undergraduate Program	2
Specializations	7
Master's Degrees	6
Doctorate	1

Relevant facts:

- Within the framework of the ranking led by *Semana* magazine listing the best universities of 2022, the programs of finance and international relations, business administration and administration of tourism and hotel companies, positioned Universidad Externado de Colombia as the third best university in the country in the administration area. The finance and international relations program stands out as the best ranked finance program in the entire country.
- CFA INSTITUTE RESEARCH CHALLENGE: Since 2011 Universidad Externado has participated in the contest where 3 to 5 undergraduate students from the School of Finance and International Resources present an investment recommendation on a company listed on the B.V.C. (Colombian Stock Exchange). They have won the contest consecutively.

Department of Mathematics

Undergraduate Program	1
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Relevant facts:

- The Data Science Program was initiated in response to the emerging needs of the labor sector nationally and internationally. This new program represents the constant updating of the academic programs and offers of the University.

Research

Research is one of the critical principles in our mission. For this, the University invested \$ 36,782 million in 2022 to support research in academic units, an increase of 16% compared to 2021.

	2022	2021
Investment in Research	\$ 36,782,131,526	\$ 31,710,988,254

The creation of the Research Support Unit in 2021 reflects the President's interest in creating the Externadista research policy and promoting research groups in the Academic Units. In 2022 this unit prepared the draft research policy, a proposal of good practices in ethics and bioethics.

To centralize the research activity, researchers were also trained in collaboration with other administrative areas in the development of new skills that can be applied in different projects.

In 2022, the University maintained the 40 research groups existing in 2021, these being distributed as follows by rating and school:

Research Groups 2021-2022

Rating	2021	2022
A	12	13
A:1	8	8
B	9	9
C	9	8
Unrated	2	2
	40	40



Groups, lines, and research projects by School

Schools	2022		
	Research Groups	Research Lines	Ongoing Projects
Business Administration	3	16	20
Tourism and Hotel Business Administration	1	2	3
Social and Human Sciences	7	28	32
Social Communication	2	4	9
Public Accounting	1	3	5
Law	19	90	219
Economics	3	7	16
Cultural Heritage Studies	1	2	14
Finance, Government and International Relations	3	11	66
Total	40	163	384

In 2022, 103 articles were published in scientific journals, with a number of citations in the last 5 years of 1223, of the different articles published.

Publications and citations at the end of 2022 (accumulated 5 years ago)

Papers Published	2022
Papers published in scientific journals	103
N° of citations	1223

* Scopus journals (international benchmark) are included.

At the content level, the publications in 2022 were:

Content Posts	2022
Books	110
Research	63
Translations	7
Undergraduate Dissertations	6
Master's Dissertations	2
PhD Dissertations	3
Journals	35
Documents	2
Total	228

Library

The University has always been attentive to providing its students and faculty with the best consultation and research tools, through books and databases that complement the training process and the construction of knowledge in our house of studies. Below are the resources available for the past two years:

Library Resources	2021	2022
Books (volumes)	257.759	278.037
Databases (Subscriptions to Digital Resources)	134	135
Interlibrary agreements with institutions	108	148
Institutional Repository (Externadista Digital Library):		
Records (Dissertations, books, book chapters and others).	3.449	11.583

Extension and Social Projection

Outreach Activities

The University Extension Directorate was created 2022 with the purpose of potentiating the links of the University with the external sector, based on strategies, plans, projects, programs and academic, research and extension services, which allow to expand the institutional impact in the context, increase its level of visibility, reputation and obtain new funds and financial resources that allow to leverage the fulfillment of the University mission.

Since its inception, this area has focused on reviewing and developing applicable policies for extension activities, with the aim of centralizing the information of the calls and thus guaranteeing the correct communication of the University with the players determined as strategic, so the efforts of the University are better articulated in the construction of proposals and thus deepen our impact on society both at the public and private levels.

With the return to face-to-face attendance, courses and extension activities showed a 64% growth in revenues compared to the previous year, clearly driven by the possibility of the return to normality arising in 2022.

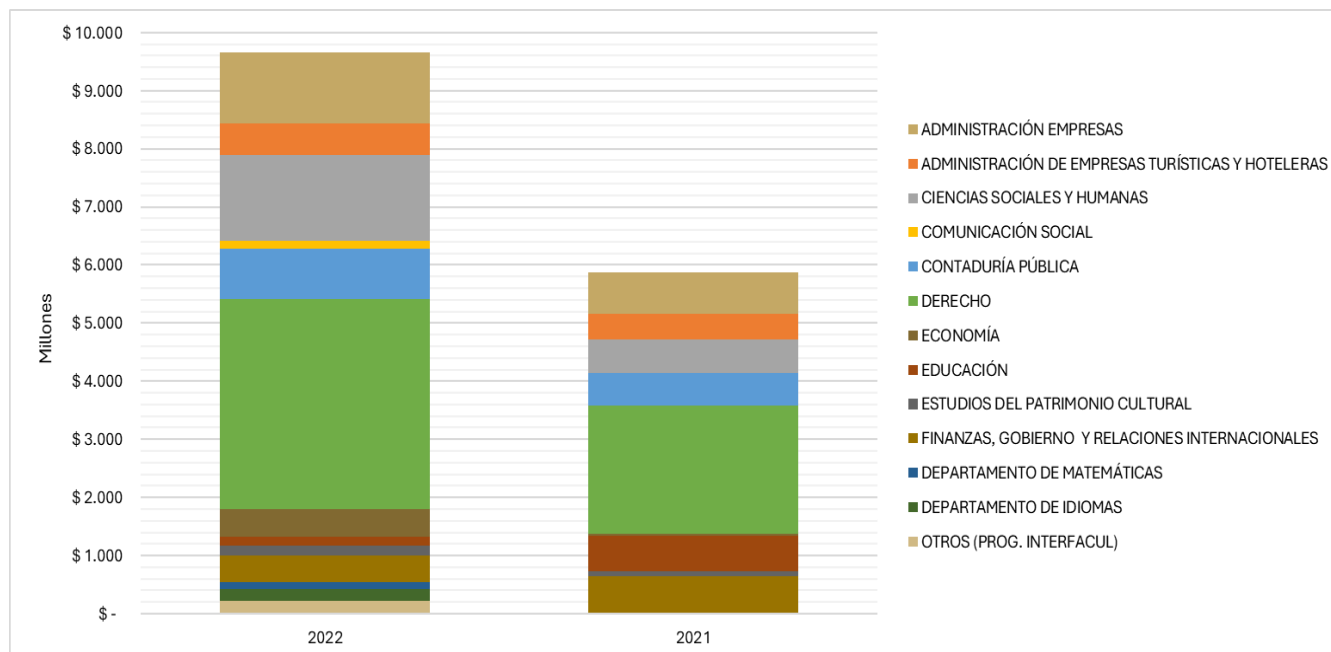
This opened the possibility for all academic units to offer a greater number of courses in different subjects of all our academic units, with an approximate of 3,500 direct payments for such activities through agreements, sponsorships and contracts with national and international, public and private entities that demonstrate the important position of the University in current issues.

Continuing education activities by School

School or Program	2022		
	Nº. Activities	Nº. Direct payments	Value \$
Business Administration	11	139	\$ 221,069,785
Tourism and Hotel Business Administration	25	292	\$ 216,709,800
Social and Human Sciences	5	72	\$ 82,549,000
Social Communication	1	8	\$ 22,750,000
Public Accounting	29	414	\$ 398,119,852
Law	69	1.512	\$ 947,495,900
Economics	7	144	\$ 131,377,550
Education	3	278	\$ 88,551,400
Cultural Heritage Studies	22	121	\$ 111,656,000
Finance, Government and International Relations	12	186	\$ 143,957,300
Department of Mathematics	7	89	\$ 94,798,800
Department of Languages	16	172	\$ 195,841,100
Other (Interfaculty Program – Interdisciplinary Studies – U Ext Summer University)	4	102	\$ 80,195,591
Total	211	3.529	\$ 2,735,072,078

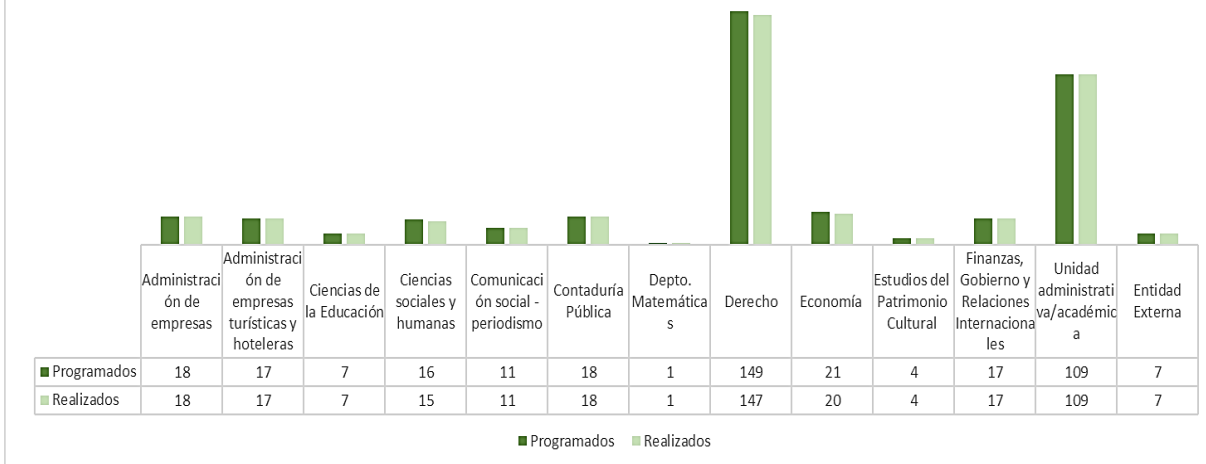
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Income from extension activities 2021 - 2022



In 2022, especially during the second semester, the University was able to give greater structure and strengthen the function associated with the integral management of events organized by the different academic and administrative units.

ASESORIA Y ACOMPAÑAMIENTO POR UNIDAD ACADÉMICA Y ADMINISTRATIVA



Social Projection

Social Outreach Program: Egipto Vivo

The Language and Culture Center has been developing a social program in the vicinity of Universidad Externado de Colombia, specifically in Barrio Egipto, a historic neighborhood on the hills above the University campus. While it is a Cultural Heritage site with its colonial-style cobblestone alleys and views of Bogota's eastern mountains, it has been home to conflicts and riots among rival gangs.

This has contributed to security problems and a decline in the standard of living in the area, prompting the neighborhood community to seek solutions to its problems. Universidad Externado has contributed with the design and creation of training programs in different areas ranging from cooking to small business administration.



Support of the Language and Culture Center in the areas of Arts and Languages

Breaking Borders is one of the groups in Barrio Egipto that has received help from the Center's social program. This group developed a tour guide company made up of former gang members from the Egipto neighborhood, who have served time for their criminal activities and lost family members to the gang conflict.

Breaking Borders has used graffiti to tell the story of the Egipto neighborhood from its indigenous Muisca ancestors. Graffiti has been very effective in narrating their history, culture, and sense of community to foreign tourists, who often don't speak much Spanish.

Other forms of support

English for Egipto

•••
In 2016, the Language Center (at that time the English area of the School of Finance, Government and International Relations) together with the office of Social Outreach Projects, and as part of the *Egipto Vivo* program, began teaching basic English classes to members of the *Breaking Borders* organization, which

allowed their guides to provide tours with basic descriptions of their community, history, and feelings for foreign tourists.

Since 2017, the *English for Egipto* project has expanded its reach beyond the *Breaking Borders* group, now including other members of the Egipto community, as well as La Candelaria, and even some neighborhoods in Santa Fe. Some English teachers volunteered to continue teaching this new group of people, to help them expand their job opportunities and improve their interaction with foreign tourists in their small businesses.

Recently, as part of the Language and Culture Center's projects, *English for Egipto* has shifted its focus and methodology to engage the Externadista community even further. Today, the *Trainers for Egipto* program is more focused on engaging Externadista students, as a small group of teachers is now tasked with training some students who volunteer to teach basic English to neighboring Egipto and La Candelaria. These students become familiar with different pedagogical tools and learn basic methodological concepts to be able to teach to some members of the community. In this last year, special emphasis was placed on remote learning due to the unusual circumstances brought by the Covid-19 pandemic. This new emphasis allowed the program to continue and permitted the program to model synchronous and asynchronous learning.

The Externado graduated the country's first Arhuaco archaeologist.

Diomedes Izquierdo, a member of the Arhuaco community of Sierra Nevada de Santa Marta, Busintana Caste, received his Archaeologist Degree from Universidad Externado de Colombia on March 24, thus becoming the first Arhuaco to exercise this important profession for the cultural and historical Cultural Heritage of the country.





Inauguration of *Lux non Occidat* Museum and Historical Archive

On March 10, 2022, our House of Studies made the official opening of its new Museum and Historical Archive, which will be called *Lux Non Occidat*. It will be located on the fifth floor of Building A, in the office of our late President Dr. Fernando Hincastroza (R.I.P.).

The new Museum and Historical Archive has the first book printed by Universidad Externado de Colombia, 'Experimental Philosophy' (1891); likewise, there will be an allegory of the Act of the Revolution of July 20, 1810. Nearly 180 museum pieces with immense historical value will be exhibited, not only for the Externado community but also for a wide public interested in history and culture. The Archive contains thousands of pages of documents of great interest, not only the institutional ones of the Externado but of a good number of public figures of our history such as, among others, Aquileo Parra, José María Obando, and José Hilario López. This new cultural space in the country becomes an enclosure that will evoke not only the memories of the Externado, but also the most important historical events in the country.

Integrative projects – FAETH undergraduate students. In 2022, 641 undergraduate students and 129 teachers attended 8 projects of a population of 81.

Social-territorial transformations associated with tourism in popular urban sectors – the case of Ciudad Bolívar, Bogotá. With this initiative it has been possible to attend one community tourism agency that offers guided tours of Ciudad Bolívar, with a view to creating meaningful experiences from learning-doing with the community of the Mirador del Paraíso neighborhood, with its history, art and culture from collective memory with territorial transformation. Strengthening the social fabric, exchange and union of diverse knowledge of the interculturality of the inhabitants, facing the social struggle with changes of perception and stigma of the locality. Eight undergraduate students and 1 research professor took part.

The event "Building an equitable world: Social businesses in Colombia", which hosted two Nobel Peace Prize winners and world leaders, former President Juan Manuel Santos, and Professor Muhammad Yunus, together the mayor of Bogotá, Claudia López, and other important actors of the social business ecosystem in Colombia and the region, was organized to discuss social business, sustainability, and peace. The event was attended free of charge by special guests from the National Government, the international community, the social and business sector, students, professors, and graduates of all Schools.

The *Plan Padrinos* and *Primeros Pasos en Responsabilidad Social* programs continued providing free advisory services on business strengthening and social responsibility to multiple small and medium-sized companies, which often have limited access to these services. For students who act as consultants, the program provides a first-hand approach to the reality of the country's business fabric.



The Externado Today

Functional Structure

The University is divided into academic units: 10 Schools and the Department of Mathematics, and 22 academic and administrative support units.

Academic Support Units	Director
Library	Pau Torres Pachon
Department of University Welfare	Nohora Piedad Robayo Suárez
Department of Publications	Juan Sebastian Caicedo Gutierrez
Directorate of Admissions, Registry and Academic Control	Javier Andres Rios Gomez
Directorate of Digital Educational Innovation	Claudia Villafañe Casadiego
Department of Internationalization	Giovanni Anzola Pardo
Directorate of Digital Transformation	Luis Alfredo Puerto Yañez
Institute of Interdisciplinary Studies 'Ricardo Tovar Cardenas'	Javier Arias Toro
Directorate of Promotion and Marketing	Nelson Hernan Gomez Tejada
Directorate of Extensions	Antonio Roveda Hoyos
Academic Direction	Bernardo Eugenio Vela Orbegozo
Research Support Unit	Bernardo Vela Orbegozo, Clara Inés Sánchez Arciniegas and Carolina Esguerra Roa

Administrative Support Units	Director
Administrative Management	Sonia Novoa Vargas
Directorate of Communications	Angela Calderon Fernandez
Office of Events	Eduardo Pacheco Rodriguez
Directorate of Human Talent	Diana Fuquen Avella
Financial Management	Germán Forero Laverde
Data Governance and Digital Information Management	Margarita Useche Meneses
Office of Quality Assurance of the General Secretariat	Angela Duarte Pacheco
Alumni Office	Cesar Escobar Escobar
Legal Office	Ivan Carvajal Sanchez
Gender Unit	Izabel Solyszko Gomes

Relevant facts of some academic and administrative support units:

Academic and Administrative Support Unit	Outstanding achievements in 2022
University Welfare	<ol style="list-style-type: none"> 1. Design and implementation of the department's information system 2. Formulation of the university welfare model 3. Total return to face-to-face attendance (events, sports scenarios, El Alcázar positioning, tournaments, CAF) 4. Permanent, up-to-date, relevant and diverse offer of programs, services, and activities 5. Working with institutional partners
Administrative Management	<ol style="list-style-type: none"> 1. Review, assessment, and identification of documents. 2. Meeting growth and/or adaptations needs of the areas. 3. The main object of protection will be the PEOPLE, where security awareness and the culture of self-protection will be a fundamental tool in risk management.
Directorate of Digital Educational Innovation	<ol style="list-style-type: none"> 1. E-learning Magazine volume 6 March 2022 and volume 7 October 2022. 2. Implementation of the incubator project of virtual and combined academic programs. 3. Virtual classrooms active in 2022-1 were 1493 4. In 2022 there were 45 active virtual communities with 1188 members. 5. Teacher Training – Digital Teacher Path
Financial Management	<ol style="list-style-type: none"> 1. A strategic alliance was established with Educación Estrella. 2. Creation of the investment committee – Administration of delegated portfolios in pesos and dollars. 3. Maintenance and strengthening of the website. 4. Costing of UEC areas and services 5. Creation of financial reports and dashboards in POWER BI 6. Advancement with financial allies and modernization agreements.

Academic and Administrative Support Unit	Outstanding achievements in 2022
Human Talent Management	<ol style="list-style-type: none"> 1. Analyze and optimize the organizational structure of the University. 2. Supply, develop and maintain the human talent necessary to carry out academic and administrative activities. 3. Automate and improve the Human Talent Management processes
Directorate of Digital Transformation	<ol style="list-style-type: none"> 1. Ensure that SAP and Banner platforms operate at 99.96% availability. 2. Guarantee the solution of incidents and requirements to the Externadista community through the help desk – MES. 3. Support the availability and scalability of the WIFI, LAN and Streaming network at the internet, networks, and infrastructure levels. 4. Manage the projects proposed during 2022 through the project office. 5. Manage the improvement of processes of the academic and administrative units that guarantee the ISO 9001 certification.
Alumni Office	<ol style="list-style-type: none"> 1. Positioning Externadista alumni as a point of reference in the professional environment. 2. Characterizing alumni 3. Strategic allies (Companies/Organizations) to position our talent in their brands. 4. Guarantee truthful information on employability to the schools for their respective accreditation processes. 5. Create services to promote professional development of alumni. 6. Generate space for feedback, where alumni can comment on positive aspects and improve their program, school, and university. <p>Likewise, describe opportunities presented by the market for their profession</p>
Events Office	<ol style="list-style-type: none"> 1. Comprehensively manage the events scheduled at the University 2. Coordinate lodging services and events nationwide. 3. Manage the transmissions and support of logistics personnel of the events

Academic and Administrative Support Unit	Outstanding achievements in 2022
Directorate of Internationalization and External Relations	<ol style="list-style-type: none"> 1. We encourage the intercultural exposure of students to internationalize their professional profile. 2. Strategies were designed and implemented with external and internal allies 3. An international culture was promoted among the Externadista community. 4. We advanced in the generation of intentional strategic alliances, with the purpose of strengthening the positioning of the Institution at a global level
Research Support Unit	<ol style="list-style-type: none"> 1. Agree on the draft research policy. 2. Provide relevant and timely training to researchers. 3. Implement good practices in ethics and bioethics in research processes. 4. Coordinate activities that strengthen research with other administrative units.
Legal Office	<ol style="list-style-type: none"> 1. Advice on hiring. 2. Support in the conclusion of agreements and contracts. 3. Legal advice to academic and administrative units. 4. Legal representation of the university in litigation, administrative processes, and constitutional actions.
Department of Publications	<ol style="list-style-type: none"> 1. Responsible production – Efficient use of resources (budget of Publications and areas) 2. Effective communication with the areas – dissemination and marketing strategies.
Directorate of Admissions, Registry and Academic Control	<ol style="list-style-type: none"> 1. Keep the academic history of the institution. 2. Centrally coordinate and monitor academic planning and programming processes, administration. 3. Curricular, course registration, enrollment, grades, certificates, and degrees. 4. Information reports for internal and external entities according to institutional requirements. 5. Provide support to members of the institutional community and different areas.

Physical Infrastructure

In 2022, the University did not make changes in the areas of its main headquarters and El Alcázar, but organizationally it made inaugurations, restructuring, and adaptations of spaces, units and services, to provide the Externadista community with an optimal space to carry out its academic and work activities.

To highlight are the renovation and inauguration of the space of the School of Cultural Heritage at Calle 10 # 1-37, the inauguration of the Physical Conditioning Center (CAF), the adaptation of offices for new administrative units, and other works that beautify our campus providing a favorable environment.



The spaces of the University are composed of 97,951 m² in its main campus and 143,211 m² in the El Alcázar campus.

Main Campus	2021	2022
Buildings	12	12
Properties owned	17	17
Properties rented	3	3
Classrooms	272	243
Group study rooms	54	51
Teachers' rooms	23	23
Cafeteria spaces	16	19
Reading rooms	11	11
Auditoriums	7	7
Car park	6	6
Cars	673	634
Bicycles	214	212
Motorcycles	43	43
El Alcázar Campus	2021	2022
Soccer fields	7	7
Multiple classrooms	7	7
Tennis courts	2	2
Multiple courts	2	2
Athletics Trail	1	2
Mini soccer field	1	1

Technology

As a major technological goal, the University aims at unifying academic information in a single information system. To achieve this, during 2022 we worked mainly on stabilizing the Banner system of postgraduate courses, with a view to its becoming more automatic and independent every day, able to give an immediate response to student requests. In parallel, a transversal team was established to define the scope, information gathering and policies for the implementation of the Banner system for undergraduates.

Having this as the main initiative, but without leaving aside the technology needs of the University, a leasing agreement for \$ 1,972 million was entered for the renovation of technological equipment and updating of computer rooms.

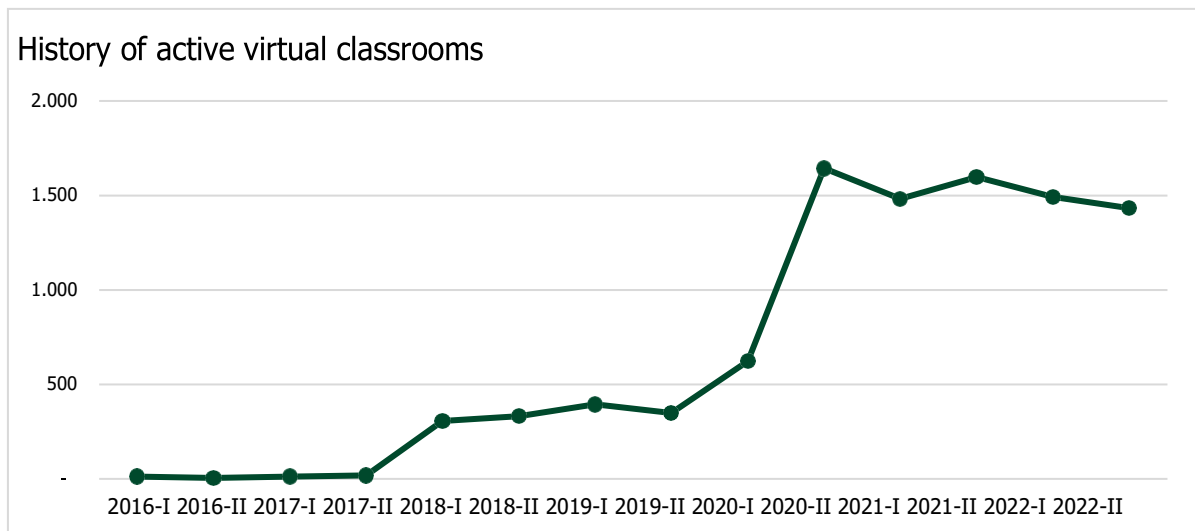
No less important, with the leadership of the Digital Transformation Directorate, work has been done to identify possible risks in computer security and to create policies in collaboration with a specialized consultant to implement these actions

to improve the security of the information held by the University.

In addition, constant accompaniment is given to all the University units to always seek to optimize processes through technological tools such as Isolución, which seeks to centralize the work of the internal audit area. This system allows to establish the obligations, commitments, and tasks of the related units in any project or process, operating in turn as a repository of all the forms used by the community.

The virtual classroom is perhaps the main work tool with which education has evolved both during the pandemic and currently. The figures of its recent evolution are presented below:

Evolution of active virtual classrooms



Cut-off date: Monday, November 28, 2022

Financial situation

Universidad Externado de Colombia, like most members of the education sector in the country and even in the world, has gone through transformations in several aspects in recent times. First, because of the 2020 pandemic, a great emphasis on new technological tools, which allowed continuity in the provision of our classes and our operation, but which also demanded significant investments in technological and training infrastructure for our faculty and administrative staff.

Second, an environment of greater competition no longer local or national, but also international, caused a significant decrease in the number of students of the different programs offered by our institution.

In 2022 the University also had an operational deficit of \$ 42,626, which, albeit significant, denotes a 27.42% change in trend compared to 2021, thus showing an outstanding financial management.



For 2022, gross operating income was \$260,867 million pesos, 10.18% more than for 2021, due to an average increase in tuition in the programs offered and a relative stability in the number of students enrolled.



In this sense, it is also important to highlight the decrease of approximately to \$12,000 million pesos in refunds and discounts due to the reduction of relief due to the COVID pandemic, which led us to a net Operating Income of \$231,136 million pesos, 18.5% more than the previous year; this is equivalent to \$36,117 million pesos.

Total Operating Expenses were \$268,450 million pesos. To this sum, sales expenses for \$5,312 million pesos must be added, for a total expenses of \$273,762 million pesos. Operating expenses grew by 7.3%, equivalent to \$18,282 million pesos, of which Personnel Expenses stand out with 61.2% of the total expenses, as well as fees, representing 16% of these and services with 5% of total expenses.

The University obtains functional cash via the receipt of dividends distributed to its shareholders. These dividends, mainly due to the 26.63% share of the University in the profits of Grupo Bolívar plus the profitability of other investments in securities, were close to \$60,000 million pesos that help leverage the operation and investments that the University makes in its community.

Regulations

Universidad Externado de Colombia makes intensive use of industrial and intellectual property in the activities that make up its business, since it uses trademarks, brands, trade names and computer programs. For this reason, in compliance with the provisions of its policies, Universidad Externado de Colombia permanently verifies that it holds the industrial, intellectual, or copyright property rights over these intangible assets or the respective authorizations for their use, to avoid unauthorized use or damages to third parties.

The policies of Universidad Externado de Colombia on industrial and intellectual property and the proper use of computer programs prohibit, without exception, the use of these goods without the licenses that permit their lawful use. To ensure full compliance with this policy, we remind officials of their obligations in relation to this issue and constantly monitor their full compliance with Law 603 of 2000.

In compliance with the provisions of article 87 of Law 1676 of August 20, 2013, we acknowledge that the University did not hinder the free circulation of invoices issued by vendors or suppliers.

The mandatory nature of electronic invoicing was complied with; the Administration guarantees the due fulfillment of this requirement in accordance with Resolution 000001 of the 03012019, which set forth the rules and validations applicable to the Electronic Invoicing referred to in article 616-1 of the Tax Statute Resolution 000002 of January 3, 2019.

As provided by Decree 1406 of 1999, Articles 11 and 12, Universidad Externado de Colombia has adequately and timely fulfilled the obligations of self-assessment and payment of contributions to the Integral Social Security System and is in good standing concerning the payment of contributions at the end of the year as per the deadlines set.



**FUNDACIÓN UNIVERSIDAD
EXTERNADO DE COLOMBIA
FINANCIAL STATEMENTS**

**As of December 31, 2022 and 2021 and Report of the
Statutory Auditor**

FUNDACIÓN UNIVERSIDAD EXTERNADO DE COLOMBIA

Financial Statements

1(As of December 31, 2022 and 2021)

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Statutory Auditor's Report

To the Board of Directors of
FUNDACIÓN UNIVERSIDAD EXTERNADO DE COLOMBIA:

Opinion

I have audited the financial statements attached of FUNDACIÓN UNIVERSIDAD EXTERNADO DE COLOMBIA, which comprise:

- The statement of financial position as of December 31, 2022;
- The comprehensive income statement, the statement of changes in net equity and the cash flow statement ending in such date, and
- The notes to the financial statements and the summary of significant accounting policies.

In my opinion, the attached financial statements, taken from the accounting books, reasonably reveal, in all material respects, the financial situation of FUNDACIÓN UNIVERSIDAD EXTERNADO DE COLOMBIA, as of December 31, 2022, as well as its results and its cash flows, for the period ending on such date, in accordance with the Accounting and Financial Reporting Standards accepted in Colombia.

Basis of opinion

I have conducted my audit in accordance with the International Standards on Auditing accepted in Colombia. My responsibilities under these standards are described below in the *Auditor's Responsibilities for auditing the financial statements* section of my report. I am independent of the University in accordance with the Code of Ethics for Accounting Professionals of the International Ethics Standards Board for Accountants (IESBA Code of Ethics) together with the ethics requirements applicable to my audit of the financial statements in Colombia and I have fulfilled the other ethical responsibilities in accordance with those requirements. I consider that the audit evidence I have obtained provides me with a sufficient and adequate basis to express my opinion.

Management and governance responsibilities for the financial statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the Accounting and Financial Reporting Standards accepted in Colombia and such internal control as management deems necessary for the preparation and fair presentation of the financial statements free from material misstatement caused by fraud or error.

In preparing the financial statements, management is responsible for assessing the University's ability to continue as a going concern, disclosing related matters as appropriate and using the going concern accounting principle unless management intends to liquidate the University or cease operations, or there is no other realistic option to do so.

Corporate governance officers are responsible for overseeing the University's financial reporting process.

Auditor's responsibilities for auditing the financial statements

My goal is to obtain reasonable assurance as to whether the financial statements, taken as a whole, are free from material misstatement, caused by fraud or error, and to issue an audit report containing my opinion.

Reasonable security is a high degree of security but does not guarantee that an audit conducted in accordance with the International Standards on Auditing accepted in Colombia will always detect material errors when they exist. Material errors may be caused by fraud or error and are considered material if, individually or in the aggregate, they can reasonably be expected to influence the economic decisions made by users in accordance with the financial statements.

As part of an audit in accordance with the International Standards on Auditing accepted in Colombia, I applied my professional judgment and maintained an attitude of professional skepticism throughout the audit, as well:

- I identified and assessed the risks of material misstatement in the financial statements due to fraud or error, designed and applied audit procedures to respond to such risks, and obtained sufficient and adequate audit evidence to provide a basis for my opinion. The risk of not detecting a material misstatement due to fraud is higher in the case of a material misstatement, as fraud may involve collusion, falsification, intentional omissions, intentionally erroneous statements, or circumvention of internal control.
- I gained knowledge of the internal control relevant to the audit in order to design audit procedures appropriate in the circumstances, and not for the purpose of expressing an opinion on the effectiveness of the University's internal control.
- I assessed the adequacy of the accounting policies applied and the reasonableness of the accounting estimates and the corresponding information disclosed by the management.
- I concluded on the proper use, by management, of the going concern accounting principle and, based on the audit evidence obtained, concluded whether or not there is a material uncertainty related to facts or conditions that may generate significant doubts about the ability of the University to continue as a going concern. If I conclude that there is material uncertainty, I am required to draw attention in my audit report to the relevant information disclosed in the financial statements or, if such disclosures are not adequate, to express an amended opinion. My findings are based on audit evidence obtained to date of my report. However, future events or conditions may cause the University to continue as a going concern.
- I assessed the comprehensive presentation, structure and content of the financial statements, including disclosed information, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I communicated to the University's management and governance officers, among other issues, the scope and timing of the planned audit and significant findings, as well as any significant internal control deficiencies I identified during the course of my audit.

Other information

The management is responsible for the other information. The other information includes the information included in the University's management report, but it does not include the financial statements or my corresponding audit report.

My opinion on the financial statements does not cover other information and I do not express any form of conclusion that provides a degree of certainty in connection therewith.

With respect to my audit of the financial statements, my responsibility is to read the other information and, in doing so, to consider whether there is a material inconsistency between the other information and the financial statements or knowledge gained by me in the audit or whether there appears to be a material misstatement in the other information for some other reason.

If, on the basis of the work I have performed, I conclude that there is a material inaccuracy in this other information, I am obliged to report it. I have nothing to report on that.

Other matters

The financial statements of the University under Accounting and Financial Reporting Standards accepted in Colombia, as of December 31, 2021, which are presented for comparative purposes, were audited by me, in accordance with International Standards on Auditing accepted in Colombia, and I expressed my opinion without qualifications on the same on March 28, 2022.

Other legal and regulatory requirements

In addition, I inform that during year 2022, the University has kept its accounting records in accordance with legal standards and accounting technique; the operations recorded in the accounting books and the acts of the directors are in accordance with the bylaws and decisions of the Board of Directors; correspondence, account vouchers and minute books are properly recorded and maintained; the management report of the administration is duly consistent with the financial statements, and the University has made the settlement and timely payment to the Comprehensive Social Security System. Likewise, at the date of issuance of the Financial Statements, the University is not in arrears for this last concept. The managers certified in the management report that they did not hinder the free circulation of invoices from their suppliers of goods and services.

As part of my duties as Statutory Auditor and in compliance with the first and third paragraphs of article 209 of the Commercial Code, as well as the provisions of articles 1.2.1.2. and 1.2.1.5., of Single Regulatory Decree 2420 of 2015, amended by articles 4 and 5 of Decree 2496 of 2015, respectively, I issued my separate report on March 22, 2023.

LEONARDO SOTO LESMES
Statutory Auditor
Professional Card 143541 -T

Member of
BDO AUDIT S.A.S BIC

Bogotá D.C., March 22, 2023

Statutory Auditor's Report on Compliance with the First and Third Paragraphs of Article 209 of the Code of Commerce

To the Board of Directors of:
FUNDACIÓN UNIVERSIDAD EXTERNADO DE COLOMBIA

Description of Matters Subject to Analysis

As part of my duties as statutory auditor of FUNDACIÓN UNIVERSIDAD EXTERNADO DE COLOMBIA (hereinafter "the University") and in compliance with the first and third paragraphs of article 209 of the Code of Commerce, as well as the provisions of the Single Regulatory Decree 2420 of 2015 and its subsequent amendments, I must inform the Board of Directors of the University, whether for the period ending 31 December 2022:

1. The acts of the directors are in accordance with the bylaws and the decisions of the Board of Directors, and if
2. There are measures in place for internal control, conservation and custody of the assets of the University or of third parties that are in its possession, and if all of them are adequate.

Applicable criteria

The criteria determined for the evaluation of the above-mentioned cases include:

- a) Bylaws and minutes from the highest bodies of the University.
- b) Components of internal control adopted by the University such as: control environment, risk assessment processes, information and communication processes and monitoring of controls by management and those in charge of corporate governance, which are based on that established in the internal control system implemented by the University administration.

Inherent limitations

Due to inherent limitations, including the possibility of collusion or excess of controls by management, internal control might not prevent, or detect, and correct important errors. Also, projections of any evaluation or effectiveness of future period controls are subject to the risk that controls may become inadequate due to changes in conditions, or that the degree of compliance with policies or procedures may deteriorate.

Management's Responsibility

The Management is responsible for compliance with the bylaws and decisions of the Board of Directors and for the design and implementation of internal control measures, conservation and custody of the assets of the University or third parties in its possession, as well as the definition of policies and procedures inherent thereto. These internal control measures are defined by the corporate bodies, the Management and its staff, in order to obtain reasonable assurance with respect to the achievement of their operational, reporting and compliance objectives.

Statutory Auditor's Responsibility

My responsibility is to perform a reasonable assurance work to issue a conclusion supported in the procedures designed and executed based on my professional judgment and the evidence obtained as a result of the aforementioned procedures, applying the International Standard of Assurance Assignments for Assurance Commitments other than the Audit and the Review of Historical Financial Information (ISAE-3000) accepted in Colombia, on the matters described in the first and third paragraphs of Article 209 of the Code of Commerce. I have complied with the requirements of independence and other ethical

requirements established in the Code of Ethics accepted in Colombia for accounting professionals, based on the fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional conduct. I also applied during the execution of my work the International Standard on Quality Control ISQC 1.

Procedures

The procedures carried out to reach my conclusion consisted mainly of:

- Obtaining a letter of written statements from the management on whether the acts of the managers complied with the bylaws and decisions of the Board of Directors and whether the measures of internal control, conservation and custody of the assets of the FUNDACIÓN UNIVERSIDAD EXTERNADO DE COLOMBIA and those of third parties that are in its possession, are adequate.
- Reading of the bylaws and minutes of the Board of Directors for the period from January 1 to December 31, 2022 and between January 1, 2023 and until the date of the report in order to evaluate whether the provisions or instructions contained therein have been implemented during the period, or have an adequate implementation schedule.
- Inquiries with the Management about changes to the bylaws that took place between January 1 and December 31, 2022, as well as possible changes that are projected.
- Inspection of documents supporting compliance with the provisions that led to the changes in the bylaws made in the period from January 1 to December 31, 2022.
- Understanding, evaluation of the design and operational tests, with a defined scope according to the auditor's criteria, of the controls at the Entity level, established by the University for each of the elements of internal control.
- Understanding, evaluation of the design and operational tests, with a defined scope according to the auditor's criteria, of controls in significant processes that materially affect the financial information of the University.
- Issuance of letters to management with my recommendations on the deficiencies in internal control considered not significant that were identified during the auditing work.
- Follow-up to the action plans implemented by the University in response to deficiencies identified in previous periods or during the period covered by this report.

Conclusion

In accordance with my audit procedures developed as a whole and the inherent limitations detailed above, I can conclude that as of December 31, 2022, the acts of the University's Managers comply with the bylaws and/or decisions of the Board of Directors and the measures of internal control, conservation and custody of the assets of the University or those of third parties that are in its possession, exist and are adequate, in all material aspects, according to the applicable criteria.

LEONARDO SOTO LESMES
Statutory Auditor
Professional Card 143541 -T

Member of
BDO AUDIT S.A.S. BIC

Bogotá D.C., March 22, 2023

FUNDACIÓN UNIVERSIDAD EXTERNADO DE COLOMBIA
Statement of Financial Position
As of December 31, 2022
(With comparative figures as of December 31, 2021)
(Expressed in millions of Colombian pesos)

	<u>Note</u>	<u>2022</u>	<u>2021</u>
Assets			
Current Assets			
Cash and cash equivalents	5	\$ 241.912	52.998
Investments	6	3.651	0
Trade (Debtors) and other receivables, net	7	30.528	27.120
Inventories (net)	8	1.665	2.120
Other non-financial assets		136	240
Total, Current Assets		<u>277.892</u>	<u>82.478</u>
Non-Current Assets			
Investments	10	3.546.495	3.452.773
Trade (Debtors) and other receivables, net	7	652	5.987
Property, plant and equipment	11	405.824	407.241
Investment properties	12	139.215	126.906
Total Non-Current Assets		<u>4.092.186</u>	<u>3.992.907</u>
Total Assets		<u>\$ 4.370.078</u>	<u>4.075.385</u>
Liabilities and Net Equity			
Current Liabilities			
Financial Obligations	19	529	-
Suppliers	13	1.513	925
Accounts payable	14	18.775	13.186
Income and supplementary tax	9	442	566
Taxes	15	556	311
Employment obligations	16	3.706	3.623
Contingencies	17	3.312	2.032
Deferred revenues	18	42.308	48.508
Other non-financial liabilities		1.387	1.260
Total current liabilities		<u>72.528</u>	<u>70.411</u>
Non-Current Liabilities			
Financial obligations	19	1.293	-
Employment obligations	16	6.783	6.837
Total Non-Current Liabilities		<u>8.076</u>	<u>6.837</u>
Total Liabilities		<u>\$ 80.604</u>	<u>77.248</u>
Equity			
	20		
Social Fund		113.188	113.188
Occasional Reserves		91.100	91.100
Permanent allocations		41.567	41.567
Income from prior periods		2.016.513	1.820.355
Other comprehensive income		125.401	127.477
First-time adoption		1.581.627	1.581.627
Equity fund		26.592	26.665
Surplus for the year		293.486	196.158
Total Equity		<u>4.289.474</u>	<u>3.998.137</u>
Total Liabilities and Equity		<u>\$ 4.370.078</u>	<u>4.075.385</u>

Accompanying notes are integral part of the financial statements.

Luis Hernando Parra Nieto
Legal Representative (*)

Diego Edilberto Gutiérrez Mahecha
Certified Public Accountant (*)
T.P. 90408-T

Leonardo Soto Lesmes
Statutory Auditor
T.P. 143541-T
(See my attached report)

FUNDACIÓN UNIVERSIDAD EXTERNADO DE COLOMBIA
Income Statement and Other Comprehensive Income Statement
Year ending as of December 31, 2022
(With comparative figures for the year ending on December 31, 2021)
(Expressed in millions of Colombian pesos)

	Nota	2022	2021
Operating revenues	21	\$ 231.137	195.019
Operating costs and expenses	22	(268.450)	(250.168)
Sales expenses	23	(5.312)	(3.584)
Operational deficit		(42.625)	(58.733)
Other income	24	12.440	1.734
Financial yields	25	36.567	15.183
Financial expenses	26	(26.529)	(16.992)
Financial Surplus (Deficit)		10.038	(1.809)
Interests in profit/loss of associated companies	10	314.075	255.532
Surplus before taxes		\$ 293.928	196.724
Income tax	9	(442)	(566)
Surplus of period		\$ 293.486	196.158
Other comprehensive income			
Equity method in associated companies	10	(2.076)	60.215
Other comprehensive income/loss of year, net of taxes		(2.076)	60.215
Total comprehensive surplus of year		\$ 291.410	256.373

Accompanying notes are integral part of the financial statements.

Luis Hernando Parra Nieto
Legal Representative (*)

Diego Edilberto Gutiérrez Mahecha
Certified Public Accountant (*)
T.P. 90408-T

Leonardo Soto Lesmes
Statutory Auditor
T.P. 143541-T
(See my attached report)

FUNDACIÓN UNIVERSIDAD EXTERNADO DE COLOMBIA
Statement of Changes in Equity
Year ending on December 31, 2022
(With comparative figures for the year ending on December 31, 2021)
(Expressed in millions of Colombian pesos)

	<u>Note</u>	<u>Social Fund</u>	<u>Occasional Reserves</u>	<u>Permanent Allocations</u>	<u>Income from prior periods</u>	<u>Other comprehensive income</u>	<u>First-time adoption</u>	<u>Equity Fund</u>	<u>Surplus for the year</u>	<u>Total Equity (net)</u>
Balance as of December 31, 2020		\$ 113.188	91.100	41.567	1.731.293	67.262	1.581.627	26.746	89.062	3.741.845
Changes in Equity:										
Use of equity fund in scholarships	20 (iii)	-	-	-	-	-	-	(81)	-	(81)
Appropriation of surplus from year 2020		-	-	-	89.062	-	-	-	(89.062)	-
Surplus of year		-	-	-	-	-	-	-	196.158	196.158
Associated companies' equity method	10 (i)	-	-	-	-	60.215	-	-	-	60.215
Balance as of December 31, 2021		113.188	91.100	41.567	1.820.355	127.477	1.581.627	26.665	196.158	3.998.137
Changes in Equity:										
Source of equity fund in scholarships	20 (iii)	-	-	-	-	-	-	(73)	-	(73)
Appropriation of surplus from year 2021		-	-	-	196.158	-	-	-	(196.158)	-
Surplus of year		-	-	-	-	-	-	-	293.486	293.486
Associated companies' equity method	10 (i)	-	-	-	-	(2.076)	-	-	-	(2.076)
Balance as of December 31, 2022		\$ 113.188	91.100	41.567	2.016.513	125.401	1.581.627	26.592	293.486	4.289.474

Accompanying notes are integral part of the financial statements.

Luis Hernando Parra Nieto
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Leonardo Soto Lesmes
Statutory Auditor
T.P. 143541-T
(See my attached report)

FUNDACIÓN UNIVERSIDAD EXTERNADO DE COLOMBIA
Cash Flow Statement
Year ending on December 31, 2022
(With comparative figures for the year ending on December 31, 2021)
(Expressed in millions of Colombian pesos)

	<u>2022</u>	<u>2021</u>
Cash flows from operating activities:		
Surplus of year	\$ 293.486	196.158
Reconciliation between surplus of the period and net cash used in operating activities:		
Depreciation of fixed assets	6.549	7.879
Impairment of fixed assets	50	163
Impairment of inventories	236	78
Impairment of debtors	989	3.662
Loss in removal of assets	15	32
Transfer of equipment	-	42
Contingencies	1.280	2.032
Profit in application of equity method	(314.075)	(255.532)
Change in fair value of investments	14.238	15.299
Change in fair value of Investment properties	(12.309)	(1.545)
Accrued income tax	442	566
Changes in assets and liabilities:		
Financial obligations	1.822	-
Trade (Debtors) and other receivables	938	(3.284)
Inventories	219	(163)
Other non-financial assets	104	(87)
Suppliers and accounts payable	6.177	3.184
Taxes	245	(73)
Employment obligations	29	(1.187)
Deferred revenues	(6.200)	(2.235)
Other non-financial liabilities	127	237
Income tax paid	(566)	(267)
	<u>(6.204)</u>	<u>(35.041)</u>
Cash flow from investment activities:		
Acquisition of property, plant and equipment	(5.197)	(2.175)
Redemption of investments	159.554	(87.124)
Dividends received	40.834	32.638
Net cash provided by (Used in) investment activities	<u>195.191</u>	<u>(56.661)</u>
Cash flow from financing activities		
Equity found source in scholarships	(73)	(81)
Net cash used in financing activities	<u>(73)</u>	<u>(81)</u>
Net change in cash and cash equivalents	188.914	(91.783)
Cash and cash equivalents at the beginning of year	52.998	144.781
Cash and cash equivalents at the end of year	<u>\$ 241.912</u>	<u>52.998</u>

Accompanying notes are integral part of the financial statements.

Luis Hernando Parra Nieto
Legal Representative (*)

Diego Edilberto Gutiérrez Mahecha
Certified Public Accountant (*)
T.P. 90408-T

Leonardo Soto Lesmes
Statutory Auditor
T.P. 143541-T
(See my attached report)

FUNDACIÓN UNIVERSIDAD EXTERNADO DE COLOMBIA

Notes to Financial Statements

As of December 31, 2022

(1) Reporting entity

Fundación Universidad Externado de Colombia (hereinafter “the University”) is a private, non-for-profit entity, with legal capacity in effect, granted by Resolution No. 92 of March 9, 1926 issued by the Ministry of Government, today Ministry of Interior, as per Law 1444 of May 4, 2011.

According to the bylaws in effect as of December 31, 2022, the basic purposes encompass the teaching and study of knowledge and its increase, improvement and renewal; scientific research and its extended services to the community. The University is oriented to academic, professional, cultural and humanistic training, within plans and programs, undergraduate and postgraduate, in the different modes of updating, deepening, specialization, master's degree, doctorate, research and extension.

The main domicile of the University is calle 12 No. 1-17 este of the city of Bogotá, Colombia and it qualifies under the Special Taxing Regime according to Law 1819 of December 29, 2016.

(2) Basis for preparation of the financial statements

a. Regulatory Technical Framework

The financial statements have been prepared in accordance with the Accounting and Financial Reporting Standards accepted in Colombia (NCIF, for its acronym in Spanish), established by Law 1314 of 2009, for those preparing financial reports belonging to Group 2, regulated by Sole Regulatory Decree 2420 of 2015, amended by Decree 2496 of 2015, 2131 of 2016, 2170 of 2017 and 2483 of 2018 and 1670 of 2021.

The NCIF are based on the International Financial Reporting Standards (IFRS) for Small and Medium-Sized Entities (SMEs) in Colombia – IFRS for SMEs, issued by the International Accounting Standards Board – IASB); the base standard corresponds to the standard translated into Spanish and issued as of December 31, 2017 by the IASB.

The University applies the following guideline in accordance with the laws and other regulations in effect in Colombia:

- Annex 2 of Decree 2420 of 2015, amended by Decree 2483 of 2018.

b. Basis of measurement

The financial statements have been prepared under a historical cost basis, except for the following significant items included in the statement of financial position, which are measured at fair value:

- Investments listed on the stock exchange, Deposit Certificates, TES, Bonds, and Trusts.
- Investment properties.

FUNDACIÓN UNIVERSIDAD EXTERNADO DE COLOMBIA

Notes to Financial Statements

As of December 31, 2022

c. Functional and presentation currency

The items included in the financial statements are expressed in the currency from the primary economic environment where the Foundation operates. For the University, the functional currency is the Colombian Peso and all information is disclosed in millions of pesos and rounded up to the nearest unit.

d. Use of estimates and judgements

The preparation of the separate financial statements in accordance with the Accounting and Financial Reporting Standards accepted in Colombia requires the management to make judgments, estimates and assumptions that affect the application of the accounting policies and the amounts of assets, liabilities and contingent liabilities at the balance sheet date, as well as the revenues and expenses of the year. Actual results may differ from these estimates.

The estimates and relevant assumptions are revised on a regular basis and are recognized in the period in which the revision is made.

The information on critical judgments in the application of accounting policies that has the most important effect in the financial statements or involves a significant risk, is described in the following notes:

- Note 7 – Portfolio impairment
- Note 8 – Inventory impairment
- Note 9 – Income provision
- Note 11 - Useful lives
- Note 12 - Investment properties
- Note 16 - Measurement of long-term employment obligations
- Note 17 – Contingencies

e. Ongoing concern

The University prepares the financial statements on an ongoing-concern basis. When making its judgment, it considers the current financial position of the University, its current intentions, the result of the operations and the access to the financial market resources, among others. The University assesses the impact of such factors in future operations. In accordance with the analysis made by the University's management, there is no evidence or knowledge of situations that endanger the capacity to continue as an ongoing concern during an estimated future.

(3) Significant accounting policies

Unless otherwise provided, the accounting policies set forth below have been applied consistently in the preparation of the financial statements in accordance with the Accounting and Financial Reporting Standards for Small and Medium-Sized Entities (SMEs) accepted in Colombia (NCIF).

FUNDACIÓN UNIVERSIDAD EXTERNADO DE COLOMBIA

Notes to Financial Statements

As of December 31, 2022

a. Interests in associated companies

An associated company is an entity over which the University has significant influence and which is neither a subsidiary nor an interest in a joint venture. Significant influence is the power to participate in the financial and operational policy decisions of the associated company, without having control or joint control over such policies. Investments in associated companies are measured by the equity method.

Equity method:

Investments in associated companies are accounted under the equity method. The carrying amount of the investment is initially recognized at the transaction price, including transaction costs; it is further adjusted to show the University's participation in income and in other comprehensive income of the associated company, taking the following considerations into account:

- Decreed dividends reduce the carrying amount of the investment.
- Participation in income (or other comprehensive income) and in equity changes are proportional to equity.
- If the participation in losses from the associated company equals or exceeds the carrying amount of such associated company, the participation thereof will no longer be recognized in additional losses on the investment. Once the participation is reduced to zero, additional losses will be recognized by a provision.
- The equity method will cease to be applied once the significant influence ceases.
- At the end of the accounting period, if there are any indications that the value of the investment in an associated company has been impaired or if no significant influence is identified, the impairment is assessed and the loss is recorded in the income statement.

b. Transactions in foreign currency

Transactions in foreign currency are translated into the functional currency of the University at the transaction dates. Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated into the functional currency at the exchange rate of that date. Monetary assets and liabilities denominated in foreign currency at the reporting date are translated into the functional currency using the exchange rate of that date. Monetary assets and liabilities denominated in foreign currency are translated into Colombian pesos using the historical exchange rate.

The exchange difference arising during the translation of currencies is recognized in income.

c. Basic financial instruments

Financial assets and liabilities

A financial instrument is a contract that gives rise to a financial asset and a financial liability or an equity instrument. Financial assets and liabilities are recognized only when there is a contractual right and obligation to receive or deliver one or more certain or uncertain flows in the future.

FUNDACIÓN UNIVERSIDAD EXTERNADO DE COLOMBIA

Notes to Financial Statements

As of December 31, 2022

Financial assets

- (a) cash
- (b) an equity instrument from another entity
- (c) a contractual right:
 - (i) to receive cash or other financial asset from another entity
 - (ii) to exchange financial assets or liabilities with another entity, under conditions that are potentially favorable for the University
- (d) a contract that will be or might be settled with Equity instruments from the entity and on the basis of which the entity is or might be bound to receive.

Financial Liabilities

- (a) a contractual obligation
 - (i) to deliver cash or other financial asset to other entity; or
 - (ii) to exchange financial assets or liabilities with another entity, in conditions that are potentially unfavorable for the entity
- (b) a contract that will be or might be settled with equity instruments from the entity and on the basis of which the University is or might be bound to deliver a variable number of its own equity instruments.

• **Initial recognition**

The University recognizes a financial asset or liability only when it becomes a party according to the contractual clauses of the instrument.

Financial assets and liabilities are measured at the transaction price, including the transaction costs, except at the initial measurement of the financial assets and liabilities, which are further measured at the fair value with changes in income, except if the agreement constitutes a financing transaction for the University (for a financial liability) or the counterparty (for a financial asset) of the agreement. An agreement constitutes a financing transaction, if the payment is deferred beyond normal commercial terms, or it is financed at an interest rate other than a market rate; if the agreement constitutes a financing transaction, the entity measures the financial asset or liability at the present value of future payments discounted at a market interest rate for a similar debt instrument determined in the initial recognition.

• **Subsequent Measurement**

FUNDACIÓN UNIVERSIDAD EXTERNADO DE COLOMBIA

Notes to Financial Statements

As of December 31, 2022

At the end of each reported period, the University measures all basic financial instruments, as shown below, without deducting the transaction costs that might be incurred in the sale or other type of conveyance:

- a) Basic financial instruments are measured at the amortized cost using the effective interest method.
- b) The instruments which agreement constitutes a financing transaction, are measured at the present value of future payments discounted at a market interest rate for a similar debt instrument.
- c) Investments in common or preferential shares without purchase option are measured as follows:
 - (i) If the shares are listed on the stock exchange or their fair value can be measured reliably without effort or disproportionate cost, the investment will be measured at fair value with changes in the fair value recognized in income. Investments in associated companies, where there is significant influence and they are neither a subsidiary nor constitute a participation in a joint venture, are recognized by the equity method.
 - (ii) All other investments are measured at cost less value impairment.
- d) Other financial instruments are measured at fair value.

The amortized cost of a financial asset or liability at each reporting date is the net of the following amounts:

- a) The amount on which the financial asset or liability is measured in the initial recognition,
- b) Less reimbursements of principal,
- c) Plus or less the accumulated amortization, using the effective interest method, of any existing difference between the amount in the initial recognition and the amount at expiration,
- d) Less, in the case of a financial asset, any reduction (recognized directly or by the use of a corrective account) for impairment of value or non-collectability.

• **Impairment of financial instruments value measured at amortized cost**

At the end of each reported period, the University evaluates whether there is objective evidence of the impairment of financial assets measured at cost or amortized cost through the Financial Department in accordance with the following indicators:

- a) Infringements due to breach of the terms of payment of the contract: When it becomes likely that debtor will enter into bankruptcy or in other form of financial reorganization.

FUNDACIÓN UNIVERSIDAD EXTERNADO DE COLOMBIA

Notes to Financial Statements

As of December 31, 2022

Identification of changes in the Company's income statement, event of liquidation, intervention by the control entity, and

- b) those defined by the payment model established by the University, in accordance with the payment behavior of students during the last six years.

When there is objective evidence of impairment, the University immediately recognizes a value impairment loss in income.

- **Derecognition of assets**

A financial asset is derecognized when:

- a) The contractual rights on the asset's cash flows expire;
- b) All risks and advantages inherent to the ownership of the financial asset are transferred;
- c) The risks and benefits inherent to ownership of the asset are substantially retained, but control thereof has been transferred. In this case, the University will:
 - i) Derecognize the asset in accounts, and
 - ii) Separately recognize any right and obligation kept or created in the transfer.

- **Derecognition of liabilities**

A financial liability is derecognized when:

- a) The obligation provided in the contract has been paid, canceled or expired, and
- b) Financial instruments are exchanged with substantially different conditions.

The University recognizes in income any difference between the carrying amount of the financial liability and the consideration paid, including any transferred assets other than cash or liabilities assumed.

The most significant basic financial instruments held by the University and their measurement are:

- **Financial instruments – Investment portfolio**

The University's policy consists in investing its cash surplus in securities and investment funds bearing low risk rating, with the highest credit quality of a portfolio's assets and low sensitivity to market risk, considering the ratings granted by the leading risk rating agencies.

FUNDACIÓN UNIVERSIDAD EXTERNADO DE COLOMBIA

Notes to Financial Statements

As of December 31, 2022

RATING BY PORTFOLIO IMPAIRMENT							
RATING AGENCY	BRC Investor Services		Fitch Ratings Colombia S.A		Value and Risk Rating S.A		Risk
CALIFICACION POR DETERIORO							
SYMBOLGY	Short Term	Long Term	Short Term	Long Term	Short Term	Long Term	(%)
Triple AAA	BRC 1+	AAA	F1+	AAA	VrR 1	High Level A	0,00%
Doble AA	BRC 1	AA	F2	AA+, AA, AA-	VrR 2	Good Level AA	1,00%
Triple BBB	BRC 2+	BBB	F3	BBB+, BBB, BBB-	VrR 3	Satisfactory Level BBB	1,50%

*Data from rating agencies.

Annually, the rating is reviewed of such entities where the University holds financial instruments and the corresponding measures are taken, in accordance with the policies.

- **Trade receivables**

Most types of admissions are made under normal credit conditions and the amounts of accounts receivable have no interest. When the credit is extended beyond normal credit conditions, accounts receivable are measured at amortized cost using the effective interest method.

At the end of each reporting period, and according to the policies set forth by the University, the carrying amounts of trade and other receivables are reviewed by the Invoicing and Financial Aid department to determine if there is any objective evidence that they will not be recoverable. If so, an impairment loss is recognized immediately in income.

Interest yields is recognized by applying the effective interest rate, with the exception of short-term loans as they do not bear interest.

- **Cash and cash equivalents**

Cash and cash equivalents include available cash, freely available deposits in banks, other highly liquid short-term investments in TES, Deposit Certificates Bonds with original maturities of three months or less from the acquisition date that are subject to insignificant risk of changes in their fair value and are used by the University in the management of its short-term commitments.

The University does not have restricted cash.

- **Suppliers and accounts payable**

Trade creditors are obligations based on normal credit conditions and do not bear interest. Amounts of trade creditors denominated in foreign currency are translated into the functional currency by using

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the exchange rate in effect at the reporting date. Foreign exchange gains or losses are included in income or financial expenses.

- **Other financial liabilities**

Other financial liabilities are initially valued at fair value, net of transaction costs. They are subsequently valued at amortized cost using the effective interest method, with interest and expenses recognized on the basis of the effective interest method.

The effective interest rate is a method of calculating the amortized cost of a financial liability and the allocation of interest as an expense during the period in question. The effective interest rate is the rate that accurately discounts future cash payments through the expected life of the financial liability, or (if applicable) a shorter period, at the book value initially recognized.

d. Related Parties

A related party is an individual or entity related to the entity that prepares the financial statements:

- (a) An individual, or close relative of that individual, is related to an entity informing if that individual:
 - (i) Is a member of the key personnel of the entity.
 - (ii) Exerts control or joint control over the University; or
 - (iii) Exerts significant influence on the University.
- (b) An entity is related to the University if:
 - (i) The entity and University are members of the same group.
 - (ii) An entity is an associated company or a joint venture of the University.
 - (iii) Both entities are a joint venture of a third party .
 - (iv) The University is jointly controlled or controlled by an identified person.

The operations carried out with related parties are disclosed so that the impacts of these operations can be understood within the financial statements by the users of the information.

e. Property, Plant and Equipment

- **Initial Recognition**

The items of property, plant and equipment are initially measured at cost less accumulated depreciation and accumulated impairment losses.

The items individually exceeding one (1) SMLV are recognized. However, at the discretion of the Purchasing Committee based on materiality, a group of assets is recognized as fixed asset, prior concept from the Financial Department. The University controls through the Administrative Department all assets recognized as minor amount and recorded in expenses.

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The following are an integral part of the cost:

- a) The purchase price, which includes legal and intermediation fees, import tariffs and non-recoverable taxes, after deducting commercial discounts and rebates.
- b) All costs directly attributable to the location of the asset in the place and under the conditions necessary for its operation in the manner intended by management. These costs may include site preparation costs, initial delivery and handling costs, installation and assembly costs, and verification that the asset is properly operating.

- **Measurement Subsequent to Initial Recognition**

The entity measures all elements of property, plant and equipment at cost less accumulated depreciation and any accumulated impairment losses.

- **Depreciation**

Depreciation is calculated on the depreciable amount, which corresponds to the cost of an asset, or another amount that is substituted for the cost, less its residual value. Depreciation of property, plant and equipment is calculated by the straight-line method over the estimated useful life according to the type of asset.

The estimated useful lives for the current and comparative periods are as follows:

- | | |
|---|----------------|
| • Buildings | 70 years |
| • Machinery and equipment | 6 to 40 years |
| • Furniture and chattels | 12 to 25 years |
| • Office equipment | 5 to 12 years |
| • Computer and communication equipment: | 3 to 10 years |

Residual value	2% of initial recognition value
----------------	---------------------------------

If there is any indication that there has been a significant change in the rate of depreciation, useful life or residual value of an asset, the depreciation of that asset is revised prospectively to reflect the new expectations.

- **Derecognition**

Assets will be derecognized in the following cases:

- a) Loss: in this case the administrative process must be carried out, which includes inquiries, criminal complaint and reports of facts, claim to the insurance company (when required).
- b) Damage: an asset suffering damage that prevents normal operation and its repair does not warrant; an internal or external technical concept should be obtained.

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- c) **Obsolescence:** when an asset, due to its physical or technical conditions, is not useful for the University, an internal technical concept of the corresponding or external area must be requested.

An asset will be derecognized with approval from the President's office or authorized entity according to the bylaws of the University.

f. Investment properties

Investment properties are such properties (land or buildings, or portions of a building, or both) held to obtain earnings, capital gains or both, for:

- a) Their use in the production or supply of goods or services or for administrative purposes,
b) Their sale in the ordinary course of operations.

• **Initial recognition**

Investment properties are initially registered at cost. The cost of an investment property includes its purchase price and any directly attributable expenses, such as legal and intermediation fees, taxes on the transfer of property and other transaction costs.

• **Subsequent measurement**

Subsequent measurement is at its fair value, when it can be measured reliably without cost or disproportionate effort and it reflects the market conditions of the land or buildings at each closing date. Impairment or valuation generated by changes in the fair value of investment properties is recorded in the income accounts of the reported period.

• **Derecognition**

Investment properties are derecognized when sold or permanently withdrawn from continued use and the University does not expect to obtain future economic benefits from their sale.

Transfers are made only when there is a change in their use. For the reclassification of investment property to property, plant and equipment or vice versa, the estimated cost of the property or building is the fair value at the date of change of use.

g. Inventories

The University's inventories comprise the printed books from the Department of Publications, the elaboration of literary works of scientific and cultural nature, and the food and beverages from the buildings C, I restaurants called "*Casa Externadista*".

• **Initial recognition**

The University recognizes its inventories at cost.

Costs of inventories comprise:

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- a) The purchase price
- b) Taxes
- c) Transport
- d) Handling and other costs directly associated to acquisition
- e) Commercial discounts and rebates.

- **Subsequent Measurement**

Inventories are valued at the lower value between the cost of acquisition and the net realizable value. The cost is calculated using the standard cost method. Variations are adjusted at the end of the period by distribution between the income accounts and the inventory of products in process or finished products, as the case may be.

Contingencies for loss of value of inventories are recognized by provisions to adjust them at their net realizable value. The income statement discloses impairment of inventories corresponding to products and merchandise from the Department of Publications and *Casa Externadista* restaurant.

Deterioration is created by inventories corresponding to products and merchandise of *Casa Externadista* for 10% of the cost at the end of the period and 100% of the cost of published books greater than two years, since the likelihood of their sale is minimal.

- **Derecognition**

Inventories are derecognized by obsolescence, loss or damage and derecognition of the asset is made in the income statement.

- **Impairment of Assets**

The University applies the following general guidelines for identification and recognition of asset impairment, according to section 27 - of the IFRS for SMEs. The University annually evaluates the carrying amount of the assets included within the scope of this policy:

Inventories and property, plant and equipment:

To determine if there is any indication of impairment, impairment test is performed, estimating the recoverable amount of the asset. When the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and its carrying amount is reduced to its recoverable amount.

Recognition of impairment losses:

- a) The University evaluates the assets at the end of each period, comparing the carrying amount of each item with its sale price or recoverable value minus the costs of termination and sale. If an item has been impaired, its asset carrying amount less the costs of termination and sale is reduced. This impairment value is recognized in the income statement.

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- b) The University checks at the end of each period, the existence of impairment of assets. If there are indications of loss of value, the recoverable amount of the respective asset is estimated, which is the greater of its fair value less the selling costs (its net selling value), and its value in use. The impairment loss is recognized in the income statement. If there are no signs of impairment, it will not be necessary to estimate the recoverable amount.

Reversal of impairment losses:

- a) Balances of carrying amounts of such assets that have been subject to impairment write-offs are reviewed at the end of each period to verify possible reversals of impairment, if there is any indication that the impairment loss recognized in previous periods no longer exists or could have decreased, the University estimates again the recoverable amount of the asset and the impairment loss is reversed, increasing the book value of the asset until it reaches its recoverable value.
- b) Accounts related to gains or losses from impairment are included in the income statement and by a supplementary account on the respective asset account.
- c) After having recognized a reversal of the impairment loss, depreciation charges of the asset are adjusted for future periods, in a systematic way throughout the useful life period.

The University considers, at least, the following indicators:

Internal Indicators:

- a) **Obsolescence:** There is evidence of obsolescence in the assets of the business or physical impairment of the group of assets.
- b) **Scope and use:** During the period, significant changes have taken place or are expected to take place in the way in which the asset is used or are expected to take place in the immediate future that unfavorably affect the University.
- c) **Performance vs. Expected:** There is evidence, from internal reports, obtained from the corresponding areas, indicating that the economic performance of the asset is, or will be, worse than expected.

External Indicators:

- a) **Changes by use and time:** The market value of an asset has decreased significantly as a result of the passage of time or its normal use.
- b) **Changes in interest rates:** Changes in the discount rate used to calculate the value of use of the asset, so that they reduce their recoverable value significantly.
- c) **Losses in the appraisals of property, plant and equipment:** There is evidence of declines in the prices of the square meters of the sector where the buildings of the University are located, or the rental rates of real estate of similar conditions to those held by the entity have fallen, due to commercial obsolescence.

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d) Changes of regulations: there have been regulatory changes that affect market conditions.

h. Employee benefits

Employee benefits include all types of legal benefits offered by the University to workers duly engaged by employment contracts.

Short-term employee benefits:

Short-term employee benefits are recognized as an expense when the related service is received. The University recognizes the cost of all benefits to the employees who are entitled to as a result of the services provided during the reporting period.

Legal benefits: salary, overtime, night surcharges, Sunday work, holidays, transportation subsidy and fringe benefits. Annually, labor liabilities are consolidated for severance pay, interest on severance pay and vacation, in accordance with current legal provisions.

Long-term employee benefits:

Obligations for retirement pensions which payment does not expire within the twelve months following the closing of the period represent the present value of all future fees that the University must pay to active staff, direct retired staff, and lifetime beneficiaries who meet certain requirements of law in terms of age, length of service and other, determined based on actuarial studies.

i. Provisions and contingencies

Provisions are liabilities of uncertain amount or maturity.

Contingencies arise as a result of past events, the existence of which has to be confirmed only because one or more uncertain events occur or no longer occur in the future, which are not entirely under the control of the entity.

Parameters to identify:

Event	There is a current obligation that is likely to require an outflow of resources.	There is an eventual or current obligation that might or not require an outflow of resources.	There is an eventual or current obligation where a possible outflow of resources is considered to be remote.
Provision	A provision is recognized	No provision is recognized	No provision is recognized
Disclosure	Disclosure of information on provision is required	Disclosure of information on contingent liability is required	No disclosure of information is required

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- **Initial recognition**

A provision is recognized if:

- a. It is the result of a past event,
- b. The entity holds a legal or implicit obligation that may be reliably estimated
- c. It is likely that an outflow of economic benefits is required to solve the obligation.

The University will measure a provision as the best estimate of the amount required to settle an obligation, on the date on which it is reported. Provisions are measured at the present value of the disbursements that are expected to be required to settle the obligation.

- **Subsequent Measurement**

The University reviews and adjusts the provisions at each reporting date, to reflect the best current estimate of the amount that would be required to settle the obligation on that date.

Adjustments to the provision are reflected in the income statement.

- j. Revenues**

Following in detail are the revenues by ordinary activities of the University:

- **Provision of services:** Earnings from the provision of services, those arising from the activities related to the mission of the University such as: enrollments, registrations, vacation courses, postgraduate courses, language courses, qualifications, supplementary tests, preparatory tests, validations, graduation fees, certifications, attestations, educational material, continuing education, consulting and advisory services, contributions for research and covenants, among others.

Enrollments for undergraduate and postgraduate education are recorded linearly during the period specified in the provision of the service.

Revenues from the rendering of other services are recognized when such services are provided or completed.

Revenues are recognized when all the following reliability criteria are met:

- a) The value of the revenues is measurable.
- b) The economic benefits are likely to flow to the University.
- c) The completion of the operation is measurable at the end of the agreed period.
- d) The costs incurred are measurable on a reliable basis.

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- **Sales of goods:** Revenues from the sale of goods are those obtained at the Bookstore and *Casa Externadista* restaurant.

Revenues from the sale of goods are recorded at fair value and recognized when all the following criteria are met:

- a) The risks and advantages inherent to the ownership of the goods are transferred to the buyer.
- b) No ongoing participation in management is retained in the degree usually associated with the property, nor its effective control over goods sold is retained.
- c) The amount of revenues is measurable.
- d) The economic benefits are likely to flow to the University.
- e) The costs incurred are measurable.

k. Leases

Assets held under other leases are classified as operating leases and are not recognized in the University's statement of financial position.

Leases are classified as financial leases, when all ownership risks and benefits of the leased property are materially transferred.

Payments made under operating leases are recognized in income under the straight-line method.

Rights in financial leased property are recorded as assets at fair value of the leased property (or, if lower, the present value of minimum payments) at the commencement of the lease. The lessor's liabilities are included in the statement of financial position as a financial leasing obligation. The payments made are distributed between the financial expenses and the reduction of the lease obligation to achieve a constant interest rate on the remaining balance of the liability.

Financial expenses are deducted from the profit or loss for the financial year. Financial leasing assets are included in property, plant and equipment, as well as their depreciation and valuation of impairment losses in the same manner as owned assets.

l. Financial yields and financial costs

The University's financial yields and costs include the following:

- a) Interest yields.
- b) Interest expense.
- c) Gain or loss from translation of financial assets and financial liabilities in foreign currency.
- d) Changes in fair value of investments and financial assets.

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Interest yields or expense is recognized using the effective interest method.

m. Recognition of expenses

The University recognizes its costs and expenses, insofar as economic events occur, in such a way that they are systematically recorded in the corresponding accounting period (accrual), regardless of the flow of monetary or financial resources (cash).

A cost and expense is recognized immediately, when a disbursement does not generate future economic benefits or when it does not meet the necessary requirements for being recorded as an asset.

(4) Financial instruments – risk management

Financial risk factors

The University manages the risks inherent in the financing of the activities of its corporate purpose, as well as those derived from the placement of surplus liquidity and treasury operations. The University makes investments, derivatives transactions or foreign exchange positions for speculative purposes.

Among the risks evaluated are the following:

a) Market risk

Market risk arises from the University's use of interest-bearing financial instruments. It is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in interest rates (interest rate risk), currency exchange rates (monetary risk), or other market factors (other price risk).

b) Exchange rate risk

The University has defined the Colombian peso as its functional currency since its operations of income, costs, investments and debts are mainly denominated in millions of Colombian pesos.

The University is exposed to exchange rate risk primarily from commercial accounts payable or receivable. Variations of these currencies affect the income of the University.

c) Credit risk

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The risk associated with issuer and counterparty risk is managed in accordance with the treasury surplus policies, this is how the University stipulates investments in institutions and instruments with high credit quality and limits concentration by establishing maximum ceilings of investments per entity, thus applying the fundamental criteria of security, liquidity and profitability disclosed in the policy.

(d) Liquidity risk

Liquidity risk arises from the management of working capital and financial charges, as well as principal source restitutions on your debt instruments. This is the risk that the University will find it difficult to meet its financial obligations at maturity.

The University's policy is to ensure that you will always have enough cash to allow it to meet its liabilities at maturity. To achieve that goal, it seeks to maintain cash balances (or agreed lines of credit).

Portfolio delegation is the main risk management tool.

This risk to the University is low because total sales are in cash or cash equivalents.

e) Capital Risk Management

The University has no minimum amount of capital established, however, the operations of 2022 and 2021 were carried out with the aim of safeguarding the ability to continue as a going concern.

f) Main financial instruments

The main financial instruments used by the University, from which the risk of financial instruments arises, are the following:

- Accounts receivable
- Cash and cash equivalents
- Investments in listed and unlisted equity securities
- Accounts payable

Following are the financial instruments as of December 31:

Accounting classifications and fair value

	Nota	2022	2021
<i>Financial assets measured at fair value with changes on comprehensive income</i>			
Investments (TES, Deposit Certificates, Bonds, Stock, Trusts rights)	10	46,402	229,266

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		46,402	229,266
<i>Financial assets measured at amortized cost</i>			
Cash and cash equivalents	5	241,912	52,998
Trade debtors (students – Icetex -connected)	7	15,338	30,706
		<u>257,250</u>	<u>83,704</u>
<i>Financial liabilities measured at amortized cost</i>			
Suppliers	13	1,513	925
Accounts payable	14	18,775	13,186
Labor obligations	16	10,489	10,460
Deferred revenues	18	45,287	54,578
		<u>76,064</u>	<u>79,149</u>

(5) Cash and cash equivalents

Following in detail is cash and cash equivalents as of December 31:

	<u>2022</u>	<u>2021</u>
Cash	\$ 17	3
Banks (i)	28,051	21,038
Available investments (ii)	193,629	1,627
Demand deposits (iii)	20,215	30,330
	<u>\$ 241,912</u>	<u>52,998</u>

(i) Banks

	<u>2022</u>	<u>2021</u>
Checking accounts	\$ 526	188
Savings accounts	26,832	20,580
Foreign currency	693	270
	<u>\$ 28,051</u>	<u>21,038</u>

As of December 31, 2022 and 2021, there were 23 and 32 accounts, respectively, held by the University with the following financial institutions:

Bank	<u>2022</u>	<u>2021</u>
Bogotá	\$ 433	1,718
Davivienda	23,358	15,890
Davivienda (Miami)	693	270
Bancolombia	120	16
Itaú	3,447	3,144
	<u>\$ 28,051</u>	<u>21,038</u>

In the financial statement clean-up plan and applying concept 2016-328 of the Technical Council of Public Accounting and article 789 of the Code of Commerce, the Rector's Office approved the

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adjustment of 2,526 unidentified bank items with a term above 3 years. This adjustment implied a recognition of \$1,068 million in income and \$38 million in expense.

(ii) Available Investments

		<u>2022</u>	<u>2021</u>
Fideicomiso Acciones y Valores	\$	31	14
Corredores Davivienda		4,643	1,555
Casa de Bolsa		3,231	58
Delegated Portfolio - Credicorp		111,160	-
Delegated Portfolio - JPMorgan		57,196	-
Fiduciaria Bancolombia		17,368	-
Available investments	\$	<u>193,629</u>	<u>1,627</u>

There are no unavailable balances for use by the University or which may have any restrictions.

(iii) Demand Deposits

As of December 31, 2022 and 2021 the demand deposits are represented in securities freely available to the University:

		<u>2022</u>	<u>2021</u>
Deposit Certificates – short-term	\$	3,240	30,330
TES – short-term		16,975	-
	\$	<u>20,215</u>	<u>30,330</u>

Deposit Certificates

2022						
Issuer	Purchase Date	Amount USD	Rate	TRM- Constitution	Amount Colombian pesos (millions)	Due Date
Banco Davivienda Miami	22/12/2022	170,000	3.20%	4,761.64	810	31/01/2023
	22/12/2022	160,000	3.60%	4,761.64	762	2/03/2023
	22/12/2022	350,000	3.20%	4,761.64	1,668	1/04/2023
					<u>3,240</u>	

2021						
Issuer	Purchase date	Due Date	Rate	Par Value	Purchase Value	Market Value
Banco Itaú	15/03/2021	15/03/2022	2,25%	30,258	30,258	30,330

TES
2022

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	Purchase Period	Due Date	Rate	Par Value	Purchase Value	Market Value
Ministry of Finance Hacienda TES UVR 23	27/09/2022	23/02/2023	UVR + 4,75%	3,299	3,299	3,396
	18/10/2022	23/02/2023	UVR + 4,75%	1,658	1,658	1,697
	14/10/2022	23/02/2023	UVR + 4,75%	1,658	1,658	1,697
	13/10/2022	23/02/2023	UVR + 4,75%	1,658	1,658	1,697
	19/10/2022	23/02/2023	UVR + 4,75%	1,656	1,656	1,697
	26/10/2022	23/02/2023	UVR + 4,75%	1,664	1,664	1,698
	27/10/2022	23/02/2023	UVR + 4,75%	1,666	1,666	1,697
	1/11/2022	23/02/2023	UVR + 4,75%	1,667	1,667	1,698
	8/11/2022	23/02/2023	UVR + 4,75%	1,670	1,670	1,698
			16,596	16,596	16,975	

(6) Investments

The current investment as of December 31 corresponds to the constitution of four Deposit Certificates in dollars for an amount of USD 340,000 and a CDT from Banco de Occidente for an amount of \$2,000 million Colombian pesos, pledged in favor of Bancolombia to carry out Leasing operations.

2022

Issuer	Purchase Date	Amount USD	Rate	TRM- Constitution	Amount Colombian pesos (millions)	Due Date
Banco Davivienda Miami	22/12/2022	50,000	3,90%	4,761.64	238	1/04/2023
	22/12/2022	140,000	4,10%	4,761.64	667	1/05/2023
	22/12/2022	100,000	4,40%	4,761.64	476	31/05/2023
	22/12/2022	50,000	4,80%	4,761.64	238	30/06/2023
					1,619	

Issuer	Purchase Date	Due Date	Rate	Par Value	Purchase Value	Market Value
Banco Occidente	21/10/2022	21/10/2023	15.50%	2,000	2,002	2,032
						2,032

(7) Trade debtors and other receivables (net)

Following in detail are debtors as of December 31:

		2022	2021
Clients - Students (i)	\$	8,237	23,523
ICETEX Credits (ii)		777	2,667
Revenues receivable- Yields and others (iii)		15,432	9,022
Connected activities (iv)		6,324	4,516
Advance payments and prepayments (v)		2,490	3,067
Other debtors		686	851
Accounts receivable from workers		76	303
		34,022	43,949
Impairment (vi)		(2,842)	(10,842)

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	2022	2021
	31,180	33,107
Less long-term portion, net	652	5,987
	\$ 30,528	27,120

(i) Clients- Students

Clients Students receivable accounts as of December 31 have the following maturity periods:

Year	Not Yet Due	Due					Total, general
		Days					
		0-60	61-90	91-180	181-365	Over 365	
2022	2,809	2,292	141	728	261	2,006	8,237
2021	14,771	1,743	222	353	672	5,762	23,523

The value of long-term accounts receivable corresponds to credits with maturities exceeding 365 days, established by financing program as scholarships - credit Universidad Externado de Colombia. In year 2022, a partnership was established with Estrella Education. This entity received under endorsement the securities of the scholarship credit students. The amount currently under long-term collection at the University corresponds to the documents received virtually during the pandemic and therefore, they could not be endorsed to Estrella. Additionally, there are the scholarships - credit Fundación Bolívar- Universidad Externado de Colombia and the credits corresponding to the long - term Acces agreement with Icetex.

(ii) Long-term ICETEX loans

It corresponds to loans granted to approximately 283 students since 2003 and until year 2017, under the ACCES credit mode (Access with Quality to Higher Education) according to the inter-institutional agreement Universidad Externado - ICETEX No.180-003, of which 25% of the credit for enrollment of students, according to the socio-economic stratum, is financed in the long term, starting the payment period once the academic period has been completed and after a grace period. Debt amortization is calculated at twice the period of the academic period.

In 2022, an accounting write-off worth \$5,094 was authorized for portfolio over 5 years past due. This amount is 100% impaired and does not affect the income statement for fiscal year 2022.

As of December 31, the maturity portfolio is as follows:

Year	Not Due	Past Due					Total, general
		Days					
		0-60	61-90	91-180	181-365	Over 365	
2022	337	6	2	9	41	382	777
2021	4	20	0	2	0	2,641	2,667

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(iii) Revenues receivable

It corresponds to monthly accrual of interest receivable on investments.

(iv) Connected Activities

Increase in 2022 corresponds to the billing to entities as of December, 2022.

(v) Advance payments and prepayments

As of December 31, University's advance payments and prepayments are represented by:

<u>Type</u>	<u>2022</u>	<u>2021</u>
Advance paid vacations – workers	\$ 1,406	1,107
Advance payment to suppliers	515	945
Advance payments to contractors	78	581
Advance payments accounts payable	148	182
Advance payments foreign expenses	50	127
Advance payments travel expenses	135	84
Advance payments to workers	158	42
	<u>\$ 2,490</u>	<u>3,068</u>

By recommendation from the University's Legal Office and in application of articles 2535 and 2536 of the Civil Code, the University's directors approved the clearing of the portfolio-other debtors of those items with a term above 5 years in the amount of \$1,034 million. This portfolio is 100% impaired and provisioned and does not have an impact on the statement of income:

(vi) Impairment movement

	<u>2022</u>	<u>2021</u>
Initial balance	\$ 10,842	7,180
Impairment of year	989	3,662
Recovery of year	(2,859)	-
Recovery by clearance	(6,130)	-
	<u>\$ 2,842</u>	<u>10,842</u>

The portfolio impairment expenses was determined as follows:

Net present value

The net present Value of future payments was discounted with an opportunity rate, taken from the annual average investment portfolio of the University. Likewise, future payments from financing transactions of students with long-term Icetex loans who have signed payment agreements with the University, the credits from the programs scholarships–credit UEC, scholarships–credit from

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Fundación Bolívar-UEC, for each installment which maturity exceeds 365 days, were all measured at net present value.

The payment of tuition fees with a term above 365 days is considered a financing activity, based on the fact that 61% of the student population is enrolled in academic programs with an annualized periodicity.

The impairment for 2022 determined from the calculation of accounts receivables measured at net present value and compared with the accounting value as of the closing period amounted \$189 with a discount rate of 7,32% and for year 2021 amounted to \$1,999 with a discount rate of 6,91%.

Default

To measure the non-collectability risk of accounts receivable, 100% of receivables with a maturity over 5 years is determined as impairment; for 2022 it includes accounts receivable from 2017 and back, and for 2021 2020 it includes accounts receivable from 2016 and back; for the portfolio with maturity from one to four years, the percentage of portfolio recovery in 2022 and 2021 is calculated in relation to accounts receivable with cutoff at December 31, 2022 and 2021, which corresponds to 48.92% and 50.93% of non-collectability, respectively.

In 2022 the University held an agreement with Educación Estrella to whom promissory notes were delivered for management and collection of the direct financing granted by the University, Becacredito and Fundación Bolívar for \$17.435 million pesos. Educacion Estrella trust was created with these securities to promote the financial support of new and current students through educational loan.

An accounting clear-up was authorized for accounts receivable past due over 5 years.

Following is the calculated non-recovered receivables indicator as of December

2022

Non-recovered receivables indicator	
Concept	Value
Receivables balance as of December 31, 2021	\$ 30,706
Collection receivables in 2022	\$ 15,309
% Non-recovered receivables	49.86%

RECEIVABLES IMPAIRMENT				
Description	2017 back	2018 to 2021	2022 and thereafter	Total
Amount receivables	\$ 213	\$ 3,032	\$ 12,093	\$ 15,338
Impairment percentage	100%	49,86%	0%	
	\$ 213	\$ 1,512		\$ 1,725
Net present value				\$ 189
Total, impairment				\$ 1,914

2021

Non-recovered receivable indicator	
Concept	Value
Receivable balance as of December 31, 2020	28,748
Collection receivables in 2021 (all maturities)	14,686
% Non-recovered receivables	48.92%

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RECEIVABLES IMPAIRMENT				
Description	2017 back	2018 to 2020	2021 and thereafter	Total
Amount receivables	5,737	3,574	21,395	30,706
Impairment percentage	100%	48.92%	0%	
	5,737	1,748	-	7,485
Impairment by VPN				1,999
Total, impairment				9,484

		2022		2021	
% Due receivables	Due receivables	\$	3,246	\$	9,311
	Total, receivables	\$	15,338	\$	30,706
			21%		30%

*The percentage corresponds to past due receivables over total receivables

Year	Current	Non-current					Total
		0-60	61-90	91-180	181-365	Over 365	
2022	14,686	23	11	45	74	499	15,338
2021	8,753	1,656	1,198	2,644	777	8,495	23,523

(8) Inventories (net)

Following is the detail of inventories as of December 31:

		2022	2021
Finished products	\$	3,653	3,867
In-process products		595	646
Non-manufactures goods		122	111
Materials, spare parts and accessories		63	28
	\$	4,433	4,652
Impairment of inventories due to obsolescence		(2,768)	(2,532)
	\$	1,665	2,120

Inventories of the University are free of encumbrances and there is no restriction on them. They are composed of two factors: the first corresponds to the books generated as literary material that may be in the process of production, editing and publishing and which are channeled through the Department of Publications; the second is the supplies to provide the restaurant services to the general community through the *Casa Externadista* restaurant.

Publications: It is the department in charge of managing the publication of texts arising from the University's research activity and are marketed through the Library.

Casa Externadista: It provides restaurant service to the community in general, always keeping the institutional philosophy.

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To calculate impairment of the published books, the publishing year of the copies that were under inventory at the end of the year is identified, and 100% of the cost of the published books older than two years is applied.

As of December 31, there is the following impairment:

	<u>2022</u>	<u>2021</u>
Initial balance	\$ 2,532	2,913
Write-offs	-	(459)
Impairment of year	236	78
	<u>\$ 2,768</u>	<u>2,532</u>

(9) Income and supplementary taxes

The University is an income and complementary taxpayer and qualifies under the Special Taxing Regime, it must apply a rate of 20% on the value of the net proceeds, but if it uses the net proceeds in its corporate purpose and meets certain requirements (legally incorporated, its corporate purpose is of general interest, neither its contributions are reimbursed nor its surpluses distributed) established by the tax authority, the rate will be 0%.

The aspects related with such regime are included in the Tax Statute, Law 1819 of 2016 and Regulatory Decree 2150 of December 20, 2017, compiled under Sole Regulatory Decree 1625 of 2016.

The University must settle the income tax at a 20% rate on all expenses considered non-deductible. Therefore, the University is an income taxpayer since 2017.

Income tax returns for taxable years 2018, 2019, 2020, and 2021 are open for tax review by the tax authorities. No additional taxes are expected in virtue of an examination.

By resolution 9061 December 10, 2020 DIAN qualified the University as large taxpayer for years 2021 and 2022.

	<u>2022</u>	<u>2021</u>
Income and supplementary tax	442	566

Following is the detail of the tax excess calculation for fiscal year 2022:

	<u>2022</u>	<u>2021</u>
Tax revenues	\$ 307,751	243,138
Les: tax costs and expenses	(295,788)	(249,233)
Initial tax surplus	11,963	(6,095)
(-) Investments made in year	26,814	(14,852)
(=) Tax surplus after investments	(14,851)	(20,947)
(+) Investments former years – surplus	14,851	20,947
(=) Tax surplus	<u>-</u>	<u>-</u>

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Non-applicable expenses		2,209	2,831
20% Income tax		442	566
	\$	<u>442</u>	<u>566</u>

(10) Investments

Following is the detail of investments as of December 31:

		<u>2022</u>	<u>2021</u>
Investments in associated companies (i)	\$	3,500,042	3,223,455
T.E.S (ii)		5,706	91,981
Deposit Certificates (iii)		2,751	58,981
Shares (iv)		-	26,993
Bonds (v)		37,190	42,048
Management Trust (vi)		-	7,700
Trust Rights		715	1,520
Equity fund shares (vi)		91	95
	\$	<u>3,546,495</u>	<u>3,452,773</u>

(i) Investments in associated companies

Following is the detail of investments in associated companies as of December 31:

		<u>2022</u>	<u>2021</u>
Investments in Grupo Bolívar S.A. – Initial balance	\$	3,223,455	2,939,854
Equity method (1)		276,587	283,601
	\$	<u>3,500,042</u>	<u>3,223,455</u>

Following are the balances per books of investments in associated companies as of December 31:

2022			2021		
No. of shares	Share %	amount	No. of shares	Shares %	Value
21,062,850	26.63%	3,500,042	20,907,384	26.44%	3,223,455

(1) Following is the effect of applying the equity method as of December 31:

		<u>2022</u>	<u>2021</u>
Income of year	\$	314,075	255,532
Other comprehensive income		(2,076)	60,215
Stock purchase		10,484	2,261
Stock sale		(1,153)	(2,416)
Decreed dividends		(44,743)	(31,991)
	\$	<u>276,587</u>	<u>283,601</u>

Following is the net worth and investment results in associated companies as of December 31:

		<u>2022</u>	<u>2021</u>
Net worth	\$	13,143,047	12,192,014
Profit of year	\$	1,179,391	966,495

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At the closing as of December 31, 2022, in the exchange market, Grupo Bolivar shares have the following value:

Technical name	2022			2021		
	No. Shares	Indicator 2022 BVC (Colombian pesos)	Market value 2022 (millions of Colombian pesos)	No. Shares	Indicator 2021 BVC (Colombian pesos)	Market value 2021 (millions of Colombian pesos)
GRUBOLIVAR	21,062,850	61,000	1,284,834	20,907,384	76,750	1,604,642

(ii) T.E.S

Long-term investment as of December 31, 2022 and 2021 show fair value balances of \$5,706 million and \$91,981 million, respectively:

2022

Ministry of Finance TES UVR 25 y 29	Purchase Period	Due Date	Rate	Par Value	Purchase Value	Market Value
	14/07/2022	7/05/2025	UVR + 3,5%	1,487	1,487	1,623
	7/06/2022	18/04/2029	UVR + 2,25%	1,301	1,301	1,360
	26/05/2022	18/04/2029	UVR + 2,25%	2,715	2,175	2,723
						5,706

2021

TES	Purchase Period	Due Date	Rate	Par Value	Purchase Value	Market Value
TES 24	May-21	Jul-24	10.00%	11,000	13,627	12,064
TES 25	Oct-Nov 21	Nov-25	6.25%	8,000	8,290	7,321
TES 26	May-Sep 21	Aug-26	7.50%	19,000	20,393	19,040
TES 27	Oct-Nov 21	Nov-27	5.75%	8,000	7,725	7,751
TES 28	May-21	Apr-28	6.00%	15,000	14,458	13,867
TES 30	May-Aug 21	Sep-30	7.75%	16,500	18,206	16,292
TES 31	Sep-21	Mar-31	7.00%	13,000	12,931	12,700
TES VERDE	Sep-21	Mar-31	7.00%	3,000	2,995	2,946
						91,981

(iii) Deposit Certificates (CDTs)

Following is the detail of investments in Deposit Certificates as of December 31, 2022. These securities are pledged in favor of Bancolombia for Leasing operations.

2022

Issuer	Purchase Date	Due Date	Rate	Par Value	Purchase Value	Market Value
Banco Itaú	1/12/2021	2/12/2024	7.20%	1,460	1,460	1,244
	1/12/2021	2/12/2024	7.20%	1,767	1,767	1,507
						2,751

2021

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Issuer	Purchase Date	Due Date	Rate	Par Value	Purchase Value	Market Value
Banco Bogotá	17/08/2017	17/08/2022	IPC + 2.90	24,970	25,000	25,536
Banco Itaú	18/12/2019	18/12/2022	IPC + 1.85	29,815	29,815	30,091
	19/12/2019	18/12/2022	IPC + 1.85	185	185	186
	1/12/2021	2/12/2024	7.20%	1,460	1,460	1,434
	1/12/2021	2/12/2024	7.20%	1,767	1,767	1,734
						58,981

(iv) Shares

In the first half of the year, the University decided to deliver the shares for the administration of Credicorp Capital. This transfer leads to a difference in the book value of the shares compared to the value at which they are received by the administrator, the resulting differences are recorded in the income statement:

Company	No. of shares	Book value (millions of Colombian pesos)	Transfer Value (millions of Colombian pesos)	Adjustment
Davivienda	730,414	23,227	24,834	1,607
Grupo Suramericana	169,230	3,766	2,725	(1,041)
		26,993	27,559	566

The book value is the fair value at which shares were closed as of December 31, 2021.

(v) Bonds

Following is the detail of bonds and their market value at year-end 2022:

2022

Issuer	Purchase Date	Due Date	Rate	Par Value	Purchase Value	Market Value
Banco Itaú - Copbanca	2/09/2019	21/05/2024	IPC+2.07	30,000	31,065	29,041
Banco Itaú	29/06/2021	29/06/2024	IPC+1.76	3,000	3,001	2,803
Banco popular	15/07/2021	15/07/2026	IPC+2.58	5,000	5,001	4,486
ISA	12/06/2020	22/05/2028	IPC+3.25	1,000	1,011	860
						37,190

2021

Issuer	Purchase Date	Due Date	Rate	Par Value	Purchase Value	Market Value
Banco Itaú - Copbanca	2/09/2019	21/05/2024	IPC+2.07	30,000	31,065	30,348
Banco Itaú	29/06/2021	29/06/2024	IPC+1.76	3,000	3,001	2,936
Banco popular	15/07/2021	15/07/2026	IPC+2.58	5,000	5,001	4,895
ISA	12/06/2020	22/05/2028	IPC+3.25	1,000	1,011	952
Bancoldex	27/05/2021	27/05/2023	4.35%	3,000	3,001	2,917
						42,048

(vi) Management Trust

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The trust was settled in the first half of the year; the following is the detail of the settlement:

Trust initial balance	7,700
Investment losses	(279)
Commissions	(14)
Tax on financial transactions	(-)
Transfer of 141.720 shares PFDVVNDA to Corredores Davivienda	(4,918)
Transfer of 138.461 shares PFGRUPSURA to Corredores Davivienda	(2,285)
Transfer to Davivienda bank account 0074-0013725-8	(204)
Trust withholding tax	(-)
Final balance	-

(vii) Equity fund shares

a) Measured at cost

Company	No. of shares	Intrinsic value in Colombian pesos	Value	Intrinsic value 2021 in Colombian pesos	Value
			2022		2021
Confecciones Colombia (Everfit)	21,325,460	0.68	14	0.68	14
Cemex de Colombia	2,466	15,698.47	39	15,698.47	39
Telesférico a Monserrate	90	19.47	0	19.47	0
			53		53
		Impairment as of 2021	(1)		(1)
		Impairment as of 2022	(1)		52
			51		

To calculate the final impairment of each tax year, a 1.50% impairment is applied in accordance with the risk rating on the University's portfolio.

b) Measured of fair value

Company	No. of shares	Indicator 2022 (Colombian pesos)	Value 2022	Adjustment 2022	Indicator 2021 (Colombian pesos)	Value 2021	Adjustment 2021
Fabricato S.A.	635,266	6.80	4	(1)	8	5	2
Enka de Colombia S.A.	1,069,804	25.30	27	5	20.42	21	9
Acerías Paz del Río S.A.	1,236,859	7.50	9	(8)	13.99	17	7
			40	(4)		43	18

The shares at fair value are adjusted as of December 31 using the closing price of the last trading day of the Colombian Stock Exchange, as an indicator.

Following is a summary of income (expense) generated by the change in the fair value of investments (notes 25 and 26):

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	<u>2022</u>	<u>2021</u>
TES	(8,729)	(7,109)
Bonds	(2,120)	(1,804)
Delegated portfolio (Credicorp)	(1,996)	-
Trust rights	(805)	1
Deposit Certificates	(621)	(786)
Management Trust	(279)	(2,295)
Fiduciaria Bancolombia (Estrella)	(151)	-
Shares	407	(3,299)
Delegated portfolio (JP Morgan)	56	-
Savings Deposits	-	(6)
Shares measured at equity fund cost	-	(1)
	<u>\$ (14,238)</u>	<u>(15,299)</u>

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(11) Property, plant and equipment, net

Following is the detail and movement of property, plant and equipment for the years ending on December 31:

December 31, 2022	<u>Lands</u>	<u>Buildings</u>	<u>Under construction</u>	<u>Machinery and equipment</u>	<u>Furniture, chattels and office equipment</u>	<u>Computer and communication equipment</u>	<u>Leasing computer equipment</u>	<u>Total</u>
Cost:								
Balance at December 31, 2021	\$ 160,813	240,424	4,963	6,275	14,663	15,909	-	443,047
Additions	-	-	500	1,652	1,007	66	1,972	5,197
Withdrawals	-	-	-	(175)	(196)	(91)	-	(462)
Balance at December 31, 2022	\$ 160,813	240,424	5,463	7,752	15,474	15,884	1,972	447,782
Depreciation and impairment losses								
Balance at December 31, 2021 –	-	(16,952)	-	(2,260)	(4,222)	(12,372)	-	(35,806)
Depreciation	-	(3,435)	-	(513)	(917)	(1,472)	(212)	(6,549)
Depreciation of the year	-	-	-	173	144	80	-	397
Withdrawals	-	-	-	-	-	-	-	-
Balance at December 31, 2022	-	(20,387)	-	(2,600)	(4,995)	(13,764)	(212)	(41,958)
Balance at December 31, 2022, net	\$ 160,813	220,037	5,463	5,152	10,479	2,120	1,760	405,824
December 31, 2021								
Cost:								
Balance at December 31, 2020	\$ 160,813	240,424	4,108	5,841	14,210	16,008	-	441,404
Additions	-	-	855	488	557	275	-	2,175
Withdrawals	-	-	-	(54)	(104)	(374)	-	(532)
Balance at December 31, 2021	\$ 160,813	240,424	4,963	6,275	14,663	15,909	-	443,047
Depreciation and impairment losses								
Balance at December 31, 2020 –	-	(13,517)	-	(1,805)	(3,370)	(9,550)	-	(28,242)
Depreciation	-	(3,435)	-	(452)	(863)	(3,129)	-	(7,879)
Depreciation of the year	-	-	-	32	57	309	-	398
Withdrawals	-	-	-	(32)	(46)	(5)	-	(83)
Impairment	-	-	-	-	-	-	-	-
Balance at December 31, 2021	-	(16,952)	-	(2,257)	(4,222)	(12,375)	-	(35,806)
Balance at December 31, 2021, net	\$ 160,813	223,472	4,963	4,018	10,441	3,534	-	407,241

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Property, plant and equipment are covered by insurance policies and are free of liens and mortgages.

For year 2022, the University purchased under leasing operations computer equipment which amounted to \$1,972 million Colombian pesos:

(12) Investment properties

Following is the detail and movement of investment properties for the years ending on December 31:

		<u>2022</u>	<u>2021</u>
Parcel 13 La ponderosa	Initial balance	\$ 53,482	52,888
	Valuation	5,273	594
		58,755	53,482
Parcel 14 la ponderosa	Initial balance	71,684	70,779
	Valuation	6,969	905
		78,653	71,684
Premise Chapinero	Initial balance	1,740	1,694
	Valuation	67	46
		1,807	1,740
	\$ 139,215	126,906	

The University's investment property corresponds to a premise located in Carrera 13 No. 63-39 local 1 Chapinero, parcels la Ponderosa No. 13 and 14 located at Vereda Guaymaral, rural zone of Suba-Bogotá.

There are no restrictions on the realization of investment properties, or the collection of earnings derived from the same.

In 2022, there was a fair value increase of \$12,309 million as a result of the update of the technical appraisal performed by Valor Banca de Inversión S.A. For 2021, the fair value increase was \$1,545 million.

Valuation methods and significant hypotheses

The table below shows the valuation methods used to measure the fair values together with the significant hypotheses used.

VALUATION METHOD	SIGNIFICANT HYPOTHESES
The valuations were performed under the International Financial Reporting Standards for Small and Medium-Sized Entities (IFRS for SMEs) section 16. its scope is to determine the fair value of investment properties considering the market value, salvage value and reconstruction value of the properties.	According to the refined offers of the general comparative market table, the average value per m2 gives us a value of \$390,140, with a standard deviation of \$19,661 per m2 and with a coefficient of variation of 5.04%, which is within the range established by Resolution 620/2008 of the IGAC, which is 7.50%. Therefore, the fairest value per m2 for lot 13 and Lot 14 land.
The valuation reports have been performed under international valuation standards (IVS1:2007, IVS2 2007, IVS2005, IVS 3;2007).	La Ponderosa Guaymaral object of appraisal by this valuation method would be at a rate of \$390,000 corresponding to the value per m2 adjusted of the average

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VALUATION METHOD	SIGNIFICANT HYPOTHESES
	<p>value of the statistical analysis, since the areas of the lands of the comparative market study are lower than those of the lands subject to appraisal.</p> <p>However, and applying the current regulations of each of the lots subject to fair value and market value, we have applied the method of the residual technique for each one, taking into account that the best and greatest use for its development potential corresponds to the Passive Recreational, with the road affectation of the El Jardín V-4R road, with an occupancy rate of 30% on net developable area and a construction index of 0.6% on the net developable area, which was calculated from the maximum allowable height of two (2) floors.</p> <p>Premise Chapinero: Seven (7) offers of properties were found in the immediate sector to the premise object of fair value, where there is a range of values requested on the m2 of private area built between \$10,624,580 to \$10,821,413 per m2, with an average value per m2 of \$10,720,112, with a standard deviation of \$80,460 and a coefficient of variation of 0.75%, for this reason, this percentage is within the range established by IGAC Resolution 620/2008, which is 7.50%. Therefore, the fairest value per m2 for the premises on the first floor is at the rate of \$1,800,000 per m2 and for the mezzanine its value per m2 corresponds to 40% of the value of the first floor, that is, at the rate of \$4,320,000.</p>

*Taken from the appraisal reports made by Valor Banca de Inversión S.A.

(13) Suppliers

Following in detail are the suppliers as of December 31:

		<u>2022</u>	<u>2021</u>
National Suppliers	\$	1,357	838
Foreign Suppliers		156	87
	\$	<u>1,513</u>	<u>925</u>

National: All those national individuals and corporate entities who sell products to the University such as cleaning supplies, office supplies and stationery, office furniture, finished books, computer equipment, audio and video, among others. They are focused on the area of Procurement and General Services, where they establish their own procedures for their acquisition of products and services. The University has established mandatory compliance guidelines to carry out the order and subsequent purchase of the products.

Foreign: Individuals and corporate entities who provide services or sell products outside the national territory and these are acquired in foreign currency. For this type of acquisition, the guidelines established in the payment circular of the University must be followed.

The increase in accounts payable to suppliers in year 2022 is given by the accrual of outstanding invoices between December 15 and December 30 in the amount of \$1,380 million and paid in January 2023.

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(14) Accounts payable

Following in detail are the accounts payable as of December 31:

		<u>2022</u>	<u>2021</u>
Costs and expenses (i)	\$	7,433	7,467
Other creditors (ii)		8,170	3,910
Revenues received for third parties		859	1,061
To contractors		47	51
Withholdings and payroll contributions (iii)		2,175	606
Revenues to be legalized – tuition fees		91	91
	\$	<u>18,775</u>	<u>13,186</u>

The increase in this group of accounts is given by the accrual which is done in December and the payment done in January of the following year.

(i) These accounts include the balances that are still outstanding at the end of the accounting period; they include payments for the provision of services from creditors, contractors, teachers' fees, maintenance services, leases, transportation services, utilities, travel expenses and revenues received for third parties.

(ii) Other creditors refer to University general creditors, provision of expenses made during December 2022, pension and severance funds and copyrights.

(iii) On the other hand, it includes payments to social security and discounts made by payroll to the University officials and paid in January of the following accounting period.

(15) Taxes

Following in detail are the taxes, liens and fees as of December 31:

		<u>2022</u>	<u>2021</u>
Industry and Trade	\$	556	311
	\$	<u>556</u>	<u>311</u>

The University is registered and pays industry and trade taxes in the cities of: Bogotá, Tunja, Medellín, Barranquilla, Cali, Bucaramanga, Cartagena, Pasto, Cúcuta, Villavicencio, Pereira, Neiva, Armenia, San Andrés, Itagüí, Valledupar, Manizales, Yopal, Puerto Inírida, Puerto Gaitán, Montería, Santa Marta, Aguazul (Casanare), Ibagué, Manizales, Samacá, and Aguachica.

(16) Labor obligations

Following in detail are labor obligations as of December 31:

		<u>2022</u>	<u>2021</u>
Severance pay, consolidated under Law 50 of 1990 (i)	\$	2,311	2,278
Consolidated vacations		374	331

FUNDACIÓN UNIVERSIDAD EXTERNADO DE COLOMBIA

Notes to Financial Statements

As of December 31, 2022

Severance pay interest	268	267
Retirement pensions (ii)	7,536	7,584
	10,489	10,460
Less retirement pensions – long-term plazo (ii)	6,783	6,837
	\$ 3,706	3,623

(i) Fringe benefits

It corresponds to short-term fringe benefits accrued under an employment relationship, and by December 31, they were held by the University by way of severance pay, interest on severance pay and consolidated vacations.

In accordance with Colombian labor law, Law 50 of 1990, February 14 of each year is the deadline when Severance Pay accrued and not paid to workers is to be deposited into the Pension and Severance Funds to which they are affiliated. The payment can also be made directly to the worker at the time he/she requires them in accordance with such events set forth by law or at the time of termination of the contract or retirement.

Severance pay interest is provided to workers with the payment of the January payroll or at the time of termination of the contract or retirement.

Vacations correspond to 15 working days of paid rest for each year of work or proportional to the time worked; they are accrued monthly and are paid at the time they are granted to the worker or at the time of termination of the contract or retirement

(ii) Retirement pensions

Currently, the University has 16 pensioners, of which 8 are direct retirees and 7 are life beneficiaries and a retiree with shared pension.

Short-term retirement pensions, as of December 31, 2022 and 2021, amounted to \$753 and \$747 respectively.

Following in detail are the long-term retirement pensions as of December 31:

	2022	2021
Retirement pension actuarial calculation (a)	\$ 7,536	7,584
Less current portion	753	747
	\$ 6,783	6,837

a) Retirement pension actuarial calculation

The value corresponds to the actuarial calculation made by an expert actuary. For years 2022 and 2021, it was carried out with a growth rate of 3.98% and 2,60%, respectively.

FUNDACIÓN UNIVERSIDAD EXTERNADO DE COLOMBIA

Notes to Financial Statements

As of December 31, 2022

Actuarial assumptions used:

	<u>2022</u>	<u>2021</u>
Mortality table (1)	RV08	RV08
Pension increase	3.98%	2.60%
Technical interest	4.8%	4.8%
Minimum wage in Colombian pesos	\$1,000,000	\$ 908,526

(1) This table corresponds to Resolution 1555 of 2010 from the Colombian Financial Superintendence.

(17) Contingencies

Following in detail are the contingencies created as of December 31:

	<u>2022</u>	<u>2021</u>
Contingencies for taxes (i)	\$ -	232
Pension proceedings (ii)	3,160	1,800
Other pension proceedings in process	152	-
	<u>\$ 3,312</u>	<u>2,032</u>

(i) It corresponds to a sanction according to resolution issued by District Secretariat of Environment which was recognized in 2021. For year 2022, according to the University lawyers' opinion, the complaint did not succeed and the contingency was recovered.

(ii) It corresponds to five proceedings for pension demand which amount to \$3,160 million according to the lawyers' opinion, it is likely that they may result in loss:

Claim process 1	\$1,000 million
Claim process 2	\$1,000 million
Claim process 3	\$ 800 million
Claim process 4	\$ 300 million
Claim process 5	\$ 60 million

(18) Deferred revenues

Following in detail are the deferred revenues as of December 31:

	<u>2022</u>	<u>2021</u>
Tuition and fees		
Undergraduate programs		
Law	\$ 6,428	11,117
Economics	405	963
Public Accounting	5	307
Business Administration	660	1,490

FUNDACIÓN UNIVERSIDAD EXTERNADO DE COLOMBIA

Notes to Financial Statements

As of December 31, 2022

Tourism and Hotel Business Administration	179	851
Finance	1,039	3,104
Social and Human Sciences	511	1,276
Social Communication Journalism	868	1,633
Heritage	171	329
Data Science	269	73
Total undergraduate programs	\$ 10,535	21,143
Notes deposit following year		
Undergraduate programs		
Law	\$ (36)	(33)
Economics	(10)	0
Business Administration	(1)	(10)
Tourism and Hotel Business Administration	(3)	(5)
Finance	(12)	(6)
Social and Human Sciences	(3)	(3)
Social Communication Journalism	(2)	(9)
Data Science	(2)	0
Total Undergraduate programs	\$ (69)	(66)
COVID19 Discounts		
Undergraduate programs		
Law	\$ (70)	(516)
Economics	(11)	(99)
Public Accounting	(9)	(26)
Business Administration	(20)	(140)
Tourism and Hotel Business Administration	(16)	(73)
Finance	(5)	(307)
Social and Human Sciences	0	(118)
Social Communication Journalism	(17)	(161)
Data Science	(1)	(32)
Total Undergraduate programs	\$ (153)	(1,479)
Tuition and Fees		
Postgraduate programs		
Law	\$ 26,984	26,440
Economics	342	418
Public Accounting	1,356	1,286
Business Administration	3,933	3,029
Tourism and Hotel Business Administration	84	180
Finance	1,011	1,127
Social and Human Sciences	418	299
Social Communication Journalism	130	89
Education	410	497
Heritage	84	70
Total postgraduate programs	\$ 34,752	33,435
Notes deposit following year		
Postgraduate programs		
Law	\$ (397)	(110)
Economics	(4)	(2)
Public Accounting	(18)	(13)
Business Administration	(84)	(65)
Tourism and Hotel Business Administration	(9)	(7)

FUNDACIÓN UNIVERSIDAD EXTERNADO DE COLOMBIA

Notes to Financial Statements

As of December 31, 2022

Finance		(22)	(4)
Social and Human Sciences		(15)	0
Social Communication Journalism		(2)	0
Education		(5)	(7)
Heritage		0	0
Total Postgraduate programs	\$	(556)	(208)
COVID19 Discounts			
Postgraduate programs			
Law	\$	(1,870)	(3,498)
Economics		(3)	(54)
Public Accounting		(19)	(145)
Business Administration		(261)	(370)
Tourism and Hotel Business Administration		(3)	(20)
Finance		(38)	(139)
Social and Human Sciences		0	(35)
Social Communication Journalism		(2)	(9)
Education		(5)	(47)
Heritage		0	0
Total Postgraduate programs	\$	(2,201)	(4,317)
Total tuition and fees		45,287	54,578
Total notes of deposit		(625)	(274)
Total COVID19 discounts		(2,354)	(5,796)
	\$	42,308	48,508

Deferred revenues correspond to the liabilities generated mainly from tuition fees for the various programs offered by the University to students. Given the spirit of continuity of Universidad Externado de Colombia, it is reasonable to expect the normal fulfillment of the courses, and that the total of refunds to be made will not exceed 5%. This figure is conservative compared to the percentage of refunds in 2022, which was 3.6%. It is estimated that by the end of 2022 the net Deferred Revenues (after refunds) would be around \$40,193 million. These resources that during 2023 would be transferred to operating income. Therefore, it is considered that this portion of current liabilities should not be considered for the calculation of liquidity indicators. Therefore, the indicators would be as follows:

Working Capital: Current Assets – Current Liabilities = \$245,557 millions

Current Ratio: Current Assets / Current Liabilities = 8.59

Acid Test: Current Assets - Inventories / Current Liabilities = 8.54

(19) Financial Obligations

Financial obligations are represented in five leasing operations carried out by the University in order to finance updating of computer and communication equipment:

		<u>2022</u>	<u>2021</u>
Leasing	\$	1,822	-

FUNDACIÓN UNIVERSIDAD EXTERNADO DE COLOMBIA

Notes to Financial Statements

As of December 31, 2022

Less current portion		529	-
	\$	<u>1,293</u>	<u>-</u>

Following are the detailed payments made to the financial obligation during year 2022:

Leasing No.	Leasing Value	Payments			
		Equity	Interest	Policy	VAT
298184	120	5	2	-	-
288581	159	38	23	3	2
289020	157	98	64	7	7
290093	947	5	5	1	1
296836	589	15	7	1	1
	1,972	161	101	12	11

(20) Equity

	<u>2022</u>	<u>2021</u>
Social Fund UEC	113,188	113,188
Occasional reserves	91,100	91,100
Permanent allocations (i)	41,567	41,567
Income/loss of previous years	2,016,513	1,820,355
Other comprehensive income (ii)	125,401	127,477
Application of NIIF at first time	1,581,627	1,581,627
Equity fund (iii)	26,592	26,665
Surplus for the year	293,486	196,158
	<u>4,289,474</u>	<u>3,998,137</u>

(i) The Board of Directors of the University, within the framework of Article 1.2.1.2.1.29 of Regulatory Decree 2150 of 2017 of Law 1819 of 2016, approved the following permanent allocations for the 2018 -2022 period:

Allocation – Scholarship program	16,400
Allocation – Reinforcement buildings A,B,C,D,E, and F	25,167
Total, Permanent Allocations	41,567

Due to the difficulties in years 2020 and 2021 as a consequence of COVID-19 pandemic, the building reinforcement projects were not executed. The Board of Directors of the University, considering the need to grant scholarships to students with financial difficulties, approved in a meeting held on December 28, 2022, minute No. 30, item 5, the redistribution of the permanent allocations. With this approval, the permanent allocations as of December 31, 2022 have the following balances:

Allocation – Scholarship program	37,695
Allocation – Reinforcement buildings A,B,C,D,E, and F	3,872

FUNDACIÓN UNIVERSIDAD EXTERNADO DE COLOMBIA

Notes to Financial Statements

As of December 31, 2022

Total Permanent Allocations	41,567
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The chart below shows the execution of permanent allocations as of December 31, 2022:

Allocation – Scholarship program	\$ 37,695
Execution 2018	(402)
Execution 2019	(1,759)
Execution 2020	(4,975)
Execution 2021	(4,660)
Execution 2022	(25,899)
Balance	-
Allocation – Reinforcement buildings A,B,C,D,E, and F	,
Execution 2018	(603)
Execution 2019	(1,148)
Execution 2020	(1,090)
Execution 2021	(827)
Execution 2022	(204)
Balance	-

\$1,140 million are in an investment fund for financing scholarship program.

(ii) the Other comprehensive income corresponds to the investment held by the University in Grupo Bolívar (note 10 (i)).

(iii) The Equity Fund, according to article 249 of the Tax Code and SENA contributions provided by Law 223 of 1995, correspond to the resources released from the payroll-related obligations of SENA "...Universities must constitute an equity fund the earnings of which is exclusively used to finance the tuition fees of low-income students, whose parents demonstrate that their income does not exceed four (4) current monthly minimum wages, and for education, science and technology projects". Starting in 2002, according to law 789 of December 27, 2002, Art. 52, the University is bound to make the contributions (2%) directly to the National Service of Apprenticeship SENA.

For years ending on December 31, 2022 and 2021, there was a decrease of \$73 y \$81, respectively.

(21) Operating revenues

Following is the detail of operating revenues for years ending on December 31:

	<u>2022</u>	<u>2021</u>
Deferred revenues related to education		
Undergraduate tuition fees	104,766	97,519
Postgraduate tuition fees	130,216	121,145
Extemporary tuition fees	32	14
Vacation courses	83	243
Language courses	3	25

FUNDACIÓN UNIVERSIDAD EXTERNADO DE COLOMBIA

Notes to Financial Statements

As of December 31, 2022

	<u>2022</u>	<u>2021</u>
Recovery exams	419	184
Preparatory exams and validations	115	166
Graduation fees	5,042	4,762
Certifications and attestations	253	226
Registration fees	438	0
Educational Material	7	10
Student ID Card	2	1
Handwriting /diplomas	7	6
Student insurance	1,669	1,684
Total education related activities	<u>243,052</u>	<u>225,985</u>
Related activities		
Continuing education	9,709	5,902
Consulting and advisory services	1,252	280
Research contributions	914	1,469
Own books	2,466	2,240
Purchased books	254	28
Welfare events	6	2
Revenues from C.E meals.	795	79
Revenues from C.E. at cost sales	11	4
Penalties (Library cards)	15	4
Promotional items and accessories	259	39
Logistic support	327	2
Leases	16	15
Discounts granted	22	99
Bad debt recovery	26	22
Social security incapacities	105	242
Exploitation	74	4
Inventory surplus	9	10
Space concessions	1,555	295
Specific purpose grants	-	18
Surplus sale computer and communication equipment.	-	10
Total related activities	<u>17,815</u>	<u>10,764</u>
Refunds and discounts		
Tuition fees refund	(68)	-
Vacation course fees refund	(4)	-
Recovery exams and others refund	(17)	(10)
Preparatory and validations exams refund	(2)	(8)
Certifications and attestations refund	(2)	(1)
Tuition fee discount N.A/Education subsidy	(2,751)	(2,473)
E-generation discounts	(714)	(805)
Covid19 benefit discount	(20,772)	(29,018)
Covid19 cash payment discount	(3,867)	(7,208)
Covid19 graduation fees discount	(546)	(1,127)
Refund and publishing discounts	(987)	(1080)
Total refunds and discounts	<u>(29,730)</u>	<u>(41,730)</u>
	<u>231,137</u>	<u>195,019</u>

The staggered dismantling of the financial relief granted as a result of the sanitary emergency has led to an increase in net income.

FUNDACIÓN UNIVERSIDAD EXTERNADO DE COLOMBIA

Notes to Financial Statements

As of December 31, 2022

Revenues from ordinary activities: All items directly intervening in the University's activity and that are an integral part of the process of academic formation and completion of the students. These revenues involve registration, vacation courses, graduation courses, language courses, recovery exams, supplementary exams, preparatory exams, validations exams, graduation fees, certifications, attestations, educational material and student cards.

Tuition fees: It constitutes the greater percentage accounted for in income as part of the performance of the activity or corporate purpose, each educational program seeks to encourage and promote enrollments to maximize revenues.

Refunds and discounts: This item includes those benefits that are granted to students and they are assigned according to the internal rules of the University. In Board of Directors Resolution 004 of 2022, the University maintained tuition fees discounts due to the effects of COVID19 pandemic.

(22) Operating costs and expenses

Following in detail are the operating costs and expenses for the years ending on December 31:

Management related	<u>2022</u>	<u>2021</u>
Staff expenses	\$ 163,944	153,137
Fees	40,135	40,313
Miscellaneous (i)	18,062	15,442
Services	14,698	12,511
Taxes	6,695	5,277
Depreciation	6,548	7,879
Maintenance and repairs	4,868	3,710
Travel expenses	3,700	478
Leases	3,305	2,444
Adjustment and installation	2,364	2,064
Insurance	1,842	1,953
Impairment	1,225	3,751
Contribution to institutions	569	575
Legal expenses	411	346
Other	79	43
Penalties, sanctions and litigation	5	245
	<u>\$ 268,450</u>	<u>250,168</u>

(i) As miscellaneous expenses are included: subscriptions to newspapers and magazines, educational material, student medical expenses, honor scholarships, credit scholarships, software, advertisements in newspapers and magazines, supplies and stationery, cleaning and cafeteria supplies, assistance to monitors, assistance to students, among others.

(23) Sales expenses

Following in detail are the sales expenses for the years ending on December 31:

FUNDACIÓN UNIVERSIDAD EXTERNADO DE COLOMBIA

Notes to Financial Statements

As of December 31, 2022

	<u>2022</u>	<u>2021</u>
From Sales		
Staff expenses	\$ 212	300
Maintenance and repairs	65	0
Services	52	2
Taxes	18	11
Travel expenses	4	1
Leases	2	-
Depreciation	1	2
Miscellaneous	1	1
Sales operating expenses	<u>355</u>	<u>317</u>
From provision of services		
Department of Publications	3,579	2,997
Casa Externadista – Restaurant	1,378	270
Total provision of services	<u>4,957</u>	<u>3,267</u>
	<u>\$ 5,312</u>	<u>3,584</u>

(24) Other income

Following in detail is other income for years ending on December 31:

	<u>2022</u>	<u>2021</u>
Change in fair value of investment property (i)	\$ 12,309	1,545
Fundación Bolívar donation(ii)	131	189
	<u>\$ 12,440</u>	<u>1,734</u>

(i) The increase is due to the technical appraisal of the University's investment properties, performed by firm Valor Banca de Inversión S.A.

(ii) Fundación Bolívar donations correspond to the scholarship program called **SCHOLARSHIP CREDIT FROM FUNDACIÓN BOLIVAR DAVIVIENDA**, which aims to combine academic, economic and administrative efforts to create the **CREDIT SCHOLARSHIP FUND**, the purpose of which is to offer financial aid to undergraduate students, who have advanced at least half of their professional career and have economic difficulties to continue their studies, in which a percentage of the tuition fees is granted in the form of a condoned scholarship and the other as credit.

Scholarships-credits are financial aids corresponding to 95% of the total value of the tuition, of which 75% will be delivered as a condoned scholarship and the remaining 25% as credit. In turn, the beneficiary student must cover 5% of the remaining value of his/her tuition. The Fundación Bolívar Davivienda grants 50% as a donation to Universidad Externado for the payment of ordinary tuition of student-beneficiaries of the program.

(25) Financial yields

Following in detail is the financial yields for the years ending on December 31:

FUNDACIÓN UNIVERSIDAD EXTERNADO DE COLOMBIA

Notes to Financial Statements

As of December 31, 2022

	<u>2022</u>	<u>2021</u>
Exchange difference (i)	\$ 15,752	471
Deposit Certificate interest	5,373	3,959
Bond interest	5,048	1,343
Saving account interest	3,276	1,171
Surplus of investment sales (ii)	3,054	366
Change in fair value of investments	2,943	1,923
Securities	400	5,232
Saving deposit interest certificate	314	0
Student default interest (iii)	253	145
Other (JPMorgan, Estrella, Fundación Bolívar)	114	18
Student credit interest	40	62
Dividends	-	493
	<u>\$ 36,567</u>	<u>15,183</u>

(i) There is an increase in the exchange difference due to Deposit Certificate redemption in dollars made by the University during the second half of the year at Banco Davivienda Internacional - Miami.

(ii) The surplus variation in the sale of investments is due to the transfer of TES to the Credicorp delegated portfolio.

(iii) The income obtained from interest on student arrears corresponds to the amounts collected by the University's Credit and Portfolio Department from students for non-compliance with their obligations.

(26) Financial Expenses

Following in detail are the financial expenses for the years ending on December 31:

	<u>2022</u>	<u>2021</u>
Change in fair value of investments	\$ 18,144	15,468
Exchange difference	4,231	237
Loss from investments - Credicorp	1,997	-
Credit card fees	624	443
Commissions	472	227
Sustainability fund contribution Icetex	239	266
Loss from investments Educación Estrella	183	-
Settlements of agreements	174	22
Bank expenses	156	105
Leasing interest	110	-
Other	85	29
Impairment – immovable property	50	163
Promotion fund Educación Estrella	48	-
Loss from withdrawal of assets	15	32
Default interest	1	-
	<u>\$ 26,529</u>	<u>16,992</u>

(27) Related parties

FUNDACIÓN UNIVERSIDAD EXTERNADO DE COLOMBIA

Notes to Financial Statements

As of December 31, 2022

According to the bylaws in force on December 31, 2022, the Fundación Universidad Externado de Colombia has a President, with full representation in all its acts, negotiations and relations with individuals and public and private entities and before the authorities of all kinds, and who also has the direction of the Institution in its operation and internal regime. The President will monitor the progress of the University and will ensure full compliance with the Bylaws and the Internal Organic Rules. He will appoint Deans and Directors of the University. He will be able to create and delete jobs, assign remuneration to them and fill their vacancies, he will designate Professors, in the possible extent from those who have been students of the University, he will fix their compensation and, as the case may be, he may discharge them. He will chair the sessions of the Board of Directors of the University, of which he is a member and may participate in the meetings of the board of directors of the Faculties, Institutes, Careers and other academic units. He will appoint on an interim basis the professor who should replace him in his accidental or transitory absences. He will report and account for his activities at least once a year before the Board of Directors of the University, and will prepare the budget of the Foundation which requires the approval of the Board.

The President, as representative of Fundación Universidad Externado de Colombia, is in charge of managing the assets of the latter, acquiring, encumbering, conveying, engaging, movable and immovable property, entering into the respective agreements and, as the case may be, granting powers of attorney in connection therewith, all within the own effects of the Fundación and to preserve and increase its assets and income, for a better achievement of its purposes

For the performance of conveyance acts on University's assets, other than those included in the ordinary course of activities thereof, the approval of the Board of Directors will be required.

Directive Officers:

The senior management of the University who received compensation are: Twelve (12) Members of the Board of Directors (6 principals and 6 alternates) in charge from August 17, 2022, one (1) President, one (1) General Secretary, ten (10) Deans of the Faculties, twenty-six (26) Directors of the Law Faculty (two Directors from the Board of Directors are excluded) and twenty-three (23) Administrative Directors.

The Board of Directors members do not receive any compensation for such activity.

The total payroll cost in 2022 and 2021 for the President, General Secretary, Dean(s) of the Faculties, Director(s) of the Law Faculty and Administrative Director(s) was \$17,678 and \$15,622, respectively.

The University has significant influence in Grupo Bolivar, with a participation percentage of 26.63% for the year 2022 and 26.44% for the year 2021.

Balances and movements as of December 31, 2022 and 2021 are:

Balances and movements 2022

FUNDACIÓN UNIVERSIDAD EXTERNADO DE COLOMBIA

Notes to Financial Statements

As of December 31, 2022

Investment: \$3,500,042

Account receivable (Dividends): \$11,248

During 2022 were decreed \$44,743, of which \$40,834 was received.

Equity method:

- | | |
|------------------------------|------------|
| - Income | \$ 314,076 |
| - Other comprehensive income | (2,076) |

Balances and movements 2021

Investment: \$3,223,456

Account receivable (Dividends): \$7,338

During 2021 were decreed \$31,991, of which \$32,145 was received,

Equity method:

- | | |
|------------------------------|------------|
| - Income | \$ 255,532 |
| - Other comprehensive income | 60,215 |

(28) Subsequent events

Between December 31, 2022 and the date of preparation of the financial statements, there are no significant subsequent events affecting the figures or disclosures of the financial statements.

(29) Approval of financial statements

The financial statements and the accompanying notes were approved by the President's Office by written communication dated March 22, 2023, to be submitted to the Board of Directors.

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FUNDACIÓN UNIVERSIDAD EXTERNADO DE COLOMBIA

Notes to Financial Statements

As of December 31, 2022

**CERTIFICATION FROM THE LEGAL REPRESENTATIVE
AND CERTIFIED ACCOUNTANT OF
FUNDACION UNIVERSIDAD EXTERNADO DE COLOMBIA**

To the Board of Directors

Fundación Universidad Externado de Colombia

March 27, 2023

The undersigned Legal Representative and Certified Accountant of Fundación Universidad Externado de Colombia hereby certify that the Financial Statements at December 31, 2022 have been prepared in accordance with information faithfully taken from the books and that before making them available to you and third parties we have verified the following statements contained therein:

1. All assets and liabilities, included in the financial statements of the University at December 31, 2022, exist and all transactions included in those statements have been made during the years ended on those dates.
2. All the economic events carried out during the year ended December 31, 2022, have been recognized in the financial statements.
3. Assets represent probable future economic benefits (rights) and liabilities represent probable future economic sacrifices (obligations), obtained by or in charge of the University at December 31, 2022.
4. All items have been recognized by their appropriate values, in accordance with accounting principles generally accepted in Colombia.
5. All the economic facts affecting the University have been correctly classified, described and disclosed in the financial statements.

Luis Hernando Parra Nieto
Legal Representative

Diego Edilberto Gutiérrez Mahecha
Certified Accountant
T.P. 90408 - T