Colombia Telecomunicaciones S. A. E.S.P. BIC and its Subsidiary
Condensed Consolidated Interim Financial Statements

As of March 31, 2024 and for the three-month period ended March 31, 2024
with statutory auditor's report

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Certification of the Legal Representative and Public Accountant

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

May 10, 2024

The undersigned Legal Representative and Certified Public Accountant of Colombia Telecomunicaciones S. A. E.S.P. BIC (hereinafter "the Company") certify that for the issuance of the Condensed Consolidated Interim Consolidated Statement of Financial Position as of March 31, 2023, and the Condensed Consolidated Interim Consolidated Statements of Comprehensive Income, Condensed Consolidated Interim Statement of Changes in Equity and Condensed Consolidated Interim Statement of Cash Flows for the three-month period ended on that date, in accordance with the regulations are made available to the shareholders and third parties, the statements contained therein have been previously verified, and the figures have been faithfully taken from the books of Colombia Telecomunicaciones S. A. E.S.P. BIC and its subsidiary. These explicit and implicit statements are as follows:

1. All assets and liabilities included in the condensed consolidated interim financial statements of the Company and its subsidiary as of March 31, 2024, exist and all transactions included in such condensed consolidated interim financial statements have occurred during the three-month period then ended.

2. All economic events of the Company and its subsidiary during the three months ended March 31, 2024, have been recognized in the condensed consolidated interim financial statements.

3. Assets represent the potential to produce future economic benefits (rights), and liabilities represent the obligation to transfer the economic resource (obligations) obtained or payable by the Company and its subsidiary as of March 31, 2024.

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

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

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COLOMBIA TELECOMUNICACIONES S. A. E.S.P. BIC AND ITS SUBSIDIARY
CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2024 and 2023
(figures expressed in thousands of Colombian pesos, except net income per share or unless otherwise stated)

	Notes	As of march, 31 2024 (Unaudited) (In thousands of US$)	As of march, 31 2024 (Unaudited) (In thousands of COP$)	As of december, 31 2023 (Audited) (In thousands of US$)	As of december, 31 2023 (Audited) (In thousands of COP$)
Assets					
Current Assets					
Cash and cash equivalents	5	162.848	625.709.257	94.268	362.205.669
Financial Assets	6	3.999	15.365.640	74	284.742
Debtors and other receivables, net	7	336.218	1.291.851.287	295.471	1.135.287.569
Prepaid Expenses	8	143.775	552.426.355	129.509	497.612.298
Contractual Assets	9	2.836	10.897.392	2.882	11.072.674
Inventories	10	37.780	145.162.782	46.958	180.428.613
Taxes and Public Administration	11	113.444	435.885.258	98.908	380.034.553
Assets held for sale	12	438.280	1.684.005.083	-	-
Total current assets		**1.239.180**	**4.761.303.054**	**668.070**	**2.566.926.118**
Non-current assets:					
Financial Assets	6	17.936	68.914.247	15.251	58.598.897
Debtors and other receivables, net	7	241.644	928.466.901	234.390	900.598.544
Investments in companies	13	14.179	54.479.707	15.469	59.436.247,00
Prepaid Expenses	8	190.273	731.086.747	185.154	711.415.811
Contractual Assets	9	337	1.295.739	568	2.182.814
Right of use assets	14	106.583	409.522.840	295.923	1.137.026.730
Property, plant and equipment	15	944.969	3.630.853.461	1.029.689	3.956.375.044
Investment Properties	0	2.094	8.045.056	2.094	8.045.056
Intangibles	16	146.704	563.681.368	263.450	1.012.254.122
Goodwill	17	334.326	1.284.581.389	352.870	1.355.833.946
Taxes and Public Administration	11	110.377	424.101.125	124.000	476.444.494
Deferred Taxes	11	264.105	1.014.772.290	304.330	1.169.326.314
Total Non-current assets		**2.373.527**	**9.119.800.870**	**2.823.188**	**10.847.538.019**
Total assets		**3.612.707**	**13.881.103.924**	**3.491.258**	**13.414.464.137**
Liabilities					
Current liabilities:					
Financial Liabilities	18	431.767	1.658.979.784	316.125	1.214.647.908
Suppliers and accounts payable	19	582.754	2.239.112.283	615.740	2.365.858.268
Contractual liabilities	9	40.694	156.359.622	44.419	170.669.840
Taxes and Public Administration	11	31.285	120.204.557	25.620	98.441.268
Deferred liabilities	0	676	2.598.349	676	2.595.769
Provisions and pension liabilities	20	32.764	125.885.093	43.602	167.535.438
Liabilities directly associated with assets held for sale	12	412.979	1.586.790.966	-	-
Total current liabilities		**1.532.919**	**5.889.930.654**	**1.046.182**	**4.019.748.491**
Non-current liabilities					
Financial Liabilities	18	1.026.636	3.944.645.223	1.290.191	4.957.301.568
Suppliers and accounts payable	19	11.845	45.513.726	3.641	13.988.866
Contractual liabilities	9	45.771	175.864.222	48.779	187.424.759
Deferred liabilities	0	1.436	5.517.838	1.467	5.635.377
Provisions and pension liabilities	20	60.241	231.464.461	72.145	277.204.146
Total Non-current liabilities		**1.145.929**	**4.403.005.470**	**1.416.223**	**5.441.554.716**
Total liabilities		**2.678.848**	**10.292.936.124**	**2.462.405**	**9.461.303.207**
Total equity, attributable to controlling interests	21	**933.859**	**3.588.167.800**	**1.028.853**	**3.953.160.930**
Total liabilities and shareholders' equity		**3.612.707**	**13.881.103.924**	**3.491.258**	**13.414.464.137**

Notes 1 to 31 are an integral part of these condensed interim financial statements.

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COLOMBIA TELECOMUNICACIONES S. A. E.S.P. BIC AND ITS SUBSIDIARY
CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2024 and 2023
(figures expressed in thousands of Colombian pesos, except net income per share or unless otherwise stated)

		Quarter ended march 31, (Unaudited)			
	Notes	**2024**		**2023**	
		(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Operating income:					
Income from contracts with customers	22	392.374	1.507.617.648	433.807	1.666.817.919
Other operating income	23	24.704	94.919.230	21.020	80.766.560
		417.078	**1.602.536.878**	**454.827**	**1.747.584.479**
Operating costs and expenses	24	(317.581)	(1.220.242.725)	(356.996)	(1.371.684.747)
Operating profit before depreciation and amortization		**99.497**	**382.294.153**	**97.831**	**375.899.732**
Depreciation and amortization	25	(87.622)	(336.668.115)	(87.677)	(336.881.789)
Operational result		**11.875**	**45.626.038**	**10.154**	**39.017.943**
Interest expense, net	26	(44.629)	(171.476.186)	(38.140)	(146.544.024)
Method of participation	13	(1.298)	(4.989.218)	5.587	21.466.700
Profit before taxes		**(34.052)**	**(130.839.366)**	**(22.399)**	**(86.059.381)**
Income and supplementary taxes	11	(40.249)	(154.650.484)	(7.229)	(27.777.406)
Net profit for the period		**(74.301)**	**(285.489.850)**	**(29.628)**	**(113.836.787)**
Other comprehensible results:					
Items to be reclassified to the income statement					
instruments, net of tax	11	(20.698)	(79.524.520)	(2.904)	(11.157.756)
Interest in other comprehensive income in associate, net of tax	11 y 13	6	21.240	145	558.419
		(20.692)	**(79.503.280)**	**(2.759)**	**(10.599.337)**
Items that are not reclassified to the income statement:					
Revaluation of real estate, net of taxes		(555)	(2.132.573)	(5.239)	(20.130.575)
	11 y 21	**(21.247)**	**(81.635.853)**	**(7.998)**	**(30.729.912)**
Net comprehensive income for the period		**(95.548)**	**(367.125.703)**	**(37.626)**	**(144.566.699)**

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	Subscribed and paid-in capital	Share Premium	Reserves	Revaluation surplus and hedging derivatives	Accumulated results	Total
			(In thousands of US$)			
Balances as of December 31, 2022	888	2.556.380	18.486	79.333	(1.424.364)	1.230.723
Net income for the period	-	-	-	-	(29.627)	(29.627)
Transfers (Nota 21)	-	-	-	(5.239)	5.239	-
Other comprehensive income for the period (Note 21)	-	-	-	(2.759)	-	(2.759)
Balances as of march 31, 2023 (Unaudited)	888	2.556.380	18.486	71.335	(1.448.752)	1.198.337
Balances as of December 31, 2023	888	2.556.380	18.486	42.692	(1.589.594)	1.028.853
Net income for the period	-	-	-	-	(74.302)	(74.302)
Transfers (Nota 21)	-	-	-	(555)	555	-
Other comprehensive income for the period (Note 21)	-	-	-	(20.692)	-	(20.692)
Balances as of march 31, 2024 (Unaudited)	888	2.556.380	18.486	21.445	(1.663.341)	933.859

	Subscribed and paid-in capital	Share Premium	Reserves	Revaluation surplus and hedging derivatives	Accumulated results	Total
			(In thousands of COP$)			
Balances as of December 31, 2022	3.410.076	9.822.380.645	71.030.665	304.823.104	(5.472.832.458)	4.728.812.032
Net income for the period	-	-	-	-	(113.836.787)	(113.836.787)
Transfers (Nota 21)	-	-	-	(20.130.575)	20.130.575	-
Other comprehensive income for the period (Note 21)	-	-	-	(10.599.337)	-	(10.599.337)
Balances as of march 31, 2023 (Unaudited)	3.410.076	9.822.380.645	71.030.665	274.093.192	(5.566.538.670)	4.604.375.908
Balances as of December 31, 2023	3.410.076	9.822.380.645	71.030.665	164.036.859	(6.107.697.314)	3.953.160.930
Net income for the period	-	-	-	-	(285.489.850)	(285.489.850)
Transfers (Nota 21)	-	-	-	(2.132.573)	2.132.573	-
Other comprehensive income for the period (Note 21)	-	-	-	(79.503.280)	-	(79.503.280)
Balances as of march 31, 2024 (Unaudited)	3.410.076	9.822.380.645	71.030.665	82.401.006	(6.391.054.591)	3.588.167.800

Notes 1 to 31 are an integral part of these condensed interim financial statements.

COLOMBIA TELECOMUNICACIONES S. A. E.S.P. BIC AND ITS SUBSIDIARY
CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2024 and 2023.
(figures expressed in thousands of Colombian pesos, unless otherwise stated)

Telefónica

		Quarter ended march31, (Unaudited)			
	Notes	**2024**		**2023**	
		(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Net cash flows from operating activities					
Cash received from customers		462.420	1.776.754.521	486.469	1.869.159.407
Cash paid to suppliers and other accounts payable		(418.051)	(1.606.270.865)	(438.433)	(1.684.594.399)
Net interest paid and other financial expenses		(36.992)	(142.135.275)	(38.941)	(149.621.269)
Direct taxes paid		(18.634)	(71.599.060)	(17.859)	(68.619.238)
Self-withholding on income tax		(20.348)	(78.182.901)	(11.240)	(43.185.996)
Interest paid on finance leases	18	(8.525)	(32.755.977)	(6.558)	(25.199.296)
Net cash provided by operating activities		**(40.130)**	**(154.189.557)**	**(26.562)**	**(102.060.791)**
Net cash flows used in investing activities					
Collections for the sale of real estate and equipment		10.123	38.896.239	1.684	6.471.012
Payments for investments in plant and equipment and intangibles		(50.487)	(193.984.634)	(63.963)	(245.763.325)
Net cash used in investing activities		**(40.364)**	**(155.088.395)**	**(62.279)**	**(239.292.313)**
Net cash flows provided by financing activities					
New financial debt		178.752	686.817.798	39.050	150.040.975
Payment of financial debt		(568)	(2.181.780)	-	-
Spectrum license fee		(7.224)	(27.756.840)	(14.448)	(55.513.680)
Lease payment	18	(21.887)	(84.097.638)	(19.560)	(75.154.017)
Net cash provided by financing activities		**149.073**	**572.781.540**	**5.042**	**19.373.278**
Net increase (decrease) in cash and cash equivalents		68.580	263.503.588	(83.799)	(321.979.826)
Cash and cash equivalents as of January 1		94.268	362.205.669	125.539	482.357.458
Cash and cash equivalents as of march 31	5	**162.848**	**625.709.257**	**41.740**	**160.377.632**
Cash and cash equivalents as of January 1		**94.268**	**362.205.669**	**125.539**	**482.357.458**
Cash, cash and banks		62.191	238.957.607	105.496	405.344.578
Temporary investments		32.077	123.248.062	20.043	77.012.880
Cash and cash equivalents as of march 31		**162.848**	**625.709.257**	**41.740**	**160.377.632**
Cash, cash and banks		148.325	569.906.517	28.434	109.250.333
Temporary investments		14.523	55.802.740	13.306	51.127.299

Notes 1 to 31 are an integral part of these condensed interim financial statements

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1. GENERAL INFORMATION

a) Economic Entity

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

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

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

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

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

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

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

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

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

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

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

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

At the close of September 2023, the Company conducted a conciliation with Onnet Fibra Colombia S.A.S. to validate the fulfillment of the agreed conditions for the first year. By achieving the Earn-Out and surpassing two of the three established goals, the result was a payment of USD 16,000,000 equivalent to $62,515.4 million. In addition to this, USD 10,666,667 was capitalized, equivalent to $41,819.1 million, as an increased value in the investment in Álamo Holdco, S.L. (Note 12).
Regarding the third condition, it was verified that the goal was met, and payment to the Company will proceed.

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

c) Agreement - Single Network Project

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

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

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

2. OPERATIONS

2.1. Ongoing Business

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

Management continues to have a reasonable expectation that the Group has adequate resources to continue as a going concern for at least the next 12 months and that the going concern basis of accounting remains appropriate. The Group has resources comprising cash and cash equivalents of $625,709,257, other highly liquid assets, and if necessary, initiatives will be activated to generate sufficient working capital for operations.

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

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

2.2. Impacts of the international conflict

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

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

2.3. Main Regulatory Matters

The main regulatory aspects as of March 31, 2024, are as follows

a) Spectrum Licenses

- In accordance with the procedures stipulated by the Ministry of Information and Communications Technologies (hereinafter MINTIC), the Group applied for the renewal of the 30 MHz in the AWS band in June 2023, as well as the 25 MHz in the 850 band and the 15 MHz of spectrum in the 1900 MHz band in September 2023.Through Resolution No. 01053 of 2024 from MinTic, the conditions for the renewal of spectrum in the AWS band were established. As of the date of this report, the Company is studying the possibility of filing an appeal. Regarding the renewal of spectrum in the 850 MHz and 1900 MHz bands, we have not received any response notification. National regulations allow the normal use of spectrum while the final conditions for these renewals are being finalized.

- MinTIC resolutions 3947 of October, 4138 and 4185 of November 2023 established the requirements, conditions, and procedures for the objective selection process through the auction mechanism to grant spectrum usage permits nationwide, in the bands of 700 MHz, 1900 MHz, extended AWS, 2500 MHz, and 3500 MHz. The available spectrum was 10 MHz in the 700 MHz and 1900 MHz bands, 30 MHz in the 2500 MHz and extended AWS bands, and 320 MHz in the 3500 MHz band.

- MINTIC conducted the auction on December 20, 2023, and the Company participated and acquired, in a Temporary Union with Colombia Móvil S.A. ESP (hereinafter TIGO),the participation will be in equal percentages (50% for each party), and a block of 80 MHz in the 3.5 GHz band was acquired for the reserve value of $318 billion pesos, which includes the amount to be recognized for obligations to be fulfilled.
- The acquired block has coverage obligations on primary and secondary roads, as well as connecting educational institutions through fiber optics, which must be completed within a maximum period of 18 months, extendable to 24 months in some cases. The maximum value that MINTIC will recognize for the execution of these obligations is $69 billion pesos. The other 3 blocks were assigned to the operators Claro, WOM, and Telecall, a new operator, also with obligations to be fulfilled.

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

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

c) Approved laws

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

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

- Bill 10 of 2023; Senate of the Republic: Establishes the National Digital Security Agency.

- Bill 16 of 2023; Senate of the Republic: Provisions to prevent the effects of programmed obsolescence of mass consumer electronic devices.

- Bill 23 of 2023; House of Representatives: Establishes the National Digital and Space Security Agency

- Bill 59 of 2023; Senate of the Republic: Public policy guidelines for the development, use, and implementation of artificial intelligence.

- Bill 89 of 2023; Senate of the Republic: Provisions to develop healthy and safe digital environments for children and teenagers.

- Bill 91 of 2023; Senate of the Republic: Establishes the duty of information for the responsible use of artificial intelligence.

- Bill 116 of 2023; House of Representatives: Public policy guidelines to expand coverage of rural public goods and services.

- Bill 125 of 2023; House of Representatives: Expands the transitional regime "clean slate 2.0".

- Bill 130 of 2023; Senate of the Republic: Establishes the harmonization of artificial intelligence with the right to work of individuals.

- Bill 137 of 2023; House of Representatives: Presents provisions for the recovery of technology for children.

- Bill 176 of 2023; Senate of the Republic: Establishes the registration and identification of end users of SIM cards and e-SIM or technology that replaces them.

- Bill 200 of 2023; House of Representatives: Defines and regulates artificial intelligence and establishes limits on its development, use, and implementation.

- Bill 219 of 2024; Senate of the Republic: establishes measures to protect users in the reconnection processes of VoIP, mobile and fixed telephony, internet, and television services - Free reconnection

e) Main initiatives of MINTIC.

The MINTIC has published a draft decree on spectrum sharing. It's positive for the market to seek mechanisms to connect millions of Colombians through the flexibility of spectrum use. The Ministry of ICT should maximize the potential generated by spectrum sharing without establishing differences between different sharing schemes and agents.

The Ministry of ICT and the National Planning Department presented the "National Digital Strategy," the roadmap that will guide the digital transformation of the State between 2024 and 2026. This document complements the National Development Plan 2022-2026, which for the first time replaces the chapter on Digital Transformation with a cross-cutting axis in the different government activities. It aims to increase mobile accesses from 38 million to over 71 million and train 797,000 people in digital skills; it is based on 8 pillars: Connectivity, Data Utilization, Security and Trust, Digital Skills and Talent, Artificial Intelligence, Digital Transformation, Digital Economy, and Digital Society.

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

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

Roaming Automático Nacional (RAN)

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

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

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

User Rights

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

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

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

Competition

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

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

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

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

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

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

g) Initiatives of the Mayor's Office of Bogotá

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

3. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES AND PRACTICES

3.1. Professional Accounting Standards Applied

3.1.1. Basis of Presentation

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

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

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

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

Transactions in foreign currencies are translated into the functional currency using the exchange rates in effect at the dates of the transactions or valuation when items are revalued. Balances denominated in foreign currencies are expressed in Colombian pesos at the representative exchange rates of $3,842.30 and $3,822.05 per US$1 at March 31, 20234 and December 31, 2023, respectively.

The Condensed Consolidated Interim Financial Statements for the period ended March 31, 2024, were authorized for issue by the Chief Executive Officer of Colombia Telecomunicaciones S. A. E.S.P. BIC on May 10, 2024.

3.1.2. Condensed Consolidated Interim Financial Statements

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

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

3.1.3. Investments in Associates

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

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

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

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

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

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

3.1.4. Accounting Estimates and Judgments

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

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

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

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

These estimates have been made on the basis of the best information available on the events analyzed at the date of preparation of the Condensed Consolidated Interim Financial Statements, which may give rise to future modifications by virtue of possible situations that may occur and that would require their recognition prospectively, which would be treated as a change in an accounting estimate in future financial statements.

3.2. Accounting Policies

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

3.2.1. Jointly controlled Operations

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

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

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

The Group has entered into contractual arrangements with other participants to undertake joint activities that do not result in a jointly controlled entity. These arrangements sometimes involve joint ownership of assets dedicated to the purposes of each venture but do not create a jointly controlled entity, whereby the participants derive benefits from the activities directly, rather than deriving returns from an interest in a separate entity. The Group's financial statements include its share of the assets of the joint operations together with the liabilities, revenues, and expenses generated, which are measured in accordance with the terms of each arrangement, generally based on each participant's share.

3.2.2. Non-current assets held for sale

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

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

4. REGULATORY CHANGES

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

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

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

5. CASH AND CASH EQUIVALENTS

The balance of cash and cash equivalents is as follows:

	As of march,31		As of december,31	
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Banks in domestic and foreign currency	148.324	569.902.169	62.187	238.943.403
Temporary Investments (1)	14.523	55.802.740	32.077	123.248.062
Case	1	4.348	4	14.204
	162.848	**625.709.257**	**94.268**	**362.205.669**

The increase as of March 31, 2024, corresponds to the net effect of collections from customers and cash used for operating and investment activities, in line with the seasonality of the quarter, additionally due to the acquisition of new financial obligations for working capital.

Cash and cash equivalents include balances in foreign currency and their equivalent in thousands of pesos as of March 31, 2024, and December 31, 2023, amounted to USD1,187 thousand ($4,560,810) and USD1,556 thousand ($5,947,110), respectively (Note 27).

As of March 31, 2024, and December 31, 2023, restricted cash balances in banks amounted to $11,015,585 and $12,019,313, respectively.

(1) Includes investments in collective funds with rates for the quarter ended March 31, 2024, and the year ended December 31, 2023, ranging between 10.78% and 11.63% and 9.25% and 14.82%, respectively. As of December 31, 2023, there were Tax Refund Bonds (TIDIS) amounting to $97,052 million, which were liquidated during the first quarter of 2024.

The returns on temporary and bank investments recognized during the quarter ended March 31, 2024, and 2023, amounted to $6,848,928 and $1,585,486, respectively (Note 26).

6. FINANCIAL ASSETS

The balance of financial assets as of March 31, 2024, is as follows:

	At fair value through profit or loss	At fair value with changes in OCI	Total financial assets at fair value	At amortized cost	Total financial assets
			(In thousands of US$)		
Current financial assets:					
Hedging instruments (1)	29	3.896	3.925	-	3.925
Deposits and guarantees (2)	-	-	-	74	74
	29	**3.896**	**3.925**	**74**	**3.999**
Non-current financial assets:					
Deposits and guarantees (2)	9.617	-	9.617	-	9.617
Hedging instruments (1)	-	-	-	8.303	8.303
Other financial assets	-	-	-	16	16
	9.617	**-**	**9.617**	**8.319**	**17.936**
	9.646	**3.896**	**13.542**	**8.393**	**21.935**

	At fair value through profit or loss	At fair value with changes in OCI	Total financial assets at fair value	At amortized cost	Total financial assets
			(In thousands of COP$)		
Current financial assets:					
Hedging instruments (1)	111.898	14.969.000	15.080.898	-	15.080.898
Deposits and guarantees (2)	-	-	-	284.742	284.742
	111.898	**14.969.000**	**15.080.898**	**284.742**	**15.365.640**
Non-current financial assets:					
Deposits and guarantees (2)	36.950.000	-	36.950.000	-	36.950.000
Hedging instruments (1)	-	-	-	31.904.247	31.904.247
Other financial assets	-	-	-	60.000	60.000
	36.950.000	**-**	**36.950.000**	**31.964.247**	**68.914.247**
	37.061.898	**14.969.000**	**52.030.898**	**32.248.989**	**84.279.887**

(1) As of March 31, 2024, there is an increase in the asset due to the valuation of hedging instruments, primarily due to a 0.5% devaluation in the exchange rate compared to the December 2023 closing (as of March 31, 2024, it amounted to $3,842.30, and as of December 31, 2023, it was $3,822.05), which mainly affects the senior bond hedge.

(2) Corresponds to deposits made under court order, for which the Group is undertaking the necessary processes for resolution. The increase in long-term amounts primarily relates to processes with territorial entities associated with municipal taxes.

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

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

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

7. DEBTORS AND OTHER ACCOUNTS RECEIVABLE, NET

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

	As of march, 31		As of december, 31	
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Current				
Customers by sale and provision of services (1)	261.962	1.006.537.205	225.772	867.485.015
Portfolio by equipment sold at installments (2)	85.544	328.687.428	91.088	349.985.815
Other debtors (3)	65.139	250.285.677	56.209	215.970.955
Related parties (4) (Nota 29)	55.335	212.613.883	51.124	196.432.993
Portfolio with national operators (5)	15.434	59.298.381	10.959	42.108.076
Commercial agents and distribution channels (6)	3.137	12.053.932	5.380	20.673.278
Portfolio Impairment (7)	(150.333)	(577.625.219)	(145.061)	(557.368.563)
	336.218	**1.291.851.287**	**295.471**	**1.135.287.569**
Non-current:				
Related parties (4) (Nota 29)	164.372	631.567.094	154.916	595.235.639
Portfolio by equipment sold at odds (2)	34.094	131.001.261	36.227	139.193.443
Customers by sale and provision of services (1)	23.703	91.073.398	23.703	91.073.398
Portfolio with national operators (5)	12.576	48.319.174	12.576	48.319.174
Other debtors (3)	9.483	36.435.615	9.714	37.326.887
Portfolio Impairment (7)	(2.584)	(9.929.641)	(2.746)	(10.549.997)
	241.644	**928.466.901**	**234.390**	**900.598.544**
	577.862	**2.220.318.188**	**529.861**	**2.035.886.113**

As of March 31, 2024, foreign currency balances with debtors and other accounts receivable amount to USD8,880 thousand ($34,119,624) and with related parties amount to USD71,847 thousand ($276,057,728) (Note 27). As of December 31, 2023, foreign currency balances with debtors and other accounts receivable amount to USD9,053 ($34,601,019) and with related parties amount to USD70,068 thousand ($267,803,399) (Note 27).

(1) As of March 31, 2024, the net growth in the current portion is mainly attributed to the residential and business segments due to the provision of services through optical fiber and digital services. The non-current portion corresponds to receivables from corporate clients according to the contractually established terms.

(2) At the end of the first quarter of 2024, there is a decrease in the sale of handsets and wifi connection amplifiers due to market economic conditions.

(3) This includes mainly receivables from agreements with third parties, fiduciary rights, and receivables from real estate sales. The current portion shows a net increase mainly in the financing channels for the handset sales. The non-current portion decreases due to the transfer to short-term of receivables from real estate sales according to the established terms.

As of March 31, 2024, and December 31, 2023, the current portion includes fiduciary rights amounting to $36,309,514 and $35,843,986 respectively (Note 19) from the Biannual Plan. The increase is due to financial returns from fiduciary assignments.

(4) As of March 31, 2024, the current and non-current portions show a net increase mainly due to the negotiation of the connectivity agreement associated with the optical fiber business (Note 28).

(5) At the end of the first quarter of 2024, the increase corresponds to receivables from roaming services mainly due to the reconciliation of tariffs with operators. The long-term balance corresponds to receivables from a national operator according to the established agreement terms.

(6) As of March 31, 2024, there is a decrease mainly due to the closure of commercial activity in the retail channel and improved collection efficiency.

(7) As of March 31, 2024, the net growth corresponds to the impairment of receivables amounting to $19.636 Million (Note 24).

8. PREPAID EXPENSES

The balance of prepaid expenses is as follows:

	As of march, 31		As of december, 31	
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Current:				
Cost of equipment at clients' homes (1)	46.008	176.778.319	43.021	165.300.070
Costs for obtaining contracts with customers (2)	45.113	173.337.131	41.789	160.564.727
Customer Contract Fulfillment Cost (3)	28.393	109.093.070	26.003	99.912.131
Corporate Projects (4)	14.898	57.241.214	9.096	34.951.404
Support y maintenance (5)	8.264	31.754.330	7.640	29.356.644
Insurance policies (6)	1.083	4.161.281	1.944	7.463.160
Irrevocable usage rights - capacity	16	61.010	16	64.162
	143.775	**552.426.355**	**129.509**	**497.612.298**
Non-current:				
Costs for obtaining contracts with clients (2)	77.821	299.013.477	74.228	285.207.407
Cost of equipment at clients' homes (1)	68.112	261.706.435	68.434	262.944.250
Cost of fulfilling contracts with clients (3)	43.639	167.675.483	41.697	160.214.133
Support and maintenance (5)	425	1.632.150	481	1.842.144
Insurance policies (6)	143	549.316	178	685.103
Irrevocable usage rights - capacity	133	509.886	136	522.774
	190.273	**731.086.747**	**185.154**	**711.415.811**
	334.048	**1.283.513.102**	**314.663**	**1.209.028.109**

(1) Amortization for the quarters ended March 31, 2024, and 2023 for customer homes equipment costs amounted to $44,045,524 and $30,345,831, respectively (Note 24). The current portion shows an increase mainly due to accelerated commercial activity driven by the preference for services over fiber-to-the-home (FTTH) and Internet Protocol Television

(IPTV) and the transfer from non-current for vintages from previous periods. The non-current portion shows a net decrease due to transfers to the current portion of vintages and new customer homes equipment installations.

(2) As of March 31, 2024, the increase is mainly attributed to higher commercial activity, which generated higher sales commissions during the first quarter of 2024. Amortization for the quarters ended March 31, 2024, and 2023 amounted to $45,887,126 and $32,372,750, respectively (Note 24).

(3) Amortization for the periods ended March 31, 2024, and 2023 amounted to $28,599,733 and $20,321,979, respectively (Note 24). The current and non-current portions increase due to equipment installation services at customer homes due to increased commercial activity during the 2024 period.

(4) As of March 31, 2024, the increase is mainly attributed to the network deployment project under the contract for the sale of fiber optic assets for $56,387 million and the single network project for $854 million.

(5) It includes licensing services, support, and equipment maintenance for the network. As of March 31, 2024, the increase in the current portion is mainly due to license renewals associated with technological platforms, as well as their respective technical and functional support for corporate clients and business projects. The decrease in the non-current portion corresponds to transfers to the short term according to the service's validity.

(6) As of March 31, 2024, the decrease in the current portion mainly corresponds to the amortization of all-risk insurance policies expiring in April 2024. The decrease in the non-current portion corresponds to transfers to the short term according to the policies' validity periods.

9. CONTRACTUAL ASSETS AND LIABILITIES

The changes in contractual assets and liabilities for the quarter ended March 31, 2024 are as follows:

	As of december, 31 2023	High	Amortization	Transfers	Reversal	As of march, 31 2024
			(In thousands of US$)			
Current contractual asset (1)						
Contractual asset	2.892	433	(916)	431	-	2.840
Impairment corrections	(10)	(1)	-	(1)	4	(4)
	2.882	**432**	**(916)**	**430**	**4**	**2.836**
Non-current contractual asset (1)						
Contractual asset	568	201	-	(432)	-	337
Impairment corrections	(2)	(1)	-	1	-	(2)
	566	**200**	-	**(431)**	-	**335**
	3.448	**632**	**(916)**	**- 1,00**	**4**	**3.171**
Current contractual liabilities (2)	44.419	52.558	(59.292)	3.009	-	40.694
Non-current contractual liability(2)	48.779	-	-	(3.009)	-	45.770
	93.198	**52.558**	**(59.292)**	**-**	**-**	**86.464**

	As of december, 31 2023	High	Amortization	Transfers	Reversal	As of march, 31 2024
			(In thousands of COP$)			
Current contractual asset (1)						
Contractual asset	11.109.329	1.670.938	(3.512.131)	1.662.001	-	10.930.137
Impairment corrections	(36.655)	(4.978)	-	(5.281)	14.169	(32.745)
	11.072.674	**1.665.960**	**(3.512.131)**	**1.656.720**	**14.169**	**10.897.392**
Non-current contractual asset (1)						
Contractual asset	2.191.246	770.966	-	(1.662.001)	-	1.300.211
Impairment corrections	(8.432)	(2.295)	-	5.281	974	(4.472)
	2.182.814	**768.671**	**-**	**(1.656.720)**	**974**	**1.295.739**
	13.255.488	**2.434.631**	**(3.512.131)**	**-**	**15.143**	**12.193.131**
Current contractual liabilities (2)	170.669.840	201.944.996	(227.815.751)	11.560.537	-	156.359.622
Non-current contractual liability(2)	187.424.759	-	-	(11.560.537)	-	175.864.222
	358.094.599	**201.944.996**	**(227.815.751)**	**-**	**-**	**332.223.844**

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

(2) It includes the exclusivity commitment for providing connectivity services through the established network contract in the fiber optic deployment business. During the first quarter of 2024, net amortization of $13,948 million is recognized as follows: i) other operating income of $19,583 million; and ii) financial expenses of $5,635 million.

As of March 31, 2024, the current portion contains prepaid charges with customers of $79,765 million, exclusivity commitments of $62,448 million, and charges with operators and commercial agents of $14,147 million. The non-current portion amounts to $175,864 million corresponding to the exclusivity commitment.

10. INVENTORIES

The balance of inventories is as follows:

	As of march, 31		As of december, 31	
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Mobile phones and accessories (1)	17.885	68.720.226	22.652	87.034.722
Materials and equipment (2)	14.778	56.779.856	19.251	73.973.367
Equipment in transit (3)	6.226	23.921.077	5.772	22.178.543
IT equipment (4)	1.236	4.747.587	1.105	4.247.118
	40.125	**154.168.746**	**48.780**	**187.433.750**
Provision for obsolescence (5)	(2.345)	(9.005.964)	(1.822)	(7.005.137)
	37.780	**145.162.782**	**46.958**	**180.428.613**

During the quarters ended March 31, 2024, and 2023, the consumption of inventories recognized in cost of sales amounted to $134,546,053 and $294,876,160, respectively (Note 24).

(1) The decrease as of March 31, 2024, is mainly due to lower provisioning of equipment resulting from reduced commercial activity, driven by changes in consumer behavior related to current economic conditions.

(2) It includes modems, equipment for corporate services, and localization. The decrease is primarily associated with higher equipment consumption due to the accelerated commercial activity during the first quarter of 2024.

(3) Primarily corresponds to equipment in the process of nationalization to meet the planned fixed and mobile commercial offerings throughout the year 2024.

(4) Includes equipment for computer workstation projects.

(5) During the quarter ended March 31, 2024, an impairment provision of $2,000,828 was recognized (Note 24), mainly for handsets with low turnover.

11. TAXES AND GENERAL GOVERNMENT

The balance of tax and government assets is presented below:

	As of march, 31		As of december, 31	
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Credit balance (1)	108.953	418.629.240	90.441	347.501.523
Self withholdings and income withholdings (2)	1.852	7.114.209	7.018	26.963.974
Sales tax withholdings(3)	2.459	9.448.857	1.270	4.878.674
Tax discount (4)	180	692.952	180	690.382
	113.444	**435.885.258**	**98.908**	**380.034.553**
No Current				
Tax discounts (4)	110.377	424.101.125	124.000	476.444.494
	110.377	**424.101.125**	**124.000**	**476.444.494**

(1) As of March 31, 2024, the balance for corporate income tax refund for the year 2023, which will be requested and offset against VAT and consumption tax declarations for the first to fourth bimester of 2024. Additionally, self-withholdings generated in the first quarter of 2024 are recognized.

(2) The balance as of March 31, 2024, corresponds to VAT withholdings, which will be offset upon filing the VAT tax for the second bimester.

(3) This item corresponds to self-withholdings and withholdings for Industry and Commerce Tax - ICA. The decrease as of March 31, 2024, corresponds to the filing of the annual industry and commerce tax declarations for the year 2023, submitted during the first quarter of 2024.

(4) The tax discount for the non-current portion corresponds to VAT on the acquisition of productive real fixed assets. As of March 31, 2024, the decrease corresponds to the transfer of VAT associated with assets affected by the single network project to current assets held for sale (Note 12).

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

	As of march, 31		As of december, 31	
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Withholdings and self-withholdings (1)	12.438	47.789.314	16.644	63.952.549
Sales tax - VAT (2)	14.675	56.384.671	5.555	21.345.092
Other current taxes (3)	3.473	13.346.619	2.945	11.316.037
National excise tax (4)	699	2.683.953	476	1.827.590
	31.285	**120.204.557**	**25.620**	**98.441.268**

(1) As of March 31, 2024, the balance of VAT declarations for the first bimester of 2024 is recorded. The increase compared to the end of 2023 is mainly due to the VAT declaration that will be offset against the corporate income tax refund for the year 2023.

(2) This item includes the recognition of withholdings and self-withholdings for income tax and industry and commerce tax. The decrease compared to the end of 2023 corresponds to the regularization of self-withholdings made during the year 2023 for industry and commerce tax and utilized with the filing of annual declarations in the year 2024.

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

(4) As of March 31, 2024, the balance of Consumption Tax declarations for the first bimester is recorded. The increase compared to the end of 2023 is mainly because the consumption tax declarations will be offset against the corporate income tax refund for the year 2023.

Provision for Income and Complementary Taxes

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

	Quarter ended march31,			
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Current income tax	(28)	(106.572)	(12)	(46.010)
Casual income tax	-	(1.325)	(279)	(1.071.625)
Current income and complementary tax (1)	**(28)**	**(107.897)**	**(291)**	**(1.117.635)**
Deferred tax:				
Deductible temporary differences (2)	(40.066)	(153.944.035)	907	3.485.357
Taxable temporary differences (3)	(156)	(598.552)	(4.868)	(18.705.720)
Tax credits (4)	1	-	(2.977)	(11.439.408)
Deferred income tax	**(40.221)**	**(154.542.587)**	**(6.938)**	**(26.659.771)**
Income tax and complementary	**(40.249)**	**(154.650.484)**	**(7.229)**	**(27.777.406)**

(1) The income tax and complementary tax for the first quarter of 2024 corresponds to the occasional profit generated from the sale of real estate. During the period of 2024, the Company has not generated taxable profits for recognizing the expense for income tax.

(2) During the quarters ended March 31, 2024, and 2023, the variation corresponds mainly to the update of the deferred tax asset (DTA) considering that the depreciable fixed assets that generated it were classified as non-current assets held for sale affected by the single network project with an impact of $149.000 million.

(3) During the quarters ended March 31, 2024, and 2023, the variation corresponds mainly to the update of the deferred tax liability (DTL) generated by the financial income of the fiber optic assets business

(4) During the first quarter of 2024, no use of tax losses has been recognized considering that no tax profit has been generated, compared to the same period in 2023 where the Company used tax credits of 11.439 million based on the tax profit of that period.

Deferred Tax Assets and Liabilities

On March 31, 2024, the deferred tax asset on temporary differences and tax losses is supported by the Group's strategic plan (2024 - 2026) and projected results (2024 - 2033).

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

	As of march, 31		As of december, 31	
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Deferred tax assets:				
Intangibles and property, plant and equipment (1)	13.782	52.954.184	53.811	206.756.383
Other assets	701	2.694.887	738	2.836.723
Deferred tax asset on deductible temporary differences	**14.483**	**55.649.071**	**54.549**	**209.593.106**
Deferred tax asset for tax losses(2)	268.394	1.031.250.441	268.394	1.031.250.441
Total deferred tax asset	**282.877**	**1.086.899.512**	**322.943**	**1.240.843.547**
Deferred tax liability:				
Taxable temporary differences (3)	18.772	72.127.222	18.613	71.517.233
Total deferred tax liability	**18.772**	**72.127.222**	**18.613**	**71.517.233**
Total net deferred tax	**264.105**	**1.014.772.290**	**304.330**	**1.169.326.314**

(1) As of March 31, 2024, the variation compared to December 2023 primarily corresponds to the update of the deferred tax asset considering that depreciable fixed assets that generated it were reclassified as assets held for sale, as these assets are affected by the single network project.

(2) During the first quarter of 2024, there was no movement according to the fiscal result of the quarter, therefore the Company has not recognized the use of tax losses.

(3) As of March 31, 2024, the deferred tax liability (DTL) includes the effect generated by the tax update primarily due to the Earn-Out concept.

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

	Quarter ended march31,			
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Valuation of hedging derivative instruments (1)	(20.697)	(79.524.520)	(2.904)	(11.157.756)
Interest in other comprehensive income in associates (2) (Note 13)	9	32.676	145	558.419
Deferred tax participation in associates	(3)	(11.436)	-	-
Equity interest, net of tax	6	21.240	145	558.419
	(20.692)	**(79.503.280)**	**(2.759)**	**(10.599.337)**

(1) The variation for the quarter ended on March 31, 2024, mainly corresponds to fluctuations in the SORF and IBR rates on interest rate hedges. Due to the uncertainty of the recoverability of the deferred tax asset, no deferred tax is recognized for this concept.

(2) It corresponds to the 40% participation in Alamo Holdco, S.L.'s other comprehensive income generated by the valuation of interest rate hedges.

Tax Losses

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

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

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

Below is the summary of tax losses at the closing of March 31, 2024:

Tax	Year of origin	Adjusted losses	Loss compensation (1)	Loss balance
			(In thousands of US$)	
Income	Between 2007 y 2017	839.640	(150.271)	689.369
CREE	2015	77.471	-	77.471
		917.111	**(150.271)**	**766.840**

Tax	Year of origin	Adjusted losses	Loss compensation (1)	Loss balance
Income	Between 2007 y 2017	3.226.148.285	(577.386.393)	2.648.761.892
CREE	2015	297.667.939	-	297.667.939
		3.523.816.224	**(577.386.393)**	**2.946.429.831**

(1) It includes: i) correction of the 2017 income tax return for $151.632 million; and, ii) offsetting of profits in the income tax returns for the years 2018 and 2017 for $250.786 million and $174.968 million, respectively.

12. ASSETS AND LIABILITIES HELD FOR SALE

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

As of March 31, 2024, the balance of assets and liabilities held for sale is as follows:

	As of march, 31 2024	
	(In thousands of US$)	(In thousands of COP$)
Assets held for sale		
Active usage rights (1)	194.876	748.770.995
Intangibles (2)	155.621	597.943.016
Teams (3)	54.061	207.716.984
Goodwill	18.544	71.252.557
Taxes and general government (4)	15.179	58.321.531
	438.281	**1.684.005.083**
Liabilities held for sale		
Financial liabilities (5)	399.930	1.536.650.014
Provisions (6)	13.050	50.140.952
	412.980	**1.586.790.966**

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

(2) Corresponds to the 1900 MHz spectrum for $504,887 million and network equipment software for $93,056 million.

(3) Corresponds to radio access equipment and power.

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

(5) Represents debt from financial lease operations of technical sites for $1,070 million and debt from spectrum license acquisition for $467 million.

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

13. INVESTMENTS IN COMPANIES

Investments in the Company's companies are as follows:

Associated	Country / City	Direct participation	As of march, 31 2024	As of december, 31 2023
			(In thousands of US$	
Alamo Holdco, S.L. (1)	Spain / Madrid	40%	14.179	15.469
			14.179	**15.469**

Associated	Country / City	Direct participation	As of march, 31 2024	As of december, 31 2023
			(In thousands of COP$	
Alamo Holdco, S.L. (1)	Spain / Madrid	40%	54.479.707	59.436.247
			54.479.707	**59.436.247**

(1) Colombia Telecomunicaciones S.A. E.S.P. BIC has subscribed shares equivalent to a 40% stake in Alamo Holdco, S.L. for $183,409.2 million, a Spanish company owning 100% of the shares of Onnet Fibra Colombia S.A.S. Additionally, the higher value of the investment includes the costs incurred in acquiring this minority stake for $13,775.5 million, while the lower value recognizes the transfer of control for $67,277.7 million, loss from equity method on net income for $117,246.5 million, as follows: For the quarter ended March 31, 2024, a loss of $4,989.2 million and a profit by equity method on other comprehensive income of $32.6 million, and for the years 2023 and 2022, a net loss of $45,092.4 million and $67,197.5 million, respectively.

On September 27, 2023, the Group carried out a capitalization of USD 10.666.667 equivalent to $41.819,1 million (Note 1), maintaining a 40% ownership stake in the company Alamo Holdco, S.L. at the close of March 31, 2024.

Equity method

The equity method accounts for investments in associated companies in which the Group has a direct equity interest.

During the quarters ended March 31, 2024, and 2023, a loss in the income statement of $4,989,218 and a profit of $21,466,700, respectively, were recognized due to the determination of the equity method on the net result of the period. Additionally, in the other comprehensive income during the quarters ended March 31, 2024, and 2023, a benefit of $32,676 and $558,419, respectively, was recognized.

The effect of applying the equity method on the result for the quarters ended March 31, 2024, and 2023 is presented below:

		Quarter ended march 31 ,			
		Results		Method of Participation	
Associated		2024	2023	2024	2023
		(In thousands of US$)			
Alamo Holdco, S.L.	40%	3.246	13.967	1.298	5.587
		3.246	**13.967**	**1.298**	**5.587**

		Quarter ended march 31 ,			
		Results		Method of Participation	
Associated	Participation	2024	2023	2024	2023
		(In thousands of COP$)			
Alamo Holdco, S.L.	40%	12.473.046	53.666.748	4.989.218	21.466.699
		12.473.046	**53.666.748**	**4.989.218**	**21.466.699**

Determination of the equity method on other comprehensive income for the quarters ended March 31, 2024, and 2023:

		Quarter ended march 31 ,			
		Other Comprehensive Result		Method of Participation	
Associated	Participation	2024	2023	2024	2023
		(In thousands of US$)			
Alamo Holdco, S.L.	40%	21	363	9	145
		21	**363**	**9**	**145**

		Quarter ended march 31 ,			
		Other Comprehensive Result		Method of Participation	
Associated	Participation	2024	2023	2024	2023
		(In thousands of COP$)			
Alamo Holdco, S.L.	40%	81.691	1.396.048	32.676	558.419
		81.691	**1.396.048**	**32.676**	**558.419**

The main figures of the companies on which the equity method was applied for the first quarter of 2024 and 2023 were as follows:

	Asset		Liability		Results	
Subsidiaria / Asociada	As of march, 31 2024	As of december, 31 2023	As of march, 31 2024	As of december, 31 2023	Quarter ended march 31 , 2024	2023
			(In thousands of US$			
Alamo Holdco, S.L.	680.585	651.239	610.344	577.772	(3.246)	13.967
	680.585	**651.239**	**610.344**	**577.772**	**(3.246)**	**13.967**
			(In thousands of COP$			
Alamo Holdco, S.L.	2.615.012.922	2.502.255.005	2.345.123.153	2.219.973.882	(12.473.046)	53.666.748
	2.615.012.922	**2.502.255.005**	**2.345.123.153**	**2.219.973.882**	**(12.473.046)**	**53.666.748**

14. ASSETS FOR RIGHT OF USE

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

	As of march, 31 of 2024			As of december, 31 of 2023		
Concept	Cost	Accumulated depreciation	Net value in books	Cost	Accumulated depreciation	Net value in books
			(In thousands of US$)			
Land and buildings (1)	129.209	(55.434)	73.775	334.287	(169.266)	165.021
Technical installations (1)	46.945	(15.688)	31.257	242.505	(113.113)	129.392
Transport equipment (2	6.246	(4.696)	1.551	5.713	(4.200)	1.513
	182.400	**(75.818)**	**106.583**	**582.505**	**(286.579)**	**295.923**

	As of march, 31 of 2024			As of december, 31 of 2023		
Concept	Cost	Accumulated depreciation	Net value in books	Cost	Accumulated depreciation	Net value in books
			(In thousands of COP$)			
Land and buildings (1)	496.459.116	(212.993.587)	283.465.529	1.284.425.973	(650.371.319)	634.054.654
Technical installations (1)	180.378.431	(60.277.137)	120.101.294	931.774.236	(434.614.254)	497.159.982
Transport equipment (2)	24.000.329	(18.044.312)	5.956.017	21.948.212	(16.136.118)	5.812.094
	700.837.876	**(291.315.036)**	**409.522.840**	**2.238.148.421**	**(1.101.121.691)**	**1.137.026.730**

For the quarters ended March 31, 2024, and 2023, the depreciation expense recognized in the comprehensive income statements was $60,516,405 and $69,241,491 respectively (Note 25).

(1) The net decrease of $727,648 million as of March 31, 2024, corresponds to: i) classification as non-current assets held for sale for $748,771 million (Note 12); ii) disposals of assets associated with lease contracts mainly for land and sites for technical installations and transmission equipment by carrier media that expired for $6,944 million; and, iii) increase due to the subscription and renewal of lease contracts for land and sites for technical installations, antenna supports, and carrier media (82 new contracts) for $86,675 million; and, iv) the depreciation expense for the quarter ended March 31, 2024, was $58,608 million.

(2) The net increase as of March 31, 2024, corresponds to the renewal and increase of rental contract fees for vehicles by $2,052 million, and the depreciation expense for the first quarter of 2024 was $1,908 million.

15. PROPERTY, PLANT, AND EQUIPMENT

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

	As of march, 31 of 2024			As of december, 31 of 2023		
Concept	Cost	Accumulated depreciation	Net value in books	Cost	Accumulated depreciation	Net value in books
			(In thousands of US$)			
Switching, access and transmission (1)	2.073.507	(1.596.367)	477.140	769.951	(449.877)	320.074
Land and Buildings (2)	770.937	(452.526)	318.411	2.274.577	(1.743.627)	530.950
Assets under construction (3)	66.394	-	66.394	116.725	-	116.725
Furniture, information and transport equipment (4)	214.354	(131.330)	83.024	186.738	(124.798)	61.940
	3.125.192	**(2.180.223)**	**944.969**	**3.347.991**	**(2.318.302)**	**1.029.689**

	As of march, 31 of 2024			As of december, 31 of 2023		
Concept	Cost	Accumulated depreciation	Net value in books	Cost	Accumulated depreciation	Net value in books
			(In thousands of COP$)			
Switching, access and transmission (1)	7.967.034.757	(6.133.722.803)	1.833.311.954	2.958.386.691	(1.728.562.428)	1.229.824.263
Land and Buildings (2)	2.962.170.921	(1.738.738.999)	1.223.431.922	8.739.605.826	(6.699.536.171)	2.040.069.655
Assets under construction (3)	255.108.156	-	255.108.156	448.488.690	-	448.488.690
Furniture, information and transport equipment (4)	823.611.547	(504.610.118)	319.001.429	717.504.986	(479.512.550)	237.992.436
	12.007.925.381	**(8.377.071.920)**	**3.630.853.461**	**12.863.986.193**	**(8.907.611.149)**	**3.956.375.044**

For the quarters ended March 31, 2024, and 2023, the depreciation expense recognized in the results was $136,762,544 and $136,189,894, respectively (Note 25).

(1) The net decrease mainly corresponds to: i) reclassification to non-current assets available for sale for $207,717 million (Note 12); ii) depreciation for the first quarter of 2024 amounting to $101,441 million; and, iii) purchases associated with the deployment of 4G mobile network, fiber optic network, infrastructure and communication networks for corporate clients, and infrastructure for providing Internet Protocol Television (IPTV) service, upgrading and replacement of power equipment for $102,400 million.

(2) The increase in cost as of March 31, 2024, mainly corresponds to civil works associated with the 4G mobile network and fiber optic network. It includes provisions for site dismantling as of March 31, 2024, and December 31, 2023, amounting to $26,572,515 and $75,197,479, respectively (Note 20). The depreciation expense for the first quarter of 2024 was $10,206 million.

(3) The variation corresponds to the net of new acquisitions of goods and services and the settlement of final assets for the construction of assets mainly related to the deployment of 4G mobile network, fiber optic, replacement, and upgrade of network equipment, infrastructure for providing IPTV service, infrastructure for corporate client projects.

(4) The increase in cost corresponds to the purchase of servers, computer and storage equipment, measurement equipment associated mainly with 4G network deployment projects (Long Term Evolution - LTE), Fiber to the Home (FTTH), and platform for Internet Protocol Television (IPTV). The depreciation expense for the first quarter of 2024 was $25,115 million.

16. INTANGIBLES

The cost and accumulated amortization of intangibles are presented below:

	As of march, 31 of 2024			As of december, 31 of 2023		
Concept	**Cost**	**depreciation**	**Net book value**	**Cost**	**depreciation**	**books**
			(In thousands of USD)			
Qualifying degrees (1)	638.972	(576.910)	62.062	718.956	(567.499)	151.457
Network and office equipment software (2)	336.695	(260.341)	76.354	394.118	(290.626)	103.492
Rights (3)	16.455	(8.168)	8.288	16.455	(7.954)	8.501
	992.122	**(845.419)**	**146.704**	**1.129.529**	**(866.079)**	**263.450**

	As of march, 31 of 2024			As of december, 31 of 2023		
Concept	**Cost**	**Accumulated depreciation**	**Net book value**	**Cost**	**Accumulated depreciation**	**Net value in books**
			(In thousands of COP$)			
Qualifying degrees (1)	2.455.124.408	(2.216.662.529)	238.461.879	2.762.446.279	(2.180.501.276)	581.945.003
Network and office equipment software (2)	1.293.684.358	(1.000.306.843)	293.377.515	1.514.318.305	(1.116.671.917)	397.646.388
Rights (3)	63.225.312	(31.383.338)	31.841.974	63.225.312	(30.562.581)	32.662.731
	3.812.034.078	**(3.248.352.710)**	**563.681.368**	**4.339.989.896**	**(3.327.735.774)**	**1.012.254.122**

For the quarters ended March 31, 2024, and 2023, the recognized amortization expense in the financial statements was $139,389,166 and $131,450,404, respectively (Note 25).

(1) It includes the renewal of the mobile operation spectrum usage and the economic compensation for the arbitration award regarding asset reversions. The net decrease of ($343,483) million as of March 31, 2024, is presented by: i) reclassification to non-current assets held for sale of the 1900 MHz license for ($504,887) million (Note 12); ii) amortization for the quarter of ($86,411) million; iii) assignment of the permit for the use of the radio spectrum in the 3500 MHz band to the Temporary Union Colombia Móvil S.A. ESP - Colombia Telecomunicaciones S.A. ESP BIC, where the Company holds a 50% interest, according to Resolution No. 497 of 2024 issued by the Ministry of Information Technologies and Communications of Colombia (MinTIC) equivalent to $159,153 million (Note 2.3. (a and b)); and, iv) renewal of AWS license for $88,662 million (Note 2.3. (a)).

(2) The decrease as of March 31, 2024, corresponds mainly to: i) reclassification to non-current assets held for sale of network equipment software for ($93,056) million (Note 12); ii) amortization for the period of $52,158 million; and, iii) increase due to the acquisition of software, licenses, and developments associated mainly with the 4G network, fiber optic network, infrastructure and communication networks for corporate clients, commercial tariff platform, infrastructure for providing IPTV service through fiber optic, amounting to $40,944 million.

The balance as of March 31, 2024, and December 31, 2023, includes software applications in development for $6,224,532 and $62,869,448, respectively.

(3) It includes primarily Irrevocable Rights of Use (IRUs) for Fiber Optics. The decrease as of March 31, 2024, corresponds to the amortization for the first quarter of 2024 amounting to $820 million.

17. GOODWILL

The value in Goodwill is:

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

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

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

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

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

As of March 31, 2024, an analysis of indicators is conducted in various areas that could signify events indicating impairment of the Cash Generating Units (CGUs), such as: budgetary compliance of operations, obsolescence factors, technological changes and the utilization of asset capacity, as well as changes and/or new regulatory and fiscal norms.

Cash Generating Units - CGU

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

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

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

From the review conducted of the various indicators associated with signs of impairment, it is concluded that there are no indicators that lead to the existence of impairment indicators for the Company as of March 31, 2024.

18. FINANCIAL LIABILITIES

The balance of financial obligations is presented below:

	As of march, 31 of 2024				As of december, 31 of 2023			
	Value		Rate		Value		Rate	
Current:	(In thousands of US$)	(In thousands of COP$)	Base	Spread	(In thousands of US$)	(In thousands of COP$)	Base	Spread
Financial in foreign currency								
Interest payable	5.087	19.547.701			11.216	43.093.614		
	5.087	**19.547.701**			**11.216**	**43.093.614**		
Interest payable								
Financial Liabilities (1)	264.785	1.017.382.315	Fija 5,745%	1% - 2%	77.558	298.000.000	Fija IBR3M	1,1%-2%
Local Bond (2)	90.456	347.558.636	Fija 6,65%		90.406	347.367.924	Fija 6,65%	
Interest payable	8.809	33.844.960			2.367	9.093.406		
	364.049	**1.398.785.911**			**170.331**	**654.461.330**		
Other Liabilities								
Finance leases (3)	43.061	165.453.387			103.905	399.236.077		
Financial Liabilities (4)	1.691	6.498.824			-	-		
Hedging instruments (5)	1.519	5.838.213			21.545	82.780.937		
	46.272	**177.790.424**			**125.450**	**482.017.014**		
Spectrum provider (6)	16.359	62.855.748			9.129	35.075.950		
	431.767	**1.658.979.784**			**316.125**	**1.214.647.908**		
Non current:								
Financial in foreign currency								
Senior Bond (7)	**497.621**	**1.912.007.282**	Fija 4,95%		**494.891**	**1.901.519.155**	Fija 4,95%	
Financial institutions in national currency								
Financial Liabilities	277.178	1.065.000.000	Fija IBR3M	l,35%-4,65	286.204	1.099.681.413	Fija 5,745%	1,1%-2%
Local Bond (2)	39.607	152.182.964	IPC	3,39%	39.641	152.312.625	Fija 6,65% -	3,39%
	316.785	**1.217.182.964**			**325.845**	**1.251.994.038**		
Other Liabilities								
Finance leases (3)	104.149	400.170.977			320.609	1.231.876.268		
Hedging instruments (5)	66.385	255.072.804			30.171	115.924.756		
Financial obligations (4)	2.211	8.494.594			-	-		
	172.745	**663.738.375**			**30.171**	**1.347.801.024**		
Spectrum provider (6)	39.486	151.716.602			118.676	455.987.351		
	1.026.636	**3.944.645.223**			**1.290.191**	**4.957.301.568**		
	1.458.404	**5.603.625.007**			**1.606.316**	**6.171.949.476**		

Financial liabilities include balances in foreign currency as of March 31, 2024, amounting to USD505,088 thousand ($1,940,699,622), and as of December 31, 2023, amounting to USD511,275 thousand ($1,954,118,614) (Note 27).

(1) Long-term transfers to short-term: Transfers of $600,000 million were made according to the established payment plan, additionally new credits are acquired.

(2) Local bond: As of March 31, 2024, and December 31, 2023, the nominal value of the local bond is $500,000 million, with transaction costs of $258 million and $319 million, respectively, measured at amortized cost.

The characteristics of the issuance are summarized below:

Format	Currency of Issue	Premiums and discounts	Total issuance amount	Total amount issued	Max. redemption period	Issue date	Expiration date	Fee/Payment	Use of resources
			(In thousands of US$)						
C10	*COP$000*	Cero	40	40	10 años	29-may-19	29-may-29	IPC + 3,39% Semestral	
A5	*COP$000*	Cero	90	90	5 años	29-may-19	29-may-24	6,65% Semestral	Prepayment of local debt
			130	**130**					

Format	Currency of Issue	Premiums and discounts	Total issuance amount	Total amount issued	Max. redemption period	Issue date	Expiration date	Fee/Payment	Use of resources
			(In thousands of COP$)						
C10	*COP$000*	Cero	152.410	152.410	10 años	29-may-19	29-may-29	IPC + 3,39% Semestral	
A5	*COP$000*	Cero	347.590	347.590	5 años	29-may-19	29-may-24	6,65% Semestral	Prepayment of local debt
			500.000	**500.000**					

As of March 31, 2024, and December 31, 2023, the accrued interest on the bond amounted to $3,586 million and $3,903 million, respectively.

(3) The decrease is mainly attributable to transfers to liabilities held for sale amounting to $1,069,713 million (Note 12), equivalent to lease liabilities associated with assets under right-of-use affected by the single network project.

Below is the movement of the financial lease liability for the three-month period ended March 31, 2024:

	As of december, 31 of 2023	High	Low	Payments (a)	Transfers(b)	Others (c)	As of march, 31 of 2024
				(In thousands of US$)			
Current							
Financial leasing	103.905	10.635	-	(30.412)	(40.471)	(595)	43.062
No Current	**103.905**	**10.635**	**-**	**(30.412)**	**(40.471)**	**(595)**	**43.062**
Financial leasing	320.609	22.844	(1.371)	-	(237.933)	-	104.149
	424.514	**33.479**	**(1.371)**	**(30.412)**	**(278.404)**	**(595)**	**147.211**

	As of december, 31 of 2023	High	Low	Payments (a)	Transfers(b)	Others (c)	As of march, 31 of 2024
				(In thousands of COP$)			
Current							
Financial leasing	399.236.077	40.862.008	-	(116.853.615)	(155.503.173)	(2.287.910)	165.453.387
	399.236.077	**40.862.008**	**-**	**(116.853.615)**	**(155.503.173)**	**(2.287.910)**	**165.453.387**
No Current							
Financial leasing	1.231.876.268	87.772.728	(5.267.698)	-	(914.210.321)	-	400.170.977
	1.631.112.345	**128.634.736**	**(5.267.698)**	**(116.853.615)**	**(1.069.713.494)**	**(2.287.910)**	**565.624.364**

(a) Corresponds to capital lease payments during the year 2024 totaling $84,098 million and interest payments of $32,756 million.

(b) Corresponds to transfers to liabilities held for sale (Note 12).

(c) Corresponds to payment through offsetting between financial liability versus financial asset.

(4) Corresponds to financing for the acquisition of equipment for clients.

(5) The decrease in the current portion corresponds to the settlement of hedges during the first quarter of 2024. The increase in the non-current portion is associated with interest rates affecting mainly the position of the senior bond swaps.

(6) As of March 31, 2024, it corresponds to the obligation generated by granting permission for the use of the 3500 MHz radio spectrum band to the joint venture Colombia Móvil S.A. E.S.P. - Colombia Telecomunicaciones S.A. E.S.P. BIC, in which the Company holds a 50% stake, according to the resolution issued by the Ministry of Information and Communications Technologies of Colombia (MinTIC) for $124,589 million and renewal of AWS license for $88,662 million. The decrease

compared to December 31, 2023, corresponds mainly to transfers to liabilities held for sale amounting to $466,937 million (Note 12), equivalent to debts for the acquisition of 1900 MHz spectrum associated with assets affected by the single network project.

(7) Senior bond: As of March 31, 2024, and December 31, 2023, the nominal value of the senior bond outstanding was USD500 million equivalent to $1,921,150 million and $1,911,025 million, with associated transaction costs of $9,143 million and $9,506 million, respectively, measured at amortized cost.

The characteristics of the issuance are summarized below:

Format	Currency of Issue	Premiums and discounts	Total issuance amount	Total amount issued	Max. redemption period	Issue date	Expiration date	Fee/Payment	Use of resources
R144/RegS	*USD$Million*	Cero	500.000	500.000	10 years	17-jul-20	17-jul-30	4,95% Six months	USD750 million Senior Bond Replacement

As of March 31, 2024, and December 31, 2023, the accrued interest on the bond amounted to $19,548 million and $43,094 million, respectively.

The following are the maturities of financial obligations as of March 31, 2024:

	Current	Non-current:						
Maturities	**2024**	**2025**	**2026**	**2027**	**2028**	**Subsequent years**	**Total No current**	**Total**
				(In thousands of USD$)				
Financial obligations	264.785	-	173.073	104.104	-	-	277.178	541.962
Senior bonds	-	-	-	-	-	497.621	497.621	497.621
Leasing	43.061	14.706	10.935	10.901	11.566	56.042	104.149	147.211
Local bond	90.456	-	-	-	-	39.607	39.607	130.063
Hedging instruments	1.519	132.856	23.469	21.336	22.084	-133.359	66.385	67.905
Spectrum provider	16.359	11.538	-	-	1.716	26.232	39.486	55.845
Interests	13.896	-	-	-	-	-	-	13.896
Other financial obligations	1.691	1.457	754	-	-	-	2.210	3.902
	431.767	**160.557**	**208.231**	**136.341**	**35.366**	**486.143**	**1.026.636**	**1.458.405**

	Current	Non-current:						
Maturities	**2024**	**2025**	**2026**	**2027**	**2028**	**Subsequent years**	**Total No current**	**Total**
				(In thousands of COP$)				
Financial obligations	1.017.382.315	-	665.000.000	400.000.000	-	-	1.065.000.000	2.082.382.315
Senior bonds	-	-	-	-	-	1.912.007.282	1.912.007.282	1.912.007.282
Leasing	165.453.387	56.506.161	42.014.357	41.883.119	44.438.793	215.328.546	400.170.976	565.624.363
Local bond	347.558.636	-	-	-	-	152.182.964	152.182.964	499.741.600
Hedging instruments	5.838.213	510.472.402	90.175.101	81.977.806	84.854.523	(512.407.027)	255.072.805	260.911.018
Spectrum provider	62.855.748	44.330.962	-	-	6.594.474	100.791.166	151.716.602	214.572.350
Interests	53.392.661	-	-	-	-	-	-	53.392.661
Other financial obligations	6.498.824	5.597.172	2.897.422	-	-	-	8.494.594	14.993.418
	1.658.979.784	**616.906.697**	**800.086.880**	**523.860.925**	**135.887.790**	**1.867.902.931**	**3.944.645.223**	**5.603.625.007**

19. SUPPLIERS AND ACCOUNTS PAYABLE

The balance of suppliers and accounts payable is as follows:

	As of march, 31		As of december, 31	
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Current:				
Creditors and suppliers (1)	423.170	1.625.945.194	427.492	1.642.551.373
Related parties (2) (Note 28)	98.751	379.429.148	89.669	344.534.299
Suppliers of fixed assets (3)	42.088	161.713.672	73.918	284.015.546
Government subsidies (4) (Note 7)	9.450	36.309.514	9.329	35.843.986
Labor wages payable (5)	6.039	23.204.696	10.854	41.705.583
Parafiscal contributions	2.150	8.260.373	2.080	7.993.964
Spectrum licensing providers (6)	620	2.382.531	1.834	7.046.126
Contracts with third parties (7)	486	1.867.155	564	2.167.391
	582.754	**2.239.112.283**	**615.740**	**2.365.858.268**
Non-current:				
Spectrum licensing providers (6)	8.471	32.547.867	-	-
Contracts with third parties (7)	2.241	8.612.345	2.708	10.404.429
Related parties (2) (Note 28)	1.133	4.353.514	933	3.584.437
	11.845	**45.513.726**	**3.641**	**13.988.866**
	594.599	**2.284.626.009**	**619.381**	**2.379.847.134**

As of March 31, 2024, and 2023, there are balances in foreign currency with suppliers and accounts payable amounting to USD85,191 thousand ($327,329,379) and USD123,986 thousand ($473,880,691), and with related parties amounting to USD59,967 thousand ($230,411,204) and USD60,272 thousand ($230,362,598), respectively (Note 27).

(1) Primarily corresponds to obligations with suppliers of handsets, materials, and labor for FTTH network deployment, costs associated with the support and maintenance of fixed and mobile networks, television content costs, rental costs, interconnection, and computer services

(2) Corresponds to obligations for FTTH connectivity services, brand usage, and settlement of action plans, rental of capacity in international media and rights of use, platforms for Internet Protocol Television - IPTV, and costs for licenses and developments for B2B projects.

(3) Mainly corresponds to obligations for purchases of equipment, licenses, and platform developments associated with the deployment of the mobile network. As of March 31, 2024, the decrease compared to the year-end 2023 corresponds to payments for year-end acquisitions.

(4) Includes the commitment of the Government grant to the Group to fulfill obligations. The variation is due to the update of yields.

(5) Corresponds to social benefits obligations. As of March 31, 2024, it includes the following concepts: i) severance pay amounting to $6,135 million; ii) vacations amounting to $7,138 million; iii) service premiums $5,772 million; and iv) other remunerations $90 million. The decrease is mainly due to payments to severance funds during the first quarter.

(6) Includes obligations to grant permission for the use of the 3500 MHz radio spectrum band to the temporary consortium Colombia Móvil S.A. E.S.P. - Colombia Telecomunicaciones S.A. E.S.P. BIC, in which the Company participates with 50%, according to the resolution issued by the Ministry of Information and Communications Technologies of Colombia (MinTIC). The short-term decrease is due to the payment of the balance of the obligation acquired in March 2014. The long-term increase corresponds to the permission to use the 3500 MHz radio spectrum.

(7) Includes balances of inter-administrative contracts with the Metropolitan Area of Barranquilla until 2028 and guarantees constituted by commercial partners.

20. PROVISIONS AND PENSION LIABILITIES

The balance of pension provisions and liabilities is as follows:

	As of march, 31		As of december, 31	
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Current:				
For taxes and consideration (1)	20.241	77.770.944	23.169	89.024.046
Pension liability (2)	6.147	23.619.092	6.147	23.619.092
For employee benefits (3)	3.916	15.039.815	6.136	23.578.260
For contingencies (4) (Note 28)	1.559	5.991.862	1.313	5.042.371
For voluntary retirement (5)	753	2.894.328	6.717	25.809.581
For tax claims	148	569.052	120	462.088
	32.764	**125.885.093**	**43.602**	**167.535.438**
Non-current:				
Pension liability (2)	51.103	196.351.656	50.410	193.691.152
For dismantling (6)	6.915	26.572.515	19.571	75.197.479
For contingencies(4) (Note 28)	2.223	8.540.290	2.164	8.315.515
	60.241	**231.464.461**	**72.145**	**277.204.146**
	93.005	**357.349.554**	**115.747**	**444.739.584**

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

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

(3) Includes employee incentive for performance and achievement, which is expected to be settled in the first half of the year 2025. The estimation was based on the current workforce and estimated percentages of goal achievement. The decrease is due to the payment of goal achievement bonuses to employees during the first quarter of 2024.

(4) Includes processes related to customer inquiries, complaints, and claims (PQR), additionally civil, tax, and administrative processes, which are under discussion with the regulator. The net increase as of March 31, 2024, mainly corresponds to new processes.

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

(6) Includes costs associated with the dismantling or removal of property, plant, and equipment and rights of use, when contractually agreed upon. There is no expected schedule for the outflow of resources as of the date since the Group does not estimate the disposal of such sites (Note 14). The decrease as of March 31, 2024, mainly corresponds to transfers to liabilities held for sale amounting to $50,141 million (Note 12), equivalent to the provision for dismantling of lease assets associated with assets affected by the single network project.

21. SHAREHOLDERS' EQUITY, NET

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

	(In thousands of US$)	(In thousands of COP$)
Authorized capital	378.646	1.454.870.740
Subscribed and paid capital	888	3.410.076
Nominal value (in USD and COP $)	0,0003	1

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

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

The equity interest as of March 31, 2024, remained unchanged compared to the December 2023 closing.

Additional paid-in capital

This represents the excess of the value received over the nominal value of the shares in the issuances made by the Company from the moment of creation to date. As of March 31, 2024, and December 31, 2023, its value is $9,822,380,645.

Reserves

The following is the detail of reserves as of March 31, 2024, and December 31, 2023:

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

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

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

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

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

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

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

Other Comprehensive Income

The Group recognized a net loss in Other Comprehensive Income (OCI) as of March 31, 2024, and 2023, amounting to $81,635,853 and $30,729,912, respectively.

The variation for the quarters ended March 31, 2024, and 2023, is mainly due to the valuation of derivative instruments for hedges generated by the impact on the shifting of SORF and IBR interest rate curves.

Revaluation surplus net of taxes

For the quarters ended March 31, 2024, and 2023, the Group directly transferred to accumulated results the write-downs and the associated value of the realized depreciation of revalued assets and their corresponding deferred tax of $2,132,573 and $20,130,575, respectively.

22. OPERATING INCOME

Income from contracts with customers is presented below:

	Quarter ended march31,			
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Mobile Services (1)				
Mobile data services	100.543	386.314.735	100.017	384.296.110
Voice services	39.228	150.725.349	40.846	156.941.545
Added value services	12.804	49.194.932	11.680	44.879.959
Roaming out	2.465	9.470.000	2.647	10.171.281
	155.040	**595.705.016**	**155.190**	**596.288.895**
Fixed services (1)				
Fixed data services	71.892	276.229.469	58.896	226.297.398
Capacity and technological solutions	43.933	168.798.233	54.783	210.493.574
Television revenue	22.640	86.991.243	21.209	81.489.909
Fixed voice services	8.822	33.897.293	11.601	44.576.418
	147.287	**565.916.238**	**146.489**	**562.857.299**
Fixed services (2)	46.280	177.826.850	40.737	156.522.098
Sale of terminal equipment (3)	29.069	111.694.540	65.981	253.518.939
Interconnection services (4)	9.766	37.514.404	14.227	54.662.889
Roaming revenue	2.485	9.552.148	2.508	9.637.318
Other data - mobile virtual network operator	1.974	7.588.346	2.220	8.528.950
Fixed services equipment sales (5)	473	1.820.106	6.455	24.801.531
	90.047	**345.996.394**	**132.128**	**507.671.725**
	392.374	**1.507.617.648**	**433.807**	**1.666.817.919**

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

During the quarter ended March 31, 2024, and 2023, operating revenues with related parties amounted to $67,314,798 and $90,560,581, respectively (Note 28).

(1) At the close of the first quarter of 2024, fixed service revenues showed a good performance in activations driven by connectivity through the fiber optic network. In mobile service revenues, there was a good performance in prepaid revenues and a decrease in postpaid services due to market offer conditions and current resolutions on customer portability.

(2) The growth during the first quarter of 2024 corresponds to the provision of services through digital platforms, applications aimed at business needs, security, storage, and network connections.

(3) The handset sales during the first quarter of 2024 showed a decrease in commercial activity, mainly due to market economic conditions and lower levels of financing.

(4) The variation during the first quarter of 2024 was mainly due to the decrease in mobile interconnection rates determined by the Telecommunications Regulation Commission, additionally to the migration of fixed network communication usage through data services.

(5) During the first quarter of 2024, higher-speed amplifier equipment and conditions guaranteeing a coverage experience in large connection sites were incorporated into the commercial offer of fixed services, reducing the sale of additional Wifi amplifier equipment.

23. OTHER OPERATING INCOME

Other operating revenues are presented below:

	Quarter ended march31,			
	2024		**2023**	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Other operating income (1)	11.842	45.497.923	13.912	53.454.916
Sale of movable and immovable property (2)	10.107	38.833.187	4.146	15.929.760
Work carried out for fixed assets (3)	2.746	10.551.746	2.953	11.346.569
Investment Property Leasing	9	36.374	9	35.315
	24.704	**94.919.230**	**21.020**	**80.766.560**

During the quarter ended March 31, 2024, and 2023, other operating revenues with related parties amounted to $26,032,442 and $39,304,311, respectively (Note 28).

(1) During the quarter ended March 31, 2024, and 2023, it mainly includes the following revenues: i) exclusivity amounting to $19,583 million and $17,559 million, respectively, resulting from homes connected to fiber optic, according to the agreement signed with Onnet Fibra Colombia S.A.S.; ii) services and administrative and operational billing and collection management amounting to $23,250 million and $19,021 million, respectively; iii) guarantees with third parties and contract breaches $2,529 million and $16,685 million, respectively; and, iv) state subsidies amounting to $118 million and $184 million, respectively. The decrease mainly corresponds to the recognition during the first quarter of 2023 of income associated with the wholesale agreement of the business with KKR.

(2) The increase in the first quarter of 2024 mainly corresponds to the sale of copper material, which amounted to $37,595 million at the close of this date.

(3) The decrease during the first quarter of 2024 mainly corresponds to the lower work performed by the Group's direct personnel, whose work is related to the development and implementation of fixed assets.

24. OPERATING COSTS AND EXPENSES

Operating costs and expenses are presented below:

	Quarter ended march 31,			
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Equipment cost (Notes 8 and 10) (1)	46.480	178.591.577	84.643	325.221.991
Labor costs (2)	35.577	136.697.062	33.495	128.699.119
Other costs and operating expenses (3)	31.833	122.310.779	29.712	114.164.131
Media rental and other network infrastructure (4)	31.059	119.336.910	33.718	129.555.168
Renting and third-party activities to customers (5)	24.974	95.957.056	26.463	101.677.062
Content providers	21.129	81.183.008	20.841	80.078.727
Taxes and consideration	20.703	79.546.999	21.266	81.709.744
Sales and contract commissions (6)	19.798	76.070.321	18.211	69.972.657
Maintenance of equipment and facilities	18.122	69.631.646	17.493	67.211.676
Energy service (7)	17.761	68.241.716	16.348	62.814.097
IT services (8)	11.822	45.421.810	11.039	42.416.076
Advertising (9)	10.220	39.275.066	11.766	45.209.715
Interconnection and roaming (10)	9.383	36.053.172	17.427	66.960.029
Cost of contract performance (11) (Note 8)	7.443	28.599.733	5.289	20.321.979
Customer services (12)	5.136	19.732.779	4.643	17.836.539
Portfolio impairment (13) (Note 7)	5.108	19.627.315	4.783	18.376.389
Provision (recovery) of inventories (14) (Note 10)	522	2.000.828	(8)	(33.133)
Other costs and expenses and non recurring (15)	511	1.964.948	(133)	(507.219)
	317.581	**1.220.242.725**	**356.996**	**1.371.684.747**

The net variation presented between the quarters ended on March 31, 2024, and 2023, corresponds mainly to commercial cost optimization with more efficient channels, contract renegotiations with partners, resource efficiencies in all areas, inventory availability optimization, regulatory aspects impacting interconnection and roaming rates, decrease in handset costs due to lower handset sales, changes in consumer behavior related to current economic conditions; increase in home equipment and digital services costs due to demand growth associated with the commercial activity of the period.

During the quarters ended March 31, 2024, and 2023, operating expenses with related parties amounted to $134,453,920 and $157,889,324, respectively (Note 28).

(1) During the quarters ended March 31, 2024, and 2023, inventory consumption as cost of sales amounted to $134,546,053 and $294,876,160 (Note 10) and amortization for home customer equipment costs amounted to $44,045,524 and $30,345,831 (Note 8), respectively. The variation during the quarter ended March 31, 2024, corresponds to the net effect of lower handset sales and increased home customer equipment and materials for fiber optic deployment projects, compared to the same period in 2023.

(2) The variation during the quarter ended March 31, 2024, mainly corresponds to the salary increase for the period.

(3) During the quarters ended March 31, 2024, and 2023, services and digital products, debt collection management, surveillance and security, insurance, consultancy and advisory fees, travel expenses, and public services are included. The increase mainly corresponds to debt collection management related to commercial debt and provision of digital services associated with increased commercial activity.

(4) The decrease during the first quarter of 2024 mainly corresponds to the extension of the validity and conditions of contracts that are recognized as usage rights and not as leases, additionally, due to negotiations on fiber optic connectivity rates.

(5) The decrease during the quarter ended March 31, 2024, mainly corresponds to lower demand for projects with corporate clients during the period.

(6) For the quarters ended March 31, 2024, and 2023, it includes the amortization of contract acquisition costs amounting to $45,887,126 and $32,372,750, respectively (Note 8). The increase corresponds to increased commercial activity mainly in connectivity, leveraging the fiber optic network coverage.

(7) The increase in the quarter ended March 31, 2024, corresponds to the rise in rates in the energy sector (15.63% per Kilowatt-hour KW/H).

(8) The increase in the first quarter of 2024 mainly corresponds to the renewal and acquisition of licenses for information technology (IT) platforms and software applications, including technical and functional support for service provision.

(9) Includes brand usage (Brand Fee), advertising in media, events, and sponsorships (Colombian Football Federation and Movistar Arena). The decrease in the quarter ended March 31, 2024, mainly corresponds to a decrease in the Brand Fee associated with lower revenues from mobile terminal sales.

(10) The variation during the quarter ended March 31, 2024, is mainly due to the decrease in mobile interconnection rates determined by the Telecommunications Regulation Commission.

(11) The increase during the quarter ended March 31, 2024, mainly corresponds to the amortization of installation costs at customer homes associated with increased commercial activity during the period.

(12) During the quarter ended March 31, 2024, there is an increase related to the volume of customer service for retention, loyalty, and queries through mass and technical calls. Additionally, the impact of the IPC adjustment with partners.

(13) During the quarter ended March 31, 2024, the net expense was $19,627 million, as follows: i) Customer impairment for $19,636 million (Note 7) and ii) recovery for $(9) million. The increase in the quarter ended March 31, 2024, mainly corresponds to the update of matrices, partially offset by lower debt generated due to lower commercial activity in handset sales on installments.

(14) The increase presented in the quarter ended March 31, 2024, is mainly due to the increase in inventory turnover days in handset due to customer behavior associated with current economic conditions.

(15) The increase during the quarter ended March 31, 2024, mainly corresponds to the impact of requests, complaints, and claims (PQR) to the Superintendence of Industry and Commerce. In the first quarter of 2023, there is a recovery of the provision for a judicial process.

25. DEPRECIATION AND AMORTIZATION

Depreciation and amortization are presented below:

	Quarter ended march 31,			
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Depreciation of property, plant and equipment (Note 15)	35.594	136.762.544	35.445	136.189.894
Amortization of intangible assets (Note 16)	36.278	139.389.166	34.211	131.450.404
Depreciation of assets for rights of use (Note 14)	15.750	60.516.405	18.021	69.241.491
	87.622	**336.668.115**	**87.677**	**336.881.789**

In the amortization of intangible assets for the first quarter of 2024, $663,138 is included for the amortization corresponding to the allocation of the permit for the use of the radio spectrum in the 3500 MHz band to the temporary union Colombia Móvil S.A. E.S.P. - Colombia Telecomunicaciones S.A. E.S.P. BIC, in which the Company holds a 50% stake, according to Resolution No. 497 of 2024 issued by the Ministry of Information and Communication Technologies of Colombia (MinTIC).

26. FINANCIAL EXPENSES, NET

Financial expenses, net are presented below:

	Quarter ended march 31,			
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Income:				
Interest on arrears for customers (1)	2.538	9.753.645	3.117	11.975.788
Financial income from transactions with affiliates (2)	2.220	8.531.351	2.890	11.105.022
Returns from temporary and bank investments (Note 5)	1.783	6.848.928	413	1.585.486
	6.541	**25.133.924**	**6.420**	**24.666.296**
Expenses:				
Interest on loans, financial obligations and bonds (3)	(24.778)	(95.203.790)	(21.236)	(81.594.155)
Finance expenses for leases	(8.158)	(31.344.980)	(8.188)	(31.458.921)
Other financial expenses (4)	(6.526)	(25.073.465)	(4.296)	(16.506.380)
Spectrum provider loan expenses	(6.072)	(23.329.785)	(4.564)	(17.534.773)
Interest hedging transactions, net(5)	(3.240)	(12.447.351)	(4.547)	(17.474.532)
Financial update of liabilities (6)	(2.107)	(8.095.999)	(1.261)	(4.844.392)
	(50.881)	**(195.495.370)**	**(44.092)**	**(169.413.153)**
Exchange difference loss. net	(290)	(1.114.740)	(468)	(1.797.167)
	(51.171)	**(196.610.110)**	**(44.560)**	**(171.210.320)**
	(44.630)	**(171.476.186)**	**(38.140)**	**(146.544.024)**

The net increase primarily corresponds to the acquisition of new long-term debt to refinance current year maturities at current market rates, additionally increasing expenses associated with hedging costs due to movements in IBR and SOFR curves, mainly in derivative instruments such as swaps.

(1) During the first quarter of 2024, there is a decrease compared to the same quarter of the previous year, mainly in the interest generated by the debt recovery management with customers.

(2) The decrease during the first quarter of 2024 corresponds to the evolution of the IPC used in the settlement of interest on the long-term loan with the associated company Alamo Holdco, S.L., established in the master contract of the fiber optic asset sale conducted in 2023 (Note 28).

(3) During the quarters ended March 31, 2024, and 2023, primarily included: i) senior bond interest for $24,093,315 and $29,147,260, local bond interest for $10,444,835 and $11,379,131, and financial obligations for $60,665,640 and $41,067,160, respectively. The increase corresponds to the acquisition of new long-term debts for refinancing maturities during the current year.

(4) At the end of the first quarter of 2024, it includes the recognition of the financial component of the long-term exclusivity commitment related to fiber optics for $15,838 million; the cost related to the sale of commercial portfolio for $6,499 million, and commissions for $1,574 million. The increase during the first quarter of 2024 mainly corresponds to the update of the exclusivity commitment.

(5) The decrease during the first quarter of 2024 corresponds to the financial update due to the decrease in reference rates on the obligation acquired in the renewal of the 1,900 MHz spectrum and additionally to a lower base for payments made on this obligation, compared to the same quarter of 2023.

(6) For the quarters ended March 31, 2024, and 2023, it includes expenses for updating the pension liability for $6,580,808 and $3,280,729, and the update of the provision for dismantling of fixed assets for $1,515,191 and $1,563,663, respectively.

27. RISK MANAGEMENT

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

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

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

The Group, taking into account the global risks identified by the World Economic Forum, as well as the increase in legal reporting requirements and stakeholder expectations in this area, monitors risks directly related to sustainability, as well as other risks with potential impact on ESG, highlighting those most relevant in the context of the Group's operations, among which are the adaptation to ESG expectations and reporting requirements and climate change. Risks are presented in this section grouped into four categories (according to the definitions included in the Telefónica Group's Risk Management Policy): business, operational, financial, legal and compliance.

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

27.1. Risks related to the business

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

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

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

Access to new spectrum licenses.

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

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

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

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

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

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

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

The Group depends on a network of suppliers.

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

As of March 31, 2024, the Group awarded contracts to 1 mobile terminal supplier, while it had 35 infrastructure suppliers. The amount awarded for mobile terminals represents 0.034% of the total awards made in the first quarter of 2024, and for infrastructure providers, it represents 10.74%. The mobile terminal supplier with the highest share of awards in this category has 100%. For infrastructure providers, the one with the highest share has 29.83% of what was awarded to these providers. These suppliers can, among other things, extend delivery times, increase prices, and limit supply due to stock shortages, business requirements, or other reasons.

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

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

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

Markets Subject to Continuous Technological Evolution

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

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

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

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

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

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

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

27.2 Operational risks.

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

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

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

Risks Associated with Unplanned Network or System Outages

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

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

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

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

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

27.3 Financial risks.

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

The Group is exposed to local legislation, the political and economic environment of the country and the world, so its financial situation and operating results may be affected by factors such as significant variations in the exchange rate, the perception of country risk or the hardening of geopolitical tensions. The Colombian economy is highly exposed to the flow of capital from other economies due to its dependence on commodities and the high proportion of foreign currency debt with respect to the country's total debt.

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

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

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

The Group is a relevant and frequent debt issuer in the capital markets. As of March 31, 2024, and 2023, the financial debt amounted to $5,603.625 billion and $6,171.949 billion, respectively (Note 18).

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

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

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

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

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

Risk Management Policy

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

Interest Rate Risk

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

Liquidity risks

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

Credit risk

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

As of March 31, 2024, the Company held the following portfolio of financial derivatives for foreign exchange and interest rate expressed in its home currency, in the following instruments:

Figures in millions	NDF		SORF	IRS IBR	IRS IPC	CCIRS (margen)	CCIRS
Underlying	USD	EUR	USD	COP	IPC	USD	USD
Senior bonus	-	-	500	1.498.700	-	500	1.000
Debt in USD$/COP	-	-	-	600.000	152.410	-	-
Merchant accounts	84	23	-	-	-	-	-
Future cash flows	77	-	-	-	-	-	-
	161	**23**	**500**	**2.098.700**	**152.410**	**500**	**1.000**

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

Exchange Rate Risk

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

As of March 31, 2024, and December 31, 2023, the Company's debt in US dollars, including the senior bond maturing in 2030, amounts to USD 500 million, equivalent to $1,921.150 billion and $1,911.025 billion, respectively. Additionally, interest payable amounts to USD 5 million, equivalent to $19.547 million, and USD 10 million, equivalent to $43.094 million, respectively.

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

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

Figures in thousands of USD:

	As of march, 31 2024	As of december, 31 2023
	(In thousands of US$)	
Assets		
Cash and cash equivalents (Note 5)	1.187	1.556
Debtors and other receivables (Note 7)	8.880	9.053
Related Parties (Note 28)	71.847	70.068
Total assets	**81.914**	**80.677**
Liabilities		
Financial obligations (18)	505.088	511.275
Suppliers and accounts payable (Note 19)	85.191	123.986
Related Parties (Note 28)	59.967	60.272
Total liabilities	**650.246**	**695.533**
Passive, net position	**(568.332)**	**(614.856)**

Figures in millions of pesos:

	As of march, 31 2024	As of december, 31 2023
	(In thousands of COP$)	
Assets		
Cash and cash equivalents (Note 5)	4.560.810	5.947.110
Debtors and other receivables (Note 7)	34.119.624	34.601.019
Related Parties (Note 28)	276.057.728	267.803.399
Total assets	**314.738.162**	**308.351.528**
Liabilities		
Financial obligations	1.940.699.622	1.954.118.614
Suppliers and accounts payable (Note 19)	327.329.379	473.880.691
Related Parties (Note 28)	230.411.204	230.362.598
Total liabilities	**2.498.440.205**	**2.658.361.903**
Passive, net position	**(2.183.702.043)**	**(2.350.010.375)**

Interest Rate Risk

After hedging, the exposure to variable interest rates accounts for 35% of the total financial debt, within the framework of a risk management policy aligned with the Banco de la República's expansionary monetary policy stance in the medium term.

As of March 31, 2024, the debt at fixed and variable rates was as follows:

Figures in millions of pesos:

	Financial Obligations			
	(In thousands of US$)	(In thousands of COP$)		
Bond is at a fixed rate	**Value (1)**	**Value (1)**	**Participation**	**Index**
COP debt	364	1.400.000	31%	Fixed rate
Senior bonus	400	1.536.920	34%	Fixed rate
	764	**2.936.920**	**65%**	
Bond is at a variable rate				
COP debt	100	384.230	9%	Floating
Senior bonus	308	1.182.636	26%	IBR 3M
	408	**1.566.866**	**35%**	
	1.172	**4.503.786**	**100%**	

(1) Interest rate exposure after hedging.

Debt sensitivity to changes in interest rates

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

The sensitivity calculation was performed only on the debt exposed to variable interest rates, which represents 35% of the total.

The sensitivity result is as follows:

	Impact on results (COP $000)
+100	-15.886280
-100	15886280

Derivative Financial Instruments and Risk Management Policy

The breakdown of the Company's derivatives as of March 31, 2024, along with their fair value at that date and the expected maturity schedule by notional value and based on the type of coverage, is as follows:

		Notional Value (2) - Maturities (In thousands of US$)			
Derivatives	**Fair value (1)**	**2024**	**2025**	**Further**	**Total**
Interest rate hedges:					
Cash flow	(91)	-	-	1.000	1.000
	(91)	-	-	**1.000**	**1.000**
Exchange rate hedges:					
Cash flow	(2)	77	-	-	77
Fair value	-	109	-	-	109
	(2)	**186**	-	-	**186**
Interest rate and exchange rate hedges:					
Cash flow	39	-	1.046	540	1.586
	39	-	**1.046**	**540**	**1.586**
	(54)	**186**	**1.046**	**1.540**	**2.772**

		Notional Value (2) - Maturities (In thousands of COP$)			
Derivatives	**Fair value (1)**	**2024**	**2025**	**Further**	**Total**
Interest rate hedges:					
Cash flow	(351.558)	-	-	3.842.300	3.842.300
	(351.558)	-	-	**3.842.300**	**3.842.300**
Exchange rate hedges:					
Cash flow	(6.176)	294.363	-	-	294.363
Fair value	600	419.412	-	-	419.412
	(5.576)	**713.775**	-	-	**713.775**
Interest rate and exchange rate hedges:					
Cash flow	148.854	-	4.019.850	2.073.560	6.093.410
	148.854	-	**4.019.850**	**2.073.560**	**6.093.410**
	(208.280)	**713.775**	**4.019.850**	**5.915.860**	**10.649.485**

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

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

Country Risk

In the early months of 2024, the economy continues amidst the process of restoring lost macroeconomic balances following the COVID pandemic. After closing 2023 with a growth rate of 0.6%, economic activity expanded by 1.6% in January, below its potential pace. Domestic demand remains weak, especially investment, while the Central Bank continued to cut its reference interest rate, although the monetary position remains contractionary. The government announced an increased pace of spending to stimulate recovery. Economic growth in 2024 is estimated at 1.4% (Focus Economics - CF).

The inflation rate for March 2024 was 7.36% YoY, marking twelve consecutive months of reduction compared to March 2023 (13.3% YoY). The overall inflation reduction was led by lower inflation in food and goods, while services lagged. Conversely, regulated prices injected inflation as prices for electricity and fuels are being adjusted to balance the price stabilization fund. Inflation remains well above the central bank's target range (2% - 4%), and short-term expectations also exceed this range. The Central Bank reduced its interest rates by 75 basis points during the first quarter to the level of 12.25%.

The exchange rate closed at $3,842.30 on March 31, 2024, appreciating by 16.9% over twelve months. The country's risk premium closed the quarter at 272 basis points (EMBI), stable compared to the end of 2023 (270bps), and decreasing by 110 bps over twelve months. The lower perception of country risk is supported by the weak position of the ruling party in Congress, which has so far prevented the approval of reforms pledged by the current president regarding health, pensions, and labor, generally aimed at promoting a less market-friendly institutional framework. Recent announcements about a higher fiscal deficit in 2024 (5.3% of GDP instead of 4.3%) raise concerns as this may lead the government to breach fiscal rules, potentially negatively impacting the country's credit rating and financing costs for both the public and private sectors.

27.4 Legal and compliance risks

Legal proceedings.

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

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

Further details of litigation, fines, and penalties can be found in Note 29 to the consolidated financial statements as of December 31, 2023.

An adverse outcome or an out-of-court settlement of these or other current or future litigation or disputes could impact the Group's financial position, results of operations, or cash generation

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

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

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

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

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

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

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

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

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

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

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

28. RELATED PARTIES

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

During the quarters ended March 31, 2024, and 2023, the Company made payments to the Colombian Government for contributions to the Ministry of Communications and Information Technologies (MINTIC) amounting to $24,207,372 and $24,861,214, respectively, and to the Commission for the Regulation of Communications (CRC) for $3,882,861 and $4,917,220, respectively. These payments were based on the revenues obtained from the provision of network and telecommunication services.

28.1. Accounts Receivable

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

Current

a) Shareholders

	As of march, 31 2024		As of december, 31 2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
From outside				
Telefónica Hispanoamérica S.A. (1)	4.672	17.950.416	3.637	13.975.400
	4.672	**17.950.416**	**3.637**	**13.975.400**

(1) The increase as of March 31, 2024, is primarily due to the support services, regional support, and advisory services for personnel during the first quarter of 2024.

b) Economic relationships

	As of march, 31 2024		As of december, 31 2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
National				
Telefónica Global Solutions Colombia, S.A.S. (1)	4.032	15.492.503	2.607	10.017.879
Telxius Cable Colombia S.A.(2)	175	672.481	394	1.514.809
Telefónica Tech Colombia S.A.S	89	342.848	65	249.777
Wayra Colombia S.A.S.	33	128.337	23	87.465
	4.329	**16.636.169**	**3.089**	**11.869.930**

(1) The increase is primarily due to international data services, virtual private networks, and cloud services during the first quarter of 2024.

(2) As of March 31, 2024, there is a decrease due to collections in the provision of fixed services.

	As of march, 31 2024		As of december, 31 2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
From outside				
Telefónica Global Solutions S.L.U.(1)	467	1.794.184	521	2.002.538
Telefónica Móviles Chile S.A.(2)	181	693.666	134	515.260
Telefónica Global Roaming Gmbh	156	599.757	114	436.854
Telefónica Móviles España S.A.	114	437.797	68	261.813
Otecel S.A.	107	409.625	120	462.047
Telefónica Brasil S.A.	102	392.096	90	347.002
Telefónica S.A.	89	340.677	90	346.693
Telefónica del Perú S.A.A.	74	285.800	93	357.332
Telefónica Móviles Argentina S.A.(3)	69	264.567	131	505.246
Pegaso PCS, S.A. DE C.V.	65	248.923	60	229.395
Terra Networks México, S.A. de C.V.	51	196.185	37	143.540
Telefónica Venezolana C.A.	42	162.282	42	160.405
Telefónica Innovación Digital, S.L (4)	35	135.513	-	-
Telefónica Móviles del Uruguay S.A.	7	26.860	6	23.268
Telefónica Germany GMBH & CO OHG	2	7.978	1	2.264
	1.561	**5.995.910**	**1.507**	**5.793.657**
Total national and foreign affiliates	**5.890**	**22.632.079**	**4.596**	**17.663.587**

(1) As of March 31, 2024, there is a decrease in the provision of international long-distance services.

(2) The increase as of March 31, 2024, corresponds to roaming services.

(3) As of March 31, 2024, the decrease is mainly due to lower roaming services and the impact of reduced traffic tariffs.

(4) The balance at the end of March 31, 2024, is primarily generated by Big Data services.

c) Associated Companies

	As of march, 31		As of december, 31	
	2024		2023	
National	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Onnet Fibra Colombia S.A.S (1)	44.498	170.969.666	42.627	163.786.122
Telefónica Factoring Colombia S.A.	13	44.923	86	331.202
	44.511	**171.014.589**	**42.713**	**164.117.324**
From outside				
Telefónica UK Limited (2)	265	1.015.685	175	671.686
Telefónica Factoring España S.A.	1	1.114	1	4.996
	266	1.016.799	176	676.682
	44.777	**172.031.388**	**42.889**	**164.794.006**
Total current related parties (Note 7)	**55.339**	**212.613.883**	**51.122**	**196.432.993**

	As of march, 31		As of december, 31	
	2024		2023	
No Current	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Alamo Holco S.L.(3)	125.119	480.744.806	123.346	473.931.256
Onnet Fibra Colombia S.A.S (1)	39.253	150.822.280	31.571	121.304.383
Total non-current associates	**164.372**	**631.567.086**	**154.917**	**595.235.639**
Total related parties (Note 7)	**219.707**	**844.180.977**	**206.040**	**791.668.632**

(1) As of March 31, 2024, the current portion includes $106.936 million from the Earn Out generated from the sale of fiber optic assets and $68.738 million generated from deployment and maintenance services.

The non-current portion corresponds to the Earn Out according to the payment plan. The net increase is mainly due to the modification of the payment plan associated with the 20% represented by the B2B links variable, transferring the agreed portion between the parties to the long term.

(2) As of March 31, 2024, there is an increase due to the provision of roaming services during the first quarter of 2024.

(3) The balance as of March 31, 2024, corresponds to the loan made in the context of the negotiation of fiber optic assets in 2022. The increase is due to the capitalization of financial interest on the loan.

The balances in foreign currency of national receivables from related parties as of March 31 and December 31, 2023, are USD$71,847 thousand ($276,057,728) and USD$70,068 thousand ($267,803,399), respectively.

28.2. Accounts payable

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

Current

a) **Shareholders**

	As of march, 31		As of december, 31	
	2024		2023	
From outside	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Telefónica Hispanoamérica S.A.	2.879	11.063.456	2.344	9.007.064
	2.879	**11.063.456**	**2.344**	**9.007.064**

(1) The increase as of March 31, 2024, includes obligations for the provision of regional support services and direct personnel support.

b) **Economic related parties**

	As of march, 31		As of december, 31	
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
National				
Telefónica Tech Colombia S.A.S (1)	10.573	40.623.686	10.047	38.604.002
Telxius Cable Colombia S.A.	7.247	27.843.349	8.118	31.189.968
Telefónica Global Solutions Colombia, S.A.S.	5.759	22.129.562	5.031	19.328.806
	23.579	**90.596.597**	**23.196**	**89.122.776**

(1) The increase as of March 31 is due to the acquisition of equipment for cybersecurity services, renting licenses, and B2B corporate project activities.

	As of march, 31		As of december, 31	
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
From outside				
Telefónica S.A. (1)	16.303	62.641.479	13.533	51.999.362
Telefónica Global Solutions S.L.U.	9.025	34.675.196	9.116	35.024.826
Telefónica Innovación Digital, S.L (2)	8.532	32.783.137	6.634	25.489.541
Telefónica Chile Servicios Corporativos LTDA	2.177	8.366.553	1.639	6.297.835
Telefónica Compras Electrónicas, S.L.	1.899	7.296.187	1.455	5.579.072
Telefónica del Perú S.A.A.	1.756	6.746.668	1.315	5.053.644
Telefónica Global Solutions Usa, Inc	1.646	6.323.710	2.474	9.505.017
Telefónica IoT & Big Data Tech, S.A.	1.468	5.639.309	1.458	5.600.288
Telefónica Global Technology S.A.U. (3)	1.289	4.953.619	3.792	14.568.269
Terra Networks México, S.A. de C.V.	699	2.684.327	525	2.017.558
Telefónica Móviles España S.A.	697	2.676.865	582	2.235.010
Telefónica Servicios Audiovisuales S.A.U.	386	1.481.394	277	1.063.099
Pegaso PCS, S.A. DE C.V.	205	776.710	219	839.615
Telefónica Móviles del Uruguay S.A.	107	411.343	12	45.772
OTECEL S.A.	97	371.022	108	415.465
Telefónica Global Roaming Gmbh	75	288.174	184	708.825
Telefónica Brasil S.A.	68	261.762	67	257.717
Telefónica Móviles Chile S.A.	43	165.041	32	123.602
Telefónica Móviles Argentina S.A.	38	145.433	139	535.787
Telefónica Venezolana C.A.	38	145.064	24	92.526
Telefónica Germany GMBH & CO OHG	27	105.238	13	50.939
Acens Technologies S.L.	19	73.102	16	62.993
	46.594	**179.011.333**	**43.614**	**167.566.762**
	70.173	**269.607.930**	**66.810**	**256.689.538**

(1) As of March 31, 2024, the increase corresponds to obligations for Brand Fee usage and for the settlement of employee stock plans.

(2) As of March 31, 2024, it corresponds to obligations for Digital Fee related to licenses and platforms for IPTV.

(3) As of March 31, 2024, it corresponds to obligations for Global SAP services. During the first quarter of 2024, the portion for the year is recognized, and payment is generated for the accumulated value of the year 2023.

c) Associated Companies

	As of march, 31		As of december, 31	
	2024		2023	
National	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Onnet Fibra Colombia S.A.S (1)	25.414	97.655.460	20.464	78.638.936
Telefónica Factoring Colombia S.A. (2)	179	692.828	-	-
From outside				
Telefonica UK Limited	106	409.474	51	198.761
Total with related parties	**25.699**	**98.757.762**	**20.515**	**78.837.697**
Total suppliers and accounts payable with related parties (Note 19)	**98.751**	**379.429.148**	**89.669**	**344.534.299**

(1) The increase as of March 31, 2024, is due to greater customer connectivity through new homes passed, corresponding to FTTH connectivity services for customers.

(2) The increase as of March 31, 2024, corresponds to services contracted for commission intermediation for factoring mandates.

Non-current

	As of march, 31		As of december, 31	
	2024		2023	
Share-based payments	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Telefónica S.A.	1.132	4.353.514	933	3.584.437
Total suppliers and accounts payable with related parties (Note 19)	**1.132**	**4.353.514**	**933**	**3.584.437**

The balances in foreign currency of accounts payable related to related parties as of March 31, 2024, and December 31, 2023, are USD$59,967 thousand ($230,411,204) and USD$60,272 thousand ($230,362,598), respectively (Note 27).

28.3. Revenues, Costs, and Expenses with Related Parties

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

a) Shareholders

	Quarter ended march31,			
	Income		Costs and expenses	
	2024	2023	2024	2023
From outside	(In thousands of US$)			
Telefónica Hispanoamérica S.A. (1)	1.057	1.432	601	622
Total actionists from abroad	**1.057**	**1.432**	**601**	**622**

	Quarter ended march31,			
	Income		Costs and expenses	
	2024	2023	2024	2023
From outside	(In thousands of COP$)			
Telefónica Hispanoamérica S.A. (1)	4.062.964	5.501.884	2.307.346	2.391.686
Total actionists from abroad	**4.062.964**	**5.501.884**	**2.307.346**	**2.391.686**

(1) During the first quarter of 2024, there is a decrease in income due to reduced provision of support, assistance, and regional personnel advisory services.

b) Financial Related Parties

	Quarter ended march 31,			
	Income		Costs and expenses	
	2024	2023	2024	2023
National	(In thousands of US$)			
Telefónica Global Solutions Colombia, S.A.S.(1)	1.007	1.515	1.019	1.166
Telxius Cable Colombia S.A.	70	146	2.970	3.443
Telefónica Tech Colombia S.A.S	95	51	3.357	3.927
Wayra Colombia S.A.S.	29	33	-	-
	1.201	**1.745**	**7.346**	**8.536**

	Quarter ended march31,			
	Income		Costs and expenses	
	2024	2023	2024	2023
National	(In thousands of COP$)			
Telefónica Global Solutions Colombia, S.A.S.(1)	3.870.253	5.822.998	3.917.102	4.480.683
Telxius Cable Colombia S.A.	267.209	562.895	11.411.136	13.229.145
Telefónica Tech Colombia S.A.S	366.408	196.641	12.899.112	15.089.023
Wayra Colombia S.A.S.	111.694	127.976	-	-
	4.615.564	**6.710.510**	**28.227.350**	**32.798.851**

(1) During the first quarter of 2024, the decrease in revenue compared to the same quarter of 2023 is due to reduced provision of international data services, virtual private networks, and cloud services.

	Income		Costs and expenses	
	2024	2023	2024	2023
From outside	(In thousands of US$)			
Telefónica Global Solutions S.L.U.(1)	722	938	2.002	3.727
Telefónica Global Roaming Gmbh (2)	191	320	69	87
Telefónica Móviles Chile S.A.	95	66	16	16
Telefónica Brasil S.A.	68	63	26	30
Telefónica del Perú S.A.A.	38	68	38	35
Telefónica Móviles España S.A.	47	69	112	102
OTECEL S.A.	35	60	26	32
Telefónica Móviles Argentina S.A.	17	29	25	26
Terra Networks México, S.A. de C.V.	11	17	210	251
Pegaso PCS, S.A. DE C.V.	7	6	81	78
Telefónica Ingeniería de Seguridad S.A.U	-	-	-	-
Telefónica Móviles del Uruguay S.A.	3	3	101	4
Telefónica Germany GMBH & CO OHG	1	1	13	10
Acens Technologies S.L.	-	-	3	-
Telefónica Venezolana C.A.	-	-	16	15
Media Network Latin América (5)	-	-	-	441
Telefónica Innovación Digital, S.L (3)	30	-	2.100	1.724
Telefónica S.A. (4)	-	-	3.099	4.335
Telefónica IoT & Big Data Tech, S.A.	-	-	524	618
Telefónica Compras Electrónicas, S.L.	-	-	743	733
Telefónica Global Solutions Usa, Inc	-	-	629	835
Telefónica Chile Servicios Corporativos LTDA	-	-	591	857
Telefónica Global Technology S.A.U.	-	-	1.347	1.306
Telxius Cable América S.A. (antes TIWS AMERICA)	-	-	-	374
Telxius Cable	-	-	-	128
Telefónica Servicios Audiovisuales S.A.U.	-	-	119	110
	1.265	**1.640**	**11.890**	**15.874**
Total national and foreign economic associates	**2.466**	**3.385**	**19.236**	**24.410**

	Quarter ended march 31,			
	Income		Costs and expenses	
	2024	2023	2024	2023
From outside	(In thousands of COP$)			
Telefónica Global Solutions S.L.U. (1)	2.772.388	3.605.462	7.691.579	14.321.504
Telefónica Global Roaming Gmbh (2)	733.658	1.228.141	265.841	334.582
Telefónica Móviles Chile S.A.	363.550	254.674	60.523	59.812
Telefónica Brasil S.A.	261.887	243.939	100.806	115.340
Telefónica del Perú S.A.A.	144.409	261.601	145.757	135.297
Telefónica Móviles España S.A.	179.213	265.915	432.070	391.720
OTECEL S.A.	133.690	231.073	99.940	124.651
Telefónica Móviles Argentina S.A.	66.224	113.191	97.612	101.174
Terra Networks México, S.A. de C.V.	44.051	66.992	808.351	964.324
Pegaso PCS, S.A. DE C.V.	25.752	24.396	311.807	301.140
Telefónica Ingeniería de Seguridad S.A.U	-	506	-	-
Telefónica Móviles del Uruguay S.A.	11.533	13.133	389.733	15.249
Telefónica Germany GMBH & CO OHG	2.372	5.160	48.235	39.674
Acens Technologies S.L.	-	-	11.510	-
Telefónica Venezolana C.A.	518	130	62.573	58.773
Media Network Latin América (5)	-	-	-	1.696.149
Telefónica Innovación Digital, S.L (3)	113.876	-	8.067.525	6.624.334
Telefónica S.A. (4)	-	-	11.907.859	16.657.618
Telefónica IoT & Big Data Tech, S.A.	-	-	2.013.545	2.373.531
Telefónica Compras Electrónicas, S.L.	-	-	2.855.624	2.817.359
Telefónica Global Solutions Usa, Inc	-	-	2.418.712	3.206.778
Telefónica Chile Servicios Corporativos LTDA	-	-	2.271.192	3.291.807
Telefónica Global Technology S.A.U.	-	-	5.173.919	5.017.517
Telxius Cable América S.A. (antes TIWS AMERICA)	-	-	-	1.436.618
Telxius Cable	-	-	-	493.560
Telefónica Servicios Audiovisuales S.A.U.	-	-	456.542	421.426
	4.853.121	**6.314.313**	**45.691.255**	**60.999.937**
	9.468.685	**13.024.823**	**73.918.605**	**93.798.788**

(1) During the first quarter of 2024, the decrease in costs compared to the same period in 2023 is due to reduced provision of renting services, third-party activities to clients, international traffic, and roaming.

(2) At the end of the first quarter of 2024, there is a decrease in revenue from roaming services.

(3) The increase in costs during the first quarter of 2023 is attributed to services related to Digital Fee concerning licenses and platforms for IPTV.

(4) During the first quarter of 2024, the decrease in costs compared to the same period in 2023 is mainly due to the use of Brand fee.

(5) During the first quarter of 2024, the decrease in costs is attributed to reduced hiring of content and digital platform services.

c) Associated Companies

	Quarter ended march 31,			
	Income		Costs and expenses	
	2024	2023	2024	2023
National	(In thousands of US$)			
Onnet Fibra Colombia S.A.S (1)	20.486	28.838	14.958	16.045
Telefónica Factoring Colombia S.A.(2)	28	35	180	0
	20.514	**28.873**	**15.138**	**16.045**
From outside				
Telefónica UK Limited	259	104	16	12
	259	**104**	**16**	**12**
	24.296	**33.794**	**34.991**	**41.089**

	Quarter ended march 31,			
	Income		Costs and expenses	
	2024	2023	2024	2023
National	(In thousands of COP$)			
Onnet Fibra Colombia S.A.S (1)	78.714.466	110.804.339	57.474.478	61.651.533
Telefónica Factoring Colombia S.A. (2)	107.091	132.625	692.828	-
	78.821.557	**110.936.964**	**58.167.306**	**61.651.533**
From outside				
Telefónica UK Limited	994.034	401.221	60.660	47.317
	994.034	**401.221**	**60.660**	**47.317**
	93.347.240	**129.864.892**	**134.453.920**	**157.889.324**

1) The decrease during the first quarter of 2024 is mainly associated with: i) revenues from FTTH deployment services amounting to $21.404 million, recognition during the first quarter of 2023 of income associated with the wholesale agreement of the business with KKR amounting to $13.532 million, and an increase in support and maintenance services for data readiness amounting to $2.024 million; ii) in costs, it mainly corresponds to lower connectivity services during the first quarter of 2024.

2) During the first quarter of 2024, there is an increase in commission services for factoring mandate intermediation.

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

Income:

	Quarter ended march 31,			
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Fixed services (1)	15.964	61.339.731	21.599	82.990.821
Roaming revenue	754	2.897.701	767	2.948.630
Fixed interconnection	586	2.252.855	769	2.956.131
Digital services	178	676.432	403	1.560.272
Mobile services	37	141.458	27	104.722
Sale of terminal equipment	2	6.621	-	5
	17.521	**67.314.798**	**23.565**	**90.560.581**
Other operating income (2)	6.775	26.032.442	10.229	39.304.311
Total ingresos operacionales	**24.296**	**93.347.240**	**33.794**	**129.864.892**

1) During the first quarter of 2024, there is a decrease in services associated with access and the deployment of fiber optic networks and digital services.

2) The decrease is mainly due to the recognition during the first quarter of 2023 of income associated with the wholesale agreement of the business with KKR.

Operating Costs and Expenses:

	Quarter ended march 31,			
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Rental of media and other network infrastructure (1)	18.929	72.730.028	21.748	83.562.374
Other operating costs and expenses	4.602	17.683.360	4.160	15.983.828
Renting and third party activities to clients (2)	3.457	13.283.053	4.900	18.829.090
Advertising	3.150	12.108.914	3.902	14.992.686
Interconnection and roaming (3)	1.959	7.525.887	2.780	10.683.104
Other non recurring costs and expenses	1.510	5.803.121	1.378	5.307.319
Content providers	1.190	4.571.672	1.286	4.942.046
Maintenance of equipment and facilities	181	697.206	205	786.171
Labor costs	10	38.704	503	1.931.502
Cost of terminals	3	11.972	212	815.442
Commissions on sales	-	-	15	55.762
	34.991	**134.453.917**	**41.089**	**157.889.324**
Financial expenses (4)	1.467	5.635.068	2.205	8.472.298
	36.458	**140.088.985**	**43.294**	**166.361.622**

(1) During the first quarter of 2024, there is a decrease in FTTH connectivity services and fixed and digital services.

(2) During the first quarter of 2024, there is a decrease with operators Tech Colombia and Telefonica Global Solutions S.L. for cybersecurity and licensing services.

(3) During the first quarter of 2024, there is a decrease in international traffic and roaming services with Telefonica Global Solutions S.L.

(4) This corresponds to the financial component of the exclusivity contract related to the sale of fiber optic business assets.

28.4 Remuneration information for key management personnel

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

	Quarter ended march 31,			
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Wages, salaries, and other benefits	1.132	4.347.774	1.081	4.152.618
Executive compensation plan (stock and annual bonus)	608	2.336.562	910	3.496.285
Institutional plans	680	2.612.323	764	2.936.739
Other benefits	10	39.419	24	92.635
Voluntary withdrawal bonus	-	-	56	214.572
	2.430	**9.336.078**	**2.835**	**10.892.849**

29. CONTINGENCIES

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

As of March 31, 2024, there are 2,040 ongoing processes, of which 114 are classified as probable contingencies, 930 as possible, and 1,009 as remote.

1. Probable Proceedings

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

	As of march, 31 2024		As of december, 31 2023	
	(In thousands of US$)			
Currents:	**Quantity**	**Value**	**Quantity**	**Value**
Administrative investigations of users (1)	44	1.559	38	1.312
	44	**1.559**	**38**	**1.312**
Non-currents:				
Regulatory and competition research (2)	2	1.030	29	941
Administrative Processes (3)	30	152	32	558
Judicial proceedings (4)	6	479	9	666
Labor processes (5)	32	562	-	-
	70	**2.223**	**70**	**2.165**
	114	**3.782**	**108**	**3.477**

	As of march, 31 2024		As of december, 31 2023	
	(In thousands of COP$)			
Currents:	**Quantity**	**Value**	**Quantity**	**Value**
Administrative investigations of users (1)	44	5.991.862	38	5.042.371
	44	**5.991.862**	**38**	**5.042.371**
Non-currents:				
Regulatory and competition research (2)	2	3.957.451	29	3.614.498
Administrative Processes (3)	6	583.705	9	2.558.260
Judicial proceedings (4)	30	1.838.759	32	2.142.757
Labor processes (5)	32	2.160.375	-	-
	70	**8.540.290**	**70**	**8.315.515**
	114	**14.532.152**	**108**	**13.357.886**

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

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

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

4. Includes mainly civil and administrative process petitions.

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

2. Possible Contingencies

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

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

a. Legal Proceedings

Processes aimed at obtaining a decision from the judicial authority called upon to resolve the disputed issue. These include processes from civil, administrative litigation, criminal, constitutional jurisdictions, among others. There are 498 open processes classified as possible, with a total value of $37,847,114.

b. **Labor Proceedings**

Labor lawsuits through which the claimants seek payment of labor rights arising from their direct employment relationships with the Company or with a third party, in the latter case, seeking the solidarity of Colombia Telecomunicaciones S. A. E.S.P. BIC. There are 363 open processes classified as possible, with a total value of $43,866,280.

c. **Administrative Investigations**

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

Contingencies for administrative investigations are classified as:

i. Taxes: Proceedings under discussion for taxes with different municipalities in the country, corresponding to claims, such as industry and commerce tax (ICA) public lighting tax, among others. There are 20 administrative and judicial processes in progress with possible qualifications, valued at $4.594.981.

ii. Petitions, Complaints, and Claims: Administrative proceedings initiated by the Superintendence of Industry and Commerce - SIC, due to positive administrative silences, habeas data, or non-compliance with resolutions. There are 29 possible processes reported for $2.255.768.

iii. Regulatory: Control procedures for alleged breaches in compliance with telecommunications regulatory norms. There are 13 possible processes totaling $61,217,967.

iv. Administrative: Administrative processes initiated by supervisory authorities for investigation by the Superintendence of Industry and Commerce and other administrative entities. There are 7 possible processes totaling $4,320,156.

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

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

1) EBITDA

	Quarter ended march 31,			
	2024		2023	
	(In thousands of US$)	(In thousands of COP$)	(In thousands of US$)	(In thousands of COP$)
Net profit for the period	(74.301)	(285.489.850)	(29.628)	(113.836.787)
More:				
Depreciation and amortization (Note 25)	87.622	336.668.115	87.677	336.881.789
Financial expense, net (Note 26)	44.629	171.476.186	38.140	146.544.024
Equity equity method (Note 13)	1.298	4.989.218	(5.587)	(21.466.700)
Income tax and supplementary taxes (Note 11)	40.249	154.650.484	7.229	27.777.406
EBITDA	**99.497**	**382.294.153**	**97.831**	**375.899.732**

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

2) Financial Indicators

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

2.1. Indebtedness ratios

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

	As of march, 31 2024	As of december, 31 2023
a) Total debt level (1)	74,151%	70,531%
b) Level of short-term debt (2)	57,223%	42,486%

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

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

2.2. Solvency Ratios:

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

	As of march, 31 2024	As of december, 31 2023
Solvency ratio (1)	1,349	1,418

(1) The solvency ratio measures a company's ability to meet its debt obligations. As of March 31, 2024, there is a variation primarily due to the acquisition of new loans for working capital.

2.3. Profitability ratios:

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

	Quarter ended march31,	
	2024	2023
a) Operating margin (1)	2,847%	2,233%
b) OIBDA margin (1)	23,856%	21,510%

(1) During the first quarter of 2024, there is an increase primarily due to the net effect between revenues and costs associated mainly with a better markup on B2B project costs, improved performance of terminal sales costs, higher markup on fiber optic deployment projects, and optimization of commercial costs with more efficient channels.

Liquidity ratios

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

	As of march, 31 2024	As of march, 31 2023
a) Net working capital (In thousands of USD$)	(293.737)	(108.906)
a) Net working capital (In thousands of COP$)	(1.128.627.500)	(418.448.875)
b) Current ratio	0,808	0,869 veces
c) Acid test	0,784	0,72 veces

(figures expressed in thousands of Colombian pesos, unless otherwise stated)

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

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

2.5. Organizational Capacity

	Quarter ended march 31,	
	2024	2023
a) Renatibility of the ROE (1)	(7,956%)	(2,880%)
b) Return on ROA assets (2)	0,329%	0,291%
c) Net profitability (1)	(17,815%)	(6,514%)

(1) The variation during the first quarter is attributed to the decrease in the net result mainly due to the reduction of the DTA (deferred tax asset) recognized for the useful lives of assets that are subject to available-for-sale in the single network project and an increase in financial expenses due to the effects of interest generated by the new loans acquired during the period.

(2) The variation during the first quarter of 2024 is primarily due to the net effect between revenues and costs associated mainly with a better markup on B2B project costs, higher markup on fiber optic deployment projects, and optimization of commercial costs with more efficient channels.

2.6. Interest coverage

	Quarter ended march 31,	
	2024	2023
Interest coverage (1)	0,479 veces	0,394 veces

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

(1) The growth of this indicator at the end of the first quarter of 2024 corresponds to the net effect between: i) the improvement in operating income due to the good performance of revenues, better markup in the development of B2B projects and fiber optic deployment projects, additionally the optimization of commercial costs; and, ii) the increase in financial expenses due to the acquisition of new financial obligations during the period.

3. Operational Information

3.1 Access

	2024			2023	
	mar-31	dic-31	sep-30	jun-30	mar-31
			(Units 000)		
End Clients Access	**24.394**	**25.112**	**25.041**	**24.672**	**24.082**
Fixed services:	3.686	3.680	3.657	3.595	3.519
Basic Line (1)	1.343	1.381	1.405	1.415	1.419
Data	1.502	1.471	1.443	1.402	1.360
Television	841	828	809	778	740
Mobile Services	**20.708**	**21.432**	**21.384**	**21.077**	**20.563**
Prepaid	15.389	16.001	15.870	15.528	15.088
Postpaid	5.319	5.431	5.514	5.548	5.475

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

(figures expressed in thousands of Colombian pesos, unless otherwise stated)

3.2 ARPU (Average revenues per user)

	2021			2020	
	mar-31	dic-31	sep-30	jun-30	mar-31
			(US$)		
LB-BA-TV (1)	4,42	5,41	5,02	5,07	5,51
Total Mobile (2)	2,77	2,60	2,58	2,66	2,72
Prepaid	0,62	0,63	0,60	0,59	0,62
Postpaid	8,90	8,41	8,31	8,38	8,55
	2024			**2023**	
	mar-31	**dic-31**	**sep-30**	**jun-30**	**mar-31**
			(COP$)		
LB-BA-TV (1)	16.964	20.799	19.286	19.468	21.167
Total Mobile (2)	10.636	9.983	9.928	10.209	10.459
Prepaid	2.389	2.428	2.298	2.284	2.389
Postpaid	34.202	32.320	31.940	32.209	32.864

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

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

31. EVENTS SUBSEQUENT TO THE STATEMENT OF FINANCIAL POSITION DATE

The following events occurred between April 1, 2024, and the date of issuance of the condensed interim consolidated financial statements, which do not have effects on the figures closed as of March 31, 2024, and do not affect the Group's financial position.

On April 23, 2024, S&P Global Rating upgraded the global credit rating of Colombia Telecomunicaciones S.A. E.S.P. BIC and the long-term debt to B+ with a positive outlook.