



TAX REPORT ECOPETROL GROUP

1. INTRODUCTION

Ecopetrol Group contributes to the fiscal welfare of countries where it operates, and is committed with transparency and good tax practices. Therefore, by means of this document, Ecopetrol aims to share relevant information on its income tax for fiscal year 2020. This report includes the reconciliation of the income tax rate of Ecopetrol Group and is based on information included in the 20F – Ecopetrol 2020.

2. TAX REPORT

Figures expressed in millions of Colombian Pesos:

Company	Country	Revenues	Profit (loss) before taxes	Income Tax Accrued	Income tax Paid	Employees
Andean Chemicals Ltd -Oil & Gas-	Colombia	0	-163.524	353	651	0
Bioenergy S.A.S. Y Subsidiarias -Biofuel production-	Colombia	60.333	-20.915	-	-	0
Cenit Transporte Y Logistica de Hidrocarburos S.A.S - Oil & Gas Transportation-	Colombia	4.802.352	5.795.329	923.616	894.972	511
Comai - Compounding And Masterbatching Industry Ltda.	Colombia	525.104	195.343	30.418	19.783	41
Ecopetrol Energia Sas E.S.P. - Energy commercialization-	Colombia	15.254	8.219	2.963	-	7
Ecopetrol S.A. -Oil & Gas Upstream and integrated-	Colombia	43.725.759	759.956	205.846	2.050.555	9770
Esenttia S.A -Plastic industry-	Colombia	2.232.005	321.546	66.216	37.119	417
Hocol Petroleum Limited	Colombia	-	315.509	1.452	1.994	0
Hocol S.A - Oil & Gas Upstream and integrated-	Colombia	1.547.271	402.134	80.076	77.127	346
Invercolsa - Inversiones De Gases De Colombia S.A. Y Subsidiarias	Colombia	757.220	270.536	57.686	63.265	2247



<u>Company</u>	<u>Country</u>	<u>Revenues</u>	<u>Profit (loss) before taxes</u>	<u>Income Tax Accrued</u>	<u>Income tax Paid</u>	<u>Employees</u>
Oleoducto Bicentenario De Colombia S.A.S. - Oil & Gas Transportation-	Colombia	679.770	315.608	110.925	326.086	0
Oleoducto Central S.A. - Oil & Gas Transportation-	Colombia	4.957.579	3.737.131	1.111.179	1.409.116	283
Oleoducto De Colombia S.A. - ODC - Oil & Gas Transportation-	Colombia	688.570	521.258	169.933	173.343	15
Oleoducto De Los Llanos Orientales S.A. - Oil & Gas Transportation-	Colombia	962.559	654.092	196.849	252.285	77
Refinería De Cartagena S.A. -Oil & Gas Refining-	Colombia	8.778.623	-1.799.567	8.450	120.887	98
Ecopetrol Costa Afuera S.A -Oil & Gas-		-	1.148		-	0
Consolidation process		-20.363.791	-5.930.487		-	
Contribution		94.147	-56.278		-	
TOTAL FOR COLOMBIA		49.462.756	5.327.038	2.554.271	5.427.182	13.812
Esentia Resinas del Perú SAC	Perú	69.300	2.029	686	-	1
Ecopetrol Capital AG -Finance -	Suiza	-	189.500	28.875	30.043	0
Ecopetrol Permian LLC -Oil & Gas-	USA	176.346	-50.024	0	-	16
Ecopetrol USA Inc. -Oil & Gas-	USA	169	-392.636	0	-	29
Ecopetrol America LLC -Oil & Gas-	USA	486.994	-353.806	0	-	47
Black Gold Re -Reinsurance services-	Bermuda	27.829	54.412	0	-	0
Total For Other Jurisdictions		760.637	-550.524	29.561	30.043	93
Total Group		50.223.393	4.776.514	2.583.832	5.457.225	13.905

More than 90% (99.45%) of the income tax paid by Ecopetrol Group results from its operation in Colombia (\$5.427.182).

The remaining amount (\$30.043) corresponds to other jurisdictions.

Reconciliation of the income tax expenses

The reconciliation between the income tax expense and the current tax applicable to the Ecopetrol Business Group in Colombia is as follows:



	2020		2019
Net income before income tax	4,776,514		19,723,568
Statutory rate	32.0	%	33.0
			%
Income tax at statutory rate	1,528,484		6,508,777
Effective tax rate			
reconciliation items:			
Non-deductible expenses	289,043		295,55
Reversal of deferred tax recognized in prior years	245,508		-
Rate differential adjustment	14,974		132,888
Impairment of non-current assets	-		57,646
Variation in equity accounting method in Invercolsa	7,002		(2,943)
Non-taxable income (1)	(35,471)		(524,658)
Prior years' taxes (2)	(50,159)		(33,519)
Foreign currency translation and exchange difference	59,852		(54,319)
Tax discounts and tax credit	(20,572)		(110,857)
Ecopetrol U.S.A. adjustment income tax (3)	-		(1,550,152)
Effect of tax reform	-		-
Income tax calculated	2,038,661		4,718,413
Effective tax rate	42.7	%	23.9
			%