

**Banco de Chile and Subsidiaries - Consolidated Balance Sheets**

as of December 31, 2003 and 2002

(A free translation from the original in Spanish - Expressed in million of Chilean pesos)

<b>ASSETS</b>	<b>2003 MCh\$</b>	<b>2002 MCh\$</b>
<b>CASH AND DUE FROM BANKS</b>	856,834.1	683,186.8
<b>LOANS:</b>		
Commercial loans	2,557,000.5	2,542,491.8
Foreign trade loans	658,280.0	617,787.7
Consumer loans	478,092.8	416,884.9
Mortgage loans	1,128,029.6	1,199,143.5
Leasing contracts	268,955.9	251,583.5
Contingent loans	409,612.3	385,585.2
Other outstanding loans	636,648.6	607,898.8
Past due loans	105,503.0	146,386.2
<b>Total loans</b>	<b>6,242,122.7</b>	<b>6,167,761.6</b>
Allowance for loan losses	(158,834.1)	(197,440.0)
<b>Total loans, net</b>	<b>6,083,288.6</b>	<b>5,970,321.6</b>
<b>OTHER LOANS:</b>		
Interbank loans	13,223.2	55,366.1
Investments purchased under agreements to resell	29,659.9	32,499.2
<b>Total other loans</b>	<b>42,883.1</b>	<b>87,865.3</b>
<b>INVESTMENTS:</b>		
Government securities	1,010,249.1	878,045.1
Other financial investments	458,482.4	425,123.5
Investment collateral under agreements to repurchase	417,932.8	279,221.4
Assets held for leasing	24,498.9	23,766.1
Assets received in lieu of payment	15,627.2	19,186.8
Other non financial investments	2.2	2.5
<b>Total investments</b>	<b>1,926,792.6</b>	<b>1,625,345.4</b>
<b>OTHER ASSETS</b>	<b>227,609.6</b>	<b>188,251.1</b>
<b>FIXED ASSETS:</b>		
Bank premises and equipment, net	127,754.9	140,736.9
Investments in other companies	5,296.4	4,824.5
<b>Total fixed assets</b>	<b>133,051.3</b>	<b>145,561.4</b>
<b>TOTAL ASSETS</b>	<b>9,270,459.3</b>	<b>8,700,531.6</b>

The accompanying notes 1 to 21 are an integral part of these consolidated financial statements.

<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>2003 MCh\$</b>	<b>2002 MCh\$</b>
<b>DEPOSITS AND OTHER LIABILITIES:</b>		
Current accounts	1,227,876.9	1,082,904.4
Time deposits	3,586,023.6	3,695,876.2
Other demand and time deposits	600,888.6	470,401.6
Securities sold under agreements to repurchase	426,741.0	279,441.8
Mortgage finance bonds	1,014,451.7	1,094,881.6
Contingent liabilities	409,638.5	384,802.4
<b>Total deposits and other liabilities</b>	<b>7,265,620.3</b>	<b>7,008,308.0</b>
<b>BONDS ISSUED:</b>		
Bonds	3,126.9	4,638.4
Subordinated bonds	271,197.4	280,430.7
<b>Total bonds issued</b>	<b>274,324.3</b>	<b>285,069.1</b>
<b>BORROWINGS FROM FINANCIAL INSTITUTIONS AND CENTRAL BANK:</b>		
Central Bank credit lines for renegotiation of loans	2,975.2	3,800.9
Other Central Bank borrowings	24,905.9	-
Borrowings from domestic financial institutions	49,882.4	50,992.6
Foreign borrowings	717,968.6	515,447.6
Other liabilities	59,600.1	76,655.0
<b>Total borrowings from financial institutions and Central Bank</b>	<b>855,332.2</b>	<b>646,896.1</b>
<b>OTHER LIABILITIES</b>	<b>158,944.4</b>	<b>115,080.1</b>
<b>Total liabilities</b>	<b>8,554,221.2</b>	<b>8,055,353.3</b>
<b>VOLUNTARY ALLOWANCE FOR LOAN LOSSES</b>	<b>20,557.3</b>	<b>20,762.9</b>
<b>MINORITY INTEREST</b>	<b>4.8</b>	<b>3.4</b>
<b>SHAREHOLDERS' EQUITY:</b>		
Capital and reserves	561,245.2	560,978.1
Other equity accounts	3,877.8	10,272.4
Net income for the year	130,553.0	53,161.5
<b>Total shareholders' equity</b>	<b>695,676.0</b>	<b>624,412.0</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>9,270,459.3</b>	<b>8,700,531.6</b>

The accompanying notes 1 to 21 are an integral part of these consolidated financial statements.