

CONSOLIDATED BALANCE SHEETS

BANCO DE CHILE AND SUBSIDIARIES

as of December 31, 2004 and 2003 (Translation of Financial Statements originally issued in Spanish)
(Expressed in million of Chilean pesos)

| ASSETS | 2004 | 2003 |
|--|--------------------|--------------------|
| | MCh\$ | MCh\$ |
| CASH AND DUE FROM BANKS | 890,615.7 | 878,255.0 |
| LOANS: | | |
| Commercial loans | 2,867,288.1 | 2,708,178.4 |
| Foreign trade loans | 599,051.1 | 674,737.0 |
| Consumer loans | 691,851.1 | 603,401.9 |
| Mortgage loans | 819,881.6 | 1,156,230.3 |
| Leasing contracts | 343,852.7 | 275,679.8 |
| Contingent loans | 530,901.3 | 419,852.6 |
| Other outstanding loans | 936,202.1 | 452,016.9 |
| Past due loans | 84,685.3 | 108,140.6 |
| Total loans | 6,873,713.3 | 6,398,237.5 |
| Allowance for loan losses | (153,741.7) | (183,938.0) |
| Total loans, net | 6,719,971.6 | 6,214,299.5 |
| OTHER LOANS: | | |
| Interbank loans | 15,197.3 | 13,553.8 |
| Investments purchased under agreements to resell | 26,309.9 | 30,401.4 |
| Total other loans | 41,507.2 | 43,955.2 |
| INVESTMENTS: | | |
| Government securities | 913,656.0 | 1,035,505.3 |
| Other financial investments | 320,125.4 | 469,944.5 |
| Investment collateral under agreements to repurchase | 347,182.2 | 428,381.1 |
| Assets held for leasing | 26,842.9 | 25,111.4 |
| Assets received in lieu of payment | 16,129.8 | 16,017.9 |
| Other non-financial investments | 2.2 | 2.3 |
| Total investments | 1,623,938.5 | 1,974,962.5 |
| OTHER ASSETS | 235,087.8 | 233,299.6 |
| FIXED ASSETS: | | |
| Bank premises and equipment, net | 132,670.2 | 130,948.8 |
| Investments in other companies | 5,411.7 | 5,428.8 |
| Total fixed assets | 138,081.9 | 136,377.6 |
| TOTAL ASSETS | 9,649,202.7 | 9,481,149.4 |

The accompanying notes 1 to 25 are an integral part of these consolidated financial statements

| LIABILITIES AND SHAREHOLDERS' EQUITY | 2004 | 2003 |
|--|--------------------|--------------------|
| | MCh\$ | MCh\$ |
| DEPOSITS AND OTHER LIABILITIES: | | |
| Current accounts | 1,424,568.9 | 1,258,573.8 |
| Time deposits | 3,856,880.8 | 3,675,674.2 |
| Other demand and time deposits | 629,806.2 | 615,910.8 |
| Securities sold under agreements to repurchase | 349,086.0 | 437,409.5 |
| Mortgage finance bonds | 788,888.4 | 1,039,813.0 |
| Contingent liabilities | 532,172.0 | 419,879.5 |
| Total deposits and other liabilities | 7,581,402.3 | 7,447,260.8 |
| BONDS ISSUED: | | |
| Bonds | 181,515.0 | 3,205.1 |
| Subordinated bonds | 266,303.7 | 277,977.3 |
| Total bonds issued | 447,818.7 | 281,182.4 |
| BORROWINGS FROM FINANCIAL INSTITUTIONS AND CENTRAL BANK: | | |
| Central Bank credit lines for renegotiation of loans | 1,930.1 | 3,049.6 |
| Other Central Bank borrowings | 107,642.8 | 25,528.5 |
| Borrowings from domestic financial institutions | 26,399.0 | 51,129.5 |
| Foreign borrowings | 595,548.4 | 735,917.8 |
| Other liabilities | 44,846.5 | 61,090.1 |
| Total borrowings from financial institutions and Central Bank | 776,366.8 | 876,715.5 |
| OTHER LIABILITIES | 169,081.0 | 162,918.0 |
| Total liabilities | 8,974,668.8 | 8,768,076.7 |
| MINORITY INTEREST | 1.2 | 4.9 |
| SHAREHOLDERS' EQUITY: | | |
| Capital and reserves | 520,473.6 | 575,276.3 |
| Other equity accounts | 1,431.3 | 3,974.7 |
| Net income for the year | 152,627.8 | 133,816.8 |
| Total shareholders' equity | 674,532.7 | 713,067.8 |
| TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY | 9,649,202.7 | 9,481,149.4 |

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