

Banco de Chile

performance 2005

	2003	2004	2005	2005/2004 % Change
RESULTS FOR THE YEAR (millions of Ch\$ of december 2005)				
Gross margin	442,869	486,737	518,450	6.5%
Operating expenses	-238,145	-251,083	-277,747	10.6%
Provisions for loan losses	-40,243	-43,636	-23,664	-45.8%
Net income	138,634	158,122	180,724	14.3%
EARNINGS PER SHARE (Ch\$ of december 2005)				
Earnings per share (Ch\$)	2.04	2.38	2.65	11.4%
Earnings per ADS (Ch\$)	1,222	1,429	1,593	11.4%
Earnings per ADS (US\$)	2.04	2.55	3.10	21.3%
Book value per share ⁽¹⁾ (Ch\$)	8.81	8.15	8.73	7.2%
Number of shares (millions)	68,080	66,378	68,080	2.6%
PROFITABILITY RATIOS				
Net financial margin ⁽²⁾	3.9%	4.0%	4.2%	
Fee income / Gross margin	29.3%	31.0%	33.4%	
Net fees / Average interest-earning assets	1.2%	1.4%	1.6%	
Gross margin / Average interest-earning assets	5.1%	5.5%	5.7%	
Return on average interest-earning assets	1.4%	1.6%	1.8%	
Return on average equity	20.0%	23.6%	26.7%	
Return on capital and reserves	23.1%	29.2%	30.4%	
CAPITAL RATIOS				
Basic Capital / Total assets	6.1%	5.4%	5.5%	
Basic Capital / Risk-adjusted assets	9.2%	7.8%	7.5%	
Total Capital / Risk-adjusted assets	13.2%	11.7%	11.2%	
CREDIT QUALITY RATIOS				
Past due loans / Total loans	1.7%	1.2%	0.9%	
Allowances for loan losses / Past due loans	170.1%	181.6%	198%	
Provisions for loan losses / Total loans	2.9%	2.2%	1.7%	
Net Provisions for loan losses / Average loans	0.6%	0.6%	0.3%	
OPERATING AND PRODUCTIVITY RATIOS				
Operating expenses / gross margin	53.8%	51.6%	53.6%	
Operating expenses / average total assets	2.5%	2.5%	2.7%	
Loans per employee (millions of Ch\$)	726	760	805	

(1) Considers Capital and Reserves at the close of each year.

(2) Includes net interest and indexation-adjustment income and net foreign exchange income.

The Chile we all want

we want a Chile of excellence

Bank of the Year 2005
for Chile

The Banker magazine

Banco de Chile,
Great Classic Brand
Marketing Hall of Fame

ICARE Marketing Circle and American
Marketing Association

The Best Foreign
Exchange Bank
in Chile

Global Finance magazine

Banchile Corredores de Seguros,
Great Place to Work
in Chile

Capital magazine and The Great Place to Work Institute Chile

4th place among the
25 Best Banks
in Latin America

América Economía magazine

Ethics and Management
6th place in financial institutions' ranking
in Latin America

Management & Excellence and Latin Finance magazine

Banchile Asesoría Financiera,
Best Investment Bank
in Mergers and Acquisitions

Deloitte and El Diario Financiero

Banco CrediChile and Banchile Corredores de Bolsa,
among the Best Companies to Work For
in Chile

Capital magazine and The Great Place to Work Institute Chile