

the Banco de Chile share



Prices 2005

Nominal Values	Share	ADS
At start of the year	\$ 35.60	US\$ 37.75
At close of the year	\$ 34.50	US\$ 40.01
Price at closing of register (11/03/2005)	\$ 36.90	US\$ 35.40
Ex-dividend price (14/03/2005)	\$ 35.25	US\$ 35.50
Highest price in the year	\$ 37.80	US\$ 42.19
Lowest price in the year	\$ 32.00	US\$ 33.17

The average daily trading in Banco de Chile shares and ADRs increased by 39% during 2005.

The overall financial objective of Banco de Chile is to provide its shareholders with a competitive return on their investment.

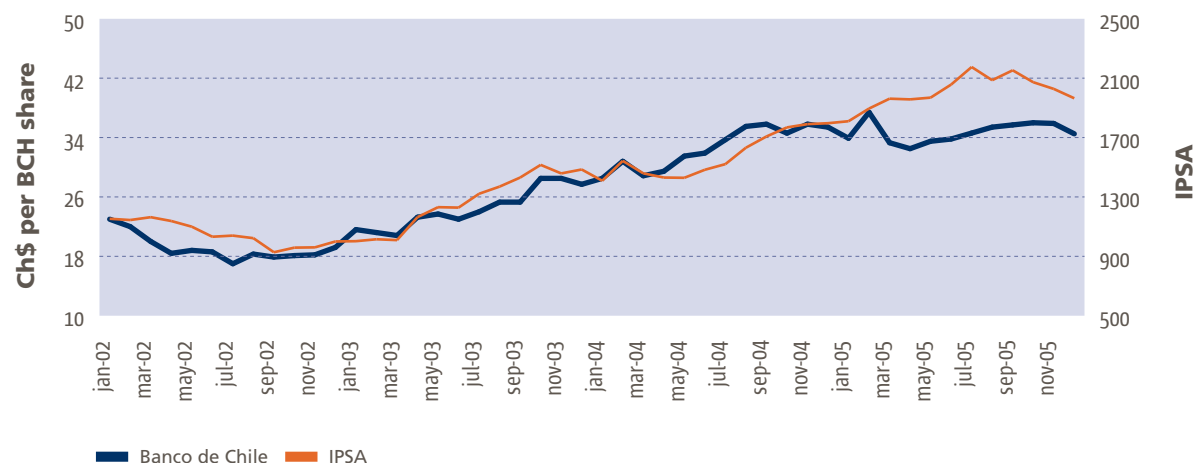
The return on the share is a reflection of changes in its market price and the dividend payments. Banco de Chile intends to maintain a solid revenue base but also to strengthen the value of the share through the management of risks as well as the efficiency of its processes and the optimization of its capital structure.

The share of Banco de Chile, of the one series, is traded on the Chilean stock exchanges and those of Madrid (on its Latibex platform), London and New York; in the last two cases, in the form of ADS (American Depositary Shares). Every ADS equates to 600 shares of Banco de Chile.

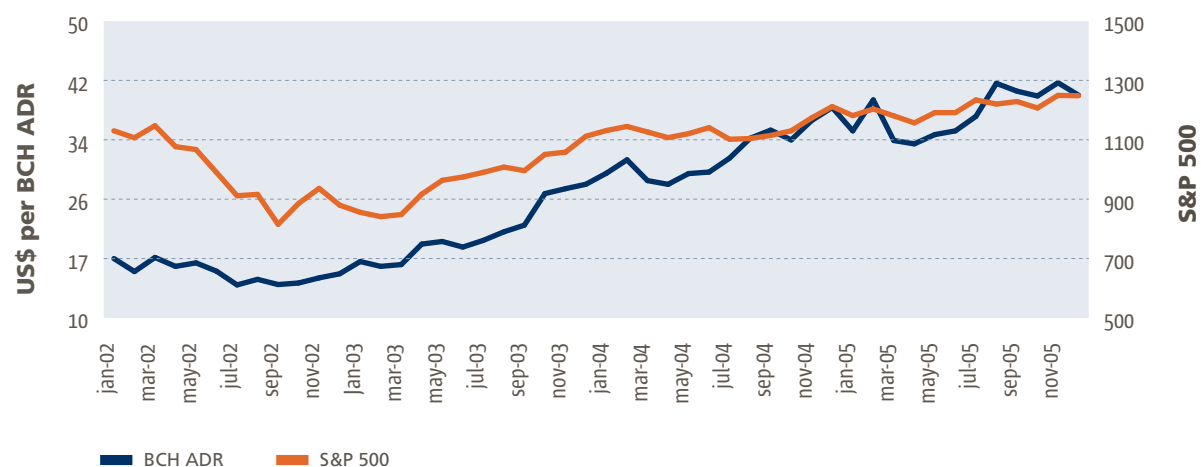
During 2005, the equivalent volume of shares traded on foreign exchanges amounted to around 16% of total shares traded.

	Chile	New York	Madrid	London
Traded Security	Shares	ADS	Shares	ADS
Ticker	CHILE	BCH	XBCH	BODD
Depository/ Registered Entity		JP Morgan Chase Bank	Santander Central Hispano Investment S.A.	JP Morgan Chase Bank/ Deutsche Bank

Price of BCH share and Chilean Selective Stock Price Index



BCH ADR price & S&P 500 index



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Behavior of the Banco de Chile shares in 2005

At the end of 2005, the Banco de Chile share price was Ch\$ 34.50, which translated into a company market value of Ch\$ 2,349 billion. This reflects a 2.5% decline compared to the close of the year before. The highest share price reached during the year was Ch\$ 37.80, 18% higher than the lowest price. For its part, the ADR price of Banco de Chile reached a peak or US\$ 42.19 and closed the year showing a 12-month increase of 6%, higher than the growth of comparable indices like the S&P 500.

Dividend and return for shareholders

The Shareholders’ Meeting held on March 17, 2005 approved the distribution of 100% of the net income for the year 2004. It therefore distributed a dividend of Ch\$ 2.2993 per share. The corresponding dividend yield was therefore equivalent to 8%, taking into account the ex-dividend share price in 2004, year in which net income was generated for distribution.

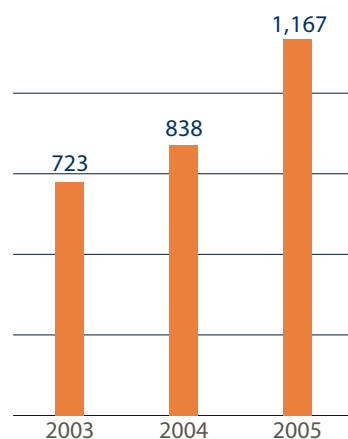
The total real return on the Banco de Chile share in 2005, relating to the year 2004 and perceived during 2005, was

31.1%. This corresponds to a real appreciation of 23.1% in the share price during the period between the ex-dividend dates of the years 2004 (March 15, 2004) and 2005 (March 14, 2005), plus the dividend yield corresponding to the profits of year 2004, equivalent to 8.0% of the ex-dividend price that year.

The Share Price/Book Value ratio at the end of 2005 was 3.95 times and the Price/Earnings ratio closed the year at 13 times.

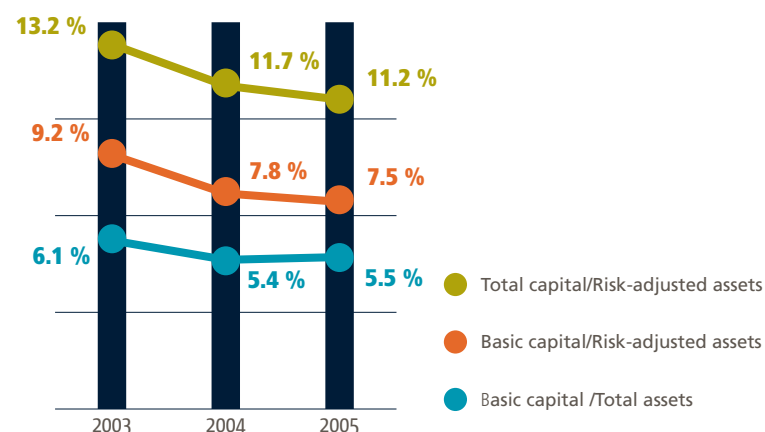
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Traded Volume
Banco de Chile Share + ADS
(Nominal Daily Average, millions of Ch\$)



The average daily volume traded during 2005 was equivalent to Ch\$ 1,167 million, including both the shares traded in Chile and their equivalent in ADS. This represents a 39% increase over the volume traded in 2004, principally explained by the increase in the number of shares available on the market as a result of the re-allocation of the Bank's own shares that it had previously acquired.

Capital Adequacy



Share capital and capital adequacy requirement

The paid capital at December 31, 2005 is divided into 68,079,783,605 nominative shares of the same series and of no par value.

	Millions of Ch\$
Paid- in capital	512,371
Reserves	83,883
Other Equity Accounts	- 1,872
Total Capital and Reserves	594,382

The Basic Capital (Capital + Reserves) to Total Assets ratio at December 31, 2005 was 5.5%, above the 3% minimum required by the Banking Law. The same law also establishes a minimum Total Capital to Risk-Weighted Assets ratio of 8%. As the merger of Banco de Chile and Banco de A.

Edwards on January 1, 2002 produced a loan market share of over 15%, the Superintendency of Banks and Financial Institutions as contemplated in clause 37 bis of the General Banking Law, established that the merged bank should maintain a Total Capital to Risk-Weighted Assets ratio of at least 10%. This ratio is equal to that established by the Superintendency as one of the requirements for a financial institution to be classified at Level A for Solvency by that regulator. This ratio was 11.2% at the end of 2005 for Banco de Chile.

The Chile we all want

Per share figures

	2005	2004	2003
Gross Margin (Ch\$)	7.62	7.33	6.51
Income before taxes (Ch\$)	2.97	2.67	2.25
Net Income (Ch\$)	2.65	2.38	2.04
Dividend paid in the year (Ch\$)	2.38	2.04	0.83
Price/Earnings (times)	13.00	15.40	14.44
Price/Book Value (times)	3.95	4.50	3.34

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