

## Shareholders

At December 31, 2007, Banco de Chile has 14,835 shareholders. The Luksic Group, through LQ Inversiones Financieras S.A., a subsidiary of Quiñenco S.A. and other companies, directly controls 22.84% of the shares of Banco de Chile and, indirectly through Sociedad Matriz Banco de Chile S.A., or SM-Chile S.A. (SM-Chile), a further 30.18%. In all, the Luksic Group controls 53.02% and has an equal share of the voting rights of the company.

SM-Chile is an open corporation created in 1996 to resolve the Bank's obligation with the Central Bank of Chile deriving from the economic crisis of 1982-1983. Its shares are traded on the Chilean stock exchanges and the company is governed by the provisions of Law 19,396 and is subject to the regulatory authority of the Superintendency of Banks and Financial Institutions. It has a total of 20,812 shareholders at December 31, 2007.

In November 1996, the shareholders approved a restructuring by which Banco de Chile was converted into SM-Chile, parent company. In turn, SM-Chile created a new wholly-owned subsidiary called Banco de Chile to which all its assets and liabilities were transferred, except for the outstanding obligation with the central bank. SM-Chile also created the Sociedad Administradora de la Obligación Subordinada SAOS S.A. (SAOS), a second wholly-owned subsidiary which, following a prior agreement with the Central Bank of Chile, assumed a new obligation in favor of the central bank in full replacement of the subordinated obligation. This new debt with the Central Bank of Chile, the exclusive responsibility of SAOS, equalled the unpaid amount of principal corresponding to the former subordinated obligation and established a repayment term of 40 years in annual instalments. The debt is subject to an annual interest rate of 5% and is denominated in Unidades de Fomento.

In assuming this debt, SAOS received from SM-Chile (the parent company of Banco de Chile and SAOS) a percentage of its shares as collateral which, at December 31, 2007, amounted to 39.72% of the total share capital of Banco de Chile. The dividends received on this collateral represent the sole source of SAOS's income and have to be fully applied to repaying this obligation.

Should the corresponding dividends be insufficient to cover the established annual instalment, SAOS may maintain an accumulated deficit balance with the central bank which it promises to repay from future dividends. Should the deficit balance exceed an amount equivalent to 20% of the Capital and Reserves of Banco de Chile, the central bank may require SAOS to sell a number of shares sufficient to repay the whole accumulated deficit. At December 31, 2007, SAOS has an accumulated surplus balance with the central bank of Ch\$13,794 million, equivalent to 1.7% of the Capital and Reserves of Banco de Chile.

### Principal Shareholders as of December 31, 2007

	Holding
Sociedad Administradora de la Obligación Subordinada SAOS S.A.	39.72%
LQ Inversiones Financieras S.A.	22.32%
Sociedad Matriz del Banco de Chile S.A. (SM-Chile S.A.)	16.86%
Ever 1 BAE S.A.	2.40%
Ever Chile S.A.	2.40%
Inversiones Aspen Ltda.	1.65%
Banchile Corredores de Bolsa S.A.	1.53%
J.P. Morgan Chase Bank	1.01%
AFP Provida S.A. para Fondo de Pensiones	0.98%
AFP Habitat S.A. para Fondo de Pensiones	0.69%
Inversiones Avenida Borgoño Limitada	0.69%
Multilateral Group Chile S.A.	0.54%
AFP Cuprum S.A.	0.42%
<b>Subtotal</b>	<b>91.2%</b>
<b>Other shareholders</b>	<b>8.8%</b>
<b>Total</b>	<b>100.0%</b>

## Minority Holdings

At the date indicated, the minority shareholders of Banco de Chile directly control 14.13% of the Bank's shares. For their part, the minority shareholders of SM-Chile control an additional 26.40% of the Bank's shares, thus giving them a total of 40.53% of the voting rights. These shareholders include the Chilean pension funds (AFPs), with 3.34% of the voting rights, and there is also 1.01% held in the form of ADS (American Depositary Shares).

## Dividends

The Bank's ordinary shareholders meeting held on March 22, 2007 approved a combined dividend distribution program corresponding to 100% of the net income for 2006, equivalent to Ch\$2.83 per share. The program contemplated a cash dividend for the equivalent of 70% of the net income for the year plus a dividend in the form of free shares for the remaining 30%. This latter portion was valued at a price of Ch\$38.34, equivalent to the weighted average price during the last 60 days of 2006, less the earnings per share for that year. The shareholders therefore received 0.02213 shares free of payment for every share held and registered on the date the register closed, in addition to the amount of the cash dividend.

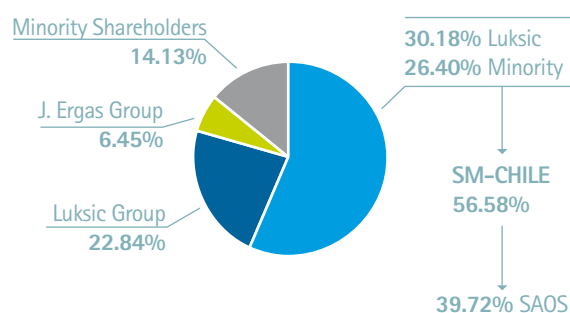
With the approval of this mechanism, every shareholder received a cash dividend of Ch\$1.9796 per each share of Banco de Chile plus a dividend in new shares that, valued at the price mentioned, equates to approximately Ch\$0.8485 per share held.

In accordance with the agreement for the payment of the subordinated obligation of SAOS, should it be agreed to capitalize all or part of the annual profits of Banco de Chile, the Central Bank of Chile shall have the option to choose whether the part of the capitalizable profit that proportionately corresponds to the shares committed under this obligation, is paid in cash or in shares. The Central Bank of Chile chose in 2007 to be paid in cash for all the profits corresponding to these committed shares. This amount was fully used by SAOS to amortize the obligation with the Central Bank of Chile.

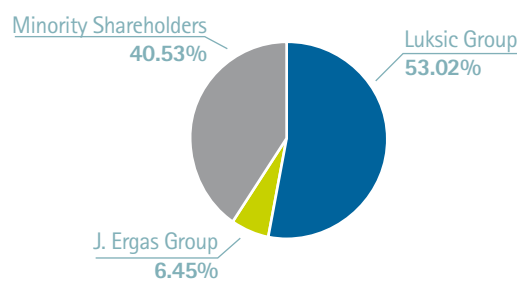
As a result of the above dividend distribution, Banco de Chile issued and distributed among its shareholders during May, 882,459,200 new shares free of payment which meant a capital increase of Ch\$33,833,485,728.

Later, and as explained in the chapter "Banco de Chile Shares", the Bank increased its capital during the year, authorizing the issue of 2,516,010,979 new shares. At the end of 2007, 82.50% of these new shares had been subscribed and paid, with which the total number of shares at that date was 71,996,083,216 shares of no par value, fully subscribed and paid.

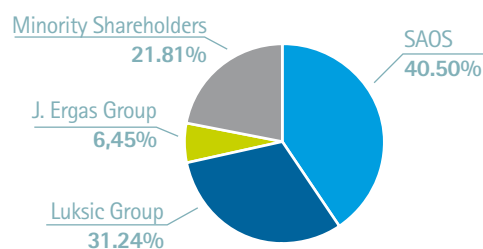
## Share Ownership



## Voting Rights



## Rights to Dividends



(Percentages of the total shares of Banco de Chile, amounting to 71,996,083,216. Figures as of December 31, 2007)