

Form **8937**

(December 2011)
Department of the Treasury
Internal Revenue Service

Report of Organizational Actions Affecting Basis of Securities

OMB No. 1545-2224

▶ See separate instructions.

Part I Reporting Issuer

| | | | |
|---|--|--|--|
| 1 Issuer's name Banco de Chile | | 2 Issuer's employer identification number (EIN) 97004000-5 | |
| 3 Name of contact for additional information Pablo Mejia | | 5 Email address of contact pmejia@bancochile.cl | |
| 4 Telephone No. of contact +562-653-3554 | | 7 City, town, or post office, state, and Zip code of contact Santiago, Chile | |
| 6 Number and street (or P.O. box if mail is not delivered to street address) of contact | | | |

| | | | |
|--|---------------------|--|----------------------|
| 8 Date of action July 10, 2014 | | 9 Classification and description Stock Dividends | |
| 10 CUSIP number 059520 10 6 | 11 Serial number(s) | 12 Ticker symbol BCH | 13 Account number(s) |

Part II Organizational Action

Attach additional statements if needed. See back of form for additional questions.

14 Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action ▶ **At an Extraordinary Shareholders Meeting of Banco de Chile held on March 27, 2014, a stock dividend equal to 2.312513083% was approved for payment to holders of record in the local market.**

To effect the stock dividend for the American Depositary Receipt (ADR) program, ADR holders received 2.31251308 additional ADRs for every one hundred (100) ADRs held. Fractional shares resulting from the stock dividend were sold and the net proceeds, if any, were allocated and paid in cash. Existing ADRs continued to be valid and did not have to be exchanged for new ADRs.

The record date for ADR program was July 10, 2014

15 Describe the quantitative effect of the organizational action on the basis of the security in the hands of a U.S. taxpayer as an adjustment per share or as a percentage of old basis ▶ **The stock dividend paid implies a change in the cost basis when determining the variation before and after this corporate action. The shares held prior to this event should be increased by 2.312513083%, resulting in a reduction in the cost per share.**

16 Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of securities and the valuation dates ▶ **The valuation of fully paid-in shares, of no par value, was based on the capitalization of 30% of 2013 distributable net income at a value of Ch\$64.56 per local share, distributed between the shareholders in the proportion of 2.312513 for every share held on the date of record. The reference value was set according to the weighted average price of Banco de Chile shares in Santiago Stock Exchange in the 30 days preceding the date of the Extraordinary General Shareholders' Meeting (March 27, 2014), discounting the amount of the distributable net income per share accumulated to December 31, 2013. The ratio of local shares to ADRs is: 1 ADR for 600 local Banco de Chile shares.**

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ We recommend ADR holders to receive an opinion from their tax advisors in this regard.

Blank lines for listing applicable Internal Revenue Code sections.

18 Can any resulting loss be recognized? ▶ NO

Blank lines for providing other information necessary to implement the adjustment.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ Reportable tax year is 2014.

Blank lines for providing other information necessary to implement the adjustment.

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Signature ▶ [Signature] Date ▶ August 14, 2014

Print your name ▶ RAFAEL DE OLIVERA Title ▶ TAX MANAGER

Print/Type preparer's name ▶ RAFAEL DE OLIVERA Date ▶ August 14, 2014

Firm's name ▶ AGUIEL BOZO LARACA Check if self-employed

Firm's EIN ▶ PTIN

Firm's address ▶ 10000 W. 10000 S. Salt Lake City, UT 84114 Firm's EIN ▶ PTIN

Preparer's signature ▶ [Signature] Phone no. ▶