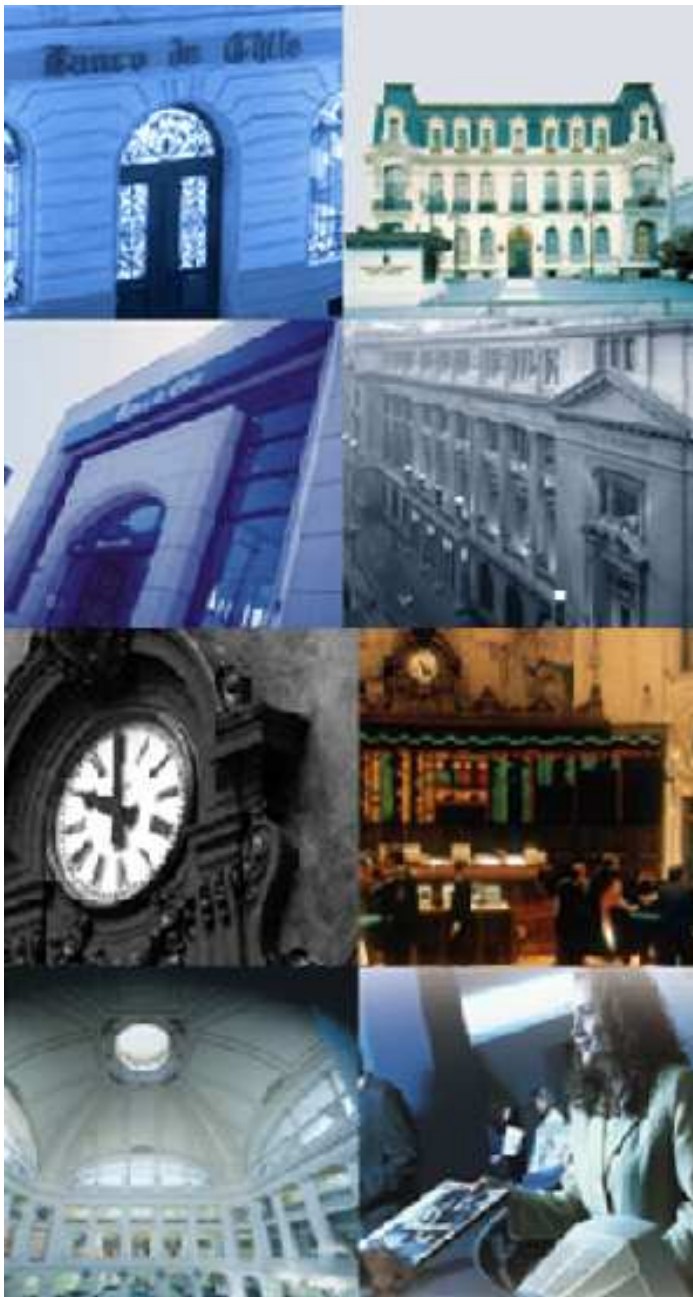


Banco de Chile



BANCO DE CHILE AND SUBSIDIARIES

CONSOLIDATED FINANCIAL STATEMENTS

As of July 31, 2014

BANCO DE CHILE AND SUBSIDIARIES

CONTENTS

- I. Consolidated Statement of Financial Position
 - II. Consolidated Statement of Income for the Period
-

MCh\$ = Millions of Chilean pesos

BANCO DE CHILE AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As of July 31, 2014

ASSETS	MCh\$
Cash and due from banks	826,301
Transactions in the course of collection	474,286
Financial assets held-for-trading	488,593
Cash collateral on securities borrowed and reverse repurchase agreements	29,028
Derivative instruments	664,006
Loans and advance to banks	1,204,708
Loans to customers, net	20,549,550
Financial assets available-for-sale	1,445,466
Financial assets held-to-maturity	—
Investments in other companies	24,188
Intangible assets	28,017
Property and equipment	204,041
Current tax assets	2,567
Deferred tax assets	158,241
Other assets	269,929
TOTAL ASSETS	26,368,921

BANCO DE CHILE AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As of July 31, 2014

LIABILITIES	MCh\$
Current accounts and other demand deposits	6,232,533
Transactions in the course of payment	328,353
Cash collateral on securities lent and repurchase agreements	243,312
Saving accounts and time deposits	9,712,473
Derivative instruments	688,320
Borrowings from financial institutions	726,414
Debt issued	5,113,565
Other financial obligations	184,394
Current tax liabilities	9,305
Deferred tax liabilities	38,246
Provisions	438,117
Other liabilities	255,440
TOTAL LIABILITIES	<u>23,970,472</u>
EQUITY	
Attributable to equity holders of the parent:	
Capital	1,944,920
Reserves	263,322
Other comprehensive income	17,015
Retained earnings:	
Retained earnings from previous periods	16,379
Income for the year	355,260
Less:	
Provision for minimum dividends	(198,449)
Subtotal	<u>2,398,447</u>
Non-controlling interest	<u>2</u>
TOTAL EQUITY	<u>2,398,449</u>
TOTAL LIABILITIES AND EQUITY	<u>26,368,921</u>

BANCO DE CHILE AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF INCOME FOR THE PERIOD
As of July 31, 2014

	MCh\$
Interest revenue	1,192,829
Interest expense	<u>(475,161)</u>
Net interest income	717,668
Income from fees and commissions	222,322
Expenses from fees and commissions	<u>(66,523)</u>
Net fees and commissions income	155,799
Net financial operating income	21,985
Foreign exchange transactions, net	44,035
Other operating income	<u>14,844</u>
Total operating revenues	954,331
Provisions for loan losses	<u>(167,014)</u>
OPERATING REVENUES, NET OF PROVISIONS FOR LOAN LOSSES	787,317
Personnel expenses	(197,670)
Administrative expenses	(149,948)
Depreciation and amortization	(15,524)
Impairments	(1,560)
Other operating expenses	<u>(22,303)</u>
TOTAL OPERATING EXPENSES	<u>(387,005)</u>
NET OPERATING INCOME	400,312
Income attributable to associates	<u>1,404</u>
Income before income tax	401,716
Income taxes	<u>(46,455)</u>
NET INCOME FOR THE PERIOD	<u><u>355,261</u></u>
Attributable to:	
Equity holders of the parent	355,260
Non-controlling interest	1

Héctor Hernández G.
Accounting Manager

Arturo Tagle Q.
Chief Executive Officer