

# Banco de Chile



**BANCO DE CHILE AND SUBSIDIARIES**

**CONSOLIDATED  
FINANCIAL STATEMENTS**

As of May 31, 2018

**BANCO DE CHILE AND SUBSIDIARIES**

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MCh\$ = Millions of Chilean pesos

**BANCO DE CHILE AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**As of May 31, 2018**

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<b>ASSETS</b>	<b>MCh\$</b>
Cash and due from banks	1,471,285
Transactions in the course of collection	495,715
Financial assets held-for-trading	1,163,126
Cash collateral on securities borrowed and reverse repurchase agreements	78,796
Derivative instruments	1,133,391
Loans and advance to banks	1,499,617
Loans to customers, net	25,816,263
Financial assets available-for-sale	1,425,929
Financial assets held-to-maturity	-
Investments in other companies	40,731
Intangible assets	44,289
Property and equipment	213,986
Current tax assets	21,542
Deferred tax assets	259,813
Other assets	772,713
<b>TOTAL ASSETS</b>	<b>34,437,196</b>

**BANCO DE CHILE AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**As of May 31, 2018**

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<b>LIABILITIES</b>	<b>MCh\$</b>
Current accounts and other demand deposits	9,800,380
Transactions in the course of payment	368,080
Cash collateral on securities lent and repurchase agreements	306,188
Saving accounts and time deposits	10,537,861
Derivative instruments	1,248,006
Borrowings from financial institutions	1,014,786
Debt issued	6,931,320
Other financial obligations	180,671
Current tax liabilities	659
Deferred tax liabilities	-
Provisions	491,689
Other liabilities	415,577
<b>TOTAL LIABILITIES</b>	<b><u>31,295,217</u></b>
<b>EQUITY</b>	
<b>Attributable to equity holders of the parent:</b>	
Capital	2,418,833
Reserves	617,689
Other comprehensive income	(31,077)
Retained earnings:	
Retained earnings from previous periods	16,060
Income for the period	245,594
Less:	
Provision for minimum dividends	(125,121)
Subtotal	<u>3,141,978</u>
<b>Non-controlling interest</b>	<u>1</u>
<b>TOTAL EQUITY</b>	<b><u>3,141,979</u></b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b><u><u>34,437,196</u></u></b>

**BANCO DE CHILE AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENT OF INCOME FOR THE PERIOD**  
**As of May 31, 2018**

	<b>MCh\$</b>
Interest revenue	793,809
Interest expense	(258,076)
<b>Net interest income</b>	<b>535,733</b>
Income from fees and commissions	204,858
Expenses from fees and commissions	(54,240)
<b>Net fees and commissions income</b>	<b>150,618</b>
Net financial operating income	28,752
Foreign exchange transactions, net	20,273
Other operating income	13,570
<b>Total operating revenues</b>	<b>748,946</b>
Provisions for loan losses	(109,450)
<b>OPERATING REVENUES, NET OF PROVISIONS FOR LOAN LOSSES</b>	<b>639,496</b>
Personnel expenses	(177,306)
Administrative expenses	(135,525)
Depreciation and amortization	(15,332)
Impairments	(11)
Other operating expenses	(21,206)
<b>TOTAL OPERATING EXPENSES</b>	<b>(349,380)</b>
<b>NET OPERATING INCOME</b>	<b>290,116</b>
Income attributable to associates	3,250
<b>Income before income tax</b>	<b>293,366</b>
Income taxes	(47,772)
<b>NET INCOME FOR THE PERIOD</b>	<b>245,594</b>
Attributable to :	
Equity holders of the parent	245,594
Non-controlling interest	-

As of May 31, 2018, Banco de Chile has set provisions with a charge to the results of this period for an amount of MCh\$8,672 before taxes, recorded under Administrative and Other Operational Expenses, which reflects the effect determined at that date of the technological security incident that affected Banco de Chile on May 24, 2018. These provisions include expenses for technological advice and services for MCh\$1,813 and expenses for the external fraud committed directly against the Bank on its accounts held with foreign correspondent banks for MCh\$6,859. Additionally, with regards to the latter amount the Bank has initiated the corresponding procedures with respect to the insurance policies it has taken out to cover losses associated with this kind of event and is carrying out several actions for the recovery of these funds.

**Héctor Hernández G.**  
**Accounting Manager**

**Eduardo Ebensperger O.**  
**Chief Executive Officer**