

BANCO SANTANDER - CHILE, AND SUBSIDIARIES
UNAUDITED CONSOLIDATED BALANCE SHEETS

(Adjusted for general price level changes and expressed in millions of constant
Ch\$ of Sept 30, 2004)

ASSETS	30-Sep	30-Sep	30-Jun	30-Sep	% Change	% Change
	2004	2004	2004	2003	Sept 2004 / 2003	Sept. / June 2004
	US\$ thousands	Ch\$ millions	Ch\$ millions	Ch\$ millions		
Cash and due from banks						
Noninterest bearing	1.168.149	709.020	592.975	719.680	-1,5%	19,6%
Interbank deposits-interest bearing	441.403	267.914	83.724	191.599	39,8%	220,0%
Total cash and due from banks	1.609.553	976.934	676.699	911.279	7,2%	44,4%
Financial investments						
Government securities	1.059.615	643.144	839.832	898.909	-28,5%	-23,4%
Investments purchased under agreements to resell	66.172	40.164	40.525	0		-0,9%
Other financial investments	881.610	535.102	462.237	515.702	3,8%	15,8%
Investment collateral under agreements to repurchase	769.263	466.912	404.626	468.396	-0,3%	15,4%
Total financial investments	2.776.660	1.685.322	1.747.220	1.883.007	-10,5%	-3,5%
Loans, net						
Commercial loans	4.949.530	3.004.167	2.867.085	2.701.415	11,2%	4,8%
Consumer loans	1.790.214	1.086.588	1.024.578	756.880	43,6%	6,1%
Mortgage loans (Financed with mortgage bonds)	1.814.111	1.101.093	1.316.885	1.557.111	-29,3%	-16,4%
Foreign trade loans	958.221	581.602	614.767	513.308	13,3%	-5,4%
Interbank loans	144.993	88.005	81.478	101.603	-13,4%	8,0%
Leasing	822.843	499.433	484.149	443.199	12,7%	3,2%
Other outstanding loans	1.870.390	1.135.252	864.218	852.925	33,1%	31,4%
Past due loans	224.867	136.485	147.114	187.017	-27,0%	-7,2%
Contingent loans	1.672.010	1.014.843	1.087.222	730.180	39,0%	-6,7%
Reserve for loan losses	(278.200)	(168.856)	(162.888)	(176.400)	-4,3%	3,7%
Total loans, net	13.968.979	8.478.612	8.324.608	7.667.238	10,6%	1,8%
Other assets						
Bank premises and equipment	342.420	207.835	206.972	211.275	-1,6%	0,4%
Foreclosed assets	54.346	32.986	37.112	43.544	-24,2%	-11,1%
Investments in other companies	7.851	4.765	4.315	4.909	-2,9%	10,4%
Assets to be leased	15.592	9.464	12.243	15.231	-37,9%	-22,7%
Other	772.608	468.942	487.245	724.902	-35,3%	-3,8%
Total other assets	1.192.817	723.992	747.887	999.861	-27,6%	-3,2%
TOTAL ASSETS	19.548.010	11.864.860	11.496.414	11.461.385	3,5%	3,2%



BANCO SANTANDER - CHILE, AND SUBSIDIARIES

UNAUDITED CONSOLIDATED BALANCE SHEETS

(Adjusted for general price level changes and expressed in millions of constant

Ch\$ of Sept 30, 2004)

	30-Sep 2004	30-Sep 2004	30-Jun 2004	30-Sep 2003	% Change Sept 2004 / 2003	% Change Sept. / June 2004
	US\$ thousands	Ch\$ millions	Ch\$ millions	Ch\$ millions		
LIABILITIES AND SHAREHOLDERS' EQUITY						
Deposits						
Current accounts	1.972.483	1.197.218	1.252.730	1.071.008	11,8%	-4,4%
Bankers drafts and other deposits	1.872.431	1.136.491	1.013.430	776.657	46,3%	12,1%
Total non-interest bearing deposits	3.844.914	2.333.709	2.266.160	1.847.665	26,3%	3,0%
Savings accounts and time deposits	6.664.052	4.044.813	3.578.813	3.661.780	10,5%	13,0%
Total deposits	10.508.966	6.378.522	5.844.973	5.509.445	15,8%	9,1%
Other interest bearing liabilities						
Banco Central de Chile borrowings						
Credit lines for renegotiation of loans	16.756	10.170	10.842	13.603	-25,2%	-6,2%
Other Banco Central borrowings	13.241	8.037	8.910	11.535	-30,3%	-9,8%
Total Banco Central borrowings	29.997	18.207	19.752	25.138	-27,6%	-7,8%
Investments sold under agreements to repurchase	905.626	549.679	532.247	626.238	-12,2%	3,3%
Mortgage finance bonds	1.905.256	1.156.414	1.235.614	1.575.748	-26,6%	-6,4%
Other borrowings						
Bonds	223.682	135.766	138.690	311.650	-56,4%	-2,1%
Subordinated bonds	639.508	388.156	409.356	427.107	-9,1%	-5,2%
Borrowings from domestic financial institutions	74.051	44.946	83.919	88.867	-49,4%	-46,4%
Foreign borrowings	1.243.619	754.827	681.593	676.975	11,5%	10,7%
Other obligations	94.435	57.318	67.437	56.723	1,0%	-15,0%
Total other borrowings	2.275.295	1.381.013	1.380.995	1.561.322	-11,5%	0,0%
Total other interest bearing liabilities	5.116.174	3.105.313	3.168.608	3.788.446	-18,0%	-2,0%
Other liabilities						
Contingent liabilities	1.670.886	1.014.161	1.087.149	730.066	38,9%	-6,7%
Other	646.865	392.621	474.055	457.434	-14,2%	-17,2%
Minority interest	2.206	1.339	1.260	916	46,2%	6,3%
Total other liabilities	2.319.957	1.408.121	1.562.464	1.188.416	18,5%	-9,9%
Shareholders' equity						
Capital and reserves	1.364.250	828.045	828.067	831.704	-0,4%	0,0%
Income for the year	238.663	144.859	92.302	143.374	1,0%	56,9%
Total shareholders' equity	1.602.913	972.904	920.369	975.078	-0,2%	5,7%
TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY	19.548.010	11.864.860	11.496.414	11.461.385	3,5%	3,2%

BANCO SANTANDER CHILE
QUARTERLY INCOME STATEMENTS
Constant Chilean pesos of September 30, 2004

	IIIQ 2004	IIIQ 2004	IIQ 2004	IIIQ 2003	% Change	% Change
	US\$ thousands	Ch\$ millions	Ch\$ millions	Ch\$ millions	IIIQ 2004/2003	IIIQ / IIQ 2004
Interest income and expense						
Interest income	313.059	190.014	232.382	137.149	38,5%	-18,2%
Interest expense	(141.385)	(85.815)	(101.967)	(64.800)	32,4%	-15,8%
Net interest income	171.674	104.199	130.415	72.349	44,0%	-20,1%
Provision for loan losses	(29.363)	(17.822)	(21.077)	(13.785)	29,3%	-15,4%
Fees and income from services						
Fees and other services income	61.470	37.310	34.847	38.148	-2,2%	7,1%
Other services expense	(11.401)	(6.920)	(6.429)	(6.265)	10,5%	7,6%
Total fees and income from services, net.	50.069	30.390	28.418	31.883	-4,7%	6,9%
Other operating income, net						
Net gain (loss) from trading and brokerage.	42.354	25.707	(2.092)	6.482	296,6%	-1328,8%
Foreign exchange transactions, net.	25.244	15.322	(6.251)	34.596	-55,7%	-345,1%
Other, net.	(8.033)	(4.876)	(5.479)	(2.885)	69,0%	-11,0%
Total other operating income, net.	59.565	36.153	(13.822)	38.193	-5,3%	-361,6%
Other income and expenses						
Nonoperating income, net	(20.191)	(12.255)	79	(2.875)	326,3%	-15612,7%
Income attributable to investments in other companies	621	377	261	93	305,4%	44,4%
Losses attributable to minority interest	(132)	(80)	(60)	(30)	166,7%	33,3%
Total other income and expenses	(19.702)	(11.958)	280	(2.812)	325,2%	-4370,7%
Operating expenses						
Personnel salaries and expenses	(54.234)	(32.918)	(33.035)	(33.374)	-1,4%	-0,4%
Administrative and other expenses	(42.182)	(25.603)	(24.595)	(20.295)	26,2%	4,1%
Depreciation and amortization	(15.304)	(9.289)	(10.389)	(10.572)	-12,1%	-10,6%
Total operating expenses	(111.720)	(67.810)	(68.019)	(64.241)	5,6%	-0,3%
Gain (loss) from price-level restatement	(8.457)	(5.133)	(7.724)	(607)	745,6%	-33,5%
Income before income taxes	112.066	68.019	48.471	60.980	11,5%	40,3%
Income taxes	(23.896)	(14.504)	(7.984)	(10.509)	38,0%	81,7%
Net income	88.169	53.515	40.487	50.471	6,0%	32,2%

**BANCO SANTANDER CHILE
YTD INCOME STATEMENTS**

Constant Chilean pesos of September 30, 2004

	Nine month period ended September 30,			
	2004	2004	2003	% Change
	US\$ thousands	Ch\$ millions	Ch\$ millions	IH 2004/2003
Interest income and expense				
Interest income	986.100	598.523	548.107	9,2%
Interest expense	(403.139)	(244.689)	(264.872)	-7,6%
Net interest income	582.961	353.834	283.235	24,9%
Provision for loan losses	(87.119)	(52.878)	(58.693)	-9,9%
Fees and income from services				
Fees and other services income	173.703	105.431	106.547	-1,0%
Other services expense	(32.070)	(19.465)	(18.906)	3,0%
Total fees and income from services, net.	141.633	85.966	87.641	-1,9%
Other operating income, net				
Net gain (loss) from trading and brokerage.	65.444	39.722	16.013	148,1%
Foreign exchange transactions, net.	(9.847)	(5.977)	65.583	-109,1%
Other, net.	(26.191)	(15.897)	(13.186)	20,6%
Total other operating income, net	29.406	17.848	68.410	-73,9%
Other income and expenses				
Nonoperating income, net	(33.735)	(20.476)	(5.637)	263,2%
Income attributable to investments in other companies	1.079	655	740	-11,5%
Losses attributable to minority interest	(311)	(189)	(115)	64,3%
Total other income and expenses	(32.967)	(20.010)	(5.012)	299,2%
Operating expenses				
Personnel salaries and expenses	(158.370)	(96.124)	(97.474)	-1,4%
Administrative and other expenses	(118.433)	(71.884)	(65.475)	9,8%
Depreciation and amortization	(47.898)	(29.072)	(29.914)	-2,8%
Total operating expenses	(324.701)	(197.080)	(192.863)	2,2%
Gain (loss) from price-level restatement	(15.037)	(9.127)	(9.059)	0,8%
Income before income taxes	294.176	178.553	173.659	2,8%
Income taxes	(55.513)	(33.694)	(30.285)	11,3%
Net income	238.663	144.859	143.374	1,0%

Financial Ratios

	1Q02	2Q02	3Q02	4Q02	1Q03	2Q03	3Q03	4Q03	1Q04	2Q04	3Q 04
Profitability											
Net interest margin*	4,1%	4,6%	4,4%	4,9%	4,3%	5,0%	4,2%	4,7%	4,3%	4,8%	4,5%
Net fees / operating expenses	35,9%	34,2%	35,9%	34,9%	41,3%	45,4%	49,6%	42,3%	43,2%	41,8%	44,8%
ROE	24,6%	33,1%	16,8%	0,0%	17,0%	23,6%	24,3%	32,2%	20,1%	18,5%	26,0%
Capital ratio											
BIS	12,9%	12,8%	13,9%	14,3%	16,6%	15,0%	15,3%	14,6%	16,7%	13,6%	13,1%
Earnings per Share											
Net income (nominal Ch\$m)	58.498	64.839	33.375	37.803	40.497	50.948	49.678	65.852	51.277	40.067	53.515
Net income per share (Nominal Ch\$)	0,31	0,34	0,18	0,20	0,21	0,27	0,26	0,35	0,27	0,21	0,28
Net income per ADS (US\$)	0,49	0,51	0,25	0,0	0,31	0,40	0,41	0,61	0,45	0,35	0,49
Shares outstanding in million	188.446,1	188.446,1	188.446,1	188.446,1	188.446,1	188.446,1	188.446,1	188.446,1	188.446,1	188.446,1	188.446,1
Credit Quality											
Past due loans/total loans	1,40%	1,35%	1,74%	2,12%	2,30%	2,35%	2,38%	2,23%	1,98%	1,73%	1,58%
Reserves for loan losses/past due loans	139,6%	129,9%	108,6%	100,5%	93,3%	94,5%	94,3%	99,1%	104,8%	110,7%	123,7%
Efficiency											
Operating expenses/operating income	44,7%	43,7%	52,9%	48,2%	45,8%	41,1%	45,1%	42,4%	43,2%	46,9%	39,7%
Market information (period-end)											
Stock price	12,8	11,6	12,8	12,8	12,9	13,7	14,7	13,6	15,9	16,2	16,3
ADR price	20,10	17,35	17,7	18,63	18,33	20,41	23	23,8	26,9	26,7	27,94
Market capitalization (US\$m)	3.646	3.147	3.210	3.379	3.325	3.702	4.172	4.313	4.879	4.843	5.068
Other Data											
Exchange rate (Ch/US\$) (period-end)	664,44	697,69	747,62	712,38	727,36	697,23	665,13	599,42	623,21	636,59	606,96

* Net interest margin including results of foreign exchange transactions