

	31-Dec	31-Dec	30-Sep	31-Dec	% Change	% Change
	2004	2004	2004	2003	Dic. 2004 / 2003	Dic. / Sept. 2004
	US\$ thousands	Ch\$ millions	Ch\$ millions	Ch\$ millions		
ASSETS						
Cash and due from banks						
Noninterest bearing	1,374,719	769,609	713,277	922,952	-16.6%	7.9%
Interbank deposits-interest bearing	319,097	178,640	269,523	85,537	108.8%	-33.7%
Total cash and due from banks	1,693,816	948,249	982,800	1,008,489	-6.0%	-3.5%
Financial investments						
Government securities	1,676,725	938,681	647,006	601,333	56.1%	45.1%
Investments purchased under agreements to resell	42,263	23,660	40,405	44,656	-47.0%	-41.4%
Other financial investments	811,868	454,508	538,315	726,600	-37.4%	-15.6%
Investment collateral under agreements to repurchase	1,022,877	572,637	469,716	588,517	-2.7%	21.9%
Total financial investments	3,553,733	1,989,486	1,695,442	1,961,106	1.4%	17.3%
Loans, net						
Commercial loans	5,630,150	3,151,927	3,022,205	2,574,707	22.4%	4.3%
Consumer loans	1,929,002	1,079,913	1,093,112	796,478	35.6%	-1.2%
Mortgage loans (Financed with mortgage bonds)	1,645,194	921,029	1,107,704	1,530,890	-39.8%	-16.9%
Foreign trade loans	883,352	494,527	585,094	443,335	11.5%	-15.5%
Interbank loans	233,969	130,983	88,533	146,575	-10.6%	47.9%
Leasing	897,096	502,221	502,432	442,661	13.5%	0.0%
Other outstanding loans	2,388,541	1,337,177	1,142,069	849,539	57.4%	17.1%
Past due loans	234,121	131,068	137,305	173,920	-24.6%	-4.5%
Contingent loans	1,555,461	870,794	1,020,937	849,594	2.5%	-14.7%
Reserve for loan losses	(309,533)	(173,286)	(169,870)	(172,401)	0.5%	2.0%
Total loans, net	15,087,353	8,446,353	8,529,521	7,635,298	10.6%	-1.0%
Other assets						
Bank premises and equipment	382,025	213,869	209,083	214,218	-0.2%	2.3%
Foreclosed assets	55,331	30,976	33,184	40,323	-23.2%	-6.7%
Investments in other companies	8,742	4,894	4,794	5,000	-2.1%	2.1%
Assets to be leased	32,987	18,467	9,521	33,736	-45.3%	94.0%
Other	747,075	418,235	471,758	293,257	42.6%	-11.3%
Total other assets	1,226,160	686,441	728,340	586,534	17.0%	-5.8%
TOTAL ASSETS	21,561,061	12,070,529	11,936,103	11,191,427	7.9%	1.1%

BANCO SANTANDER - CHILE, AND SUBSIDIARIES
UNAUDITED CONSOLIDATED BALANCE SHEETS
 (Adjusted for general price level changes and expressed in millions of constant
 Ch\$ of Dec. 31, 2004)

	31-Dec	31-Dec	30-Sep	31-Dec	% Change	% Change
	2004	2004	2004	2003	Dic. 2004 / 2003	Dic. / Sept. 2004
	US\$ thousands	Ch\$ millions	Ch\$ millions	Ch\$ millions		
LIABILITIES AND SHAREHOLDERS' EQUITY						
Deposits						
Current accounts	2,301,538	1,288,470	1,204,407	1,148,964	12.1%	7.0%
Bankers drafts and other deposits	1,770,555	991,210	1,143,315	906,451	9.4%	-13.3%
Total non-interest bearing deposits	4,072,093	2,279,680	2,347,722	2,055,415	10.9%	-2.9%
Savings accounts and time deposits	7,980,255	4,467,586	4,069,100	3,608,426	23.8%	9.8%
Total deposits	12,052,348	6,747,266	6,416,822	5,663,841	19.1%	5.1%
Other interest bearing liabilities						
Banco Central de Chile borrowings						
Credit lines for renegotiation of loans	16,655	9,324	10,231	12,775	-27.0%	-8.9%
Other Banco Central borrowings	587,762	329,047	8,085	350,981	-6.2%	3969.8%
Total Banco Central borrowings	604,417	338,371	18,316	363,756	-7.0%	1747.4%
Investments sold under agreements to repurchase	773,088	432,798	552,980	476,884	-9.2%	-21.7%
Mortgage finance bonds	1,712,038	958,450	1,163,358	1,315,246	-27.1%	-17.6%
Other borrowings						
Bonds	638,799	357,619	136,581	263,646	35.6%	161.8%
Subordinated bonds	947,906	530,666	390,487	398,020	33.3%	35.9%
Borrowings from domestic financial institutions	51,333	28,738	45,216	36,688	-21.7%	-36.4%
Foreign borrowings	854,293	478,259	759,359	554,176	-13.7%	-37.0%
Other obligations	71,061	39,782	57,662	66,460	-40.1%	-31.0%
Total other borrowings	2,563,392	1,435,064	1,389,305	1,318,990	8.8%	3.3%
Total other interest bearing liabilities	5,652,935	3,164,683	3,123,959	3,474,876	-8.9%	1.3%
Other liabilities						
Contingent liabilities	1,558,462	872,474	1,020,250	850,394	2.6%	-14.5%
Other	452,055	253,074	394,979	158,582	59.6%	-35.9%
Minority interest	2,285	1,279	1,347	1,095	16.8%	-5.0%
Total other liabilities	2,012,802	1,126,827	1,416,576	1,010,071	11.6%	-20.5%
Shareholders' equity						
Capital and reserves	1,487,878	832,959	833,017	830,529	0.3%	0.0%
Income for the year	355,097	198,794	145,729	212,110	-6.3%	36.4%
Total shareholders' equity	1,842,975	1,031,753	978,746	1,042,639	-1.0%	5.4%
TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY	21,561,061	12,070,529	11,936,103	11,191,427	7.9%	1.1%

BANCO SANTANDER CHILE
QUARTERLY INCOME STATEMENTS
 Constant Chilean pesos of December 31, 2004

	IVQ 2004	IVQ 2004	IIIQ 2004	IVQ 2003	% Change	% Change
	US\$ thousands	Ch\$ millions	Ch\$ millions	Ch\$ millions	IVQ 2004/2003	IVQ / IIIQ 2004
Interest income and expense						
Interest income	330,708	185,140	191,155	76,784	141.1%	-3.1%
Interest expense	(126,179)	(70,639)	(86,330)	(52,294)	35.1%	-18.2%
Net interest income	204,529	114,501	104,825	24,490	367.5%	9.2%
Provision for loan losses	(49,794)	(27,876)	(17,929)	(9,886)	182.0%	55.5%
Fees and income from services						
Fees and other services income	78,772	44,099	36,347	33,129	33.1%	21.3%
Other services expense	(15,099)	(8,453)	(5,776)	(6,920)	22.2%	46.3%
Total fees and income from services, net.	63,673	35,646	30,571	26,209	36.0%	16.6%
Other operating income, net						
Net gain (loss) from trading and brokerage	(5,545)	(3,104)	25,860	11,982	-125.9%	-112.0%
Foreign exchange transactions, net.	24,320	13,615	15,414	89,572	-84.8%	-11.7%
Other, net.	(15,222)	(8,522)	(4,903)	(5,336)	59.7%	73.8%
Total other operating income, net.	3,553	1,989	36,371	96,218	-97.9%	-94.5%
Other income and expenses						
Nonoperating income, net.	26,579	14,880	(11,141)	4,396	238.5%	-233.6%
Income attributable to investments in other companies	(191)	(107)	375	964	-111.1%	-128.5%
Losses attributable to minority interest	(4)	(2)	(76)	(48)	-95.8%	-97.4%
Total other income and expenses	26,384	14,771	(10,842)	5,312	178.1%	-236.2%
Operating expenses						
Personnel salaries and expenses	(65,886)	(36,885)	(33,116)	(30,970)	19.1%	11.4%
Administrative and other expenses	(41,941)	(23,480)	(26,943)	(19,936)	17.8%	-12.9%
Depreciation and amortization	(17,243)	(9,653)	(9,345)	(10,984)	-12.1%	3.3%
Total operating expenses	(125,070)	(70,018)	(69,404)	(61,890)	13.1%	0.9%
Gain (loss) from price-level restatement	(5,102)	(2,856)	(5,164)	1,245	-329.4%	-44.7%
Income before income taxes	118,173	66,157	68,428	81,698	-19.0%	-3.3%
Income taxes	(21,832)	(12,222)	(14,591)	(14,213)	-14.0%	-16.2%
Net income	96,342	53,935	53,837	67,485	-20.1%	0.2%

**BANCO SANTANDER CHILE
YTD INCOME STATEMENTS**

Constant Chilean pesos of December 31, 2004

	2004	2004	2003	% Change
	US\$ thousands	Ch\$ millions	Ch\$ millions	2004/2003
Interest income and expense				
Interest income	1,399,823	783,663	628,788	24.6%
Interest expense	(563,257)	(315,328)	(318,591)	-1.0%
Net interest income	836,566	468,335	310,197	51.0%
Provision for loan losses	(144,247)	(80,754)	(69,092)	16.9%
Fees and income from services				
Fees and other services income	264,991	148,350	140,410	5.7%
Other services expense	(47,763)	(26,739)	(25,796)	3.7%
Total fees and income from services, net	217,228	121,611	114,614	6.1%
Other operating income, net				
Net gain (loss) from trading and brokerage	65,407	36,617	28,135	30.1%
Foreign exchange transactions, net	13,643	7,638	155,728	-95.1%
Other, net	(43,617)	(24,418)	(20,405)	19.7%
Total other operating income, net	35,433	19,837	163,458	-87.9%
Other income and expenses				
Nonoperating income, net	(7,888)	(4,416)	513	-960.8%
Income attributable to investments in other companies	972	544	1,710	-68.2%
Losses attributable to minority interest	(334)	(187)	(164)	14.0%
Total other income and expenses	(7,250)	(4,059)	2,059	-297.1%
Operating expenses				
Personnel salaries and expenses	(237,588)	(133,009)	(129,295)	2.9%
Administrative and other expenses	(172,451)	(96,543)	(86,016)	12.2%
Depreciation and amortization	(69,173)	(38,725)	(41,159)	-5.9%
Total operating expenses	(479,212)	(268,277)	(256,470)	4.6%
Gain (loss) from price-level restatement	(21,405)	(11,983)	(7,893)	51.8%
Income before income taxes	437,113	244,710	256,873	-4.7%
Income taxes	(82,018)	(45,916)	(44,763)	2.6%
Net income	355,097	198,794	212,110	-6.3%

Financial Ratios

	1Q02	2Q02	3Q02	4Q02	1Q03	2Q03	3Q03	4Q03	1Q04	2Q04	3Q 04	4Q 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%	4.7%
Net fees / operating expenses	35.9%	34.2%	35.9%	34.9%	41.3%	45.4%	49.6%	42.4%	43.2%	41.8%	44.0%	50.9%
ROE	24.6%	33.1%	16.8%	0.0%	17.0%	23.6%	24.3%	32.2%	20.1%	18.5%	26.0%	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%	14.9%
Earnings per Share												
Net income (nominal Ch\$m)	58,498	64,839	33,375	25	40,497	50,948	49,678	65,852	51,277	40,067	53,515	53,935
Net income per share (Nominal Ch\$)	0.31	0.34	0.18	0.0	0.21	0.27	0.26	0.35	0.27	0.21	0.28	0.29
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	0.53
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	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%	1.52%
Reserves for loan losses/past due loans	139.6%	129.9%	108.6%	100.5%	93.3%	94.5%	94.3%	96.9%	104.8%	110.7%	120.3%	128.5%
Efficiency												
Operating expenses/operating income	44.7%	43.7%	52.9%	48.2%	45.8%	41.1%	45.1%	42.7%	43.2%	46.9%	40.4%	46.0%
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	18.1
ADR price	20.10	17.35	17.7	18.63	18.33	20.41	23	23.8	26.9	26.7	27.94	33.86
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	6,141
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	559.83

* Net interest margin including results of foreign exchange transactions