

	31-Dec	31-Dec	30-Sep	31-Dec	% Change	% Change
	2005	2005	2005	2004	Dec. 2005 / 2004	Dec. / Sept. 2005
	US\$ thousands	Ch\$ millions	Ch\$ millions	Ch\$ millions		
ASSETS						
Cash and due from banks						
Noninterest bearing	1,971,679	1,013,857	836,061	769,609	31.7%	21.3%
Interbank deposits-interest bearing	410,542	211,105	267,915	178,640	18.2%	-21.2%
Total cash and due from banks	2,382,221	1,224,962	1,103,976	948,249	29.2%	11.0%
Financial investments						
Government securities	894,929	460,181	602,154	938,681	-51.0%	-23.6%
Investments purchased under agreements to resell	44,962	23,120	32,502	23,660	-2.3%	-28.9%
Other financial investments	1,312,646	674,976	560,718	454,508	48.5%	20.4%
Investment collateral under agreements to repurchase	177,395	91,218	223,214	572,637	-84.1%	-59.1%
Total financial investments	2,429,932	1,249,496	1,418,588	1,989,486	-37.2%	-11.9%
Loans, net						
Commercial loans	7,108,186	3,655,101	3,519,785	3,151,927	16.0%	3.8%
Consumer loans	2,707,089	1,392,012	1,307,269	1,079,913	28.9%	6.5%
Mortgage loans (Financed with mortgage bonds)	1,234,366	634,723	683,448	921,029	-31.1%	-7.1%
Foreign trade loans	995,227	511,756	562,784	494,527	3.5%	-9.1%
Interbank loans	378,547	194,652	198,464	130,983	48.6%	-1.9%
Leasing	1,291,032	663,862	618,027	502,221	32.2%	7.4%
Other outstanding loans	3,998,668	2,056,155	1,887,280	1,337,177	53.8%	8.9%
Past due loans	207,192	106,540	114,133	131,068	-18.7%	-6.7%
Contingent loans	1,807,573	929,472	860,050	870,794	6.7%	8.1%
Reserves	(287,559)	(147,866)	(151,503)	(173,286)	-14.7%	-2.4%
Total loans, net	19,440,321	9,996,408	9,599,737	8,446,353	18.4%	4.1%
Other assets						
Bank premises and equipment	430,515	221,375	216,259	213,869	3.5%	2.4%
Foreclosed assets	34,904	17,948	18,318	30,976	-42.1%	-2.0%
Investments in other companies	13,022	6,696	6,216	4,891	36.9%	7.7%
Assets to be leased	62,261	32,015	14,074	18,467	73.4%	127.5%
Other	676,615	347,922	572,077	418,237	-16.8%	-39.2%
Total other assets	1,217,317	625,956	826,944	686,440	-8.8%	-24.3%
TOTAL ASSETS	25,469,791	13,096,821	12,949,245	12,070,528	8.5%	1.1%

BANCO SANTANDER - CHILE, AND SUBSIDIARIES
UNAUDITED CONSOLIDATED BALANCE SHEETS
(In millions of nominal Chilean pesos)

	31-Dec	31-Dec	30-Sep	31-Dec	% Change	% Change
	2005	2005	2005	2004	Dec. 2005 / 2004	Dec. / Sept. 2005
	US\$ thousands	Ch\$ millions	Ch\$ millions	Ch\$ millions		
LIABILITIES AND SHAREHOLDERS' EQUITY						
Deposits						
Current accounts	2,831,381	1,455,924	1,358,754	1,288,470	13.0%	7.2%
Bankers drafts and other deposits	1,386,373	712,887	1,016,034	991,210	-28.1%	-29.8%
Total non-interest bearing deposits	4,217,754	2,168,811	2,374,788	2,279,680	-4.9%	-8.7%
Savings accounts and time deposits	11,486,963	5,906,711	5,418,466	4,467,586	32.2%	9.0%
Total deposits	15,704,717	8,075,522	7,793,254	6,747,266	19.7%	3.6%
Other interest bearing liabilities						
Banco Central de Chile borrowings						
Credit lines for renegotiation of loans	12,941	6,655	7,276	9,324	-28.6%	-8.5%
Other Banco Central borrowings	336,839	173,206	173,065	329,047	-47.4%	0.1%
Total Banco Central borrowings	349,780	179,860	180,341	338,371	-46.8%	-0.3%
Investments sold under agreements to repurchase	96,807	49,779	164,959	432,798	-88.5%	-69.8%
Mortgage finance bonds	1,300,950	668,961	802,357	958,450	-30.2%	-16.6%
Other borrowings						
Bonds	807,536	415,243	312,286	357,619	16.1%	33.0%
Subordinated bonds	750,181	385,751	508,343	530,666	-27.3%	-24.1%
Borrowings from domestic financial institutions	4,917	2,528	2,677	28,738	-91.2%	-5.6%
Foreign borrowings	2,135,792	1,098,246	838,421	478,259	129.6%	31.0%
Other obligations	81,857	42,092	41,450	39,782	5.8%	1.5%
Total other borrowings	3,780,283	1,943,859	1,703,177	1,435,064	35.5%	14.1%
Total other interest bearing liabilities	5,527,820	2,842,460	2,850,834	3,164,683	-10.2%	-0.3%
Other liabilities						
Contingent liabilities	1,811,163	931,318	860,858	872,474	6.7%	8.2%
Other	319,373	164,225	412,833	253,072	-35.1%	-60.2%
Minority interest	2,848	1,464	1,576	1,279	14.5%	-7.1%
Total other liabilities	2,133,384	1,097,007	1,275,267	1,126,825	-2.6%	-14.0%
Shareholders' equity						
Capital and reserves	1,637,700	842,122	847,396	832,959	1.1%	-0.6%
Income for the year	466,171	239,710	182,494	198,795	20.6%	31.4%
Total shareholders' equity	2,103,871	1,081,832	1,029,890	1,031,754	4.9%	5.0%
TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY	25,469,791	13,096,821	12,949,245	12,070,528	8.5%	1.1%

BANCO SANTANDER CHILE
QUARTERLY INCOME STATEMENTS

Million of nominal Chilean pesos

	IVQ 2005	IVQ 2005	IIIQ 2005	IVQ 2004	% Change	% Change
	US\$ thousands	Ch\$ millions	Ch\$ millions	Ch\$ millions	IVQ 2005/2004	IVQ 2005 / IIIQ 2005
Interest income and expense						
Interest income	570,192	293,199	250,818	185,140	58.4%	16.9%
Interest expense	(278,625)	(143,272)	(114,356)	(70,639)	102.8%	25.3%
Net interest income	291,567	149,927	136,462	114,501	30.9%	9.9%
Foreign exchange transactions, net	2,245	1,154	1,556	13,615	-91.5%	-25.8%
Net financial income	293,812	151,081	138,018	128,116	17.9%	9.5%
Provision for loan losses	(32,351)	(16,635)	(17,793)	(27,876)	-40.3%	-6.5%
Fees and income from services						
Fees and other services income	93,958	48,314	44,531	44,099	9.6%	8.5%
Other services expense	(16,977)	(8,730)	(8,501)	(8,452)	3.3%	2.7%
Total fees and income from services, net	76,981	39,585	36,030	35,647	11.0%	9.9%
Other operating income, net						
Net gain (loss) from trading and mark-to-market	(32,277)	(16,597)	11,942	(3,104)	434.7%	--
Other, net	(15,355)	(7,896)	(6,436)	(8,523)	-7.4%	22.7%
Total other operating income, net	(47,632)	(24,493)	5,506	(11,627)	110.7%	--
Operating expenses						
Personnel salaries and expenses	(71,515)	(36,774)	(34,693)	(36,885)	-0.3%	6.0%
Administrative and other expenses	(53,333)	(27,425)	(26,921)	(23,480)	16.8%	1.9%
Depreciation and amortization	(22,486)	(11,562)	(10,034)	(9,653)	19.8%	15.2%
Total operating expenses	(147,334)	(75,760)	(71,648)	(70,018)	8.2%	5.7%
Other income and expenses						
Nonoperating income, net	274	141	(2,180)	14,885	-99.1%	--
Income attributable to investments in other companies	144	74	87	(114)	-164.9%	-14.6%
Losses attributable to minority interest	122	63	(68)	2	3812.5%	--
Total other income and expenses	540	278	(2,161)	14,772	-98.1%	--
Gain (loss) from price-level restatement	(12,016)	(6,179)	(7,183)	(2,856)	116.3%	-14.0%
Income before income taxes	132,000	67,877	80,769	66,158	2.6%	-16.0%
Income taxes	(20,734)	(10,661)	(14,336)	(12,222)	-12.8%	-25.6%
Net income	111,269	57,216	66,433	53,936	6.1%	-13.9%

BANCO SANTANDER CHILE
INCOME STATEMENTS

Million of nominal Chilean pesos

	2005	2005	2004	% Change
	US\$ thousands	Ch\$ millions	Ch\$ millions	2005/2004
Interest income and expense				
Interest income	1,916,860	985,669	783,663	25.8%
Interest expense	(855,273)	(439,790)	(315,328)	39.5%
Net interest income	1,061,587	545,879	468,335	16.6%
Foreign exchange transactions, net.	5,220	2,684	7,638	-64.9%
Net financial income	1,066,807	548,563	475,973	15.3%
Provision for loan losses	(123,553)	(63,532)	(80,754)	-21.3%
Fees and income from services				
Fees and other services income	330,189	169,786	148,350	14.4%
Other services expense	(61,102)	(31,420)	(26,739)	17.5%
Total fees and income from services, net.	269,087	138,367	121,611	13.8%
Other operating income, net				
Net gain (loss) from trading and brokerage.	16,342	8,403	36,617	-77.1%
Other, net.	(45,901)	(23,603)	(24,418)	-3.3%
Total other operating income, net	(29,559)	(15,200)	12,199	-224.6%
Operating expenses				
Personnel salaries and expenses	(270,744)	(139,220)	(133,009)	4.7%
Administrative and other expenses	(195,610)	(100,585)	(96,543)	4.2%
Depreciation and amortization	(76,327)	(39,248)	(38,725)	1.4%
Total operating expenses	(542,681)	(279,052)	(268,277)	4.0%
Other income and expenses				
Nonoperating income, net	(42,809)	(22,013)	(4,411)	399.0%
Income attributable to investments in other companies	1,319	678	537	26.4%
Losses attributable to minority interest	(259)	(133)	(183)	-27.3%
Total other income and expenses	(41,749)	(21,468)	(4,058)	429.1%
Gain (loss) from price-level restatement	(35,277)	(18,140)	(11,983)	51.4%
Income before income taxes	563,075	289,538	244,711	18.3%
Income taxes	(96,903)	(49,828)	(45,916)	8.5%
Net income	466,171	239,710	198,795	20.6%

Financial Ratios

	1Q03	2Q03	3Q03	4Q03	1Q04	2Q04	3Q04	4Q04	1Q05	2Q05	3Q05	4Q05
Profitability												
Net interest margin*	4.3%	5.0%	4.2%	4.7%	4.3%	4.8%	4.5%	4.7%	4.2%	4.8%	4.6%	4.9%
Net fees / operating expenses	41.3%	45.4%	49.6%	42.4%	43.2%	41.8%	44.0%	50.9%	47.8%	47.5%	50.3%	52.3%
Return on average equity	16.4%	22.0%	21.3%	26.6%	19.7%	17.1%	22.7%	21.5%	20.5%	25.7%	26.8%	21.7%
Capital ratio												
BIS	16.6%	15.0%	15.3%	14.6%	16.7%	13.6%	13.1%	14.9%	16.2%	13.4%	13.2%	12.9%
Earnings per Share												
Net income (nominal Ch\$mn)	40,497	50,948	49,678	65,852	51,277	40,067	53,515	53,935	53,960	62,101	66,433	57,216
Net income per share (Nominal Ch\$)	0.21	0.27	0.26	0.35	0.27	0.21	0.28	0.29	0.29	0.33	0.35	0.30
Net income per ADS (US\$)	0.31	0.40	0.41	0.61	0.45	0.35	0.49	0.53	0.51	0.59	0.69	0.61
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	2.30%	2.35%	2.38%	2.23%	1.98%	1.73%	1.58%	1.52%	1.38%	1.29%	1.17%	1.05%
Reserves for loan losses/past due loans	93.3%	94.5%	94.3%	96.9%	104.8%	110.7%	120.3%	128.5%	135.1%	137.6%	129.4%	135.3%
Efficiency												
Operating expenses/operating income	45.8%	41.1%	45.1%	42.7%	43.2%	46.9%	40.4%	46.0%	41.8%	39.1%	39.9%	45.6%
Market information (period-end)												
Stock price	12.9	13.7	14.7	13.6	15.9	16.2	16.3	18.1	18.6	17.9	22.3	21.6
ADR price	18.33	20.41	23	23.8	26.9	26.7	27.94	33.86	33.13	32.3	43.87	44.6
Market capitalization (US\$mn)	3,325	3,702	4,172	4,313	4,879	4,843	5,068	6,141	6,009	5,858	7,957	8,089
Network												
ATMs	1,104	1,101	1,098	1,081	1,027	1,050	1,050	1,190	1,187	1,225	1,322	1,422
Branches	346	344	346	345	341	346	351	311	316	327	335	352
Other Data												
Exchange rate (Ch/US\$) (period-end)	727.36	697.23	665.13	599.42	623.21	636.59	606.96	559.83	586.45	578.92	533.69	514.21

* Net interest margin including results of foreign exchange transactions



Loans by client segment						% Change	
Ch\$ million	Dec-04	Mar-05	Jun-05	Sep-05	Dec-05	Dec. 2005 / 2004	Dec. / Sept. 2005
Banefe	396,640	416,080	434,742	459,058	491,424	23.9%	7.1%
Middle-upper income	2,967,258	3,129,214	3,305,448	3,521,901	3,711,684	25.1%	5.4%
Total individuals	3,363,899	3,545,293	3,740,190	3,980,959	4,203,108	24.9%	5.6%
SMEs	1,070,559	1,143,571	1,223,618	1,317,681	1,402,332	31.0%	6.4%
Total RETAIL	4,434,457	4,688,864	4,963,808	5,298,640	5,605,440	26.4%	5.8%
Institutional lending	149,625	157,546	154,948	175,508	181,999	21.6%	3.7%
Middle-market & real estate	1,721,460	1,855,576	1,899,395	1,943,136	1,963,468	14.1%	1.0%
Large Corporations	1,313,539	1,368,476	1,293,519	1,267,076	1,261,544	-4.0%	-0.4%

Excludes contingent loans