

**BANCO SANTANDER CHILE**  
**QUARTERLY INCOME STATEMENTS**

Million of nominal Chilean pesos

	IH 2005	IH 2005	IH 2004	% Change
	US\$ thousands	Ch\$ millions	Ch\$ millions	IQ 2005/2004
<b>Interest income and expense</b>				
Interest income .....	762.890	441.652	408.509	8,1%
Interest expense .....	(314.658)	(182.162)	(158.874)	14,7%
Net interest income .....	448.232	259.490	249.635	3,9%
Foreign exchange transactions, net .....	(45)	(26)	(21.299)	-99,9%
Net financial income .....	448.187	259.464	228.336	13,6%
<b>Provision for loan losses</b> .....	(50.273)	(29.104)	(35.056)	-17,0%
<b>Fees and income from services</b>				
Fees and other services income .....	132.904	76.941	68.121	12,9%
Other services expense .....	(24.509)	(14.189)	(12.545)	13,1%
Total fees and income from services, net .....	108.395	62.752	55.576	12,9%
<b>Other operating income, net</b>				
Net gain (loss) from trading and brokerage .....	22.558	13.059	14.015	-6,8%
Other, net .....	(16.016)	(9.272)	(11.021)	-15,9%
Total other operating income, net .....	6.542	3.787	2.994	26,5%
<b>Operating expenses</b>				
Personnel salaries and expenses .....	(117.033)	(67.753)	(63.206)	7,2%
Administrative and other expenses .....	(79.871)	(46.239)	(46.281)	-0,1%
Depreciation and amortization .....	(30.491)	(17.652)	(19.783)	-10,8%
Total operating expenses .....	(227.395)	(131.644)	(129.270)	1,8%
<b>Other income and expenses</b>				
Nonoperating income, net .....	(34.502)	(19.974)	(8.221)	143,0%
Income attributable to investments in other companies .....	886	513	278	84,5%
Losses attributable to minority interest .....	(214)	(124)	(109)	13,8%
Total other income and expenses .....	(33.830)	(19.585)	(8.052)	143,2%
<b>Gain (loss) from price-level restatement</b> .....	(8.253)	(4.778)	(3.994)	19,6%
<b>Income before income taxes</b> .....	243.373	140.892	110.534	27,5%
<b>Income taxes</b> .....	(42.892)	(24.831)	(19.190)	29,4%
<b>Net income</b> .....	200.478	116.061	91.344	27,1%