

	30-Jun	30-Jun	31-Mar	30-Jun	% Change	% Change
	2005	2005	2004	2004	June 2005 / 2004	June / March 2005
	US\$ thousands	Ch\$ millions	Ch\$ millions	Ch\$ millions		
<b>ASSETS</b>						
<b>Cash and due from banks</b>						
Noninterest bearing .....	1.999.508	1.157.555	750.469	586.820	97,3%	54,2%
Interbank deposits-interest bearing .....	327.080	189.353	590.946	82.855	128,5%	-68,0%
Total cash and due from banks .....	2.326.587	1.346.908	1.341.415	669.675	101,1%	0,4%
<b>Financial investments</b>						
Government securities .....	933.215	540.257	773.721	831.115	-35,0%	-30,2%
Investments purchased under agreements to resell .....	94.507	54.712	25.616	40.104	36,4%	113,6%
Other financial investments .....	1.040.712	602.489	423.653	457.439	31,7%	42,2%
Investment collateral under agreements to repurchase .....	505.080	292.401	523.919	400.426	-27,0%	-44,2%
Total financial investments .....	2.573.514	1.489.859	1.746.909	1.729.084	-13,8%	-14,7%
<b>Loans, net</b>						
Commercial loans .....	5.837.739	3.379.584	3.317.067	2.837.327	19,1%	1,9%
Consumer loans .....	2.108.651	1.220.740	1.156.130	1.013.944	20,4%	5,6%
Mortgage loans (Financed with mortgage bonds) .....	1.277.805	739.747	810.688	1.303.217	-43,2%	-8,8%
Foreign trade loans .....	996.759	577.044	588.552	608.386	-5,2%	-2,0%
Interbank loans .....	318.968	184.657	175.814	80.632	129,0%	5,0%
Leasing .....	987.836	571.878	536.217	479.124	19,4%	6,7%
Other outstanding loans .....	2.937.641	1.700.659	1.533.335	855.248	98,8%	10,9%
Past due loans .....	210.388	121.798	125.367	145.587	-16,3%	-2,8%
Contingent loans .....	1.615.344	935.155	869.201	1.075.938	-13,1%	7,6%
Reserves .....	(296.362)	(171.570)	(174.006)	(161.197)	6,4%	-1,4%
Total loans, net .....	15.994.769	9.259.692	8.938.365	8.238.206	12,4%	3,6%
<b>Other assets</b>						
Bank premises and equipment .....	366.978	212.451	208.019	204.824	3,7%	2,1%
Foreclosed assets .....	37.520	21.721	26.367	36.727	-40,9%	-17,6%
Investments in other companies .....	8.366	4.843	4.967	4.270	13,4%	-2,5%
Assets to be leased .....	27.954	16.183	14.075	12.116	33,6%	15,0%
Other .....	1.744.225	1.009.767	583.126	482.188	109,4%	73,2%
Total other assets .....	2.185.043	1.264.965	836.554	740.125	70,9%	51,2%
<b>TOTAL ASSETS .....</b>	<b>23.079.914</b>	<b>13.361.424</b>	<b>12.863.243</b>	<b>11.377.090</b>	<b>17,4%</b>	<b>3,9%</b>

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

	30-Jun	30-Jun	31-Mar	30-Jun	% Change	% Change
	2005	2005	2004	2004	June 2005 / 2004	June / March 2005
	US\$ thousands	Ch\$ millions	Ch\$ millions	Ch\$ millions		
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>						
<b>Deposits</b>						
Current accounts .....	2.379.728	1.377.672	1.346.977	1.239.728	11,1%	2,3%
Bankers drafts and other deposits .....	2.003.111	1.159.641	1.165.535	1.002.911	15,6%	-0,5%
Total non-interest bearing deposits .....	4.382.839	2.537.313	2.512.512	2.242.639	13,1%	1,0%
Savings accounts and time deposits .....	9.106.180	5.271.750	4.603.981	3.541.668	48,8%	14,5%
Total deposits .....	13.489.019	7.809.063	7.116.493	5.784.307	35,0%	9,7%
<b>Other interest bearing liabilities</b>						
Banco Central de Chile borrowings						
Credit lines for renegotiation of loans .....	13.244	7.667	8.333	10.729	-28,5%	-8,0%
Other Banco Central borrowings .....	42.502	24.605	215.268	8.818	179,0%	-88,6%
Total Banco Central borrowings .....	55.746	32.272	223.601	19.547	65,1%	-85,6%
Investments sold under agreements to repurchase .....	466.287	269.943	474.004	526.723	-48,8%	-43,1%
Mortgage finance bonds .....	1.484.875	859.624	861.145	1.222.789	-29,7%	-0,2%
Other borrowings						
Bonds .....	573.713	332.134	364.103	137.251	142,0%	-8,8%
Subordinated bonds .....	939.942	544.151	550.596	405.107	34,3%	-1,2%
Borrowings from domestic financial institutions .....	7.018	4.063	746	83.048	-95,1%	444,6%
Foreign borrowings .....	1.627.626	942.265	829.959	674.519	39,7%	13,5%
Other obligations .....	70.708	40.934	43.760	66.737	-38,7%	-6,5%
Total other borrowings .....	3.219.007	1.863.547	1.789.164	1.366.662	36,4%	4,2%
Total other interest bearing liabilities .....	5.225.915	3.025.386	3.347.914	3.135.721	-3,5%	-9,6%
<b>Other liabilities</b>						
Contingent liabilities .....	1.617.534	936.423	870.383	1.075.865	-13,0%	7,6%
Other .....	1.092.779	632.632	452.361	469.134	34,9%	39,9%
Minority interest .....	2.565	1.485	1.317	1.247	19,1%	12,8%
Total other liabilities .....	2.712.878	1.570.540	1.324.061	1.546.246	1,6%	18,6%
<b>Shareholders' equity</b>						
Capital and reserves .....	1.451.624	840.374	1.020.815	819.472	2,6%	-17,7%
Income for the year .....	200.478	116.061	53.960	91.344	27,1%	115,1%
Total shareholders' equity .....	1.652.102	956.435	1.074.775	910.816	5,0%	-11,0%
<b>TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY .....</b>	<b>23.079.914</b>	<b>13.361.424</b>	<b>12.863.243</b>	<b>11.377.090</b>	<b>17,4%</b>	<b>3,9%</b>

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

Million of nominal Chilean pesos

	IIQ 2005	IIQ 2005	IQ 2005	IIQ 2004	% Change	% Change
	US\$ thousands	Ch\$ millions	Ch\$ millions	Ch\$ millions	IIQ 2005/2004	IIQ / IQ 2005
<b>Interest income and expense</b>						
Interest income	477.852	276.638	165.014	229.970	20,3%	67,6%
Interest expense	(229.757)	(133.011)	(49.151)	(100.909)	31,8%	170,6%
Net interest income	248.095	143.627	115.863	129.061	11,3%	24,0%
Foreign exchange transactions, net.	(3.992)	(2.311)	2.285	(6.186)	-62,6%	--
Net financial income	244.103	141.316	118.148	122.875	15,0%	19,6%
<b>Provision for loan losses</b>	(20.917)	(12.109)	(16.995)	(20.858)	-41,9%	-28,7%
<b>Fees and income from services</b>						
Fees and other services income	67.723	39.206	37.735	34.485	13,7%	3,9%
Other services expense	(12.611)	(7.301)	(6.888)	(6.362)	14,8%	6,0%
Total fees and income from services, net.	55.112	31.905	30.847	28.123	13,4%	3,4%
<b>Other operating income, net</b>						
Net gain (loss) from trading and mark-to-market	2.786	1.613	11.446	(2.070)	--	-85,9%
Other, net.	(5.718)	(3.310)	(5.962)	(5.422)	-39,0%	-44,5%
Total other operating income, net.	(2.932)	(1.697)	5.484	(7.492)	-77,3%	--
<b>Operating expenses</b>						
Personnel salaries and expenses	(59.152)	(34.244)	(33.509)	(32.692)	4,7%	2,2%
Administrative and other expenses	(41.415)	(23.976)	(22.263)	(24.340)	-1,5%	7,7%
Depreciation and amortization	(15.418)	(8.926)	(8.726)	(10.281)	-13,2%	2,3%
Total operating expenses	(115.985)	(67.146)	(64.498)	(67.313)	-0,2%	4,1%
<b>Other income and expenses</b>						
Nonoperating income, net.	(12.744)	(7.378)	(12.596)	78	--	-41,4%
Income attributable to investments in other companies	516	299	214	258	15,9%	39,7%
Losses attributable to minority interest	(123)	(71)	(53)	(59)	20,3%	34,0%
Total other income and expenses	(12.351)	(7.150)	(12.435)	277	-2681,2%	-42,5%
<b>Gain (loss) from price-level restatement</b>	(18.555)	(10.742)	5.964	(7.644)	40,5%	--
<b>Income before income taxes</b>	128.475	74.377	66.515	47.968	55,1%	11,8%
<b>Income taxes</b>	(21.205)	(12.276)	(12.555)	(7.901)	55,4%	-2,2%
<b>Net income</b>	107.270	62.101	53.960	40.067	55,0%	15,1%