

BANK OF CHILE  
Form 6-K  
May 01, 2008

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**FORM 6-K**  
**SECURITIES AND EXCHANGE COMMISSION**  
**Washington, D.C. 20549**

**Report of Foreign Private Issuer**

Pursuant to Rule 13a-16 or 15d-16  
of the Securities Exchange Act of 1934

For the month of April, 2008

Commission File Number 001-15266

**BANK OF CHILE**  
(Translation of registrant's name into English)

**Ahumada 251**  
**Santiago, Chile**  
(Address of principal executive offices)

Indicate by check mark whether the registrant files or will file annual reports under cover Form 20-F or Form 40-F.

Form 20-F  Form 40-F

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted  
by Regulation S-T Rule 101(b)(1):

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted  
by Regulation S-T Rule 101(b)(7):

Indicate by check mark whether by furnishing the information contained in this Form, the  
registrant is also thereby furnishing the information to the Commission pursuant to Rule  
12g3-2(b) under the Securities Exchange Act of 1934.

Yes  No

If "Yes" is marked, indicate below the file number assigned to the registrant in  
connection with Rule 12g3-2(b): 82- \_\_\_\_\_

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BANCO DE CHILE  
REPORT ON FORM 6-K

Attached is an English translation of the consolidated financial statements published by Banco de Chile in a local newspaper on April 30, 2008, for the three months ended March 31, 2008.

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**BANCO DE CHILE AND SUBSIDIARIES**

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**CONSOLIDATED FINANCIAL STATEMENTS**  
**As of March 31, 2008**

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**BANCO DE CHILE AND SUBSIDIARIES**

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\$ = Chilean pesos

MM\$ = Millions of Chilean pesos

**BANCO DE CHILE AND SUBSIDIARIES**  
**CONSOLIDATED FINANCIAL STATEMENT**  
**As of March, 31 2008**

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| <b>ASSETS</b>                                   | <b>MM\$</b>       |
|---|-------------------|
| Cash and due from banks                         | 463,892           |
| Transactions in the course of collection        | 465,561           |
| Trading securities                              | 1,193,041         |
| Securities purchased under agreements to resell | 38,665            |
| Derivate instruments                            | 743,215           |
| Loans and advance to banks                      | 286,108           |
| Loans and accounts receivables to customers     | 11,536,040        |
| Available for sale instruments                  | 175,836           |
| Held to maturity instruments                    |                   |
| Investments in other affiliates                 | 9,494             |
| Intangibles assets                              | 29,941            |
| Fixed assets                                    | 198,976           |
| Deferred tax assets                             | 56,799            |
| Other assets                                    | 143,330           |
| <b>TOTAL ASSETS</b>                             | <b>15,340,898</b> |

**BANCO DE CHILE AND SUBSIDIARIES**  
**CONSOLIDATED FINANCIAL STATEMENT**  
**As of March, 31 2008**

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| <b>LIABILITIES</b>                                   | <b>MM\$</b>       |
|--|-------------------|
| Current accounts and demand deposits                 | 2,808,069         |
| Transactions in the course of payment                | 270,699           |
| Securities sold under agreements to repurchase       | 432,148           |
| Saving accounts and time deposits                    | 6,972,302         |
| Derivate instruments                                 | 749,042           |
| Borrowings from financial institutions               | 906,747           |
| Debt issued  | 1,688,020         |
| Other financial obligations                          | 74,349            |
| Current tax liabilities                              | 11,122            |
| Deferred tax liabilities                             | 14,156            |
| Provisions   | 113,354           |
| Other liabilities                                    | 161,851           |
| <b>TOTAL LIABILITIES</b>                             | <b>14,201,859</b> |
| <br>   |                   |
| <b>EQUITY</b>  |                   |
| <br>   |                   |
| <b>Attributable to equity holders of the parent:</b> |                   |
| Capital  | 1,003,825         |
| Reserves   | 117,862           |
| Others accounts                                      | (8,049)           |
| Retained earnings:                                   |                   |
| Retained earnings from previous periods              | 7,354             |
| Income for the period                                | 60,100            |
| Less:  |                   |
| Provisions for minimum dividends                     | (42,070)          |
|  | 1,139,022         |
| <b>Minority interest</b>                             | 17                |
| <b>TOTAL EQUITY</b>                                  | <b>1,139,039</b>  |
| <b>TOTAL LIABILITIES AND EQUITY</b>                  | <b>15,340,898</b> |

**BANCO DE CHILE AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENT OF RECOGNISED INCOME AND EXPENSE**  
**As of March, 31 2008**

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**A. STATEMENT OF INCOME AND EXPENSES**

|  | <b>MM\$</b>      |
|--|------------------|
| Interest revenue                                     | 312,629          |
| Interest expense                                     | (155,575)        |
| <b>Net interest revenue</b>                          | <b>157,054</b>   |
| Income from fees and commission                      | 60,345           |
| Expenses from fees and commission                    | (13,303)         |
| <b>Net fees and commission</b>                       | <b>47,042</b>    |
| Gains (losses) from trading and brokerage activities | 26,465           |
| Foreign exchange transactions, net                   | (20,823)         |
| Other operating income                               | 50,796           |
| <b>TOTAL OPERATING REVENUE</b>                       | <b>260,534</b>   |
| Provision for loan losses                            | (26,033)         |
| <b>NET OPERATING REVENUE</b>                         | <b>234,501</b>   |
| Staff expenses                                       | (86,787)         |
| Administrative expenses                              | (42,814)         |
| Depreciation and amortization                        | (10,906)         |
| Impairments  | (19,671)         |
| Other operational expenses                           | (19,671)         |
| <b>TOTAL OPERATING EXPENSES</b>                      | <b>(160,178)</b> |
| <b>OPERATING INCOME</b>                              | <b>74,323</b>    |
| Income attributable to affiliates                    | 863              |
| Loss form price-level restatements                   | (7,174)          |
| <b>Income before income taxes</b>                    | <b>68,012</b>    |
| Income taxes   | (7,912)          |
| <b>Income from continuous operations</b>             | <b>60,100</b>    |
| <b>Income from discontinued operations</b>           | <b>60,100</b>    |
| <b>INCOME FOR THE PERIOD</b>                         | <b>60,100</b>    |

|   |        |
|---|--------|
| Attributable to:                                |        |
| Equity holders of the parent                    | 60,100 |
| Minority interest                               |        |
|   | \$     |
| Earning per share equity holders of the parent: |        |
| Basic earnings                                  | 0.75   |
| Diluted earnings                                | 0.75   |



**BANCO DE CHILE AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENT OF RECOGNISED INCOME AND EXPENSE**  
**As of March, 31 2008**

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**B. STATEMENT OF OTHER RECOGNISED INCOME AND EXPENSE**

|  | <b>MM\$</b> |
|--|-------------|
| <b>INCOME FOR THE PERIOD</b>   | 60,100      |
| <br><b>OTHER RECOGNISED INCOME AND EXPENSE</b>                             |             |
| Available for sale instruments:  |             |
| Net change in unrealized gains (losses) on permanent financial investments | 192         |
| Accumulated adjustment for translation differences                         | (1,813)     |
| <br><b>Other recognised income and expense before income taxes</b>         | (1,621)     |
| Income taxes other recognised income and expense                           | (33)        |
| <br><b>Total other recognised income and expense</b>                       | (1,654)     |
| <br><b>TOTAL RECOGNISED INCOME AND EXPENSE FOR THE PERIOD</b>              | 58,446      |
| <br>Attributable to:   |             |
| Equity holders of the parent   | 58,446      |
| Minority interest  |             |
| <br>Earning per share equity holders of the parent:                        |             |
| Basic earnings   | \$ 0.73     |
| Diluted earnings   | 0.73        |

**BANCO DE CHILE AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**As of March, 31 2008**

|   | Reserves    |             |          |               | Other Accounts |             |             | Retained earnings |           |
|---|-------------|-------------|----------|---------------|----------------|-------------|-------------|-------------------|-----------|
|   | Capital     | Price-level | Share    | Other         | Reserves       | Unrealized  | Accumulated | Retained          | Income    |
|   | restatement | premium     | Reserves | from retained | gains          | adjustment  | earnings    | from              | for the   |
|   | MM\$        | MM\$        | MM\$     | earnings      | for sale       | for         | from        | previous          | period    |
|   |             |             | MM\$     | MM\$          | instruments    | differences | MM\$        | MM\$              | MM\$      |
| Balance as of December, 31 2007                               | 721,174     |             | 1,705    | 11,380        | 78,900         |             | (4,055)     |                   | 242,280   |
| Capital increase due to merger with Citibank Chile            | 277,791     |             |          | 16,678        |                | (2,340)     |             | 7,354             | 22,110    |
| Balance adjusted  | 998,965     |             | 1,705    | 28,058        | 78,900         | (2,340)     | (4,055)     | 7,354             | 264,400   |
| Subscription and payments of shares                           | 4,860       |             |          |               |                |             |             |                   |           |
| Dividends paid  |             |             |          |               |                |             |             |                   | (264,460) |
| Net adjustment for translation differences                    |             |             |          |               |                |             | (1,813)     |                   |           |
| Unrealized gains on financial investments available for sales |             |             |          |               |                | 159         |             |                   |           |
| Other changes   |             | 9,199       |          |               |                |             |             |                   |           |

Price level  
restatement  
Income for  
the period

60,10

Minimum  
dividends

**Balance as  
of March,**

**31**

**1,003,82**

**9,199**

**1,705**

**28,058**

**78,900**

**(2,181)**

**(5,868)**

**7,354**

**60,10**

**BANCO DE CHILE AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENT OF CASH FLOW**  
**As of March, 31 2008**

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|  | <b>MM\$</b>    |
|--|----------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>                                 |                |
| Net income for the period  | 60,100         |
| Items that do not represent cash flows:                                      |                |
| Depreciation and amortization  | 13,484         |
| Provisions for loan losses   | 33,628         |
| Fair value adjustment of trading securities                                  | (4,205)        |
| Equity participation in net (income) loss in investments in other affiliates | (863)          |
| Net gain on sales of assets received in lieu of payment                      | (157)          |
| Net gain on sales of fixed assets  | (27)           |
| Charge-off of assets received in lieu of payments                            | 1,114          |
| Net loss from price-level restatement  | 7,174          |
| Minority interest  |                |
| Other charges not representing cash flows                                    | (26,474)       |
| Net change in interest accruals  | (15,886)       |
| <b>Total cash flows from operating activities</b>                            | <b>67,888</b>  |
| <br><b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>                             |                |
| Net decrease in accounts receivables to customers                            | 162,264        |
| Net decrease in investments  | 224,936        |
| Purchases of fixed assets  | (5,704)        |
| Proceeds from sale of fixed assets   | 28             |
| Investments in other affiliates  | (6,188)        |
| Dividends received from investments in other affiliates                      | 70             |
| Proceeds from sale of assets received in lieu of payment                     | 831            |
| Net changes in other assets and liabilities                                  | 81,629         |
| <b>Total cash flows from investing activities</b>                            | <b>457,866</b> |

**BANCO DE CHILE AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENT OF CASH FLOW**  
**As of March, 31 2008**

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**Consolidated Statement of Cash Flow, continued:**

|   | <b>MM\$</b>      |
|---|------------------|
| <b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>                              |                  |
| Net increase (decrease) in current accounts                               | (62,788)         |
| Net increase (decrease) in savings accounts and time deposits             | (437,601)        |
| Net increase (decrease) in other demand or time deposits                  | (78,388)         |
| Net increase (decrease) in securities sold under agreements to repurchase | 110,609          |
| Net increase (decrease) in other short-term borrowings                    | (18,014)         |
| Issuance of mortgage finance bonds  | 46               |
| Repayment of mortgage finance bonds                                       | (33,582)         |
| Net increase (decrease) in short-term borrowings                          | (62,589)         |
| Borrowing from Central Bank (long-term)                                   | 91               |
| Payment of borrowing from Central Bank (long-term)                        | (191)            |
| Issuance of bonds   | 74,154           |
| Payment of bonds  | (15,081)         |
| Long-term foreign borrowings  | 462,169          |
| Payment of long-term foreign borrowings                                   | (327,847)        |
| Other long-term borrowings  | 4,707            |
| Payment of other long-term borrowings                                     | (219)            |
| Subscriptions and payment of shares                                       | 4,860            |
| Dividends paid  | (264,463)        |
| <b>Total cash flows from financing activities</b>                         | <b>(644,127)</b> |
| <b>NET POSITIVE (NEGATIVE) CASH FLOWS FOR THE PERIOD</b>                  | <b>(118,373)</b> |
| Effect of price-level restatement on cash and cash equivalents            | (6,889)          |
| Net increase (decrease) in cash and cash equivalents                      | (125,262)        |
| Cash and cash equivalents at the beginning of the period                  | 986,151          |
| <b>Cash and cash equivalents at the end of the period</b>                 | <b>860,889</b>   |

## NOTE TO CONSOLIDATED FINANCIAL STATEMENT:

## 1. RELEVANTS EVENTS

On January 1, 2008, the merger of Banco de Chile and Citibank Chile became effective, with the former assuming the assets and liabilities of the latter. Consequently, as of that date, Banco de Chile is the legal successor of Citibank Chile.

## 2. CHANGES IN ACCOUNTING PRINCIPLES

On November 9, 2007, the Superintendency of Banks and Financial Institutions issued Circular No. 3,410, through which it informed the new compendium of accounting standards that Banks must apply, in the context of convergence with International Financial Reporting Standards (IFRS) developed by this Superintendency. This compendium establishes, among other matters, the monthly and annual financial statement presentation formats that the Banks must apply starting on January 1, 2008. Those new criteria will only affect the financial statement presentation and will not affect the accounting criteria used by the Bank during 2008. This compendium in its transitory dispositions, does not establish any obligation for disclosure of comparative financial statement in intermediate periods.

Additionally, the mentioned circular established the obligation to arise a provision for minimum dividends.

**Héctor Hernández G.**  
Accounting Manager

**Fernando Cañas B.**  
Chief Executive Officer

**SIGNATURE**

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

Date: April 30, 2008

Banco de Chile

/s/ Fernando Cañas Berkowitz  
By: Fernando Cañas Berkowitz  
President and CEO

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