

BANCO SANTANDER CHILE  
Form 6-K  
August 19, 2009

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FORM 6-K

SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

Report of Foreign Issuer

Pursuant to Rule 13a-16 or 15d-16 of  
the Securities Exchange Act of 1934  
Commission File Number: 001-14554

Banco Santander Chile  
Santander Chile Bank  
(Translation of Registrant's Name into English)

Bandera 140  
Santiago, Chile  
(Address of principal executive office)

Indicate by check mark whether the registrant files or will file annual reports under cover of 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):

Yes  No

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):

Yes  No

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):  
N/A

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Item

1. First Half 2009 Financial Statements (English, Free translation)
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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.

BANCO SANTANDER-CHILE

By: /s/ Juan Pedro Santa María  
Name: Juan Pedro Santa María  
Title: General Counsel

Date: August 19, 2009

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BANCO SANTANDER CHILE AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

Refers to

	June 30 2009 (in millions) CLP	June 30 2008 (in millions) CLP	December 31 2008 (in millions) CLP	January 1 2008 (in millions) CLP
<b>ASSETS</b>				
Cash and bank deposits	942,065	1,280,559	855,411	1,108,637
Operations pending settlement	426,647	487,591	335,405	316,240
Instruments for trading	1,003,448	893,938	1,166,426	1,093,445
Repurchase contracts and securities loans	13,212	11,697	-	33,999
Financial derivative contracts	1,502,295	1,233,562	1,846,509	780,775
Owed by banks	57,800	150,406	95,499	45,961
Credits and accounts receivable from customers	13,087,295	12,954,140	14,311,349	12,022,275
Investment instruments available for sale	1,444,802	1,080,216	1,580,240	779,635
Investment instruments held to maturity	-	-	-	-
Equity in companies	7,145	7,786	7,277	7,301
Intangibles	69,356	58,526	68,232	56,224
Fixed assets	190,997	201,234	200,389	202,489
Current taxes	4,826	18,235	18,715	2,499
Deferred taxes	94,369	83,280	88,825	80,989
Other assets	561,407	586,288	508,655	460,282
<b>TOTAL ASSETS</b>	<b>19,405,664</b>	<b>19,047,458</b>	<b>21,082,932</b>	<b>16,990,751</b>
<b>LIABILITIES</b>				
Demand deposits and other demand obligations	3,083,814	3,194,423	2,948,162	2,867,934
Operations pending settlement	195,249	297,611	142,552	135,219
Repurchase contracts and securities loans	512,279	294,438	562,223	307,630
Time deposits and other funds obtained	8,342,396	8,390,418	9,756,266	7,887,897
Financial derivative contracts	1,462,558	1,081,784	1,469,724	778,217
Obligations toward banks	1,140,901	1,505,196	1,425,067	1,099,457
Debt instruments issued	2,622,275	2,405,006	2,651,372	2,154,996
Other financial obligations	149,046	165,833	131,318	175,667
Current taxes	34,786	1,017	791	16,067
Deferred taxes	9,567	23,949	19,437	11,084
Provisions	122,990	92,938	166,719	50,102
Other liabilities	201,864	295,128	293,733	118,550
<b>TOTAL LIABILITIES</b>	<b>17,877,725</b>	<b>17,747,741</b>	<b>19,567,364</b>	<b>15,602,820</b>
<b>SHAREHOLDERS' EQUITY</b>				
Attributable to Bank shareholders:	1,497,019	1,276,028	1,489,689	1,369,797
Capital	891,303	818,535	891,303	818,535
Reserves	(16,960)	(20,571)	(123,726)	(20,914)

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Valuation accounts	(14,199)	(45,900)	(7,552)	(9,475)
Retained profits:	636,875	523,964	729,664	581,651
Retained earnings from prior fiscal years	508,045	381,030	413,053	581,651
Profit (loss) for fiscal year	184,043	189,159	415,055	-
Minus: Provision for minimum dividends	(55,213)	(46,225)	(98,444)	-
Minority Interest	30,920	23,689	25,879	18,134
<b>TOTAL SHAREHOLDERS' EQUITY</b>	<b>1,527,939</b>	<b>1,299,717</b>	<b>1,515,568</b>	<b>1,387,931</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>19,405,664</b>	<b>19,047,458</b>	<b>21,082,932</b>	<b>16,990,751</b>

BANCO SANTANDER CHILE AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF INCOME

For the periods ended

	June 30 2009 (in millions) CLP	June 30 2008 (in millions) CLP
<b>OPERATING INCOME</b>		
Revenue from interest and adjustments	585,535	896,399
Expenses for interest and adjustments	(171,651)	(488,143)
Net revenue from interest and adjustments	413,884	408,256
Fee revenue	155,840	144,773
Fee expenses	(31,064)	(24,854)
Revenue net of fees	124,776	119,919
Net profit from financial operations	566	74,656
Currency exchange profit (loss), net	97,905	(39,191)
Other operating revenue	5,426	15,711
Total operating revenue	642,557	579,351
Credit risk provisions	(186,971)	(131,913)
<b>NET OPERATING REVENUE</b>	<b>455,586</b>	<b>447,438</b>
Personnel compensation and expenses	(112,095)	(115,745)
Administrative expenses	(67,706)	(65,567)
Depreciation and amortization	(22,586)	(24,726)
Deterioration	-	-
Other operating expenses	(27,710)	(19,772)
<b>TOTAL OPERATING EXPENSES</b>	<b>(230,097)</b>	<b>(225,810)</b>
<b>OPERATING INCOME</b>	<b>225,489</b>	<b>221,628</b>
Income from equity in companies	766	1,333
Income before income tax	226,255	222,961
Income tax	(38,075)	(29,035)
<b>CONSOLIDATED PROFIT (LOSS) FOR FISCAL YEAR</b>	<b>188,180</b>	<b>193,926</b>

Attributable to:

Bank shareholders	184,043	189,159
Minority Interest	4,137	4,767

Profit per share attributable to Bank shareholders:  
(expressed in pesos)

Basic profit	0.9766	1.0038
Diluted profit	0.9766	1.0038



BANCO SANTANDER CHILE AND SUBSIDIARIES  
 CONSOLIDATED INTEGRAL STATEMENTS OF INCOME  
 For the periods ended

	June 30 2009 (in millions) CLP	June 30 2008 (in millions) CLP
<b>CONSOLIDATED PROFIT (LOSS) FOR FISCAL YEAR</b>	188,180	193,926
<b>OTHER INTEGRAL INCOME</b>		
Investment instruments available for sale	10,238	(27,999)
Cash flow coverage	(17,417)	(15,887)
	-	-
Other integral income before income tax	(7,179)	(43,886)
Income tax related to other integral income	1,220	7,461
Total other integral income	(5,959)	(36,425)
<b>CONSOLIDATED INTEGRAL RESULTS IN CURRENT FISCAL YEAR</b>	182,221	157,501
Attributable to :		
Bank shareholders	177,396	152,734
Minority Interest	4,825	4,767

BANCO SANTANDER CHILE  
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY  
For the periods ended  
Figures in millions of pesos

	Reserves			Valuation Accounts			Retained Earnings				Total attributable to shareholders	Minority Interests
	Capital retained	Reserves and other profits	Merger of companies under non control	Investment instruments available for sale	Cash flow hedge	Other items	Retained earnings from prior fiscal years	Profit in current fiscal year	Provision for minimum dividends			
Equity as of 2007	818,535	49,372	(2,042)	(5,548)	(5,867)	-	1,940	273,004	308,647	-	1,438,041	20,000
Year's	-	-	-	-	-	-	-	308,647	(308,647)	-	-	-
Subtotal	818,535	49,372	(2,042)	(5,548)	(5,867)	-	1,940	581,651	-	-	1,438,041	20,000
FRS	-	(68,244)	-	-	-	-	-	-	-	-	(68,244)	(1,900)
Equity as of 2008	818,535	(18,872)	(2,042)	(5,548)	(5,867)	-	1,940	581,651	-	-	1,369,797	18,100
3 months	-	-	-	-	-	-	-	-	-	(92,594)	(92,594)	-
Drawals	-	-	-	-	-	-	-	-	-	-	-	-
Equity	-	343	-	-	-	-	-	-	-	-	296	(100)
3 months	-	-	-	-	-	-	-	-	-	(22,694)	(22,694)	-
Subtotal	-	343	-	-	-	-	-	-	-	(115,288)	(114,992)	(100)
Income	-	-	-	(27,999)	(15,887)	7,461	-	-	-	-	(11,680)	-
Year	-	-	-	-	-	-	-	-	85,997	-	85,997	2,500
Subtotal	-	-	-	(27,999)	(15,887)	7,461	-	-	85,997	-	74,317	2,500
Equity as of 2008	818,535	(18,529)	(2,042)	(33,547)	(21,754)	-	9,401	581,651	85,997	(115,288)	1,329,122	20,600
Equity as of 2008	891,303	(121,684)	(2,042)	(19,972)	10,873	-	1,547	413,053	415,055	(98,444)	1,489,689	25,800
Income	-	-	-	-	-	-	-	415,055	(415,055)	-	-	-
Subtotal	891,303	(121,684)	(2,042)	(19,972)	10,873	-	1,547	828,108	-	(98,444)	1,489,689	25,800
Provision	-	106,766	-	-	-	-	-	(106,766)	-	-	-	-
Equity as of 2008	891,303	(14,918)	(2,042)	(19,972)	10,873	-	1,547	721,342	-	(98,444)	1,489,689	25,800

Equity as of 12/31/09	-	-	-	-	-	-	-	-	-	-	-
Change of reserves	-	-	-	-	-	-	-	-	-	-	-
Drawals	-	-	-	-	-	-	-	-	-	-	-
Equity	-	-	-	-	-	-	(2)	-	-	(2)	(8)
Dividends	-	-	-	-	-	-	-	-	(22,995)	(22,995)	(8)
Subtotal	-	-	-	-	-	-	(2)	-	(22,995)	(22,997)	(8)
Income	-	-	-	9,409	(17,417)	1,361	-	-	-	(304)	5
Year	-	-	-	-	-	-	-	76,652	76,652	76,652	2,8
Subtotal	-	-	-	9,409	(17,417)	1,361	-	76,652	-	76,348	3,4
Equity as of 12/31/09	891,303	(14,918)	(2,042)	(10,563)	(6,544)	2,908	721,340	76,652	(121,439)	1,543,040	28,4

Dividends distributed:

Period	Total attributable to shareholders	Allocated to reserves or retained earnings	Allocated to Dividends	Percentage Distributed	Dividend per share (in pesos)
- Year 2007 (Shareholders Meeting April 2008)	308,647	108,028	200,619	65%	1,065
- Year 2008 (Shareholders Meeting April 2009)	328,146	118,851	213,295	65%	1,132

BANCO SANTANDER CHILE AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CASH FLOWS  
For the periods ended

	June 30 2009 (in millions) CLP	June 30 2008 (in millions) CLP
<b>FLows ARISING FROM OPERATING ACTIVITIES:</b>		
<b>CONSOLIDATED PROFIT (LOSS) FOR FISCAL YEAR</b>	188,180	193,926
Debits (credits) to income not implying changes of cash:		
Depreciation and amortization	22,586	24,726
Provisions for credits, customer accounts receivable, and write-offs	206,625	131,913
Adjustment of financial instruments to market value	(41,227)	(1,432)
(Profit) Loss on equity in companies	(766)	(918)
(Profit) Loss on sale of assets received in payment	(2,239)	(4,879)
(Profit) Loss on sale of fixed assets	(207)	677
Write-off of assets received in payment	2,869	2,151
Other debits (credits) not implying changes of cash	47,077	26,571
Net variation of interest, adjustments, and fees earned on assets and liabilities	(50,413)	(20,630)
<b>Total Operating Flows</b>	<b>372,485</b>	<b>352,105</b>
<b>FLow ARISING FROM INVESTMENT ACTIVITIES:</b>		
Net (increase) decrease of credits and accounts receivable	922,642	(1,098,922)
Net (increase) decrease of investments	754,758	(277,762)
Purchases of fixed assets	(9,998)	(6,760)
Sales of fixed asset	11,312	2,103
(Increase) decrease of equity in companies	(79)	-
Dividends received from equity in companies	790	606
Revenue from goods received in payment	15,246	12,187
Net increase (decrease) of other assets and liabilities	(70,529)	(74,334)
<b>Total Investment Flows</b>	<b>1,624,142</b>	<b>(1,442,882)</b>
<b>FLow ARISING FROM FINANCING ACTIVITIES:</b>		
Increase (decrease) of receivables in current account	110,522	291,002
Increase (decrease) of deposits and receipts of funds	(1,384,048)	502,522
Increase (decrease) of other demand or time obligations	42,505	25,447
Increase (decrease) of obligations for intermediation of documents	(259,267)	120,568
Increase (decrease) of external loans, short and long-term	(283,240)	297,160
Issuance of letters of credit	4,506	-
Redemption of letters of credit	(69,073)	(66,802)
Increase (decrease) of other short-term liabilities	13,608	2,399
Loans obtained from Central Bank of Chile (short term)	324,682	72,850
Payment of loans from Central Bank of Chile (short and long term)	(325,609)	(74,366)
Bond issues	201,346	202,929
Bond redemptions	(36,259)	(9,248)
Other Loans obtained, short and long term	3,307	107,767
Payment of other long-term loans	(1,006)	-
Capital increase (decrease)	5,600	-

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Dividends paid	(219,002)	(200,570)
Total Financing Flows	(1,871,428)	1,271,658
<b>SUB TOTAL</b>	<b>125,199</b>	<b>180,881</b>
<b>VARIATION OF CASH AND CASH EQUIVALENTS DURING THE PERIOD</b>	<b>125,199</b>	<b>180,881</b>
INITIAL BALANCE OF CASH AND CASH EQUIVALENTS	1,048,264	1,289,658
<b>FINAL BALANCE OF CASH AND CASH EQUIVALENTS</b>	<b>1,173,463</b>	<b>1,470,539</b>

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## NOTE No. 1 ADOPTION OF THE COMPENDIUM OF ACCOUNTING STANDARDS FOR THE FIRST TIME:

The Superintendency of Banks and Financial Institutions (“SBIF”), jointly with other superintendencies and other regulatory agencies in Chile, adopted a plan for convergence with the International Financial Information Standards (“IFIS”), to internationalize the financial reporting models for publicly owned companies in Chile. In the framework of the strategic plan, the SBIF, through its Circular No. 3,410 of November 9, 2007, subsequently complemented by Circular No. 3,443 of August 21, 2008, announced the new “Compendium of Accounting Standards,” containing the new accounting and reporting standards for the financial industry that will become applicable as of January 1, 2009, based on the transitory standards established in Chapter E of that compendium.

By legal mandate, the banks must use the accounting criteria adopted by the SBIF, and in all matters not provided for therein nor contrary to their instructions, they must abide by the generally accepted accounting criteria which reflect the technical standards issued by the Colegio de Contadores de Chile A.G. (Chilean Accounting Association), coinciding with the international financial accounting and reporting standards adopted by the International Accounting Standards Board (“IASB”). In the event of discrepancies between the accounting principles and the accounting criteria issued by the SBIF (Compendium of Accounting Standards), the latter will prevail.

As a result of the aforementioned, the Bank adopted a plan for the transition to the new accounting standards that includes, among other things, an analysis of the differences of accounting criteria, the selection of the accounting criteria to be applied in the cases in which alternative treatments are permitted, and evaluation of the changes of procedure and information systems.

According to this transition plan, the standards of the new Compendium of Accounting Standards have been applied retroactively to January 1, 2008, and an opening balance sheet as of that date has been drawn up. Furthermore, with the aim of presenting comparative financial standards in 2009, the Bank drew up a set of pro forma financial statements for the year 2008.

Below is a breakdown and explanation of the principal impacts of the migration to these new accounting standards, in relation to the balance sheet and income statements.

## a) Reconciliation of Shareholders’ Equity according to the new Compendium of Accounting Standards:

The principal adjustments in Shareholders’ Equity arising from the migration to the new Compendium of Accounting Standards are:

Explanation	Total Shareholders’ Equity		
	As of January 1, 2008 CLP (in millions)	As of June 30, 2008 CLP (in millions)	As of December 31, 2008 CLP (in millions)
Shareholders’ equity before changes in standards	1,458,089	1,373,196	1,602,610
<b>Adjustments:</b>			
Perimeter of consolidation	i	(14,453)	(9,712)
Supporting companies	ii	506	719
Monetary correction	iii	-	(30,493)
Fixed and intangible assets	iv	(64,494)	(58,613)

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Goods received or given in payment:	v	(929)	(586)	(408)
Write-offs of placements	vi	(2,205)	(2,815)	(4,235)
Deferred taxes	vii	11,419	12,259	15,700
Subtotal		(70,156)	(73,479)	(87,042)

Shareholders' equity according to the new Compendium of Accounting Standards		1,387,931	1,299,717	1,515,568
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(\* ) A detailed explanation of the nature of the principal adjustments is given in letter g).

As discussed above, these adjustments are generated by the adoption of the new SBIF Compendium of Accounting Standards; accordingly, they do not reflect a recognition of errors in prior fiscal years pursuant to NIC 8.

NOTE No. 1 ADOPTION OF THE COMPENDIUM OF ACCOUNTING STANDARDS FOR THE FIRST TIME, continuation:

b) Reconciliation of Income according to the new Compendium of Accounting Standards:

The principal adjustments in Income arising from the migration to the new Compendium of Accounting Standards are:

	Explanation	Consolidated Income	
		As of June 30, 2008	As of December 31, 2008
		CLP (in millions)	CLP (in millions)
Income before changes in standards		156,095	331,017
Adjustments:			
Perimeter of consolidation	i	3,985	4,742
Supporting companies	ii	256	213
Monetary correction	iii	31,419	78,027
Fixed and intangible assets	iv	1,598	5,881
Goods received or given in payment	v	343	521
Write-offs of placements	vi	(610)	(2,030)
Deferred taxes	vii	840	4,281
Subtotal		37,831	91,635
Income according to the new Compendium of Accounting Standards		193,926	422,652

(\* ) A detailed explanation of the nature of the principal adjustments is given in letter g).

As discussed above, these adjustments are generated by the adoption of the new SBIF Compendium of Accounting Standards; accordingly, they do not reflect a recognition of errors in prior fiscal years pursuant to NIC 8.

c) Opening Balance Sheet according to the new Compendium of Accounting Standards:

As discussed above, the rules of the new Compendium of Accounting Standards were applied retroactively to January 1, 2008, to draw up the respective opening balance sheet under these new accounting standards.

Below is a presentation of the reconciliation of balances for the Balance Sheet, for which the following definitions apply:

Closing balances:

These are the balances shown in the consolidated financial statements of the Bank and its subsidiaries as of January 1, 2008, which were prepared in accordance with the previously applicable accounting criteria and principles.

Adjustments:

Changes arising chiefly in the valuation criteria and accounting policies modified by the new set of standards. Changes in the perimeter of consolidation prescribed by the new Compendium of Accounting Standards are included in this concept.



Opening Balances:

These are the balances reflecting the adjustments' effect on the closing balance sheet.

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NOTE No. 1 ADOPTION OF THE COMPENDIUM OF ACCOUNTING STANDARDS FOR THE FIRST TIME, continuation:

c) Opening Balance Sheet according to the new Compendium of Accounting Standards, continuation:

	Closing Balances (in millions) CLP	As of January 1, 2008 Adjustments (* ) (in millions) CLP	Opening Balances: (in millions) CLP
<b>ASSETS</b>			
Cash and bank deposits	1,108,444	193	1,108,637
Operations pending settlement	316,240	-	316,240
Instruments for trading	1,090,004	3,441	1,093,445
Repurchase contracts and securities loans	33,999	-	33,999
Financial derivative contracts	780,775	-	780,775
Owed by banks	45,961	-	45,961
Credits and accounts receivable from customers	12,028,053	(5,778)	12,022,275
Investment instruments available for sale	779,635	-	779,635
Equity in companies	6,795	506	7,301
Intangibles	56,187	37	56,224
Fixed assets	245,619	(43,130)	202,489
Current taxes	1,933	566	2,499
Deferred taxes	61,260	19,729	80,989
Other assets	474,091	(13,809)	460,282
<b>TOTAL ASSETS</b>	<b>17,028,996</b>	<b>(38,245)</b>	<b>16,990,751</b>
<b>LIABILITIES</b>			
Demand deposits and other demand obligations	2,868,769	(835)	2,867,934
Operations pending settlement	135,219	-	135,219
Repurchase contracts and securities loans	308,651	(1,021)	307,630
Time deposits and other funds obtained	7,887,897	-	7,887,897
Financial derivative contracts	778,217	-	778,217
Obligations toward banks	1,099,443	14	1,099,457
Debt instruments issued	2,154,996	-	2,154,996
Other financial obligations	147,868	27,799	175,667
Current taxes	15,897	170	16,067
Deferred taxes	10,877	207	11,084
Provisions	46,376	3,726	50,102
Other liabilities	116,698	1,852	118,550
<b>TOTAL LIABILITIES</b>	<b>15,570,908</b>	<b>31,912</b>	<b>15,602,820</b>

## SHAREHOLDERS' EQUITY

Attributable to Bank shareholders:	1,438,041	(68,244)	1,369,797
Capital	818,535	-	818,535
Reserves	47,330	(68,244)	(20,914)
Valuation accounts	(9,475)	-	(9,475)
Retained earnings	581,651	-	581,651
Retained earnings from prior fiscal years	581,651	-	581,651
Profit (loss) for fiscal year	-	-	-
Minus: Provision for minimum dividends	-	-	-
Minority Interest	20,047	(1,913)	18,134
<b>TOTAL SHAREHOLDERS' EQUITY</b>	<b>1,458,088</b>	<b>(70,157)</b>	<b>1,387,931</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>17,028,996</b>	<b>(38,245)</b>	<b>16,990,751</b>

(\*). A detailed explanation of the nature of the principal adjustments is given in letter g).

NOTE No. 1 ADOPTION OF THE COMPENDIUM OF ACCOUNTING STANDARDS FOR THE FIRST TIME, continuation:

d) Pro forma Balance Sheets:

To present comparative financial statements during the year 2009, the Bank drew up a set of pro forma financial statements for 2008; below is a presentation of the pro forma Balance Sheet presentation as of June 30 and December 31, 2008, respectively:

	As of June 30, 2008			As of December 31, 2008		
	Old Standard (in millions) CLP	Adjustments (*) (in millions) CLP	Compendium of Accounting Standards (in millions) CLP	Old Standard (in millions) CLP	Adjustments (*) (in millions) CLP	Compendium of Accounting Standards (in millions) CLP
<b>ASSETS</b>						
Cash and bank deposits	1,280,337	222	1,280,559	854,838	573	855,411
Operations pending settlement	487,591	-	487,591	335,405	-	335,405
Instruments for trading	893,938	-	893,938	1,161,631	4,795	1,166,426
Repurchase contracts and securities loans	11,697	-	11,697	-	-	-
Financial derivative contracts	1,233,562	-	1,233,562	1,846,509	-	1,846,509
Owed by banks	150,406	-	150,406	95,499	-	95,499
Credits and accounts receivable from customers	12,960,626	(6,486)	12,954,140	14,319,370	(8,021)	14,311,349
Investment instruments available for sale	1,080,216	-	1,080,216	1,580,240	-	1,580,240
Equity in companies	6,865	921	7,786	6,990	287	7,277
Intangibles	61,458	(2,932)	58,526	73,089	(4,857)	68,232
Fixed assets	248,906	(47,672)	201,234	260,105	(59,716)	200,389
Current taxes	17,824	411	18,235	18,289	426	18,715
Deferred taxes	62,721	20,559	83,280	64,821	24,004	88,825
Other assets	593,297	(7,009)	586,288	520,348	(11,693)	508,655
<b>TOTAL ASSETS</b>	<b>19,089,444</b>	<b>(41,986)</b>	<b>19,047,458</b>	<b>21,137,134</b>	<b>(54,202)</b>	<b>21,082,932</b>
<b>LIABILITIES</b>						
Demand deposits and other demand obligations	3,195,906	(1,483)	3,194,423	2,949,757	(1,595)	2,948,162
Operations pending settlement	297,611	-	297,611	142,552	-	142,552
Repurchase contracts and securities loans	295,494	(1,056)	294,438	563,234	(1,011)	562,223
	<b>8,390,418</b>	<b>-</b>	<b>8,390,418</b>	<b>9,756,266</b>	<b>-</b>	<b>9,756,266</b>

Time deposits and other funds obtained						
Financial derivative contracts	1,081,784	-	1,081,784	1,469,724	-	1,469,724
Obligations toward banks	1,505,176	20	1,505,196	1,425,065	2	1,425,067
Debt instruments issued	2,405,006	-	2,405,006	2,651,372	-	2,651,372
Other financial obligations	138,185	27,648	165,833	103,278	28,040	131,318
Current taxes	797	220	1,017	163	628	791
Deferred taxes	23,549	400	23,949	18,766	671	19,437
Provisions	88,971	3,967	92,938	162,165	4,554	166,719
Other liabilities	293,351	1,777	295,128	292,182	1,551	293,733
<b>TOTAL LIABILITIES</b>	<b>17,716,248</b>	<b>31,493</b>	<b>17,747,741</b>	<b>19,534,524</b>	<b>32,840</b>	<b>19,567,364</b>
<b>SHAREHOLDERS' EQUITY</b>						
Attributable to Bank shareholders:	1,350,580	(74,552)	1,276,028	1,578,045	(88,356)	1,489,689
Capital	818,535	-	818,535	891,303	-	891,303
Reserves	89,057	(109,628)	(20,571)	51,539	(175,265)	(123,726)
Valuation accounts	(45,900)	-	(45,900)	(7,552)	-	(7,552)
Retained earnings	488,888	35,076	523,964	642,755	86,909	729,664
Retained earnings from prior fiscal years	381,030	-	381,030	413,053	-	413,053
Profit (loss) for fiscal year	154,083	35,076	189,159	328,146	86,909	415,055
Minus: Provision for minimum dividends	(46,225)	-	(46,225)	(98,444)	-	(98,444)
Minority Interest	22,616	1,073	23,689	24,565	1,314	25,879
<b>TOTAL SHAREHOLDERS' EQUITY</b>	<b>1,373,196</b>	<b>(73,479)</b>	<b>1,299,717</b>	<b>1,602,610</b>	<b>(87,042)</b>	<b>1,515,568</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>19,089,444</b>	<b>(41,986)</b>	<b>19,047,458</b>	<b>21,137,134</b>	<b>(54,202)</b>	<b>21,082,932</b>

(\* ) A detailed explanation of the nature of the principal adjustments is given in letter g).

NOTE No. 1 ADOPTION OF THE COMPENDIUM OF ACCOUNTING STANDARDS FOR THE FIRST TIME, continuation:

e) Pro forma Statements of Income:

As was discussed in the preceding point, the Bank drew up a set of pro forma financial statements for the year 2008, to present comparative information. Below is a presentation of the pro forma Statement of Income formulation for the periods ended June 30 and December 31, 2008, respectively:

	As of June 30, 2008			As of December 31, 2008		
	Old Standard (in millions) CLP	Adjustments (* (in millions) CLP	Compendium of Accounting Standards (in millions) CLP	Old Standard (in millions) CLP	Adjustments (* (in millions) CLP	Compendium of Accounting Standards (in millions) CLP
<b>OPERATING INCOME</b>						
Revenue from interest and adjustments	896,507	(108)	896,399	2,061,112	234	2,061,346
Expenses for interest and adjustments	(486,142)	(2,001)	(488,143)	(1,164,071)	(5,209)	(1,169,280)
Net revenue from interest and adjustments	410,365	(2,109)	408,256	897,041	(4,975)	892,066
Fee revenue	134,384	10,389	144,773	276,433	19,536	295,969
Fee expenses	(24,854)	-	(24,854)	(52,840)	-	(52,840)
Revenue net of fees	109,530	10,389	119,919	223,593	19,536	243,129
Net profit from financial operations	74,498	158	74,656	273,084	393	273,477
Currency exchange profit (loss), net	(39,191)	-	(39,191)	(187,042)	-	(187,042)
Other operating revenue	14,297	1,414	15,711	16,512	1,710	18,222
Total operating revenue	569,499	9,852	579,351	1,223,188	16,664	1,239,852
Credit risk provisions	(131,303)	(610)	(131,913)	(285,953)	(2,030)	(287,983)
<b>NET OPERATING REVENUE</b>	438,196	9,242	447,438	937,235	14,634	951,869
Personnel compensation and expenses	(96,139)	(19,606)	(115,745)	(209,134)	(37,641)	(246,775)
	(80,667)	15,100	(65,567)	(161,977)	28,295	(133,682)

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Administrative expenses						
Depreciation and amortization	(24,552)	(174)	(24,726)	(51,944)	4,317	(47,627)
Other operating expenses	(20,159)	387	(19,772)	(42,259)	581	(41,678)
Total operating expenses	(221,517)	(4,293)	(225,810)	(465,314)	(4,448)	(469,762)
<b>OPERATING INCOME</b>	<b>216,679</b>	<b>4,949</b>	<b>221,628</b>	<b>471,921</b>	<b>10,186</b>	<b>482,107</b>
Income from equity in companies	918	415	1,333	851	(219)	632
Monetary correction	(31,419)	31,419	-	(78,027)	78,027	-
Income before income tax	186,178	36,783	222,961	394,745	87,994	482,739
Income tax	(30,083)	1,048	(29,035)	(63,728)	3,641	(60,087)
<b>CONSOLIDATED PROFIT IN CURRENT FISCAL YEAR</b>	<b>156,095</b>	<b>37,831</b>	<b>193,926</b>	<b>331,017</b>	<b>91,635</b>	<b>422,652</b>

Attributable to: