

**BANCO DE CHILE**  
**Market Risk Quarterly Report**  
**As of December 31<sup>st</sup> 2019**

Market risk exposures and market risks according to regulatory models

The use of the regulatory metrics, as of December 31<sup>st</sup> 2019, is illustrated below.

(MM CLP)

Basel I Tier-1 + Tier-2 Capital Utilization	
Equivalent Market Risk (EMR)	124.324
10% of Risk-Weighted Assets (10%RWA)	3.230.734
EMR + 10%RWA	3.355.057
Basel I Regulatory Limit	
Tier-1 + Tier-2 Capital	4.569.091
Surplus/(Deficit) of Basel I Tier-2 Capital	1.214.033

Banking Book: Short-term interest rate risk	
Short-term interest rate risk (STIRR) + Fees collection drop (Df)	57.274
Indices Risk (IR)	106.833
STIRR + Df + IR	164.107
Short-term Internal interest rate risk limit	
25%(NRFF + fees sensitive to interest rate fluctuations)	359.262
Surplus/(Deficit) of short-term interest rate risk limit	195.155

Banking Book: Long-term interest rate risk	
Long-term interest rate risk	987.202
Long-term Internal interest rate risk limit	
30% (Tier-1+Tier-2 Capital)	1.370.727
Surplus/(Deficit) of long-term interest rate risk limit	383.525

Market risk exposures and risks according to internal models

The market risk of the Trading Portfolio determined as the VaR, considering jointly all Trading Units exposures, within the fourth quarter of year 2019 is illustrated below:

	4 <sup>th</sup> quarter 2019 Historical VaR 99% confidence level MM CLP
Maximum	846
Minimum	176
Average	509

The market risk of the Accrual Portfolio determined as the EaR, considering jointly all Accrual Units exposures, within the fourth quarter of year 2019 is illustrated below:

	4 <sup>th</sup> quarter 2019 Historical EaR 99.9% confidence level 3 months defeasance period MM CLP
Max	54.372
Min	49.681
Average	52.027