

## Banco del Estado de Chile's \$500 Million Senior Unsecured Notes Due 2021 Rated 'A+'

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MEXICO CITY (S&P Global Ratings) Jan. 3, 2018--S&P Global Ratings said today that it assigned its 'A+' issue-level rating to Banco del Estado de Chile's (Banco Estado; A+/Stable/A#1) \$500 million senior unsecured medium-term notes due 2021 with fixed rate. The notes were issued under the bank's \$3.5 billion medium-term notes program.

"The rating on the notes reflects their pari passu ranking with the bank's other senior unsecured debt obligations, and as a result, it's the same as the long-term issuer credit rating on the bank," said S&P credit analyst Ivana Recalde. The notes represent about 1% of Banco Estado's total funding base. Therefore, we don't expect this issuance to change our view of the bank's funding profile. Banco Estado will use the proceeds primarily for general corporate purposes.

The issuer credit ratings on Banco Estado incorporate our view that there's an extremely high likelihood that Chile (foreign currency: A+/Stable/A-1; local currency: AA-/Stable/A-1+) would provide extraordinary and timely support to the bank in the event of financial distress.

RELATED CRITERIA

- Criteria - Financial Institutions - General: Risk-Adjusted Capital Framework Methodology, July 20, 2017
- General Criteria: Methodology For Linking Long-Term And Short-Term Ratings , April 7, 2017

- General Criteria: Rating Government-Related Entities: Methodology And Assumptions, March 25, 2015
- Criteria - Financial Institutions - Banks: Quantitative Metrics For Rating Banks Globally: Methodology And Assumptions, July 17, 2013
- Criteria - Financial Institutions - Banks: Banks: Rating Methodology And Assumptions, Nov. 9, 2011
- Criteria - Financial Institutions - Banks: Banking Industry Country Risk Assessment Methodology And Assumptions, Nov. 9, 2011
- General Criteria: Use Of CreditWatch And Outlooks, Sept. 14, 2009

RATINGS LIST

Banco del Estado de Chile  
Issuer credit rating A+/Stable/A-1

Rating Assigned

Banco del Estado de Chile  
Senior unsecured A+

Certain terms used in this report, particularly certain adjectives used to express our view on rating relevant factors, have specific meanings ascribed to them in our criteria, and should therefore be read in conjunction with such criteria. Please see Ratings Criteria at [www.standardandpoors.com](http://www.standardandpoors.com) for further information. Complete ratings information is available to subscribers of RatingsDirect at [www.capitaliq.com](http://www.capitaliq.com). All ratings affected by this rating action can be found on the S&P Global Ratings' public website at [www.standardandpoors.com](http://www.standardandpoors.com). Use the Ratings search box located in the left column.

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