

Banco del Estado de Chile's JPY10 Billion Senior Unsecured Notes Assigned 'A+' Rating

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BUENOS AIRES (S&P Global Ratings) Sept. 15, 2017--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) Japanese Yen (JPY)10 billion senior unsecured medium-term notes due 2027. The notes have a fixed rate and were issued under the bank's \$3 billion medium-term notes program with a maturity period of 10 years.

The rating reflects the notes' 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. The notes represent only about 0.2% 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 ratings 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

- 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: Revised Market Risk Charges For Banks In Our Risk-Adjusted Capital Framework, June 22, 2012
- Criteria - Financial Institutions - Banks: Banking Industry Country Risk Assessment Methodology And Assumptions, Nov. 9, 2011
- Criteria - Financial Institutions - Banks: Banks: Rating Methodology And Assumptions, Nov. 9, 2011
- Criteria - Financial Institutions - Banks: Bank Capital Methodology And Assumptions, Dec. 6, 2010
- 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

Sr. Unsec. Notes due 2027 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 for further information. Complete ratings information is available to subscribers of RatingsDirect at www.globalcreditportal.com and at www.spcapitaliq.com. All ratings affected by this rating action can be found on the S&P Global Ratings' public website at www.standardandpoors.com. Use the Ratings search box located in the left column.

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