Santiago,

Mr. Carlos Pavez Tolosa
Superintendent of Securities and Insurance

<u>Ref.: Material Fact</u>

Mr. Superintendent:

Pursuant to what is laid down in articles 9 and 10 of the Securities Market Law N°18.045, and in Chapter 18-10 of the Updated Compendium of Regulations of the Superintendency of Banks and Financial Institutions, I hereby inform you as a material fact that in an extraordinary board meeting held on this date we were informed that, in accordance with the tax reform approved by US Congress, which will come into force as of January 1, 2018, a federal corporate tax rate cut from 35% to 21% was approved, among other aspects.

This could have a favorable long-term effect on our income, due to the consolidated importance of our subsidiaries in the United States. As of September 2017, City National Bank of Florida (CNB) and the Bci Miami branch accounted for 23.2% of our assets, and we estimate that if we secure the pertinent approval to conclude the TotalBank acquisition agreement, our assets abroad could be around 27.4%.

According to generally accepted accounting principles (US GAAP) and those of the Superintendency of Banks and Financial Institutions, the cut in the mentioned tax rate should be immediately reflected in the financial statements of Chilean financial institutions with operations in the United States.

Such tax reform could mainly have two effects on our income:

a) A negative one-time effect on income of about US$51.5 million in the financial statements of 2017, arising from recalculating deferred tax assets based on the new 21% tax rate approved in the tax reform.
b) Higher net income as of January 1, 2018 at operations in the United States, due to a lower tax payment. We estimate that, in the current scenario and maintaining pre-tax net income of this year, in about 3 years we could mitigate the mentioned tax effect for the current year.

Sincerely,

Fernando Carmash Cassis
Acting CEO