



LAN AIRLINES MONTHLY STATISTICS REPORT FOR OCTOBER 2006

Santiago, Chile, November 10, 2006 – LAN Airlines S.A. and its related companies, (“LAN” or “the Company”) (NYSE: LFL / IPSA: LAN), one of the leading airline groups in Latin America, reported its preliminary monthly and accumulated traffic statistics and punctuality indicators for October 2006.

System passenger traffic for October increased 24.6% as capacity rose 20.5%. As a result, the Company’s load factor increased 2.5 points to 75.9%. International passenger traffic accounted for approximately 87% of total passenger traffic.

International passenger traffic for October rose 27.4% as capacity increased 21.1%. Accordingly, the international passenger load factor for the month increased 3.8 points to 77.3%. Long-haul capacity grew due to an increase in operations to the South Pacific, Europe and the United States. This was partially offset by a reduction in operations to the Caribbean. Short-haul capacity grew mainly as a result of an expansion in regional operations, as well as expansions in the Chilean, Argentine and Peruvian domestic markets.

Domestic passenger traffic in Chile rose 8.6% as capacity increased by 17.4%. As a consequence, the domestic load factor for the month decreased 5.4 points to 67.3%.

Cargo traffic increased 3.4% as capacity rose 4.3%. As a consequence, the cargo load-factor decreased 0.6 points to 68.5%. Cargo traffic grew mainly as a result of the expansion of imports into the region and exports from Peru, partially offset by the continued weakness of other exports out of Chile and Brazil.

In October, 90.1% of the Company’s total flights left on time, based on a fifteen-minute standard (all departures leaving within fifteen minutes of the scheduled departure time are considered as “on-time”). This represented an 7.6 point increase compared to same month of 2005.

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About LAN

LAN Airlines is one of the leading airlines in Latin America. “LAN” makes reference to the consolidated entity that includes LAN Airlines, LAN Express, LAN Peru, LAN Ecuador, and LAN Argentina, as well as LAN Cargo and its affiliates. Through its own operations and code-share arrangements, the LAN Alliance serves 15 destinations in Chile, eleven destinations in Peru, nine destinations in Argentina, two in Ecuador, 20 destinations in other Latin American countries, 25 in North America, ten destinations in Europe and four in the South Pacific. Currently, the LAN Alliance operates 67 passenger aircraft and nine dedicated freighters.

LAN Airlines is a member of **oneworld** (TM), the world’s leading global airline alliance. It has bilateral commercial agreements with **oneworld** partners American Airlines, British Airways, Iberia and Qantas, as well as with Alaska Airlines, AeroMexico, Mexicana, and TAM. For more information visit www.lan.com or www.oneworldalliance.com.



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Preliminary October Operating Statistics

	October			Year to date Ended October		
	2006	2005	% Change	2006	2005	% Change
REVENUE PASSENGER KILOMETERS (millions)						
SYSTEM	1,785	1,432	24.6%	15,738	14,469	8.8%
DOMESTIC	227	209	8.6%	2,005	1,990	0.8%
INTERNATIONAL	1,558	1,223	27.4%	13,732	12,479	10.0%
AVAILABLE SEAT KILOMETERS (millions)						
SYSTEM	2,352	1,951	20.5%	21,478	19,566	9.8%
DOMESTIC	337	287	17.4%	3,162	2,987	5.9%
INTERNATIONAL	2,015	1,664	21.1%	18,316	16,579	10.5%
PASSENGER LOAD FACTOR						
SYSTEM	75.9%	73.4%	2.5 pp	73.3%	73.9%	-0.7 pp
DOMESTIC	67.3%	72.7%	-5.4 pp	63.4%	66.6%	-3.2 pp
INTERNATIONAL	77.3%	73.5%	3.8 pp	75.0%	75.3%	-0.3 pp
REVENUE TON KILOMETERS (Cargo) (millions)						
SYSTEM	228.8	221.2	3.4%	2,094.6	1,946.4	7.6%
DOMESTIC	2.5	2.7	-5.8%	25.7	27.4	-6.1%
INTERNATIONAL	226.2	218.5	3.5%	2,068.9	1,919.1	7.8%
AVAILABLE TON KILOMETERS (Cargo) (millions)						
SYSTEM	333.9	320.2	4.3%	3,161.5	2,964.5	6.6%
DOMESTIC	7.4	6.6	11.3%	72.7	76.9	-5.4%
INTERNATIONAL	326.5	313.5	4.1%	3,088.8	2,887.5	7.0%
CARGO LOAD FACTOR						
SYSTEM	68.5%	69.1%	-0.6 pp	66.3%	65.7%	0.6 pp
DOMESTIC	34.2%	40.4%	-6.2 pp	35.3%	35.6%	-0.3 pp
INTERNATIONAL	69.3%	69.7%	-0.4 pp	67.0%	66.5%	0.5 pp
PASSENGERS BOARDED (thousands)						
SYSTEM	834	684	21.8%	7,164	6,566	9.1%
DOMESTIC	227	215	5.6%	2,004	2,013	-0.5%
INTERNATIONAL	607	469	29.3%	5,161	4,553	13.3%
PUNCTUALITY RATES (Based on 15 Minute Standard)						
SYSTEM	90.1%	82.4%	7.6 pp	88.7%	84.4%	4.3 pp
DOMESTIC	91.0%	80.7%	10.3 pp	89.4%	84.4%	5.0 pp
INTERNATIONAL	88.5%	84.5%	4.0 pp	88.3%	84.3%	4.1 pp