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LAN ANNOUNCES FUTURE INCORPORATION OF BOEING 777 AIRCRAFT INTO CARGO FLEET

Santiago, Chile, June 29, 2007 – Lan Cargo (“LAN” or “the Company”), the all cargo subsidiary of LAN Airlines (NYSE: LFL / IPSA: LAN), will incorporate two new Boeing 777 aircraft into its cargo fleet. Both aircraft will commence operations during the first quarter of 2009. Furthermore, the Company is currently in negotiations for two additional Boeing 777 freighters that would be integrated into the fleet by 2011, thus reaching a total of four Boeing 777 aircraft.

Lan Cargo will be the first company in Latin America to operate this world-class freighter, with the largest capacity and the best efficiency performance in its category. The Boeing 777 cargo model has a freight capacity of 104 tons, can travel up to 8,741 kilometers, and possesses the most advanced technology.

Cristián Ureta, CEO of LAN Cargo, stated: “The addition of these new aircraft positions Lan Cargo on the cutting edge of the air cargo industry, with one of the most modern fleets in the world. This is an important step in advancing LAN’s objective to link Latin America with the world, while providing excellent cargo service to our customers”.

With the incorporation of these airplanes, the Company’s freighter fleet will reach 13 aircraft by 2011 (nine Boeing 767-300F and four Boeing 777).

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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. The LAN Alliance serves 15 destinations in Chile, 12 destinations in Peru, 10 destinations in Argentina, two destinations in Ecuador, 15 destinations in other Latin American countries and the Caribbean, three destinations in the United States, two destinations in Europe and four destinations in the South Pacific, as well as 52 additional international destinations through its various code-share agreements. Currently, the LAN Alliance operates 68 passenger aircraft and 10 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, TAM and Korean Air. For more information visit www.lan.com or www.oneworldalliance.com.



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