



LAN ANNOUNCES ADS RATIO CHANGE

Santiago, Chile, August 3, 2007 – LAN Airlines S.A. ("LAN" or "the Company") (NYSE: LFL / IPSA: LAN), today announced that it will implement a ratio change in the Company's American Depositary Receipt (ADR) program. Effective August 16, 2007, the ratio will change from the current one (1) American Depositary Share ("ADS") representing five (5) common shares, to a ratio of one (1) ADS representing one (1) common share.

ADS holders at the close of business August 14, 2007 will receive four additional ADSs for each ADS held on that date. There will be no change in the Company's underlying common shares. Furthermore, no action is required by ADS holders to effect the ratio change.

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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 70 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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