

LAN AIRLINES MONTHLY STATISTICS REPORT FOR AUGUST 2011

Santiago, Chile, September 8, 2011 – LAN Airlines S.A. and its subsidiaries, (“LAN” or “the Company”) (NYSE: LFL / IPSA: LAN), one of the leading airlines in Latin America, today reported its preliminary monthly traffic statistics and punctuality indicators for August 2011.

During August, system passenger traffic increased 14.1% as capacity rose 12.7%. As a result, the Company’s load factor for the month increased 0.9 points to 78.7%. International passenger traffic accounted for approximately 67.9% of total passenger traffic. Starting in January 2011, these figures include AIRES’ domestic and international operations.

Domestic passenger traffic in Chile, Argentina, Peru, Ecuador and Colombia rose 21.8% as capacity increased 19.8%. As a consequence, the domestic passenger load factor in August increased 1.3 points to 78.1%. International passenger traffic grew 10.7%, while capacity increased 9.6%. Accordingly, the international passenger load factor for the month increased 0.8 points to 79.0%.

During August, cargo traffic rose 9.9% as capacity increased 11.0%. As a consequence, the cargo load factor decreased 0.7 points to 67.8%. Traffic and capacity grew due to the arrival of three new Boeing 767F freighters between November 2010 and January 2011. These aircraft have been assigned to boost growth in the Latin American, United States West Coast and Mexican markets.

During August, 86.2% 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 increase of 0.6 points compared to August 2010.

About LAN

LAN Airlines is one of the leading passenger and cargo airlines in Latin America. The company and its affiliates serve over 76 destinations around the world through an extensive network that offers full connectivity within Latin America, while also linking the region with North America, Europe and the South Pacific, as well as 93 additional international destinations through its various code share agreements. LAN Airlines and its affiliates have a leading position in their respective domestic markets of Chile and Peru as well as an important presence in the Argentinean and Ecuadorian domestic markets. Furthermore, in November 2010, LAN acquired Colombian airline AIRES.

Currently, LAN Airlines and its affiliates operate 125 passenger aircraft while LAN Cargo and its respective affiliates have a fleet of 14 dedicated freighters. The Company has one of the youngest fleets in the world which has meant greater efficiency and a significant reduction in CO2 emissions, reflecting its strong commitment to the protection of the environment.

LAN is one of the few Investment Grade airlines in the world (BBB). The company’s world class quality standards enabled its membership in oneworld™, an alliance of leading global airlines of which LAN has been a member for 10 years. For more information please visit www.lan.com or www.oneworldalliance.com

CONTACTS IN CHILE

LAN Airlines S.A.
Investor Relations
investor_relations@lan.com
Tel: (56-2) 565-8785

CONTACTS IN NEW YORK

i-advize Corporate Communications, Inc.
Maria Barona / Pete Majeski
lan@i-advize.com
Tel: (212) 406-3690

PRELIMINARY AUGUST OPERATING STATISTICS

	August			Year to Date Ended August		
	2011	2010	% Change	2011	2010	% Change
PASSENGER						
REVENUE PASSENGER KILOMETERS (millions)						
SYSTEM	3,256	2,854	14.1%	25,155	21,180	18.8%
DOMESTIC	1,046	858	21.8%	7,838	6,400	22.5%
INTERNATIONAL	2,210	1,996	10.7%	17,317	14,780	17.2%
AVAILABLE SEAT KILOMETERS (millions)						
SYSTEM	4,135	3,669	12.7%	31,552	27,620	14.2%
DOMESTIC	1,339	1,118	19.8%	10,144	8,335	21.7%
INTERNATIONAL	2,796	2,551	9.6%	21,408	19,286	11.0%
PASSENGER LOAD FACTOR						
SYSTEM	78.7%	77.8%	0.9 pp	79.7%	76.7%	3.0 pp
DOMESTIC	78.1%	76.8%	1.3 pp	77.3%	76.8%	0.5 pp
INTERNATIONAL	79.0%	78.2%	0.8 pp	80.9%	76.6%	4.3 pp
PASSENGERS BOARDED (thousands)						
SYSTEM	1,980	1,522	30.1%	14,587	11,053	32.0%
DOMESTIC	1,376	973	41.4%	9,870	7,057	39.9%
INTERNATIONAL	604	549	10.1%	4,717	3,996	18.0%
CARGO						
REVENUE TON KILOMETERS (Cargo) (millions)						
SYSTEM	291	265	9.9%	2,335	2,086	11.9%
AVAILABLE TON KILOMETERS (Cargo) (millions)						
SYSTEM	429	387	11.0%	3,410	2,997	13.8%
CARGO LOAD FACTOR						
SYSTEM	67.8%	68.5%	-0.7 pp	68.5%	69.6%	-1.1 pp
ON TIME PERFORMANCE (Based on 15 Minute Standard)						
SYSTEM	86.2%	85.6%	0.6 pp	83.2%	84.7%	-1.5 pp
DOMESTIC	86.5%	89.3%	-2.8 pp	85.1%	87.8%	-2.7 pp
INTERNATIONAL	85.7%	80.1%	5.6 pp	79.3%	80.2%	-0.9 pp

Note: Domestic passenger statistics include domestic operations in Chile, Peru, Argentina, Ecuador and Colombia (starting from January 2011).