



## LAN AIRLINES MONTHLY STATISTICS REPORT FOR JULY 2008

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Santiago, Chile, August 11, 2008 – 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 traffic statistics and punctuality indicators for July 2008.

System passenger traffic for July increased 10.7% as capacity rose 12.6%. As a result, the Company's load factor decreased 1.4 points to 78.9%. International passenger traffic accounted for approximately 88% of total passenger traffic.

International passenger traffic for July rose 10.4% as capacity increased 13.3%. Accordingly, the international passenger load factor for the month decreased 2.1 points to 78.7%. Long-haul capacity grew due to an increase in operations to the United States, Europe, the South Pacific and the Caribbean. Short-haul capacity grew mainly as a result of an expansion in regional operations, as well as expansions in the Argentine and Peruvian domestic markets.

Domestic passenger traffic in Chile rose 12.8% as capacity increased 7.7%. As a consequence, the domestic load factor for the month increased 3.6 points to 80.6%. Growth in domestic traffic was stimulated by the Company's new business model for short haul operations.

Cargo traffic increased 15.9% as capacity rose 21.2%. As a consequence, the cargo load factor decreased 3.3 points to 70.9%, affected mainly by higher capacity on regional routes. Cargo traffic increased mainly as a result of the continued strength of import markets, especially in Brazil, and an increase in wet lease capacity (ACMI-aircraft, crew, maintenance and insurance) in preparation of the arrival of the Boeing 777 cargo fleet.

During July, 85.8% 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 11.0 points compared to the same month of 2007.

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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 60 additional international destinations through its various code-share agreements. Currently, the LAN Alliance operates 74 passenger aircraft and 9 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](http://www.lan.com) or [www.oneworldalliance.com](http://www.oneworldalliance.com).



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## Preliminary July Operating Statistics

	July			Year to date Ended July		
	2008	2007	% Change	2008	2007	% Change
<b>REVENUE PASSENGER KILOMETERS (millions)</b>						
SYSTEM	2,397	2,165	10.7%	15,233	13,533	12.6%
DOMESTIC	290	258	12.8%	2,022	1,690	19.6%
INTERNATIONAL	2,107	1,908	10.4%	13,212	11,842	11.6%
<b>AVAILABLE SEAT KILOMETERS (millions)</b>						
SYSTEM	3,037	2,697	12.6%	19,871	17,942	10.8%
DOMESTIC	361	335	7.7%	2,704	2,411	12.1%
INTERNATIONAL	2,677	2,362	13.3%	17,167	15,530	10.5%
<b>PASSENGER LOAD FACTOR</b>						
SYSTEM	78.9%	80.3%	-1.4 pp	76.7%	75.4%	1.2 pp
DOMESTIC	80.6%	77.0%	3.6 pp	74.8%	70.1%	4.7 pp
INTERNATIONAL	78.7%	80.8%	-2.1 pp	77.0%	76.3%	0.7 pp
<b>REVENUE TON KILOMETERS (Cargo) (millions)</b>						
SYSTEM	243.3	210.0	15.9%	1,697.1	1,517.1	11.9%
DOMESTIC	2.3	2.4	-5.8%	15.3	16.7	-8.1%
INTERNATIONAL	241.1	207.6	16.1%	1,681.8	1,500.4	12.1%
<b>AVAILABLE TON KILOMETERS (Cargo) (millions)</b>						
SYSTEM	343.2	283.2	21.2%	2,358.4	2,048.7	15.1%
DOMESTIC	7.7	7.7	-0.2%	56.7	54.0	4.8%
INTERNATIONAL	335.5	275.5	21.8%	2,301.8	1,994.7	15.4%
<b>CARGO LOAD FACTOR</b>						
SYSTEM	70.9%	74.2%	-3.3 pp	72.0%	74.1%	-2.1 pp
DOMESTIC	29.2%	31.0%	-1.8 pp	27.1%	30.9%	-3.8 pp
INTERNATIONAL	71.8%	75.4%	-3.5 pp	73.1%	75.2%	-2.2 pp
<b>PASSENGERS BOARDED (thousands)</b>						
SYSTEM	1,173	998	17.5%	7,206	6,156	17.1%
DOMESTIC	290	253	14.6%	1,952	1,636	19.3%
INTERNATIONAL	883	745	18.5%	5,254	4,519	16.3%
<b>PUNCTUALITY RATES (Based on 15 Minute Standard)</b>						
SYSTEM	85.8%	74.8%	11.0 pp	85.4%	82.9%	2.5 pp
DOMESTIC	86.7%	72.0%	14.7 pp	86.0%	85.7%	0.3 pp
INTERNATIONAL	84.9%	73.2%	11.7 pp	83.6%	80.9%	2.7 pp

Note: Please note that as of August 2007, LAN modified the method of calculating cargo ATKs to better represent available capacity in the bellies of passenger aircraft. Cargo RTKs are not affected by this change. Historical data has been accordingly modified for comparison purposes.