

euro Atlantic airways , S.A.

(Amounts expressed in Euros)

STATEMENTS OF PROFIT AND LOSS AT DECEMBER 31 OF 2007

(Translation of a document originally issued in Portuguese)

EXPENSES	2007		2006
Cost of inventories sold or used in production			
External services and supplies		50.899.459,04	102.037.653,20
Payroll expenses:			
Salaries and wages	6.110.886,08		
Employee benefits	3.006.626,91	9.117.512,99	6.354.721,74
Depreciation of fixed assets	7.296.614,19		
Adjustments	867.220,08	8.163.834,27	4.833.335,90
Taxes	170.115,47		
Other operating costs	9.094,92	179.210,39	155.294,47
(A)		68.360.016,69	113.381.005,31
Losses in subsidiary and affiliated companies			
Interest and similar expenses	4.948.602,41	4.948.602,41	2.041.608,24
(C)		73.308.619,10	115.422.613,55
Extraordinary expenses	1.590.033,91	1.590.033,91	81.001,83
(E)		74.898.653,01	115.503.615,38
Income tax	3.950.396,95	3.950.396,95	2.990.734,04
(G)		78.849.049,96	118.494.349,42
Net profit for the year		12.056.986,28	10.472.665,31
		90.906.036,24	128.967.014,73
INCOME			
Sales and services rendered	82.835.439,35		125.742.752,10
Variation in production			
Own work capitalized			
Operating subsidies			
Other operating income			
(B)		82.835.439,35	125.742.752,10
Gains in subsidiary and affiliated companies			
Income from trading securities and other financial investments			
Other interest and similar income	4.527.662,09	4.527.662,09	1.772.596,88
(D)		87.363.101,44	127.515.348,98
Extraordinary income	3.542.934,80	3.542.934,80	1.451.665,75
(F)		90.906.036,24	128.967.014,73
Operating results: (B)-(A)		14.475.422,66	12.361.746,79
Financial results: (D-B)-(C-A)		-420.940,32	-269.011,36
Current results: (D)-(C)		14.054.482,34	12.092.735,43
Income before tax: (F)-(E)		16.007.383,23	13.463.399,35
Net profit for the year: (F)-(G)		12.056.986,28	10.472.665,31

The Accountant

The Board of Directors