

euro Atlantic airways , S.A.

BALANCE SHEET AT DECEMBER 31 OF 2008

(Amounts expressed in Euros)

(Translation of a document originally issued in Portuguese)

	2008			2007		2008	2007
	AB	AA	AL	AL			
ASSETS					EQUITY AND LIABILITIES		
Fixed Assets					Equity	4.990.000,00	4.990.000,00
Intangible assets					Capital		
Tangible fixed assets	64.102.399,01	31.323.306,16	32.779.092,85	36.469.532,01	Treasury stock - premium	-3.500.000,00	-3.500.000,00
Financial investments	3.366.688,03	1.251.592,13	2.115.095,90	2.892.421,97	Exchange adjust from financial investments	-1.503.962,80	-227.651,42
	67.469.087,04	32.574.898,29	34.894.188,75	39.361.953,98	not attributed dividends		
Current Assets					Other reserves	5.042.159,73	4.869.573,18
Inventories					Legal reserves	998.000,00	912.217,85
Short term debt:					Retained earnings	4.612.609,46	4.313.991,88
Accounts receivable from customers	21.280.807,23	8.346.377,16	12.934.430,07	11.650.073,92		10.638.806,39	11.358.131,49
Subsidiary companies					Net profit for the year	13.600.864,67	12.056.986,28
Advances to suppliers							
State and other public entities	777.279,39		777.279,39	376.302,98		13.600.864,67	12.056.986,28
Other debtors	4.879.437,61		4.879.437,61	5.365.293,92			
	26.937.524,23	8.346.377,16	18.591.147,07	17.391.670,82	TOTAL EQUITY	24.239.671,06	23.415.117,77
					LIABILITIES		
Trading securities	470.983,49		470.983,49	1.506.830,09	Provisions for other risks and costs	25.000,00	457.689,24
Bank deposits and cash	28.354.384,31		28.354.384,31	35.943.116,12	Short term liabilities:		
	28.825.367,80		28.825.367,80	37.449.946,21	Accounts payable to suppliers	42.267.187,42	49.485.544,87
					Other loans obtained		
Unbilled revenues and deferred costs	7.037.936,13		7.037.936,13	7.939.658,08	Amounts owed by controlling company	2.021.052,00	
					State and other public entities	1.759.147,55	2.068.380,83
					Other creditors	2.061.449,24	561.672,74
					Bank loans	1.740.072,79	125.244,36
						49.873.909,00	52.698.532,04
					Accrued costs and deferred income	15.235.059,69	26.029.579,28
TOTAL ASSETS	130.269.915,20	40.921.275,45	89.348.639,75	102.143.229,09	TOTAL LIABILITIES	65.108.968,69	78.728.111,32
					TOTAL EQUITY AND LIABILITIES	89.348.639,75	102.143.229,09

The Accountant:

The Board of Directors