

euro Atlantic airways , S.A.

BALANCE SHEET AT DECEMBER 31 OF 2007

(Amounts expressed in Euros)

(Translation of a document originally issued in Portuguese)

	2007			2006		2007	2006
	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	61.255.188,32	24.785.656,31	36.469.532,01	40.305.308,22	Treasury stock - premium	-3.500.000,00	-3.500.000,00
Financial investments	2.892.421,97		2.892.421,97	2.216.441,89	Exchange adjust from financial investments	-227.651,42	-227.651,42
	64.147.610,29	24.785.656,31	39.361.953,98	42.521.750,11	not attributed dividends		
Current Assets					Other reserves	4.869.573,18	3.554.009,17
Inventories					Legal reserves	912.217,85	388.584,56
Short term debt:					Retained earnings	4.313.991,88	2.000.181,99
Accounts receivable from customers	18.827.112,91	7.177.038,99	11.650.073,92	17.211.786,11		11.358.131,49	7.205.124,30
Subsidiary companies							
Advances to suppliers				89.313,14	Net profit for the year	12.056.986,28	10.472.665,31
State and other public entities	376.302,98		376.302,98	68.400,23		12.056.986,28	10.472.665,31
Other debtors	5.365.293,92		5.365.293,92	5.861.234,34			
	24.568.709,81	7.177.038,99	17.391.670,82	23.230.733,82	TOTAL EQUITY	23.415.117,77	17.677.789,61
					LIABILITIES		
Trading securities	1.506.830,09		1.506.830,09	2.329.771,24	Provisions for other risks and costs	457.689,24	457.689,24
Bank deposits and cash	35.943.116,12		35.943.116,12	23.488.620,07	Short term liabilities:		
	37.449.946,21		37.449.946,21	25.818.391,31	Accounts payable to suppliers	49.485.544,87	26.266.861,81
					Other loans obtained		
Unbilled revenues and deferred costs	7.939.658,08		7.939.658,08	4.127.006,52	Amounts owed by controlling company		383.451,45
					State and other public entities	2.068.380,83	2.770.442,97
					Other creditors	561.672,74	1.240.638,62
					Bank loans	125.244,36	21.518.245,42
						52.698.532,04	52.637.329,51
					Accrued costs and deferred income	26.029.579,28	25.382.762,64
TOTAL ASSETS	134.105.924,39	31.962.695,30	102.143.229,09	95.697.881,76	TOTAL LIABILITIES	78.728.111,32	78.020.092,15
					TOTAL EQUITY AND LIABILITIES	102.143.229,09	95.697.881,76

The Accountant:

The Board of Directors