

The Depository Trust Company
IMPORTANT

B#: B#: 1510-07
DATE: May 30, 2007
TO: All Participants
CATEGORY: Dividends
FROM: Andrew Santeramo, Specialist, Stock Dividend
ATTENTION: Dividend Managers, Cashiers, and Reorganization Managers
SUBJECT: Rights: Lan Airlines S.A. ADS
CUSIP: 501723100 Rights Contra-CUSIP: 501723993
R/D: 5/16/07 Expires: 6/11/07 5:00 p.m. New York City Time
Rate: 0.062343 ADS Rights for every 1 ADS held

*****Time Critical Warning*****

Lan Airlines S.A. ADS is issuing non-transferable rights ("Rights") to its stockholder of record as of the close of business on May 16, 2007 (the "Record Date"). Each ADS holder is entitled to 0.062343 ADS Rights for every 1 ADS held as of Record Date.

DTC credited rights to participants' accounts on 5/25/07.

****DTC has been informed by the agent that they will aggregate and arrange for sale of any Rights underlying fractional ADS Rights. The Company will attempt to sell the Rights on a best effort bases for cash proceeds, if any. DTC will be utilizing the PTS "EDS" function for participants who wish to request for Rights to be sold on behalf of their beneficial owners. The PTS "EDS" function will be available from 5/30/07 through to 6/1/07, no later than 8:00 p.m. New York City time. Please refer to the PTS function "EDS", Main Menu Option CIL/Round up (#5), to determine the instruction cutoff date and to submit your instructions.****

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THE DIVIDEND POSITION AND ALLOCATION HISTORY (DPAL) MENU OPTION OF THE PTS DIVIDEND ANNOUNCEMENTS INQUIRY FUNCTION (DIVA) SHOULD BE USED TO CONFIRM YOUR POSITION HISTORY AND PAYMENT INFORMATION.

IT IS IMPORTANT THAT PARTICIPANTS REFER TO THE DTC REORGANIZATION INQUIRY FOR PARTICIPANTS (RIPS), FUNCTION CODE 59, FOR INFORMATION REGARDING THE SUBSCRIPTION PRIVILEGE AND ANY EXTENSIONS TO THE EXPIRATION DATE.

If participants have any questions regarding this Important Notice, they may contact DTC's Customer Help Line at (888) 360-3822.

If participants have any questions regarding the rights offering, they may contact. D.F. King & Co., Inc
1-800-735-3107