

Note: The following tables show reconciliations of non-GAAP financial measures. The reasons Delta uses these measures are described below.

We sometimes use information that is derived from our Condensed Consolidated Financial Statements, but that is not presented in accordance with accounting principles generally accepted in the U.S. ("GAAP"). Certain of this information is considered "non-GAAP financial measures" under the U.S. Securities and Exchange Commission rules. The non-GAAP financial measures should be considered in addition to results prepared in accordance with GAAP, but should not be considered a substitute for or superior to GAAP results.

Delta is unable to reconcile certain forward-looking projections to GAAP, including projected consolidated non-fuel cost per available seat mile (CASM) and Mainline non-fuel CASM, as the nature or amount of special items cannot be estimated at this time.

Delta excludes special items because management believes the exclusion of these items is helpful to investors to evaluate the company's recurring operational performance.

Delta presents net capital expenditures because management believes this metric is helpful to investors to evaluate the company's investing activities.

Delta presents total debt maturities because management believes this metric is helpful to investors to evaluate the company's debt-related activities.

Delta presents free cash flow because management believes this metric is helpful to investors to evaluate the company's ability to generate cash.

Delta uses adjusted total debt, including aircraft rent, in addition to long-term adjusted debt and capital leases, to present estimated financial obligations. Delta reduces adjusted total debt by cash, cash equivalents and short-term investments, resulting in adjusted net debt, to present the amount of additional assets needed to satisfy the debt.

Delta presents consolidated and Mainline CASM excluding fuel expense and related taxes because management believes the volatility in fuel prices impacts the comparability of year-over-year financial performance.

Consolidated and Mainline CASM excludes ancillary businesses not associated with the generation of a seat mile. These businesses include aircraft maintenance and staffing services Delta provides to third parties, Delta's vacation wholesale operations and its dedicated freighter operations, which we discontinued on December 31, 2009.

Delta excludes profit sharing expense from operating expense, consolidated and Mainline CASM because management believes the exclusion of this item provides a more meaningful comparison of the company's results to the airline industry and prior year results.

Delta presents free cash flow because management believes this metric is helpful to investors to evaluate the company's ability to generate cash.

Earnings before interest, taxes, depreciation, amortization and aircraft rent (EBITDAR) has been presented as management believes it is helpful to investors in utilizing EBITDAR as a proxy for operating cash flow on a period over period basis.

Reconciliation of GAAP Financial Measures to Non-GAAP Financial Measures
September 30, 2010

	Three Months Ended September 30,	
	2010	2009
(in millions)		
Net income (loss)	\$ 363	\$ (161)
Items excluded:		
Loss on extinguishment of debt	360	83
Restructuring and merger-related items	206	129
Net income excluding special items	<u>\$ 929</u>	<u>\$ 51</u>
Diluted weighted average shares outstanding	842	
Earnings per share excluding special items	<u>\$ 1.10</u>	

	Three Months Ended September 30,	
	2010	2009
(in millions)		
Non-operating expense	\$ 637	\$ 383
Item excluded:		
Loss on extinguishment of debt	(360)	(83)
Non-operating expense excluding special items	<u>\$ 277</u>	<u>\$ 300</u>

	Three Months Ended
	September 30, 2010
(in millions)	
Payment on long-term debt and capital lease obligations	\$ 924
Adjustments:	
Debt reduction initiative	(574)
Other	(57)
Total debt maturities	<u>\$ 293</u>

	Three Months Ended
	September 30, 2010
(in millions)	
Flight equipment, including advance payments (GAAP)	\$ 304
Ground property and equipment, including technology (GAAP)	93
Adjustments:	
Proceeds on sale of subsidiary	(21)
Other	(15)
Total capital expenditures	<u>\$ 361</u>

	Three Months Ended
	September 30, 2010
(in millions)	
Net cash provided by operating activities (GAAP)	\$ 514
Net cash used in investing activities (GAAP)	(802)
Adjustments:	
Purchase of investments	439
Other	(1)
Total free cash flow	<u>\$ 150</u>

(in billions)

	<u>September 30, 2010</u>		<u>June 30, 2010</u>		<u>December 31, 2009</u>
Debt and capital lease obligations	\$ 15.4		\$ 15.8		\$ 17.2
Plus: unamortized discount, net from purchase accounting and fresh start reporting	<u>0.7</u>		<u>1.0</u>		<u>1.1</u>
Adjusted debt and capital lease obligations	\$ 16.1		\$ 16.8		\$ 18.3
Plus: 7x last twelve months' aircraft rent	<u>3.0</u>		<u>3.2</u>		<u>3.4</u>
Adjusted total debt	19.1		20.0		21.7
Less: cash, cash equivalents and short-term investments	<u>(3.9)</u>		<u>(4.4)</u>		<u>(4.7)</u>
Adjusted net debt	<u>\$ 15.2</u>		<u>\$ 15.6</u>		<u>\$ 17.0</u>

	<u>Three Months Ended September 30,</u>		<u>Nine Months Ended September 30,</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
CASM	12.48 ¢	11.84 ¢	12.55 ¢	12.17 ¢
Ancillary businesses	<u>(0.26)</u>	<u>(0.28)</u>	<u>(0.27)</u>	<u>(0.32)</u>
CASM excluding items not related to generation of a seat mile	12.22 ¢	11.56 ¢	12.28 ¢	11.85 ¢
Items excluded:				
Profit sharing	(0.29)	-	(0.16)	-
Restructuring and merger-related items	<u>(0.32)</u>	<u>(0.21)</u>	<u>(0.19)</u>	<u>(0.16)</u>
CASM excluding profit sharing and special items	11.61 ¢	11.35 ¢	11.93 ¢	11.69 ¢
Fuel expense and related taxes	<u>(3.77)</u>	<u>(3.53)</u>	<u>(3.75)</u>	<u>(3.53)</u>
CASM excluding fuel expense and related taxes, profit sharing and special items	<u>7.84 ¢</u>	<u>7.82 ¢</u>	<u>8.18 ¢</u>	<u>8.16 ¢</u>

(in millions, except per cent data)

	<u>Three Months Ended September 30,</u>		<u>Nine Months Ended September 30,</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Consolidated operating expense	\$ 7,947	\$ 7,370	\$ 22,043	\$ 21,536
Less regional carriers operating expense	<u>(1,708)</u>	<u>(1,527)</u>	<u>(4,695)</u>	<u>(4,347)</u>
Mainline operating expense	\$ 6,239	\$ 5,843	\$ 17,348	\$ 17,189
Mainline CASM	11.29 ¢	10.87 ¢	11.45 ¢	11.30 ¢
Ancillary businesses	<u>(0.27)</u>	<u>(0.33)</u>	<u>(0.28)</u>	<u>(0.38)</u>
Mainline CASM excluding items not related to generation of a seat mile	11.02 ¢	10.54 ¢	11.17 ¢	10.92 ¢
Items excluded:				
Profit sharing	(0.33)	-	(0.18)	-
Restructuring and merger-related items	<u>(0.10)</u>	<u>(0.23)</u>	<u>(0.12)</u>	<u>(0.18)</u>
Mainline CASM excluding profit sharing and special items	10.59 ¢	10.31 ¢	10.87 ¢	10.74 ¢
Fuel expense and related taxes	<u>(3.54)</u>	<u>(3.37)</u>	<u>(3.51)</u>	<u>(3.46)</u>
Mainline CASM excluding fuel expense and related taxes, profit sharing and special items	<u>7.05 ¢</u>	<u>6.94 ¢</u>	<u>7.36 ¢</u>	<u>7.28 ¢</u>

	Three Months Ended September 30, 2010
(in millions)	
Operating income	\$ 1,003
Item excluded:	
Restructuring and merger-related items	206
Operating income excluding special items	<u>\$ 1,209</u>

	Three Months Ended September 30, 2010	Nine Months Ended September 30, 2010
(in millions)		
Pre-tax income	\$ 366	\$ 588
Other non-operating expense, net	637	1,335
Depreciation and amortization	375	1,139
Aircraft rent	92	305
Item excluded:		
Restructuring and merger related items	206	342
EBITDAR	<u>\$ 1,676</u>	<u>\$ 3,709</u>

	Nine Months Ended September 30, 2010
(in millions)	
Net cash provided by operating activities (GAAP)	\$ 2,514
Net cash used in investing activities (GAAP)	(1,357)
Adjustments:	
Purchase of investments, net	362
Aircraft purchases under seller financing	(21)
Other	15
Total free cash flow	<u>\$ 1,513</u>

	Three Months Ended September 30, 2010	Three Months Ended September 30, 2009
(in millions)		
Operating expense	\$ 7,947	\$ 7,370
Items excluded:		
Profit sharing	(185)	-
Restructuring and merger-related items	(206)	(129)
Operating expense excluding certain items	<u>\$ 7,556</u>	<u>\$ 7,241</u>