

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

Delta completed its merger with Northwest Airlines on October 29, 2008. Accordingly, Delta's financial results under GAAP for 2009 include the results of Northwest Airlines for the period January 1 through December 31, 2009.

Under GAAP, Delta does not include in its financial results the results of Northwest Airlines prior to the merger. Accordingly, Delta's financial results under GAAP for 2008 and the December 2008 quarter include the results of Northwest Airlines for the period October 30, 2008 through December 31, 2008. This impacts the comparability of Delta's financial statements under GAAP for 2009 and 2008 as well as the December 2009 and 2008 quarters.

Delta presents its financial results for the December 2008 quarter under GAAP as well as on a "combined basis." "Combined basis" means the company combines the financial results of Delta and Northwest as if the merger had occurred prior to the beginning of the applicable period. Delta believes presenting this financial information on a combined basis provides a more meaningful basis for comparing Delta's year-over-year financial performance than the GAAP financial information.

Delta is unable to reconcile certain forward-looking projections to GAAP, including projected consolidated 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 and fuel hedge losses because management believes the exclusion of these items is helpful to investors to evaluate the company's recurring operational performance.

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.

Delta excludes non-cash mark-to-market (MTM) adjustments related to fuel hedges settling in future periods in order to present financial results related to operations in the period shown.

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 expenses related to Delta's providing maintenance services (MRO), staffing services and dedicated freight operations as well as Delta's vacation wholesale operations.

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 and capital lease payments because management believes this metric is helpful to investors to evaluate the company's debt-related activities.

**Reconciliation of GAAP Financial Measures to Non-GAAP Financial Measures
December 31, 2009**

(in millions)	Three Months Ended December 31, 2009	Year Ended December 31, 2009
Net loss	\$ (25)	\$ (1,237)
Items excluded:		
Restructuring and merger-related items	121	407
Loss on extinguishment of debt	-	83
Income tax benefit related to other comprehensive income	(321)	(321)
Net loss excluding special items	<u>\$ (225)</u>	<u>\$ (1,068)</u>
Weighted average shares outstanding	830	827
Loss per share excluding special items	<u>\$ (0.27)</u>	<u>\$ (1.29)</u>

(in millions)	Year Ended December 31, 2009
Net loss excluding special items	\$ (1,068)
Item excluded:	
Fuel hedge losses	1,359
Net income excluding special items and fuel hedge losses	<u>\$ 291</u>

(in millions)	Three Months Ended December 31, 2009	Year Ended December 31, 2009
Pre-tax loss	\$ (355)	\$ (1,581)
Other non-operating expense, net	309	1,257
Depreciation and amortization	384	1,536
Aircraft rent	117	480
Item excluded:		
Restructuring and merger related items	121	407
EBITDAR	<u>\$ 576</u>	<u>\$ 2,099</u>

	GAAP
	Three Months Ended
	December 31, 2009
(in millions)	
Operating expense	\$ 6,851
Items excluded:	
MTM adjustments to fuel hedges settling in future periods	-
Restructuring and merger-related items	(121)
Operating expense excluding special items	<u>\$ 6,730</u>

	Combined
	Three Months Ended
	December 31, 2008
(in millions)	
Non-operating expense	\$ 341
Northwest results for the period October 1 to October 29, 2008	43
Item excluded:	
Write-down in value of auction rate securities	(20)
Non-operating expense excluding special items	<u>\$ 364</u>

	Three Months Ended
	December 31, 2009
(in millions)	
Payment on long-term debt and capital lease obligations	\$ (835)
Adjustments:	
Aircraft purchases under seller financing	(293)
Paydown on credit facility	500
Total debt and capital lease payments	<u>\$ (628)</u>

	Three Months Ended
	December 31, 2009
(in millions)	
Property and equipment additions (GAAP)	\$ (470)
Adjustments:	
Proceeds from sales of investments	11
Proceeds from sales of flight equipment	14
Aircraft purchases under seller financing	268
Total capital expenditures	<u>\$ (177)</u>

(in millions)	Three Months Ended
	December 31, 2009
Property and equipment additions, flight equipment (GAAP)	\$ (404)
Adjustment:	
Aircraft purchases under seller financing	268
Total investments in aircraft, parts and modifications	<u>\$ (136)</u>

	Delta	Northwest	Combined		
(in millions, except unit data)	Three Months Ended	October 1, 2008 to	Three Months Ended	Passenger	
Passenger and operating revenue	December 31, 2008	October 29, 2008	December 31, 2008	Mile Yield	PRASM
Domestic	\$ 2,639	\$ 420	\$ 3,059	13.53 ¢	11.31 ¢
Atlantic	1,129	134	1,263	12.02	9.26
Latin America	308	2	310	13.67	10.10
Pacific	452	185	637	11.71	9.90
Total mainline	4,528	741	5,269	12.91	10.50
Regional carriers	1,207	181	1,388	22.99	17.56
Total passenger revenue	5,735	922	6,657	14.21	11.46
Cargo	230	55	285		
Other, net	748	78	826		
Total operating revenue	<u>\$ 6,713</u>	<u>\$ 1,055</u>	<u>\$ 7,768</u>		

	Delta	Northwest	Combined		
(in millions, except unit data)	Year Ended	January 1, 2008 to	Year Ended	Passenger	
Passenger revenue	December 31, 2008	October 29, 2008	December 31, 2008	Mile Yield	PRASM
	<u>\$ 19,583</u>	<u>\$ 10,125</u>	<u>\$ 29,708</u>	14.65 ¢	12.07 ¢

	<u>GAAP</u>	<u>Combined</u>	<u>GAAP</u>	<u>Combined</u>
	<u>Three Months Ended</u>	<u>Three Months Ended</u>	<u>Year Ended</u>	<u>Year Ended</u>
(in millions, except per cent data)	<u>December 31, 2009</u>	<u>December 31, 2008</u>	<u>December 31, 2009</u>	<u>December 31, 2008</u>
CASM	12.85 ¢	16.27 ¢	12.32 ¢	19.40 ¢
Ancillary businesses	(0.33)	(0.38)	(0.31)	(0.48)
CASM excluding items not related to generation of a seat mile	12.52 ¢	15.89 ¢	12.01 ¢	18.92 ¢
Items excluded:				
Impairment of goodwill and other assets	-	-	-	(4.79)
Restructuring and merger-related items	(0.23)	(2.13)	(0.18)	(0.59)
MTM adjustments to fuel hedges settling in future periods	-	(0.52)	-	(0.17)
CASM excluding special items	12.29 ¢	13.24 ¢	11.83 ¢	13.37 ¢
Fuel expense and related taxes	(3.61)	(5.13)	(3.55)	(5.39)
CASM excluding fuel expense and related taxes and special items	8.68 ¢	8.11 ¢	8.28 ¢	7.98 ¢
ASMs	<u>53,324</u>	<u>58,098</u>	<u>230,331</u>	<u>246,164</u>

	<u>GAAP</u>	<u>Combined</u>	<u>GAAP</u>	<u>Combined</u>
	<u>Three Months Ended</u>	<u>Three Months Ended</u>	<u>Year Ended</u>	<u>Year Ended</u>
(in millions, except per cent data)	<u>December 31, 2009</u>	<u>December 31, 2008</u>	<u>December 31, 2009</u>	<u>December 31, 2008</u>
Consolidated operating expense	\$ 6,851	\$ 9,451	\$ 28,387	\$ 47,758
Less regional carriers operating expense	(1,460)	(1,551)	(5,807)	(6,993)
Mainline operating expense	<u>\$ 5,391</u>	<u>\$ 7,900</u>	<u>\$ 22,580</u>	<u>\$ 40,765</u>
Mainline CASM	11.83 ¢	15.74 ¢	11.42 ¢	19.10 ¢
Ancillary businesses	(0.39)	(0.49)	(0.38)	(0.58)
Mainline CASM excluding items not related to generation of a seat mile	11.44 ¢	15.25 ¢	11.04 ¢	18.52 ¢
Items excluded:				
Impairment of goodwill and other assets	-	-	-	(5.52)
Restructuring and merger-related items	(0.26)	(2.43)	(0.20)	(0.66)
MTM adjustments to fuel hedges settling in future periods	-	(0.60)	-	(0.19)
Mainline CASM excluding special items	11.18 ¢	12.22 ¢	10.84 ¢	12.15 ¢
Fuel expense and related taxes	(3.38)	(5.02)	(3.44)	(5.04)
Mainline CASM excluding fuel expense and related taxes and special items	7.80 ¢	7.20 ¢	7.40 ¢	7.11 ¢
ASMs	<u>45,582</u>	<u>50,194</u>	<u>197,723</u>	<u>213,447</u>

DELTA AIR LINES, INC.
Unaudited Combined Statements of Operations
Excluding Special Items

	Three Months Ended December 31, 2008	October 1, 2008 through October 29, 2008	Three Months Ended December 31, 2008	
(in millions)	Delta ¹	Northwest ¹	Special Items	Combined
OPERATING REVENUE:				
Passenger:				
Mainline	\$ 4,528	\$ 741	\$ -	\$ 5,269
Regional carriers	1,207	181	-	1,388
Total passenger revenue	5,735	922	-	6,657
Cargo	230	55	-	285
Other, net	748	78	-	826
Total operating revenue	6,713	1,055	-	7,768
OPERATING EXPENSE:				
Aircraft fuel and related taxes	2,294	750	(301) ²	2,743
Salaries and related costs	1,391	223	(25) ³	1,589
Contract carrier arrangements	930	81	-	1,011
Aircraft maintenance materials and outside repairs	333	49	-	382
Contracted services	346	65	-	411
Passenger commissions and other selling expenses	298	72	-	370
Depreciation and amortization	374	39	-	413
Landing fees and other rents	268	40	-	308
Aircraft rent	106	17	-	123
Passenger service	129	20	-	149
Restructuring and merger-related items	987	224	(1,211) ⁴	-
Other	354	61	-	415
Total operating expense	7,810	1,641	(1,537)	7,914
OPERATING (LOSS) INCOME	(1,097)	(586)	1,537	(146)
Interest expense	(277)	(39)	-	(316)
Interest income	19	5	-	24
Miscellaneous, net	(83)	(9)	20 ⁵	(72)
Total other expense, net	(341)	(43)	20	(364)
LOSS BEFORE INCOME TAXES	(1,438)	(629)	1,557	(510)
INCOME TAX BENEFIT	-	-	-	-
NET LOSS	\$ (1,438)	\$ (629)	\$ 1,557	\$ (510)

Combined contract carrier arrangements expense includes \$301 million for fuel expense incurred under these arrangements

¹ We reclassified prior period amounts to conform to current presentations

² \$301 million in out of period fuel hedges

³ \$25 million in merger-related charges

⁴ \$1.2 billion in merger-related charges and \$18 million in facilities restructuring

⁵ \$20 million write-down in value of auction rate securities