

**Provided for Settlement and Illustrative Purposes Only and May Not be Relied**

These preliminary calculations may not be relied upon for any purpose and were prepared at the request of counsel in connection with litigation

**Delta Air Lines Pilots Retirement Plan**

**Estimated Effect of Qualified Plan Termination on Retired Pilot Benefits**

| Name | Age at retirement<br>(A) | Age at plan termination<br>(B) | Credited service<br>(C) | Pre-termination                     | Post-termination                                    | Post-termination                                    | Preliminary  | % Retained of<br>Total Qualified<br>Benefit after<br>Recovery<br>(Includes Lump<br>Sum)<br>(H) |
|------|--------------------------|--------------------------------|-------------------------|-------------------------------------|---|---|--|--|
|      |                          |                                |                         | Monthly Qualified<br>Benefit<br>(D) | Monthly Qualified<br>Benefit<br>October Est.<br>(E) | Monthly Qualified<br>Benefit<br>Updated Est.<br>(F) | Termination Post-<br>Recovery<br>Monthly Qualified<br>Benefit<br>(G) |  |
| A    | 56.917                   | 57.917                         | 27.500                  | \$2,475                             | \$0   | \$411   | \$1,481  | 89%  |
| B    | 57.917                   | 59.667                         | 27.333                  | \$2,616                             | \$0   | \$628   | \$1,685  | 90%  |
| C    | 56.333                   | 58.333                         | 26.250                  | \$1,976                             | \$0   | \$213   | \$1,112  | 90%  |
| D    | 56.417                   | 58.167                         | 26.583                  | \$1,712                             | \$0   | \$0   | \$849  | 90%  |
| E    | 60.000                   | 63.750                         | 32.333                  | \$4,427                             | \$4,142   | \$3,616   | \$4,427  | 100%   |
| F    | 56.583                   | 58.333                         | 26.667                  | \$2,837                             | \$0   | \$866   | \$1,941  | 90%  |
| G    | 58.583                   | 59.583                         | 27.833                  | \$2,261                             | \$0   | \$262   | \$1,283  | 90%  |
| H    | 53.833                   | 56.833                         | 25.250                  | \$2,865                             | \$0   | \$1,415   | \$2,294  | 93%  |
| I    | 57.250                   | 58.250                         | 26.167                  | \$3,117                             | \$0   | \$828   | \$2,057  | 89%  |

Key assumptions:

- Column D benefit amounts equal the monthly qualified plan benefit that the retired pilot received on September 1, 2006 (pre-plan termination) and excludes any annuity equivalent of the lump sum he received. All of the above pilots took a lump sum at retirement.
- Column E provides the qualified plan benefit (excluding any lump sum) the retired pilot received on October 2006 after the plan termination. These benefit adjustments were based on Delta's then best estimates of plan termination rules and reflect a PC3 funded percentage of approximately 94%. This funded percentage was derived based upon Delta's then understanding of plan termination rules.
- Column F provides the qualified plan benefit adjustment (excluding any lump sum) updated to reflect further guidance from the PBGC and refinements to the calculation methodology. Delta anticipates, subject to PBGC concurrence, that these revised benefit adjustments will be made in early 2007 for current retired pilots. Based on these current calculations and estimate, the PC3 funded percentage is approximately 82%.
- The amounts shown in Column G and H reflect the monthly benefit expected to be paid by the PBGC after recovery of its claim. The percent of benefits retained in Column H equals the benefit shown in Column G plus the annuity value of the retiree's lump sum as compared to the pre-termination monthly qualified pension (Column D) plus the annuity value of the retiree's lump sum. The monthly benefit expected to be paid by the PBGC after recovery is based on the following:
  - The consideration provided for in the PBGC settlement agreement is assumed to have an estimated value of \$1.66 billion (if, as assumed by Delta in its reply brief, general unsecured claims are paid at 65 cents on the dollar when Delta emerges from bankruptcy; if the claim recovery is different than 65 cents these approximations will change.)
  - Approximately 70% of the PBGC's recovery (or \$1.2 billion) is allocated to plan participants based on an estimate of the PBGC's portion of the plan's liability.
  - These calculations were based on a variety of assumptions. By nature, they are approximations based on the calculations of the recovery applicable to the participant's PC3 and PC5 benefit. Delta has approximated this recovery first to the participant's PC3 benefit and then pro-rata to the participant's PC5 benefit; however applications of PC5 priority rules by the PBGC may result in different individual recovery percentages than those shown above.
  - The percent of benefits retained in Column H excludes the value of the MPPP lump sum. This amount increases the percent retained by approximately 1%.