

Questions and Answers

Overview – General Questions

Why did I receive this Bankruptcy Claim Statement?

This bankruptcy claim statement is intended to provide you with information that may be useful to you and your tax advisor as you prepare your 2007 income tax return. This statement provides an outline of the initial distribution(s) that you have received as a result of your allowed claim(s) in Delta's bankruptcy. Depending upon your circumstance, you either received shares in an individual brokerage account in your name with Fidelity Investments ® or you received cash.

Should you have questions regarding these materials, please submit them via email to delta.retiree@delta.com. If you have no access to email, you may mail written questions to:

Delta Air Lines, Inc.
1030 Delta Boulevard
Attn: Department 216
Atlanta, GA 30354.

Periodically, we will post answers to the most frequently asked questions on the Delta Retiree Connection Website and mail these postings to those retirees who submitted written questions. Unfortunately, agents at Delta's Employee Service Center and at Epiq Systems Inc., our claims handling agent, will not be able to answer questions regarding these materials by telephone.

If you are a retiree, you will receive a W-2 form from Delta for the cash or equity distributed to you on account of your allowed claim.

If you have received pension payments or you have received other additional income from Delta in 2007, information on these payments will be provided to you separately.

If you received shares at Fidelity and have since sold those shares, Fidelity will provide a 1099 form relating to that sale. It will not be included with this statement information.

At one point earlier, I had received an estimate of what my claim amount would be. Why is there a difference between that estimate and the amount of actual cash or shares I received?

There are one or more reasons for any difference, including:

- In some cases, the claim amounts in the original notice sent to you had to be adjusted.

- Non-Qualified pension claims for retired pilots were adjusted to pay the allocated legal fees incurred by Miller and Martin LLC, DP3's attorneys, as provided in the court approved settlement.
- Certain medical claims for ground and flight attendant retirees included a component to be calculated based on the date of Delta's emergence from bankruptcy. Since these claims were originally scheduled in January of 2006 – prior to Delta's emergence – it was necessary to estimate the claims based on an assumed emergence date. In estimating the original claim amounts, we used a date of June 2007, as provided in the court approved agreement with the Non-Pilot Retiree Committee. Since Delta actually emerged from bankruptcy in April 2007 instead, actual claims in this category are smaller than originally estimated and were adjusted accordingly.
- Except with respect to Administrative Claims, claim distributions are not made at 100 cents on the dollar. Please refer to the statement explanation document for additional details on the conversion from claim value to shares / dollars.
- Taxes had to be withheld from your distribution.
 - FICA was withheld from all 1114 medical claims (codes on your pay stub(s) may include CL5Qual, CL6Qual, Claimsh).
 - FICA was not withheld from non-qualified claim settlements for pilots that retired prior to September 1, 2005 (codes on your pay stub(s) may include CL5NQual, CL6NQual, Claimsh).
 - Federal and applicable state and local taxes have been withheld.
 - Consistent with previous practice, taxes were not withheld from survivor or estate disbursements: a 1099 form will be issued to survivors and estates at the beginning of 2008.
- For those who received Delta stock, the ultimate value you realize on account of your claim is based on the market price of Delta stock at the time of any sale.

What is the SSA-131?

Some retirees have expressed concern that the distributions they have received on account of Delta's bankruptcy may affect their Social Security annual earnings test. While our discussions with representatives of the Social Security Administration (SSA) indicate that this should not be a concern, we filed an SSA-131 form with the SSA on behalf of each retiree who received a distribution on account of Delta's bankruptcy and we are providing you with a copy.

What should I do with the SSA-131?

Delta has submitted this form to the national office of the SSA on your behalf. If you are concerned that your Social Security benefits will be affected by the distributions you received on account of Delta's bankruptcy, you can also send a copy of this form to your local SSA office.

Will I be receiving another distribution on account of my allowed claim against Delta? If so, when?

For Class 6 and for Administrative Claims, you will not receive any additional distributions.

For Classes 4 and 5 you have received your initial distribution, which represents the majority – and possibly all – of the value you will receive on account of your claim. A final distribution may occur when all disputed claims in the Delta bankruptcy case are resolved. It is not currently known when any final distribution might take place.

Why am I taxed in a different state than the one in which I reside?

Cash distributions were treated for tax purposes as having been made in the resident state that was listed on your address for retirement checks. Equity distributions were treated for tax purposes as having been made at your address on record when the claim was filed.

I chose to pay my income tax withholding in cash, rather than have Delta withhold shares for me. How will that appear on my W-2?

The amount you sent to Delta for tax withholding will appear as taxes withheld on your W-2.

I am retired and I believe that no amounts should be withheld for me for tax purposes. Why were amounts withheld?

Various factors (including the classification of your claim, your status as an active employee / retiree / survivor, and your age) may determine whether or not Delta was required to withhold a portion of your distribution for tax purposes. (Please refer to the “Tax Withholding” section of your individualized statement and the accompanying explanation document for additional information regarding the types of taxes that were withheld.)

Why is the amount on my W-2 different than the W-2 amount on my individualized statement?

There are several primary drivers for any difference in the amount listed on your W-2 vs. the W-2 amount on your individualized statement, including:

- Rounding – Due to the calculation of distribution shares for withholding purposes to the thousandth decimal, there may be slight rounding differences.
- Additional Earnings – If you received additional income from Delta in 2007, your W-2 will reflect this additional amount.
- Refund of Taxes – If it has been determined that FICA – Social Security was withheld from multiple claims that in total exceed the \$6,045 annual limit or another amount was incorrectly withheld, a check was sent as a refund and your net income on your W-2 will reflect this change.