PRESS RELEASE

Monthly report in accordance with Article 114, paragraph 5 of Legislative Decree 58/98

Milan, 28 March 2008 – The following report is issued by Eurofly S.p.A. in compliance with Consob's request, in accordance with Article 114, paragraph 5 of Legislative Decree 58/98, for monthly reporting on the capital, financial position and operating results of the company.

1) Agreements with Meridiana

No significant new agreements to pursue the commercial and operational synergies outlined in previous bulletins were entered into with Meridiana in February 2008.

2) Update on any changes and adjustments to the targets laid down in the 2008-10 Industrial Plan

Operations at February 2008 were worse than expected, mainly due to the unrest in Kenya, one of Eurofly's main long-haul destinations. On the other side, the capital increase posted better then expected results.

3) Capital, financial position and operating results

The loss reported in February was higher than expected in 2008/2010 Industrial Plan, but lower than in the same period of 2007. Regarding Eurofly's the capital situation, last 20th February the cash capital increase ended with the underwriting of all the 11,129,814 new shares, at €1.347 each (€0.88 of issue – premium), for an overall countervalue of €15 million. Following the operation, Eurofly's equity at the end of February amounts to a €6,253,995.46.
Moreover, last 11 March 2008 the capital increase in nature, reserved to Meridiana, was completed, with the underwriting of 3.558.718 new shares, at €2,248 euro each (€2,178 issue-premium) for an overall countervalue of €8 million. After that, Eurofly's net equity amounts to €6,503,105.72. The financial situation is described below.

4) Net financial position

The table below shows the net financial position with detailed information on short-, medium- and long-term assets and liabilities.

31.12.07				29.02.08		31.01.08
Total		Euro/000		**Total**	**with related parties**	**Total**
6.955	A	Cash	(1)	13.436	-	4.602
-	B.	Derivative contracts included in cash	(1)	-	-	-
6.955	**C.**	**Net cash and equivalents (A) + (B)**		**13.436**	-	**4.602**
-	**D.**	**Current financial receivables**		-	-	-
15.914	E.	Current bank debt	(1)	15.889	-	15.911
-	F.	Derivative contracts included in bank debt	(1)	-	-	-
514	G.	Current portion of non-current debt		526	-	526
4.323	H.	Current financial debt		-	-	4.323
20.751	**I.**	**Current financial debt (E) + (F) + (G) + (H)**		**16.415**	-	**20.760**
13.796	**J.**	**Net current financial debt (I) - (C) - (D)**		**2.979**	-	**16.158**
-	**K.**	**Non-current financial receivables**		-	-	-
3.268	L.	Non-current bank debt		3.003	-	3.003
-	M.	Bonds issued		-	-	-
-	N.	Other non-current debt		-	-	-
3.268	**O.**	**Non-current financial debt (L) + (M) + (N)**		**3.003**	-	**3.003**
17.065	**P.**	**Net financial debt (J) - (K) + (O)**		**5.982**	-	**19.161**
	Reconciliation with cash flow and balance sheet tables:					
(8.960)	(1)	Net cash and equivalents		(2.453)	-	(11.309)

Net financial debt as at 29 February 2008 was €6 million, compared with €19.2 million as of January 2008. The improvement is due to the €10.7 million of cash capital increase and €4.3 million of debt reduction, related to Meridiana financial loan, used in the capital increase.

In details the net financial position can be broken as follows: (i) €13.4 million in cash, (ii) €15.9 million in current financial debt, (iii) €0.5 million in the short-term portion of the mortgage loan, and (iv) €3.0 million of non-current financial debt relating to the non-current portion of the mortgage loan. Net cash and cash equivalents as of 29 February are negative for €2.5 million.

5) Short-term guarantees provided by the banking system, amounts used and any repayment requests

The breakdown of the short-term guarantees and the amounts used by item as of 29 February 2008 is provided below.

Euro/000	29.02.08 Granted	Use	% of use
Cash facilites	16.000	15.889	99,3%
Bank guarantees facilities	9.200	8.311	90,3%
Total	**25.200**	**24.200**	**96,0%**

6) Description of the main covenants and negative pledge and indication of compliance with them

The debt restructuring plan mentioned in point 4) incorporates various clauses, including a negative pledge clause, as well as financial covenants. Further details are available in the press releases dated 28 November 2007 and 31 January 2008.

Last 19 March 2008 the banks signer of the agreement released not to survey the covenants referring to 31 December 2007. Thus, the formal not respect of the covenants as of 31 December 2007, is no longer an issue.

7) Report on outstanding debt, including financial, commercial, tax-, and benefit-related debt and amounts owed to employees

As at 29 February 2008 there were no tax- or benefit-related debts outstanding. There were also no debts outstanding to related parties or to employees. Outstanding commercial debts of approximately €19.8 million were recorded, of which those overdue for more than one year totalled €2.2 million. No initiatives to suspend supply relationships were recorded. No payment requests were recorded, except for those relating to normal administrative management.

As at 29 February 2008 court orders totalling €5.9 million had been received. These orders relate mainly to Alitalia (10 court orders amounting to €2.6 million) and the Verona Valerio Catullo airport (one court order amounting to €2.1 million), and another seven counterparties. The interim enforcement of the payment injunction has been authorised in favour of a counterparty, which subsequently has served a distrait of third party property for a value of Euro 580,000.

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The Financial Reporting Officer, Daniele Renna, has stated in accordance with Article 154 bis, paragraph 2 of the Consolidated Finance Act (Testo Unico della Finanza) that the accounting information contained in this press release is consistent with the documentary findings, and the accounting entries and records.