

**UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK**

Chapter 11

In re:

Delta Air Lines, Inc., et al
Debtor

Case No. 05-17923-ASH

**MONTHLY OPERATING REPORT FOR
THE MONTH ENDED DECEMBER 31, 2005**

DEBTOR'S ADDRESS: Delta Air Lines, Inc.
P.O. Box 20706
Atlanta, Georgia 30320-6001

DEBTOR'S ATTORNEYS: Davis Polk & Wardwell
450 Lexington Avenue
New York, New York 10017

DISBURSEMENTS (IN THOUSANDS): \$ 1,763,813
FOR THE MONTH ENDED DECEMBER 31, 2005

CONSOLIDATED NET LOSS (IN MILLIONS): \$ 753
FOR THE MONTH ENDED DECEMBER 31, 2005

REPORT PREPARER: Delta Air Lines, Inc., Debtor-in-Possession

The undersigned, having reviewed the attached report and being familiar with the Debtor's financial affairs, verifies under the penalty of perjury, that the information contained therein is complete, accurate and truthful to the best of my knowledge.

/s/ Edward H. Bastian
Edward H. Bastian
Executive Vice President and
Chief Financial Officer

Indicate if this is an amended statement by checking here: AMENDED STATEMENT _____

DELTA AIR LINES, INC.

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OTHER INFORMATION

On September 14, 2005, we and substantially all of our subsidiaries filed voluntary petitions for reorganization under Chapter 11 of the United States Bankruptcy Code. No assurance can be given as to what values, if any, will be ascribed in our bankruptcy proceedings to our various pre-petition liabilities, common stock and other securities. A plan of reorganization could result in holders of our liabilities and securities receiving no value for their interests. Because of such possibilities, the value of these liabilities and securities is highly speculative. Accordingly, we urge that caution be exercised with respect to existing and future investments in any of these liabilities or securities. In addition, trading of our common stock on the New York Stock Exchange was suspended on October 13, 2005 and our common stock was delisted from the New York Stock Exchange on November 30, 2005. Additional information about our Chapter 11 filing is available on the Internet at delta.com/restructure. Court filings and claims information are available at deltadocket.com.

DELTA AIR LINES, INC.
Debtor and Debtor-In-Possession
Consolidated Balance Sheet
(Unaudited)
(In Millions, Except Share Data)

ASSETS	December 31, 2005
CURRENT ASSETS:	
Cash and cash equivalents	\$ 2,008
Restricted cash	870
Accounts receivable, net of an allowance for uncollectible accounts of \$41	819
Expendable parts and supplies inventories, net of an allowance for obsolescence of \$201	172
Deferred income taxes, net	99
Prepaid expenses and other	512
Total current assets	4,480
 PROPERTY AND EQUIPMENT:	
Flight equipment	18,591
Accumulated depreciation	(6,621)
Flight equipment, net	11,970
 Flight and ground equipment under capital leases	 535
Accumulated amortization	(213)
Flight and ground equipment under capital leases, net	322
 Ground property and equipment	 4,791
Accumulated depreciation	(2,847)
Ground property and equipment, net	1,944
 Advance payments for equipment	 44
Total property and equipment, net	14,280
 OTHER ASSETS:	
Goodwill	227
Operating rights and other intangibles, net of accumulated amortization of \$189	74
Restricted investments for Boston airport terminal project	46
Other noncurrent assets	932
Total other assets	1,279
 Total assets	 \$ 20,039

The accompanying notes are an integral part of these Condensed Consolidated Financial Statements.

DELTA AIR LINES, INC.
Debtor and Debtor-In-Possession
Consolidated Balance Sheet
(Unaudited)
(In Millions, Except Share Data)

LIABILITIES AND SHAREOWNERS' DEFICIT	December 31, 2005
CURRENT LIABILITIES:	
Current maturities of long-term debt and capital leases	\$ 1,169
Accounts payable, deferred credits and other accrued liabilities	1,407
Air traffic liability	1,712
Taxes payable	526
Accrued salaries and related benefits	435
Total current liabilities	5,249
NONCURRENT LIABILITIES:	
Long-term debt and capital leases	6,574
Other	299
Deferred revenue and other credits	186
Total noncurrent liabilities	7,059
LIABILITIES SUBJECT TO COMPROMISE (Note 2)	17,380
COMMITMENTS AND CONTINGENCIES	
EMPLOYEE STOCK OWNERSHIP PLAN PREFERRED STOCK:	
Series B ESOP Convertible Preferred Stock, \$1.00 par value, \$72.00 stated and liquidation value; 4,667,568 shares issued and outstanding	336
Unearned compensation under employee stock ownership plan	(89)
Total Employee Stock Ownership Plan Preferred Stock	247
SHAREOWNERS' DEFICIT:	
Common stock: \$0.01 par value; 900,000,000 shares authorized; 202,081,648 shares issued and outstanding	2
Additional paid-in capital	1,635
Accumulated deficit	(8,210)
Accumulated other comprehensive loss	(2,722)
Treasury stock at cost, 12,738,630 shares	(601)
Total shareowners' deficit	(9,896)
Total liabilities and shareowners' deficit	\$ 20,039

The accompanying notes are an integral part of these Condensed Consolidated Financial Statements.

DELTA AIR LINES, INC.
Debtor and Debtor-In-Possession
Consolidated Statement of Operations
(Unaudited)
(In Millions, Except Share and Per Share Data)

	For the month ended December 31, 2005
OPERATING REVENUES:	
Passenger:	
Mainline	\$ 878
Regional affiliates	256
Cargo	44
Other, net	77
Total operating revenues	1,255
OPERATING EXPENSES:	
Salaries and related costs	340
Aircraft fuel	328
Contract carrier arrangements	186
Depreciation and amortization	114
Contracted services	113
Landing fees and other rents	73
Aircraft maintenance materials and outside repairs	57
Aircraft rent	36
Passenger commissions and other selling expenses	59
Passenger service	22
Restructuring and pension settlements	176
Other	123
Total operating expenses	1,627
OPERATING LOSS	(372)
OTHER INCOME (EXPENSE):	
Interest expense (contractual interest expense equals \$105 for the Month ended December 31, 2005)	(69)
Interest income	6
Miscellaneous, net	(1)
Total other expense, net	(64)
LOSS BEFORE REORGANIZATION ITEMS, NET	(436)
REORGANIZATION ITEMS, NET (Note 2)	(219)
LOSS BEFORE INCOME TAXES	(655)
INCOME TAX PROVISION	(98)
NET LOSS	(753)
PREFERRED STOCK DIVIDENDS	(1)
NET LOSS AVAILABLE TO COMMON SHAREOWNERS	\$ (754)
BASIC AND DILUTED LOSS PER SHARE	\$ (3.98)
WEIGHTED AVERAGE SHARES USED IN BASIC AND DILUTED PER SHARE COMPUTATION	189,342,997

The accompanying notes are an integral part of these Condensed Consolidated Financial Statements.

DELTA AIR LINES, INC.
Debtor and Debtor-In-Possession
Condensed Consolidated Statement of Cash Flows
(Unaudited)
(In Millions)

	For the month ended December 31, 2005	
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net loss	\$	(753)
Adjustments to reconcile net loss to cash provided by operating activities, net		532
Changes in certain assets and liabilities, net		56
Net cash used by operating activities		(165)
 CASH FLOWS FROM INVESTING ACTIVITIES:		
Property and equipment additions:		
Flight equipment, including advance payments		(12)
Ground property and equipment		(25)
Decrease in restricted investments related to Boston airport terminal project		1
Decrease in restricted cash		170
Net cash provided by investing activities		134
 CASH FLOWS FROM FINANCING ACTIVITIES:		
Payments on long-term debt and capital lease obligations		(32)
Net cash used by financing activities		(32)
Net increase in cash and cash equivalents		(63)
Cash and cash equivalents at beginning of period		2,071
Cash and cash equivalents at end of period	\$	2,008
 SUPPLEMENTAL CASH FLOW INFORMATION:		
Cash paid (received) during the period for:		
Interest (net of amounts capitalized)	\$	69
Income taxes, net	\$	(1)
 NON-CASH TRANSACTIONS:		
Dividends payable on Series B ESOP Convertible Preferred Stock	\$	2

The accompanying notes are an integral part of these Condensed Consolidated Financial Statements.

DELTA AIR LINES, INC.
Notes to the Condensed Consolidated Financial Statements
December 31, 2005
(Unaudited)

1. ACCOUNTING AND REPORTING POLICIES

Basis of Presentation

On September 14, 2005 (the "Petition Date"), we and substantially all of our subsidiaries (collectively, the "Debtors") filed voluntary petitions for reorganization under Chapter 11 of the United States Bankruptcy Code (the "Bankruptcy Code"), in the United States Bankruptcy Court for the Southern District of New York (the "Bankruptcy Court"). The reorganization cases are being jointly administered under the caption "In re Delta Air Lines, Inc., et al., Case No. 05-17923-ASH."

On September 16, 2005, the Bankruptcy Court granted interim approval of first day motions to facilitate our continuation of normal operations. The Bankruptcy Court's orders authorized us, among other things, in our discretion to: (1) provide employee wages, healthcare coverage, vacation, sick leave and similar benefits without interruption; (2) honor obligations arising prior to the Petition Date ("pre-petition obligations") to customers and continue customer service programs, including Delta's SkyMiles frequent flyer program; (3) pay for fuel under existing fuel supply contracts and honor existing fuel supply, distribution and storage agreements; (4) honor pre-petition obligations related to our interline, clearinghouse, code sharing and other similar agreements; (5) pay pre-petition obligations to foreign vendors, foreign service providers and foreign governments; and (6) continue maintenance of existing bank accounts and existing cash management systems.

The Debtors operate as "debtors-in-possession" under the jurisdiction and orders of the Bankruptcy Court and in accordance with the applicable provisions of the Bankruptcy Code. In general, as debtors-in-possession, the Debtors are authorized under Chapter 11 to continue to operate as an ongoing business, but may not engage in transactions outside the ordinary course of business without the prior approval of the Bankruptcy Court.

The accompanying unaudited Condensed Consolidated Financial Statements have been prepared in accordance with accounting principles generally accepted in the United States of America ("GAAP") for interim financial information and the operating guidelines and financial reporting requirements of the Office of the United States Trustee for the Southern District of New York that relate to the preparation of monthly operating reports ("MORs"). Accordingly, this MOR does not include all the information required by GAAP for complete financial statements. As a result, this MOR should be read in conjunction with the Consolidated Financial Statements and accompanying Notes in our Annual Report on Form 10-K for the fiscal year ended December 31, 2004 ("Form 10-K"), and the Condensed

Consolidated Financial Statements and Notes in our Form 10-Q for the three and nine months ended September 30, 2005 (“Form 10-Q”).

In accordance with GAAP, we have applied the provisions of American Institute of Certified Public Accountants’ (“AICPA”) Statement of Position 90-7, “Financial Reporting by Entities in Reorganization Under the Bankruptcy Code” (“SOP 90-7”), in preparing the Condensed Consolidated Financial Statements. SOP 90-7 requires that the financial statements, for periods subsequent to the Chapter 11 filing, distinguish transactions and events that are directly associated with the reorganization from the ongoing operations of the business. Accordingly, certain items of income, expense, gain or loss realized or incurred because we are in Chapter 11, are recorded in reorganization items, net on the accompanying Consolidated Statement of Operations. Also, pre-petition obligations that may be impacted by the bankruptcy reorganization process have been classified on the Consolidated Balance Sheet at December 31, 2005 in liabilities subject to compromise. These liabilities are reported at the amounts expected to be allowed by the Bankruptcy Court, even if they may be settled for lesser amounts (see Note 2).

We have also prepared these unaudited Condensed Consolidated Financial Statements on a going concern basis, which contemplates continuity of operations, realization of assets and satisfaction of liabilities in the ordinary course of business. Accordingly, our Condensed Consolidated Financial Statements do not include any adjustments relating to the recoverability of assets and classification of liabilities that might be necessary should we be unable to continue as a going concern.

As a result of sustained losses and our Chapter 11 proceedings, the realization of assets and satisfaction of liabilities, without substantial adjustments and/or changes in ownership, are subject to uncertainty. Given this uncertainty, there is substantial doubt about our ability to continue as a going concern.

While operating as debtors-in-possession under Chapter 11 of the Bankruptcy Code, the Debtors may sell or otherwise dispose of or liquidate assets or settle liabilities, subject to the approval of the Bankruptcy Court or otherwise as permitted in the ordinary course of business, in amounts other than those reflected in the Condensed Consolidated Financial Statements. Further, a plan of reorganization could materially change the amounts and classifications in the historical Condensed Consolidated Financial Statements.

Management believes that the accompanying unaudited Condensed Consolidated Financial Statements reflect all adjustments, consisting of normal recurring items, restructuring and related items, and reorganization items, considered necessary for a fair statement of results for the interim period presented.

Due to the impact of the Chapter 11 proceedings, seasonal variations in the demand for air travel, the volatility of aircraft fuel prices and other factors, operating results for the month ended December 31, 2005, are not necessarily indicative of operating results for the entire year.

Cash and Cash Equivalents

We classify short-term, highly liquid investments with maturities of three months or less when purchased as cash and cash equivalents. These investments are recorded at cost, which approximates fair value. Cash and cash equivalents as of December 31, 2005 includes approximately \$155 million to be used for payment of certain operational taxes and fees to various governmental authorities.

Under our cash management system, we utilize controlled disbursement accounts that are funded daily. Checks we issue which have not been presented for payment are recorded in accounts payable, deferred credits and other accrued liabilities on our Consolidated Balance Sheet. This amount totaled \$66 million at December 31, 2005.

Restricted Cash

We have restricted cash which primarily relates to cash held as collateral by credit card processors (Note 4) and interline clearinghouses as well as for certain projected insurance obligations. Restricted cash included in current assets and other noncurrent assets on our Consolidated Balance Sheet at December 31, 2005 totaled \$870 million and \$58 million, respectively.

2. BANKRUPTCY PROCEEDINGS AND REORGANIZATION UPDATE FOR THE REPORTING PERIOD

General Information

Notices to Creditors; Effect of Automatic Stay. Shortly after the Chapter 11 filing on September 14, 2005, the Debtors began notifying all known current or potential creditors of the Chapter 11 filing.

Subject to certain exceptions under the Bankruptcy Code, the Debtors' Chapter 11 filing automatically enjoined, or stayed, the continuation of any judicial or administrative proceedings or other actions against the Debtors or their property to recover on, collect or secure a claim arising prior to the Petition Date. Thus, for example, most creditor actions to obtain possession of property from the Debtors, or to create, perfect or enforce any lien against the property of the Debtors, or to collect on monies owed or otherwise exercise rights or remedies with respect to a pre-petition claim are enjoined unless and until the Bankruptcy Court lifts the automatic stay.

Appointment of Creditors' Committee. As required by the Bankruptcy Code, the United States Trustee for the Southern District of New York has appointed an official committee of unsecured creditors (the "Creditors' Committee"). The Creditors' Committee and its legal representatives have a right to be heard on all matters that come before the

Bankruptcy Court with respect to the Debtors. There can be no assurance that the Creditors' Committee will support the Debtors' positions or ultimate plan of reorganization, once proposed. Disagreements between the Debtors and the Creditors' Committee could protract the Chapter 11 proceedings, negatively impact the Debtors' ability to operate and delay the Debtors' emergence from the Chapter 11 proceedings.

Rejection of Executory Contracts. Under Section 365 and other relevant sections of the Bankruptcy Code, the Debtors may assume, assume and assign, or reject certain executory contracts and unexpired leases, including, without limitation, leases of real property, aircraft and aircraft engines, subject to the approval of the Bankruptcy Court and certain other conditions. In general, rejection of an executory contract or unexpired lease is treated as a pre-petition breach of the executory contract or unexpired lease in question and, subject to certain exceptions, relieves the Debtors of performing their future obligations under such executory contract or unexpired lease but entitles the contract counterparty or lessor to a pre-petition general unsecured claim for damages caused by such deemed breach. Counterparties to such rejected contracts or leases can file claims against the Debtors' estate for such damages. Generally, the assumption of an executory contract or unexpired lease requires the Debtors to cure most existing defaults under such executory contract or unexpired lease.

Accordingly, any description of an executory contract or unexpired lease elsewhere in these Notes, including where applicable our express termination rights or a quantification of our obligations, must be read in conjunction with, and is qualified by, any overriding rejection rights we have under Section 365 of the Bankruptcy Code.

We expect that liabilities subject to compromise and resolution in the Chapter 11 proceedings will arise in the future as a result of damage claims created by the Debtors' rejection of various executory contracts and unexpired leases. Conversely, we expect that the assumption of certain executory contracts and unexpired leases may convert liabilities shown as subject to compromise to liabilities not subject to compromise. Due to the uncertain nature of many of the potential rejection claims, the magnitude of such claims is not reasonably estimable at this time. Such claims may be material.

Liabilities Subject to Compromise

The following table summarizes the components of liabilities subject to compromise included on our Consolidated Balance Sheet as of December 31, 2005:

<u>(in millions)</u>	December 31, 2005
Pension, postretirement and other benefits	\$ 8,652
Debt and accrued interest	5,843
Aircraft lease related obligations	1,740
Accounts payable and other accrued liabilities	1,145
Total liabilities subject to compromise	\$ 17,380

Liabilities subject to compromise refers to pre-petition obligations which may be impacted by the Chapter 11 reorganization process. These amounts represent our current

estimate of known or potential pre-petition obligations to be resolved in connection with our Chapter 11 proceedings.

Differences between liabilities we have estimated and the claims filed, or to be filed, will be investigated and resolved in connection with the claims resolution process. We will continue to evaluate these liabilities throughout the Chapter 11 process and adjust amounts as necessary. Such adjustments may be material. In light of the expected number of creditors, the claims resolution process may take considerable time to complete. Accordingly, the ultimate number and amount of allowed claims is not presently known.

Reorganization Items, net

SOP 90-7 requires that the financial statements for periods subsequent to the Chapter 11 filing distinguish transactions and events that are directly associated with the reorganization from ongoing operations of the business. The following table summarizes the components included in reorganization items, net on our Consolidated Statement of Operations for the month ended December 31, 2005:

(in millions)	Month ended December 31, 2005
Aircraft lease repossessions, renegotiations, and rejections ¹	\$ 135
Facility leases ²	86
Professional fees	7
Interest income	(7)
Debt issuance and discount costs	(2)
Total reorganization items, net	\$ 219

¹ Fifteen aircraft were repossessed, the lease terms of seven aircraft were renegotiated, and one aircraft was rejected. These are estimated claims of the lessor.

² Recorded estimated claims associated with facility bonds that are considered liabilities subject to compromise.

These estimated claims are reflected in liabilities subject to compromise on our Consolidated Balance Sheet as of December 31, 2005.

Interest Expense

In accordance with SOP 90-7, interest expense is recorded only to the extent that it will be paid during the bankruptcy proceedings or that it is probable that it will be an allowed priority, secured, or unsecured claim. Interest expense recorded on our Consolidated Statement of Operations totaled approximately \$69 million for the month ended December 31, 2005. Contractual interest expense (including interest expense that is associated with obligations in liabilities subject to compromise) during this period totaled approximately \$105 million.

Insurance

Premiums to date for all insurance policies, including worker's compensation and disability insurance, have been paid in accordance with each respective policy's payment terms. No payments are past due.

3. COLLECTIVE BARGAINING AGREEMENT

On December 11, 2005, we reached a tentative interim agreement with the Air Line Pilots Association, International (ALPA), the collective bargaining representative of Delta's more than 6,000 pilots. The interim agreement was approved by the Bankruptcy Court on December 13, 2005, and ratified by Delta's pilots on December 28, 2005. It provides for a 14 percent hourly wage reduction and reductions in other pilot pay and cost items equivalent to approximately an additional one percent hourly wage reduction. These reductions became effective December 15, 2005, and remain in effect until the earlier of (1) our entering into a comprehensive agreement with ALPA on changes to the pilot collective bargaining agreement; or (2) the panel described below issues its final order as to whether Delta is authorized to reject the pilot collective bargaining agreement under the legal standards of Section 1113 of the U.S. Bankruptcy Code.

The interim agreement provides that Delta and ALPA will seek to negotiate a tentative comprehensive agreement, and establishes the following time limits for reaching that agreement ("March 2006 time limits"): (1) March 1, 2006, for the parties' negotiating committees to reach a tentative agreement; (2) March 8, 2006, for approval by the ALPA Master Executive Council; and (3) March 22, 2006, for pilot ratification. If any of the March 2006 time limits are not met, we and ALPA have agreed to submit the matter at issue in Delta's Section 1113 motion to a mutually agreed upon, neutral panel of three experts in airline labor matters for a binding decision on that issue. The interim agreement provides that the panel's decision must be issued no later than 45 days after the failure to meet the applicable March 2006 time limit.

4. SUBSEQUENT EVENTS

Letter of Credit Facility Related to Visa/MasterCard Credit Card Processing Agreement

On January 26, 2006, with the authorization from the Bankruptcy Court, we entered into a letter of credit facility with Merrill Lynch. Under the Letter of Credit Reimbursement Agreement, Merrill Lynch issued a \$300 million irrevocable standby letter of credit (the "Letter of Credit") for the benefit of our Visa/MasterCard credit card processor (the "processor"). As contemplated in our Visa/MasterCard credit card processing agreement (the "processing agreement"), we are providing the Letter of Credit as a substitution for a portion of the cash reserve that the processor maintains. Under the processing agreement, the processor is permitted to maintain a reserve from our receivables that is equal to the processor's potential liability for tickets purchased with Visa or MasterCard for flights not yet flown (the "unflown ticket liability"). The reserve adjusts daily and is estimated to range between \$450 million and \$850 million during the term of the processing agreement. The

processing agreement allows us to substitute the Letter of Credit for a portion of the cash reserve equal to the lesser of \$300 million and 45% of the unflown ticket liability, which is also the amount available to be drawn by the processor.

The Letter of Credit may only be drawn upon following certain events as described in the processing agreement. In addition, the processor must first apply both the portion of the cash reserve that the processor will continue to hold and any offsets from collections by the processor before drawing on the Letter of Credit to cover fare refunds paid to passengers by the processor.

Our obligation to reimburse Merrill Lynch under the Letter of Credit for any draws made by the processor is not secured and will constitute a super-priority administrative expense claim that is subject to certain other claims, including our post-petition financing. The Letter of Credit will expire on January 21, 2008, but will renew automatically for one year periods thereafter unless Merrill Lynch notifies the processor 420 days prior to the applicable expiration date that it will not renew the Letter of Credit.

DELTA AIR LINES, INC.
Debtor and Debtor-In-Possession
Consolidating Balance Sheet
December 31, 2005
(Unaudited)
(In Millions, Except Share Data)

ASSETS	Debtors	Non-Debtors	Eliminations & Adjustments	Consolidated
CURRENT ASSETS:				
Cash and cash equivalents	\$ 1,941	\$ 67	\$ -	\$ 2,008
Restricted cash	813	57	-	870
Accounts receivable, net of an allowance for uncollectible accounts of \$41	820	52	(53)	819
Expendable parts and supplies inventories, net of an allowance for obsolescence of \$201	172	-	-	172
Deferred income taxes, net	99	-	-	99
Prepaid expenses and other	512	-	-	512
Total current assets	4,357	176	(53)	4,480
PROPERTY AND EQUIPMENT:				
Flight equipment	18,591	-	-	18,591
Accumulated depreciation	(6,621)	-	-	(6,621)
Flight equipment, net	11,970	-	-	11,970
Flight and ground equipment under capital leases	535	-	-	535
Accumulated amortization	(213)	-	-	(213)
Flight and ground equipment under capital leases, net	322	-	-	322
Ground property and equipment	4,791	-	-	4,791
Accumulated depreciation	(2,847)	-	-	(2,847)
Ground property and equipment, net	1,944	-	-	1,944
Advance payments for equipment	44	-	-	44
Total property and equipment, net	14,280	-	-	14,280
OTHER ASSETS:				
Goodwill	227	-	-	227
Operating rights and other intangibles, net of accumulated amortization of \$189	74	-	-	74
Restricted investments for Boston airport terminal project	46	-	-	46
Other noncurrent assets	942	90	(100)	932
Total other assets	1,289	90	(100)	1,279
Total assets	\$ 19,926	\$ 266	\$ (153)	\$ 20,039

DELTA AIR LINES, INC.
Debtor and Debtor-In-Possession
Consolidating Balance Sheet
December 31, 2005
(Unaudited)
(In Millions, Except Share Data)

LIABILITIES AND SHAREOWNERS' DEFICIT	Debtors	Non-Debtors	Eliminations & Adjustments	Consolidated
CURRENT LIABILITIES:				
Current maturities of long-term debt and capital leases	\$ 1,169	\$ -	\$ -	\$ 1,169
Accounts payable, deferred credits and other accrued liabilities	1,401	59	(53)	1,407
Air traffic liability	1,712	-	-	1,712
Taxes payable	526	-	-	526
Accrued salaries and related benefits	435	-	-	435
Total current liabilities	5,243	59	(53)	5,249
NONCURRENT LIABILITIES:				
Long-term debt and capital leases	6,664	-	(90)	6,574
Other	259	40	-	299
Deferred revenue and other credits	186	-	-	186
Total noncurrent liabilities	7,109	40	(90)	7,059
LIABILITIES SUBJECT TO COMPROMISE	17,380	-	-	17,380
COMMITMENTS AND CONTINGENCIES				
Series B ESOP Convertible Preferred Stock, \$1.00 par value, \$72.00 stated and liquidation value; 4,667,568 shares issued and outstanding	336	13	(13)	336
Unearned compensation under employee stock ownership plan	(89)	-	-	(89)
Total Employee Stock Ownership Plan Preferred Stock	247	13	(13)	247
SHAREOWNERS' DEFICIT:				
Common stock:				
\$0.01 par value; 900,000,000 shares authorized; 202,081,648 shares issued and outstanding	2	1	(1)	2
Additional paid-in capital	1,635	44	(44)	1,635
Accumulated deficit	(8,367)	109	48	(8,210)
Accumulated other comprehensive loss	(2,722)	-	-	(2,722)
Treasury stock at cost, 12,738,630 shares	(601)	-	-	(601)
Total shareowners' deficit	(10,053)	154	3	(9,896)
Total liabilities and shareowners' deficit	\$ 19,926	\$ 266	\$ (153)	\$ 20,039

DELTA AIR LINES, INC.
Debtor and Debtor-In-Possession
Consolidating Statement of Operations
For the month ended December 31, 2005
(Unaudited)
(In Millions, Except Share Data)

	Debtors	Non-Debtors	Eliminations & Adjustments	Consolidated
OPERATING REVENUES:				
Passenger:				
Mainline	\$ 878	\$ -	\$ -	\$ 878
Regional affiliates	256	-	-	256
Cargo	44	-	-	44
Other, net	77	-	-	77
Total operating revenues	<u>1,255</u>	<u>-</u>	<u>-</u>	<u>1,255</u>
OPERATING EXPENSES:				
Salaries and related costs	340	-	-	340
Aircraft fuel	328	-	-	328
Contract carrier arrangements	186	-	-	186
Depreciation and amortization	114	-	-	114
Contracted services	113	-	-	113
Landing fees and other rents	73	-	-	73
Aircraft maintenance materials and outside repairs	57	-	-	57
Aircraft rent	36	-	-	36
Passenger commissions and other selling expenses	59	-	-	59
Passenger service	22	-	-	22
Restructuring and pension settlements	176	-	-	176
Other	123	-	-	123
Total operating expenses	<u>1,627</u>	<u>-</u>	<u>-</u>	<u>1,627</u>
OPERATING LOSS	<u>(372)</u>	<u>-</u>	<u>-</u>	<u>(372)</u>
OTHER INCOME (EXPENSE):				
Interest expense	(70)	-	1	(69)
Interest income	6	1	(1)	6
Miscellaneous, net	(1)	-	-	(1)
Total other expense, net	<u>(65)</u>	<u>1</u>	<u>-</u>	<u>(64)</u>
LOSS BEFORE REORGANIZATION ITEMS, NET	<u>(437)</u>	<u>1</u>	<u>-</u>	<u>(436)</u>
REORGANIZATION ITEMS, NET (see Note 2)	<u>(219)</u>	<u>-</u>	<u>-</u>	<u>(219)</u>
LOSS BEFORE INCOME TAXES	<u>(656)</u>	<u>1</u>	<u>-</u>	<u>(655)</u>
INCOME TAX PROVISION	<u>(98)</u>	<u>-</u>	<u>-</u>	<u>(98)</u>
NET LOSS	<u>\$ (754)</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ (753)</u>

DELTA AIR LINES, INC.
Debtor and Debtor-In-Possession
Total Disbursements by Filed Legal Entity
During the month ended December 31, 2005
(Unaudited)
(In Thousands)

<u>Legal Entity</u>	<u>Case Number</u>	<u>Disbursements</u>
ASA Holdings, Inc.	05-17946-ash	\$ -
Comair Holdings, LLC	05-17931-ash	2,450
Comair, Inc.	05-17924-ash	71,778
Comair Services, Inc.	05-17935-ash	5
Crown Rooms, Inc.	05-17922-ash	-
DAL Aircraft Trading, Inc.	05-17941-ash	-
DAL Global Services, LLC	05-17928-ash	2,548
DAL Moscow, Inc.	05-17937-ash	-
Delta AirElite Business Jets, Inc.	05-17942-ash	3,323
Delta Air Lines, Inc.	05-17923-ash	1,466,415
Delta Benefits Management, Inc.	05-17945-ash	2,000
Delta Connection Academy, Inc.	05-17926-ash	1,905
Delta Corporate Identity, Inc.	05-17932-ash	(6,549) ¹
Delta Loyalty Management Services, LLC	05-17939-ash	12,945 ¹
Delta Technology, LLC	05-17927-ash	24,505
Delta Ventures III, LLC	05-17936-ash	-
Epsilon Trading, Inc.	05-17943-ash	175,300
Kappa Capital Management, Inc.	05-17947-ash	-
Song, LLC	05-17921-ash	7,188
		<u>\$ 1,763,813</u>

¹ November disbursements relating to Delta Loyalty Management Services, LLC of \$6,549 were incorrectly reported as Delta Corporate Identity, Inc. and thus, have been reclassified accordingly.

DELTA AIR LINES, INC.
Debtor and Debtor-In-Possession
Schedule Of Federal, State and Local Taxes
Collected, Received, Due or Withheld
For the month ended December 31, 2005
(Unaudited)
(In Millions)

	Consolidated
Payroll Taxes:	
Gross wages and salaries paid or incurred	\$ 264.8
Payroll taxes withheld	55.2
Employer payroll tax contributions incurred	15.3
Total payroll taxes	70.5
Amount of payroll tax remitted to tax authorities	70.5
Date(s) remitted to tax authorities	Various
Sales & Use Taxes:	
Sales & use tax collected and incurred	7.1
Amount of sales & use tax remitted to tax authorities ¹	8.3
Date(s) remitted to tax authorities	12/13,12/16,12/22,12/28
Federal Transportation Tax:	
Federal transportation tax collected	70.9
Amount of federal transportation tax remitted to Internal Revenue Service ¹	94.2
Date(s) remitted to tax authorities	12/12 & 12/27
Passenger Facility Charges:	
Passenger facility charges collected	31.4
Amount of passenger facility charges remitted to airport authorities ¹	23.2
Date(s) remitted to airport authorities	12/31
U.S. Security Fees:	
U.S. security fees collected	16.7
Amount of U.S. security fees remitted to Transportation Security Administration ¹	23.4
Date(s) remitted to Transportation Security Administration	12/31
Customs User Fees:	
Customs user fees collected	1.2
Amount of customs user fees remitted to Customs and Border Protection Agency ²	-
Date(s) remitted to Customs and Border Protection Agency	not applicable
Immigration User Fees:	
Immigration user fees collected	2.7
Amount of customs user fees remitted to Customs and Border Protection Agency ²	-
Date(s) remitted to Customs and Border Protection Agency	not applicable
Animal and Plant Health Inspection Service (APHIS) User Fees:	
APHIS user fees collected	1.7
Amount of customs user fees remitted to U.S. Department of Agriculture ²	-
Date(s) remitted to U.S. Department of Agriculture	not applicable
Property taxes paid	-
Other taxes paid	2.6

¹ Tax is remitted one month in arrears of collection month. Amounts noted reflect actual collections and remittances during the month ended December 31, 2005

² Tax is remitted quarterly. Amounts noted reflect actual collections and remittances during the month ended December 31, 2005. No remittance was due during the month of December.

DELTA AIR LINES, INC.
Debtor and Debtor-In-Possession
Total Disbursements to Retained Professionals
During the month ended December 31, 2005
(Unaudited)
(In Thousands)

Retained Professionals	Disbursements¹
Debtors' Advisors and Notice and Claims Agent:	
Alston & Bird LLP	\$ -
Babcock & Brown LP	568.5
Bankruptcy Services LLC	234.9
The Blackstone Group L.P.	142.8
Davis, Polk & Wardwell	1,783.1
Debevoise & Plimpton LLP	-
Deloitte & Touche LLP	-
Deloitte Tax LLP	-
Gibson, Dunn & Crutcher LLP	-
Giuliani Capital Advisors LLC	295.1
Greenhill & Co., LLC	326.8
Hogan & Hartson L.L.P.	-
Paul, Hastings, Janofsky & Walker LLP	-
Stroock & Stroock & Lavan LLP	77.7
Advisors to Unsecured Creditors Committee:	
Akin Gump Strauss Hauer & Feld LLP	1,417.0
Avialion Specialists Group, Inc.	-
Houlihan Lokey Howard & Zukin Capital	-
Lytle Soule & Curlee, P.C.	-
Mesirow Financial Consulting	-
Advisors to Retiree Committee:	
Farella Braun & Martel LLP	-
Foley & Lardner LLP	-
Townsend & Townsend & Crew LLP	-
	\$ 4,845.9

¹ Payments made to all firms listed above, other than Bankruptcy Services, LLC, are made in accordance with an order of the Bankruptcy Court issued on October 6, 2005 (the "Interim Compensation Order"). The Interim Compensation Order requires the retained professionals to deliver monthly statements to Delta (and other parties) within 20 days after the end of the month for which compensation is sought and the parties receiving the monthly statements have 15 days to review the statements. If no objections are made to the statements, the Debtors are required to pay 80% of fees and 100% of expenses reflected in those statements promptly, with the balance to be paid upon court approval of all of the fees and expenses. Payments made by the Debtors during the month ended December 31, 2005 related to services provided in the period from September 15 through October 31. Certain of the advisors to the Debtors were holding retainers that they applied to the amounts due to them as reflected in their respective fee statements for this period and such amounts are therefore not reflected in the disbursements shown above.