

STATEMENT

INFORMATION ON THE EXTENSION OF SUPPORT MEASURES FOR PROGRESSIVE RECOVERY AIMED AT PROTECTING AND MAINTAINING JOBS

LISBON – August 28, 2020.

Under the terms and for the purposes of Article 17(1) of Regulation (EU) no. 596/2014 of the European Parliament and the Council, of 16 April 2014, and of Article 248-A(1) of the Portuguese Securities Code (“Código dos Valores Mobiliários”), Transportes Aéreos Portugueses, S.A. (“TAP”), informs the market and the general public that:

As previously disclosed to the market and the general public on July 29, 2020, TAP’s Board of Directors has decided that TAP should adhere to the new instrument that replaced the package made available by the Portuguese Government to support the country and companies, as per Decree-Law no. 10-G/2020, of March 26, as amended (“Simplified Layoff Scheme”), referred to as extraordinary support for progressive recovery (“*apoio extraordinário à retoma progressiva*”), which is governed within the framework of the Economic and Social Stability Programme (“*Programa de Estabilização Económica e Social*”), approved by the Resolution of the Council of Ministers no. 41/2020, of June 6, and now governed by Decree-Law no.46-A/2020, of July 30 (“Extraordinary Support for Progressive Recovery”). This decision was made within a context where the conditions which led to TAP’s adherence to the Simplified Layoff Scheme, have not significantly changed.

Considering the developments on the restrictions to citizens’ mobility, as defined from time to time by the government authorities of the countries where TAP carries out its activity, and on the demand curve, there is a progressive recovery of the activity, which may be adjusted when circumstances require. Hence, the assumptions which were the basis for TAP’s adherence to the Extraordinary Support for Progressive Recovery during August 2020 persist.

In this context, TAP’s Board of Directors has decided that TAP shall adhere to the Extraordinary Support for Progressive Recovery regime during the period from September 1, 2020 to September 30, 2020. All workers will be informed, on an individual basis, on their respective reduction of normal work period arrangement.

As is clear from TAP’s successive releases to the market and the general public, TAP has been, since April 2, 2020, continuously adhering to the extraordinary and temporary programmes, aimed at protecting and maintaining jobs, implemented by the Portuguese Government in the wake of Covid19 pandemics, namely to the Simplified Layoff Scheme and to the Extraordinary Support for Progressive Recovery regime. In this context, to the extent that the legislation enacting the Extraordinary Support for Progressive Recovery will be in force until December 31, 2020, and considering the maintenance of a state of uncertainty regarding the evolution of TAP’s business and the circumstances in which TAP operates, from the date hereof, although no internal decision has been taken regarding whether TAP adheres or not in the future to this kind of support measures, TAP will inform the market and the general public only in case the Extraordinary Support for Progressive Recovery regime is no longer applicable to TAP or if TAP’s Board of Directors decides not to extend TAP’s adherence to the Extraordinary Support for Progressive Recovery regime.

This information is also available in TAP's website at: <https://www.flytap.com/>

TRANSPORTES AÉREOS PORTUGUESES, S.A.

Raffael Guarita Quintas Alves

Representative for the Relations with Capital Markets and the CMVM

Phone: +351 218 416 127

Email: investors@tap.pt