

**STATEMENT
INFORMATION ON TAP'S DECLARATION OF DIFFICULT ECONOMIC SITUATION**

LISBON – December 22, 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 by TAP to the market and the general public on December 11, 2020, TAP became aware that the Portuguese State has submitted to the European Commission, on December 10, 2020, a project of TAP Group’s restructuring plan (“Restructuring Plan”) to be discussed and approved. TAP has also informed the market and the general public, on the same date, regarding the main objectives and measures envisaged by the Restructuring Plan.

Following the abovementioned statements disclosed on December 11, 2020 and within the scope of the workstreams related with the preparation process of the Restructuring Plan, TAP hereby informs that it was today approved, by the Portuguese Council of Ministers, a Council of Ministers’ Resolution which declares TAP (along with Portugália – Companhia Portuguesa de Transportes Aéreos, S.A. and Cateringpor – Catering de Portugal, S.A., both companies belonging to TAP Group) to be in a difficult economic situation.

To the abovementioned companies, in particular to TAP, shall be deemed applicable the effects specified pursuant to the applicable law, notably the change to the working conditions and the non-application or suspension, on a total or partial basis, of the provisions included in the collective bargaining agreements or related labour agreements, by applying the respective alternate framework.

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

TRANSPORTES AÉREOS PORTUGUESES, S.A.

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