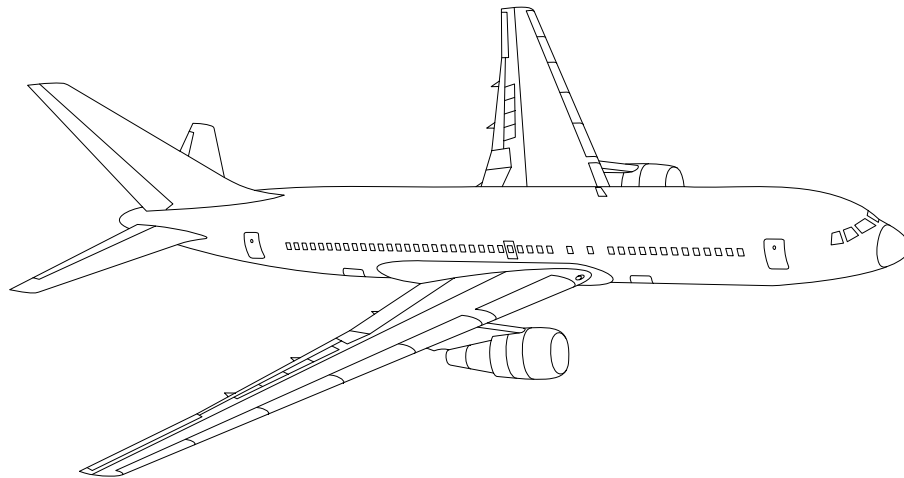


AIRLINE QUARTERLY FINANCIAL REVIEW

SECOND QUARTER 2005



MAJORS



DEPARTMENT OF TRANSPORTATION
OFFICE OF AVIATION ANALYSIS
COMPETITION AND POLICY ANALYSIS DIVISION

TABLE OF CONTENTS

	<u>DESCRIPTION</u>	<u>PAGE</u>
Introduction		3
Total System Passenger & All-Cargo Majors		4
Chart 1	Operating and Net Profit (Loss) Second Quarter 2005 ..	7
Chart 2	Operating and Net Profit (Loss) 12 Months Ended Second Quarter 2005	7
Chart 3	Operating Profit (Loss) By Quarter	8
Chart 4	Net Income (Loss) By Quarter	8
Chart 5	Operating Profit (Loss) By 12-Month Ending Periods ...	9
Chart 6	Net Income (Loss) By 12-Month Ending Periods	9
Chart 7	Operating Revenue Per Revenue Ton-Mile Percent Change From Same Period A Year Earlier	10
Chart 8	Ton Load Factor Percentage Point Change From Year Earlier	10
Chart 9	Operating Expense Per Revenue Ton-Mile, Percent Change From Same Period A Year Earlier	11
Chart 10	Operating Expense Per Available Ton-Mile, Percent Change From Same Period A Year Earlier	11
Total Passenger Majors		12
Chart 11	Passenger Revenues Per Revenue Passenger-Mile, Percent Change From Same Period A Year Earlier	15
Chart 12	Revenue Passenger-Miles, Percent Change From Same Period A Year Earlier	15
Chart 13	Available Seat-Miles, Percent Change From Same Period A Year Earlier	16
Chart 14	Passenger Load Factor, Percentage Point Change From Same Period A Year Earlier	16
Chart 15	Passenger (RPM) Yield	17
Chart 16	Passenger Load Factor	17
Alaska Airlines, Inc.		18
America West Airlines, Inc.		19
American Airlines, Inc.		20
American Eagle, Inc.		21
American Trans Air		22
Comair, Inc.		23
Continental Airlines, Inc.		24
Express One ..		25
Delta Air Lines, Inc.		26
JetBlue Airways		27
Northwest Airlines, Inc.		28
Southwest Airlines Co.		29
US Airways, Inc.		30
United Air Lines, Inc.		31
Total All-Cargo Majors		32
Federal Express Corp.		35
United Parcel Service		36
Comparison of Individual Major Operating Profit ant Net Income ...		37
Comparison of Individual Major Scheduled Passenger Load Factor And Scheduled Passenger Yield		38
Comparison of Individual Major Operating Profit Margin and Debt ..		39
Footnotes		40
Explanation of Line Items		41

INTRODUCTION

This report contains staff comments, tables and charts on the financial condition of the U.S. major airlines.

The data are presented on both a carrier group and an individual carrier basis, but the primary focus is on the individual major carrier and its performance. Data are presented for the most recent quarterly period and the comparable quarter a year earlier and also on a 12-month ended basis as at the end of the five most recent quarters. In addition, data on charges over comparable periods 12-months earlier are presented. A graphic presentation of comparative trends, on a carrier group basis, is made for several unit and overall financial indicators. In the case of merged carriers, data for the carriers involved have been combined and presented under the name of the surviving carrier so that meaningful comparisons could be made.

All data presented in this financial and traffic review are derived from data reported to the U.S. Department of Transportation on Form 41 Schedules by Large Certificated Air Carriers. For comparison purposes, this analysis is limited to the major scheduled passenger and all-cargo air carriers only. Alaska Airlines, with revenues exceeding \$1 billion in calendar year 1995, became a major airline effective January 1, 1996, and is now included in this review. All financial and traffic results have been retroactively restated to include the operations of Alaska. Certain data in this review is classified in two broad categories: namely "domestic" and "international". "Domestic" encompasses operations within and between the 50 states of the United States, the District of Columbia, the Commonwealth of Puerto Rico, and the U.S. Virgin Islands. It also encompasses Canadian transborder operations and for certain carriers Mexican transborder operations. All other operations are considered "international", which is separated into Atlantic, Latin, and Pacific.

Suggestions from users for the improving either the scope, presentation, or utility of this review are invited. It will also be appreciated if suggestions, discrepancies, and errors in the data are called to the attention of the Economic & Financial Division, Office of Aviation Analysis, Office of the Secretary, U.S. Department of Transportation, Washington, D.C. 20590.

QUARTERLY FINANCIAL & TRAFFIC REVIEW
SYSTEM OPERATIONS
System All Majors

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/06	2004/06	2005/06	2005/03	2004/12	2004/09	2004/06
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	33,180.6	29,115.0	122,239.3	119,200.7	114,200.4	111,656.2	109,197.8
2	Operating Expenses	32,275.8	28,312.7	124,645.0	121,663.9	116,449.5	111,950.7	109,018.8
3	Operating Profit (Loss)	904.7	802.4	-2,405.7	-2,463.3	-2,249.1	-294.5	179.0
4	Net Income (Loss)	-1,543.6	-1,995.4	-9,991.5	-10,406.0	-7,380.4	-4,996.3	-4,253.4
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Rev. Svc.	179.7	165.3	680.6	672.1	638.2	626.6	613.3
6	ASMs - Scheduled Rev. Svc.	225.1	211.1	880.6	874.0	839.5	828.0	815.5
7	Overall RTMs (All Svc.)	24.2	22.8	93.6	92.8	89.1	87.4	85.7
8	Overall ATMs (All Svc.)	40.0	37.8	157.4	156.2	151.4	150.1	149.1
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	137.2	127.9	130.6	128.5	128.1	127.7	127.4
10	Operating Expense per RTM	133.4	124.4	133.2	131.2	130.7	128.0	127.2
11	Operating Profit (Loss) per RTM	3.7	3.5	-2.6	-2.7	-2.5	-0.3	0.2
12	Operating Expense per ATM	80.8	74.9	79.2	77.9	76.9	74.6	73.1
13	Passenger Revenue per RPM	11.70	11.49	11.33	11.26	11.37	11.51	11.61
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	1.72	1.63	1.63	1.57	1.52
15	Times Interest Earned	*	*	-1.56	-1.34	-0.69	-0.07	0.09
16	Current Assets to Current Liabilities	*	*	0.70	0.70	0.68	0.72	0.75
17	No. of Days Cash Coverage of Cash Exp.	*	*	55.1	50.4	47.7	52.0	57.7
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	2.7	2.8	-2.0	-2.1	-2.0	-0.3	0.2
19	Net Income to Stockholders Equity	*	*	-100.99	-90.56	-68.98	-43.45	-36.02
20	Corporate Return on Investment	*	*	-8.9	-9.4	-5.8	-2.5	-1.5
21	Debt to Total Investment	*	*	91.9	90.6	88.3	84.1	82.9
<u>LOAD FACTOR: (%)</u>								
22	Passenger Load Factor (Sch. Svc.)	79.8	78.3	77.3	76.9	76.0	75.7	75.2
23	Ton Load Factor (All Svc.)	60.5	60.2	59.4	59.4	58.9	58.3	57.5
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	482,085	488,640	490,067	491,876	485,820	487,728	487,017
25	Overall RTM's per Employee (000)	50.2	46.6	190.9	188.6	183.4	179.3	175.9

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	14.0	15.5	11.9	13.3	11.8	12.0	11.7
27	Operating Expenses (%)	14.0	10.5	14.3	14.5	10.5	6.4	2.9
28	Operating Profit (Loss) (in Millions \$)	102.4	1,222.6	-2,584.7	-1,403.2	1,003.3	5,250.8	8,300.4
29	Net Income (Loss)(in Millions \$)	451.7	-2,309.9	-5,738.0	-8,450.3	-5,013.1	972.4	3,813.6
30	RPMs (Sch. Svc.) (%)	8.7	14.9	11.0	13.6	9.8	8.5	5.9
31	ASMs (Sch. Svc.) (%)	6.6	10.5	8.0	9.9	6.7	4.9	1.7
32	Operating Revenues per RTM (%)	7.2	2.4	2.5	1.5	2.5	4.3	6.3
33	Operating Expense per RTM (%)	7.2	-2.1	4.7	2.5	1.3	-1.0	-2.1
34	Passenger Revenue per RPM (Sch. Svc.)(%)	1.8	0.1	-2.5	-3.1	-1.6	0.4	2.4

QUARTERLY FINANCIAL & TRAFFIC REVIEW
DOMESTIC OPERATIONS
Domestic All Majors

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/06	2004/06	2005/06	2005/03	2004/12	2004/09	2004/06
	<u>FINANCIAL RESULTS: (\$Millions)</u>							
1	Operating Revenues	24,504.3	21,752.7	90,487.0	88,735.8	84,751.3	83,266.0	82,044.2
2	Operating Expenses	24,333.0	21,604.9	94,612.0	92,866.0	88,728.2	85,602.9	83,800.1
3	Operating Profit (Loss)	171.3	147.7	-4,125.0	-4,130.1	-3,976.9	-2,336.8	-1,755.8
4	Net Income (Loss)	-1,515.7	-2,027.5	-9,655.8	-10,157.0	-7,535.6	-5,640.0	-4,904.7
	<u>TRAFFIC: (Billions)</u>							
5	RTMs - Scheduled Svc.	129.5	120.2	493.5	489.8	461.3	453.8	445.7
6	ATMs - Scheduled Svc.	163.3	155.2	645.6	644.5	616.6	611.0	604.3
7	Overall RTMs (All Svc.)	15.9	15.1	61.7	61.4	58.5	57.7	56.8
8	Overall ATMs (All Svc.)	26.1	25.2	104.2	104.2	100.7	100.4	100.1
	<u>YIELD & UNIT COST & PROFITS: (Cents)</u>							
9	Operating Revenue per RTM	154.0	144.2	146.7	144.5	144.8	144.4	144.5
10	Operating Expense per RTM	152.9	143.3	153.4	151.2	151.6	148.5	147.6
11	Operating Profit (Loss) per RTM	1.1	1.0	-6.7	-6.7	-6.8	-4.1	-3.1
12	Operating Expense per ATM	93.2	85.7	90.8	89.2	88.1	85.3	83.7
13	Passenger Revenue per RPM	11.97	11.85	11.59	11.54	11.71	11.92	12.11
	<u>FINANCIAL RATIOS:</u>							
14	Operating Revenues to Total Investment	*	*	**	**	**	**	**
15	Times Interest Earned	*	*	**	**	**	**	**
16	Current Assets to Current Liabilities	*	*	**	**	**	**	**
17	No. of Days Cash Coverage of Cash Exp.	*	*	**	**	**	**	**
	<u>FINANCIAL PERCENTAGES:</u>							
18	Operating Profit (Loss) to Operating Revenue	0.7	0.7	-4.6	-4.7	-4.7	-2.8	-2.1
19	Net Income to Stockholders Equity	*	*	**	**	**	**	**
20	Corporate Return on Investment	*	*	-12.3	-13.0	-9.3	-5.9	-4.5
21	Debt to Total Investment	*	*	**	**	**	**	**
	<u>LOAD FACTOR: (%)</u>							
22	Passenger Load Factor (Sch. Svc.)	91.9	82.9	91.9	90.6	88.3	84.1	82.9
23	Ton Load Factor (All Svc.)	79.3	77.4	76.4	76.0	74.8	74.3	73.7
	<u>Employment & Productivity:</u>							
24	Employment, Total Weighted Avg CY	*	*	**	**	**	**	**
25	Overall RTM's per Employee (000)	*	*	**	**	**	**	**

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	12.6	13.2	10.3	11.6	9.8	11.0	12.4
27	Operating Expenses (%)	12.6	9.9	12.9	13.5	9.9	7.1	4.8
28	Operating Profit (Loss) (in Millions \$)	23.6	582.1	-2,369.1	-1,792.2	-433.9	2,562.4	5,172.8
29	Net Income (Loss)(in Millions \$)	511.8	-2,304.8	-4,751.1	-7,557.0	-5,535.4	-1,191.9	1,086.2
30	RPMs (Sch. Svc.) (%)	7.7	10.1	10.7	12.7	7.7	6.6	4.7
31	ASMs (Sch. Svc.) (%)	5.2	7.0	6.8	8.5	4.9	3.9	1.3
32	Operating Revenues per RTM (%)	6.7	3.9	1.5	0.9	2.7	4.7	7.5
33	Operating Expense per RTM (%)	6.7	0.9	3.9	2.6	2.8	1.1	0.3
34	Passenger Revenue per RPM (Sch. Svc.)(%)	1.0	-0.9	-4.3	-4.9	-3.3	-0.8	2.0

QUARTERLY FINANCIAL & TRAFFIC REVIEW
INTERNATIONAL OPERATIONS
Int'l All Majors

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/06	2004/06	2005/06	2005/03	2004/12	2004/09	2004/06
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	8,676.2	7,335.8	31,752.3	30,464.8	29,422.6	28,363.6	27,001.3
2	Operating Expenses	7,942.8	6,688.0	30,033.0	28,797.9	27,701.5	26,328.1	25,106.4
3	Operating Profit (Loss)	733.4	647.8	1,719.3	1,666.9	1,721.0	2,035.5	1,895.0
4	Net Income (Loss)	-28.0	28.0	-335.6	-249.1	151.1	639.5	622.9
<u>TRAFFIC: (Billions)</u>								
5	RTMs - Scheduled Svc.	50.2	45.1	187.0	181.9	176.8	172.8	166.9
6	ATMs - Scheduled Svc.	61.8	55.9	235.0	229.1	222.9	217.0	210.2
7	Overall RTMs (All Svc.)	8.3	7.7	31.9	31.3	30.6	29.8	28.9
8	Overall ATMs (All Svc.)	13.9	12.6	53.2	52.0	50.6	49.7	48.9
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	104.9	95.6	99.5	97.3	96.2	95.2	93.6
10	Operating Expense per RTM	96.0	87.1	94.1	92.0	90.5	88.4	87.0
11	Operating Profit (Loss) per RTM	8.9	8.4	5.4	5.3	5.6	6.8	6.6
12	Operating Expense per ATM	57.3	53.1	56.4	55.4	54.7	53.0	51.3
13	Passenger Revenue per RPM	11.02	10.48	10.63	10.51	10.45	10.40	10.24
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	**	**	**	**	**
15	Times Interest Earned	*	*	**	**	**	**	**
16	Current Assets to Current Liabilities	*	*	**	**	**	**	**
17	No. of Days Cash Coverage of Cash Exp.	*	*	**	**	**	**	**
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	8.5	8.8	5.4	5.5	5.8	7.2	7.0
19	Net Income to Stockholders Equity	*	*	**	**	**	**	**
20	Corporate Return on Investment	*	*	3.7	4.0	6.3	9.1	8.8
21	Debt to Total Investment	*	*	**	**	**	**	**
<u>LOAD FACTOR: (%)</u>								
22	Passenger Load Factor (Sch. Svc.)	81.2	80.6	79.6	79.4	79.3	79.6	79.4
23	Ton Load Factor (All Svc.)	59.7	60.9	59.9	60.2	60.4	59.9	59.0
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	*	*	**	**	**	**	**
25	Overall RTM's per Employee (000)	*	*	**	**	**	**	**

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	18.3	22.5	17.6	18.5	17.9	15.0	9.0
27	Operating Expenses (%)	18.8	12.0	19.6	17.8	12.3	4.0	-3.3
28	Operating Profit (Loss) (in Millions \$)	85.6	633.7	-175.7	389.1	1,430.4	2,681.5	3,087.7
29	Net Income (Loss)(in Millions \$)	-56.0	-9.2	-958.5	-893.3	518.2	2,160.2	2,699.1
30	RTMs (All Svc.) (%)	11.3	29.7	12.0	15.9	15.5	13.5	8.5
31	ATMs (All Svc.) (%)	10.6	20.8	11.8	14.0	11.8	7.9	2.5
32	Operating Revenues per RTM (%)	9.7	2.0	6.3	4.4	4.3	4.6	3.2
33	Operating Expense per RTM (%)	10.2	-6.8	8.2	3.9	-0.6	-5.4	-8.5
34	Passenger Revenue per RPM (Sch. Svc.)(%)	5.1	5.4	3.8	3.7	4.8	5.3	4.0

COMPARISONS AMONG MAJOR GROUP AIRLINES

Chart 1.
Operating and Net Profit (Loss)
For the Quarter Ended June 2005

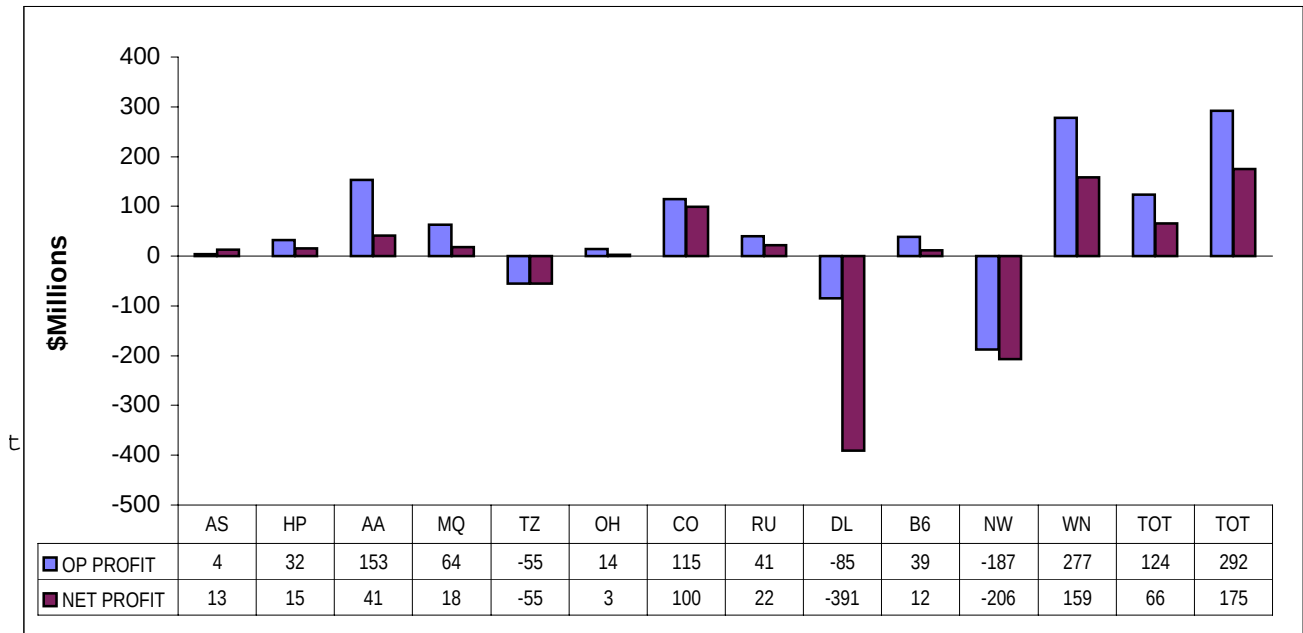
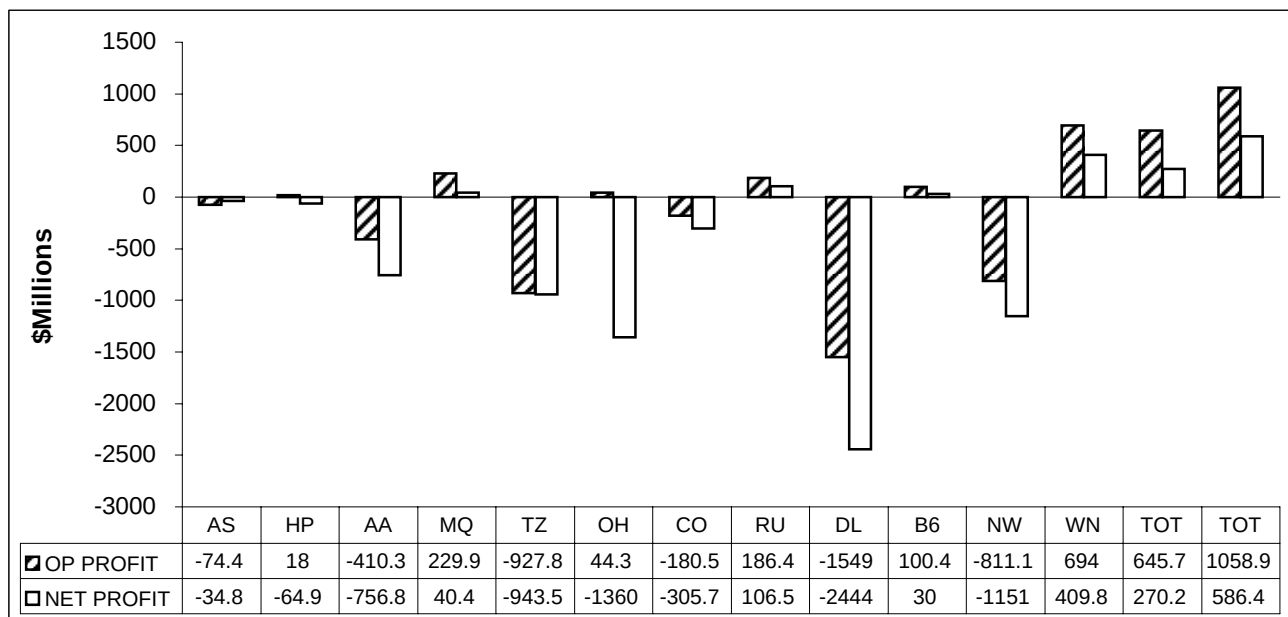
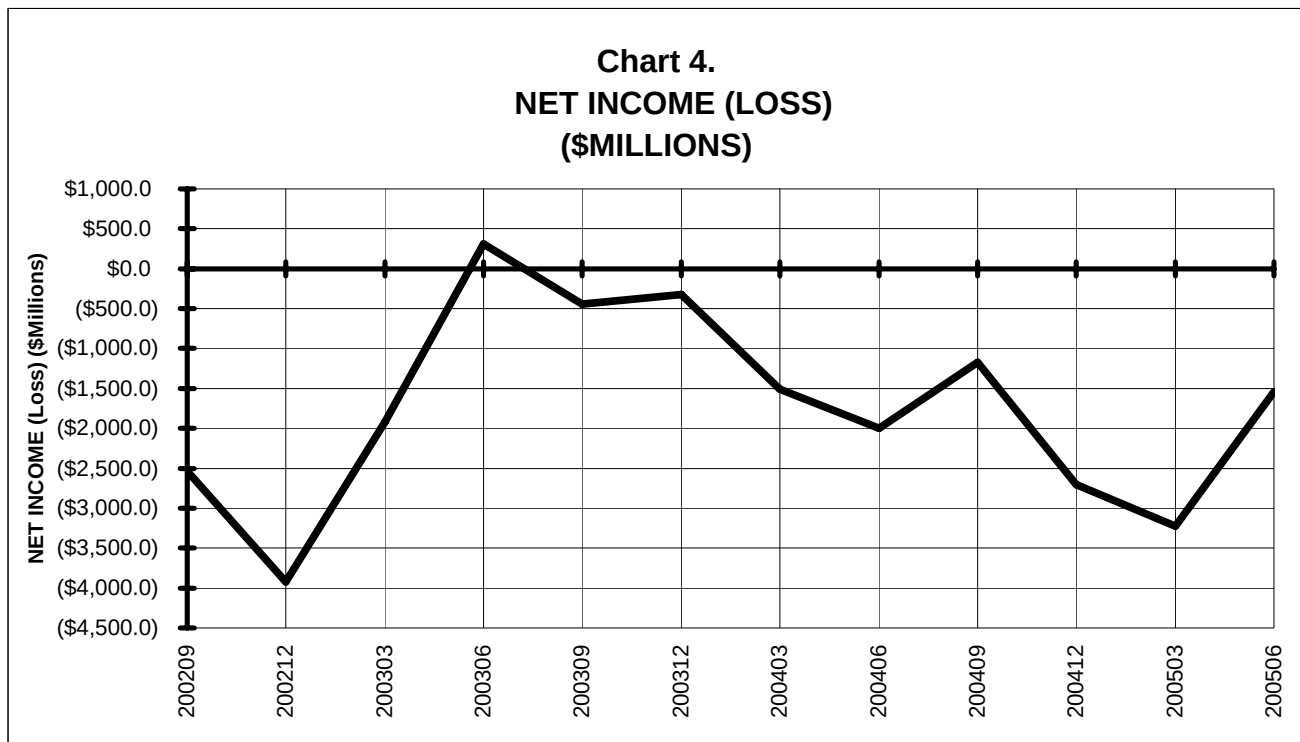
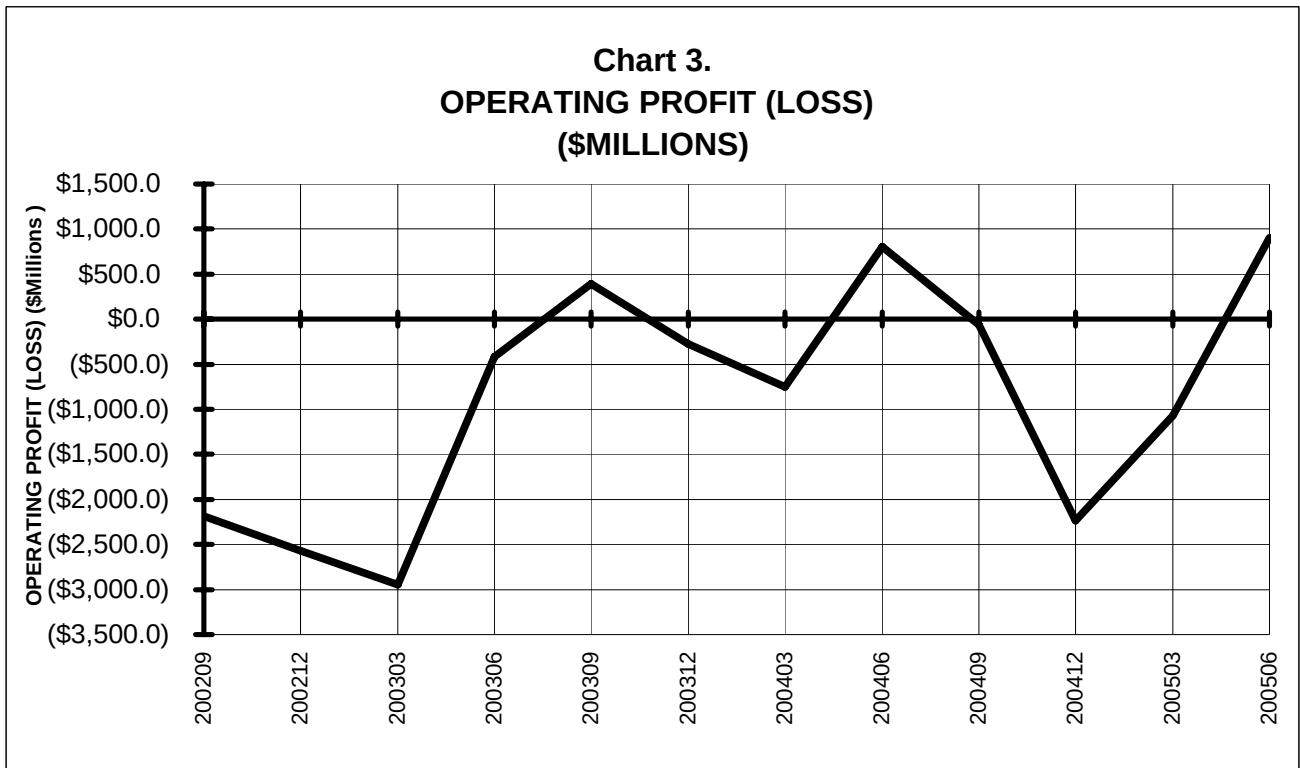


Chart 2
Operating and Net Profit (Loss)
For the 12 Months Ended June 2005

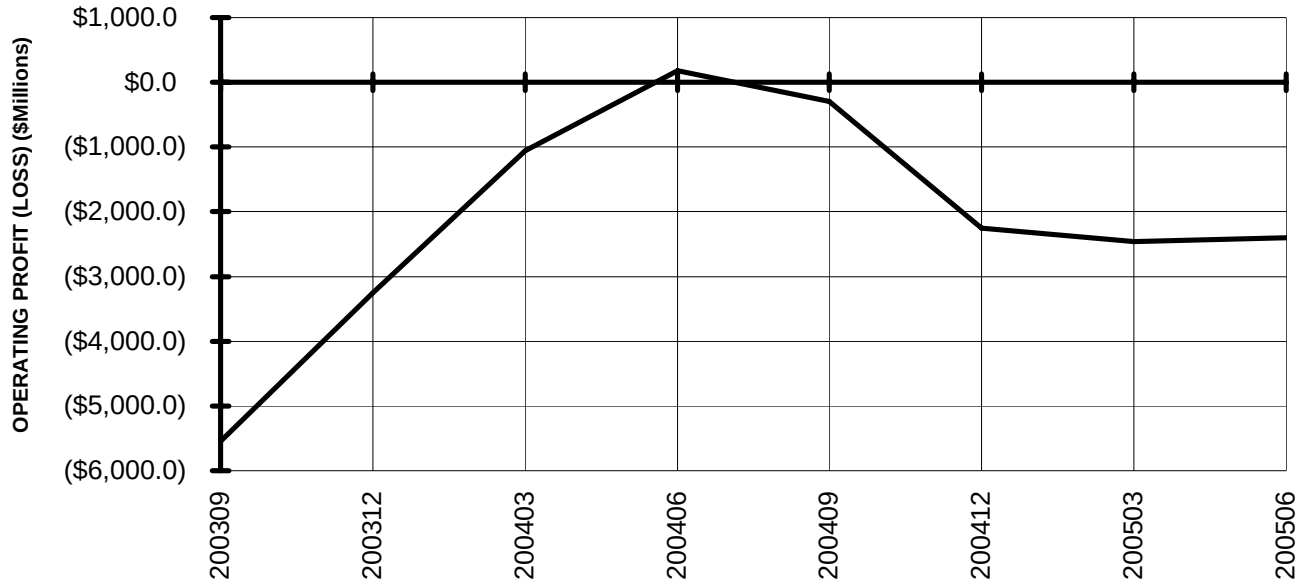


TOTAL ALL MAJORS (SYSTEM) BY QUARTER

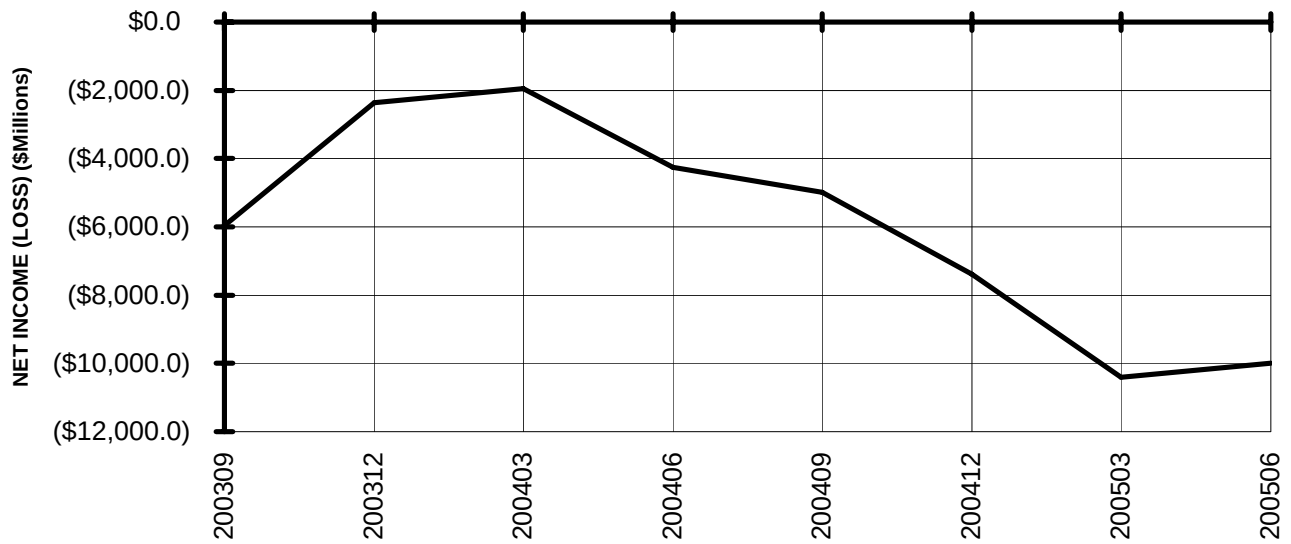


TOTAL ALL MAJORS (SYSTEM) BY 12-MONTH ENDING PERIODS

**Chart 5.
OPERATING PROFIT (LOSS)
(\$MILLIONS)**

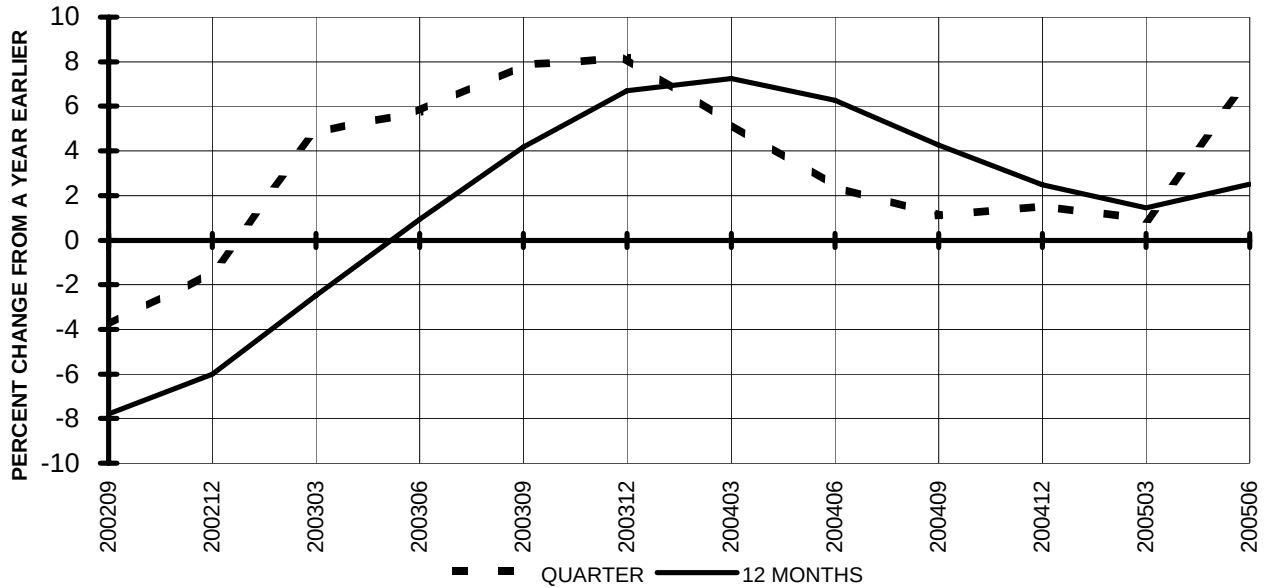


**Chart 6.
NET INCOME (LOSS)
(\$MILLIONS)**

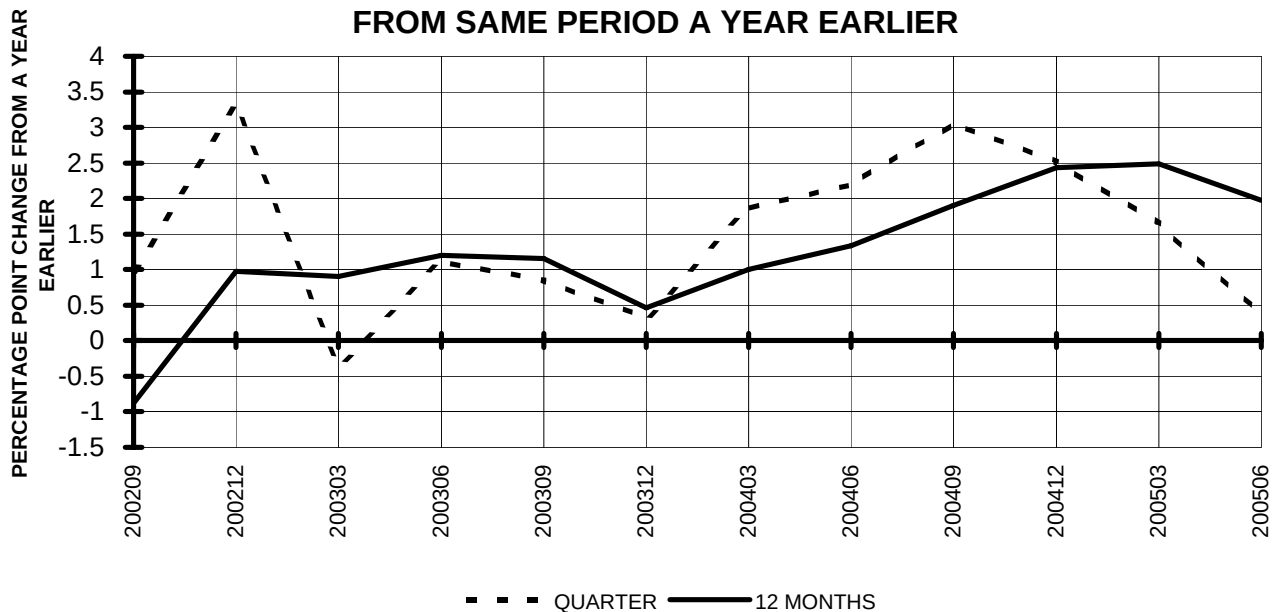


TOTAL ALL MAJORS (SYSTEM) QUARTERLY AND 12-MONTH BASIS

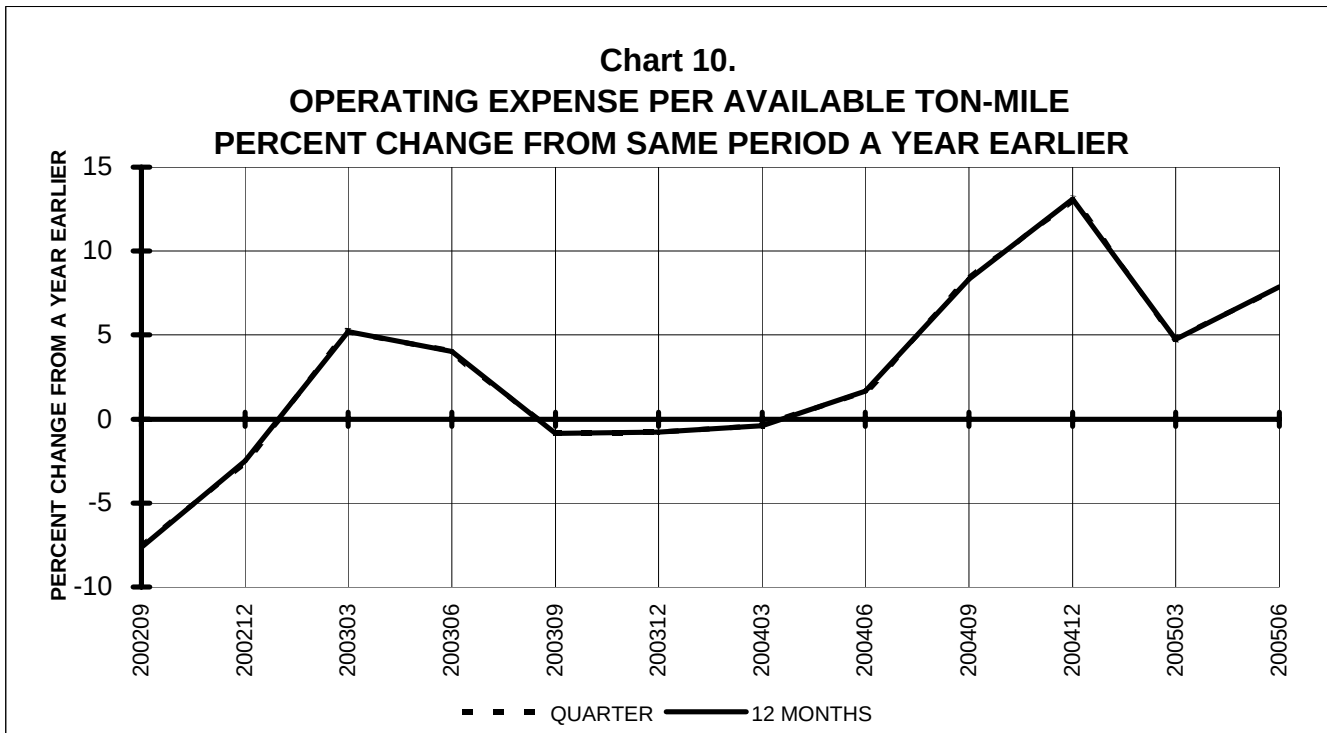
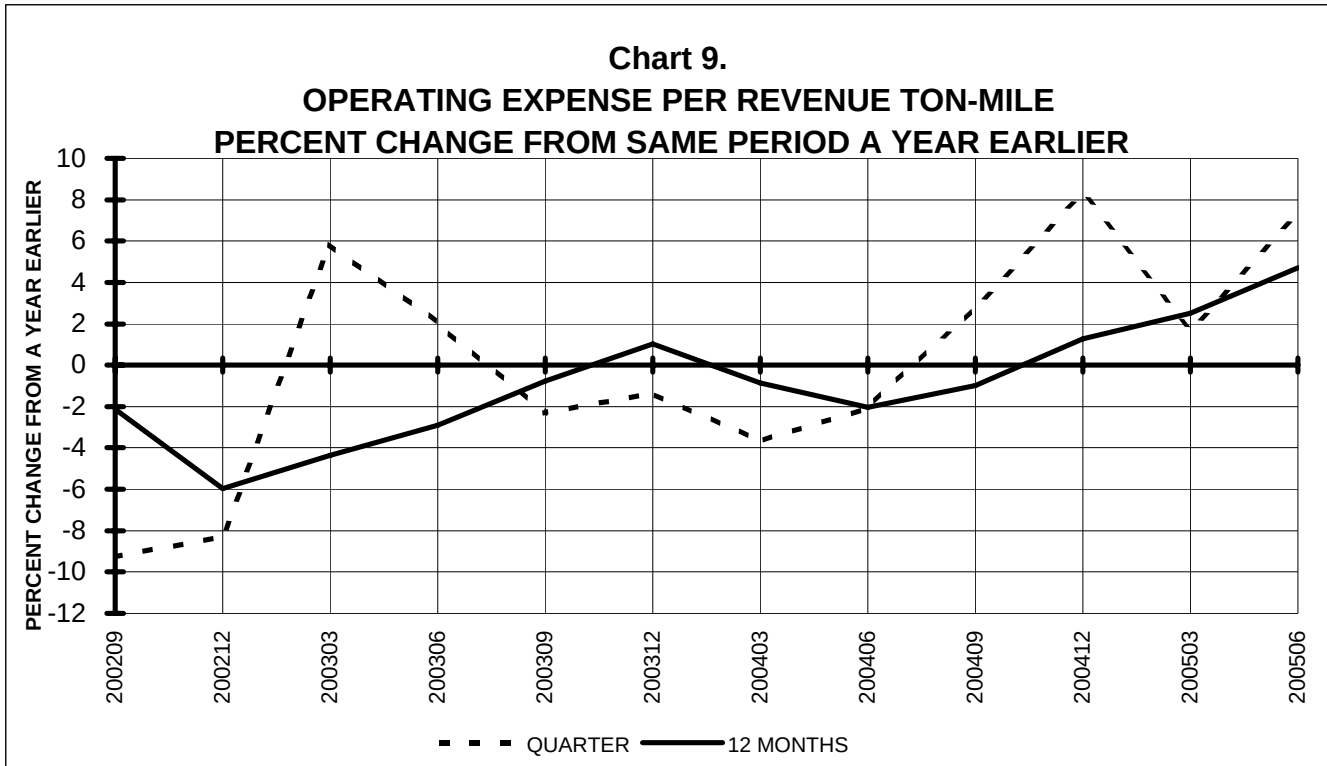
**Chart 7.
OPERATING REVENUE PER REVENUE TON-MILE
PERCENT CHANGE FROM SAME PERIOD A YEAR EARLIER**



**Chart 8.
TON LOAD FACTOR PERCENTAGE POINT CHANGE
FROM SAME PERIOD A YEAR EARLIER**



TOTAL ALL MAJORS (SYSTEM) QUARTERLY AND 12-MONTH BASIS



QUARTERLY FINANCIAL & TRAFFIC REVIEW
SYSTEM OPERATIONS
System Passenger Majors

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/06	2004/06	2005/06	2005/03	2004/12	2004/09	2004/06
	<u>FINANCIAL RESULTS: (\$Millions)</u>							
1	Operating Revenues	27,172.5	23,658.3	99,013.2	96,525.9	92,132.6	90,374.6	88,429.9
2	Operating Expenses	26,683.4	23,288.5	103,123.4	100,710.7	95,954.0	92,120.5	89,214.2
3	Operating Profit (Loss)	489.1	369.7	-4,110.3	-4,184.8	-3,821.4	-1,745.9	-784.4
4	Net Income (Loss)	-1,784.2	-2,240.4	-10,848.1	-11,267.2	-8,145.4	-5,712.0	-4,699.6
	<u>TRAFFIC: (Billions)</u>							
5	RPMs - Scheduled Svc.	179.7	165.3	680.6	672.1	638.2	626.6	613.3
6	ASMs - Scheduled Svc.	225.1	211.1	880.6	874.0	839.5	828.0	815.5
7	Overall RTMs (All Svc.)	20.4	19.0	78.1	77.4	73.8	72.4	70.9
8	Overall ATMs (All Svc.)	33.9	32.0	133.0	132.0	127.5	125.7	124.0
	<u>YIELD & UNIT COST & PROFITS: (Cents)</u>							
9	Operating Revenue per RTM	133.5	124.5	126.8	124.8	124.8	124.9	124.8
10	Operating Expense per RTM	131.1	122.6	132.1	130.2	130.0	127.3	125.9
11	Operating Profit (Loss) per RTM	2.4	1.9	-5.3	-5.4	-5.2	-2.4	-1.1
12	Operating Expense per ATM	78.7	72.8	77.5	76.3	75.3	73.3	72.0
13	Passenger Revenue per RPM	11.70	11.49	11.33	11.26	11.37	11.51	11.61
	<u>FINANCIAL RATIOS:</u>							
14	Operating Revenues to Total Investment	*	*	1.67	1.57	1.57	1.51	1.46
15	Times Interest Earned	*	*	-2.03	-1.84	-1.14	-0.48	-0.17
16	Current Assets to Current Liabilities	*	*	0.68	0.68	0.65	0.69	0.73
17	No. of Days Cash Coverage of Cash Exp.	*	*	65.6	59.8	56.8	62.2	69.5
	<u>FINANCIAL PERCENTAGES:</u>							
18	Operating Profit (Loss) to Operating Revenue	1.8	1.6	-4.2	-4.3	-4.1	-1.9	-0.9
19	Net Income to Stockholders Equity	*	*	7.14	&	-380.75	-152.89	-98.28
20	Corporate Return on Investment	*	*	-12.4	-12.9	-8.5	-4.4	-2.8
21	Debt to Total Investment	*	*	109.7	107.1	104.4	98.1	96.3
	<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>							
22	Actual	79.8	78.3	77.3	76.9	76.0	75.7	75.2
23	Breakeven	80.6	76.7	83.8	82.8	81.1	78.1	75.8
	<u>Employment & Productivity:</u>							
24	Employment, Total Weighted Avg CY	362,861	370,250	371,846	373,864	367,831	369,563	367,988
25	Overall RTM's per Employee (000)	56.1	51.3	210.0	206.9	200.7	195.9	192.6

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	14.9	16.8	12.0	13.6	11.9	12.8	12.9
27	Operating Expenses (%)	14.6	10.8	15.6	15.9	11.2	6.8	1.9
28	Operating Profit (Loss) (in Millions \$)	119.3	1,125.7	-3,325.9	-2,258.2	133.3	4,441.0	8,377.8
29	Net Income (Loss)(in Millions \$)	456.2	-2,370.5	-6,148.5	-8,925.9	-5,487.9	549.5	3,891.2
30	RPMs (Sch. Svc.) (%)	8.7	14.9	11.0	13.6	9.8	8.5	5.9
31	ASMs (Sch. Svc.) (%)	6.6	10.5	8.0	9.9	6.7	4.9	1.7
32	Operating Revenues per RTM (%)	7.2	2.6	1.6	0.6	2.3	4.9	7.7
33	Operating Expense per RTM (%)	7.0	-2.6	4.9	2.7	1.7	-0.7	-2.7
34	Passenger Revenue per RPM (Sch. Svc.)(%)	1.8	0.1	-2.5	-3.1	-1.6	0.4	2.4

QUARTERLY FINANCIAL & TRAFFIC REVIEW
DOMESTIC OPERATIONS
Domestic Passenger Majors

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/06	2004/06	2005/06	2005/03	2004/12	2004/09	2004/06
	<u>FINANCIAL RESULTS: (\$Millions)</u>							
1	Operating Revenues	20,360.3	17,859.9	74,261.7	72,761.8	69,153.2	68,104.6	67,076.8
2	Operating Expenses	20,313.0	17,983.2	79,032.3	77,684.7	73,872.5	71,204.5	69,341.4
3	Operating Profit (Loss)	47.3	-123.4	-4,770.6	-4,922.9	-4,719.3	-3,100.0	-2,264.7
4	Net Income (Loss)	-1,581.3	-2,182.4	-9,926.0	-10,516.4	-7,860.5	-5,991.2	-5,120.2
	<u>TRAFFIC: (Billions)</u>							
5	RPMs - Scheduled Svc.	129.5	120.2	493.5	489.8	461.3	453.8	445.7
6	ASMs - Scheduled Svc.	163.3	155.2	645.6	644.5	616.6	611.0	604.3
7	Overall RTMs (All Svc.)	13.6	12.8	52.3	52.1	49.1	48.4	47.6
8	Overall ATMs (All Svc.)	22.4	21.6	89.0	89.1	85.7	85.1	84.3
	<u>YIELD & UNIT COST & PROFITS: (Cents)</u>							
9	Operating Revenue per RTM	149.5	139.8	142.0	139.8	140.7	140.8	140.9
10	Operating Expense per RTM	149.2	140.8	151.1	149.3	150.3	147.2	145.7
11	Operating Profit (Loss) per RTM	0.3	-1.0	-9.1	-9.5	-9.6	-6.4	-4.8
12	Operating Expense per ATM	90.6	83.4	88.8	87.2	86.2	83.7	82.2
13	Passenger Revenue per RPM	11.97	11.85	11.59	11.54	11.71	11.92	12.11
	<u>FINANCIAL RATIOS:</u>							
14	Operating Revenues to Total Investment	*	*	**	**	**	**	**
15	Times Interest Earned	*	*	**	**	**	**	**
16	Current Assets to Current Liabilities	*	*	**	**	**	**	**
17	No. of Days Cash Coverage of Cash Exp.	*	*	**	**	**	**	**
	<u>FINANCIAL PERCENTAGES:</u>							
18	Operating Profit (Loss) to Operating Revenue	0.2	-0.7	-6.4	-6.8	-6.8	-4.6	-3.4
19	Net Income to Stockholders Equity	*	*	**	**	**	**	**
20	Corporate Return on Investment	*	*	-15.3	-16.1	-11.8	-7.8	-5.9
21	Debt to Total Investment	*	*	**	**	**	**	**
	<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>							
22	Actual	79.3	77.4	76.4	76.0	74.8	74.3	73.7
23	Breakeven	80.7	77.3	84.6	83.7	81.9	78.5	75.8
	<u>Employment & Productivity:</u>							
24	Employment, Total Weighted Avg CY	*	*	**	**	**	**	**
25	Overall RTM's per Employee (000)	*	*	**	**	**	**	**

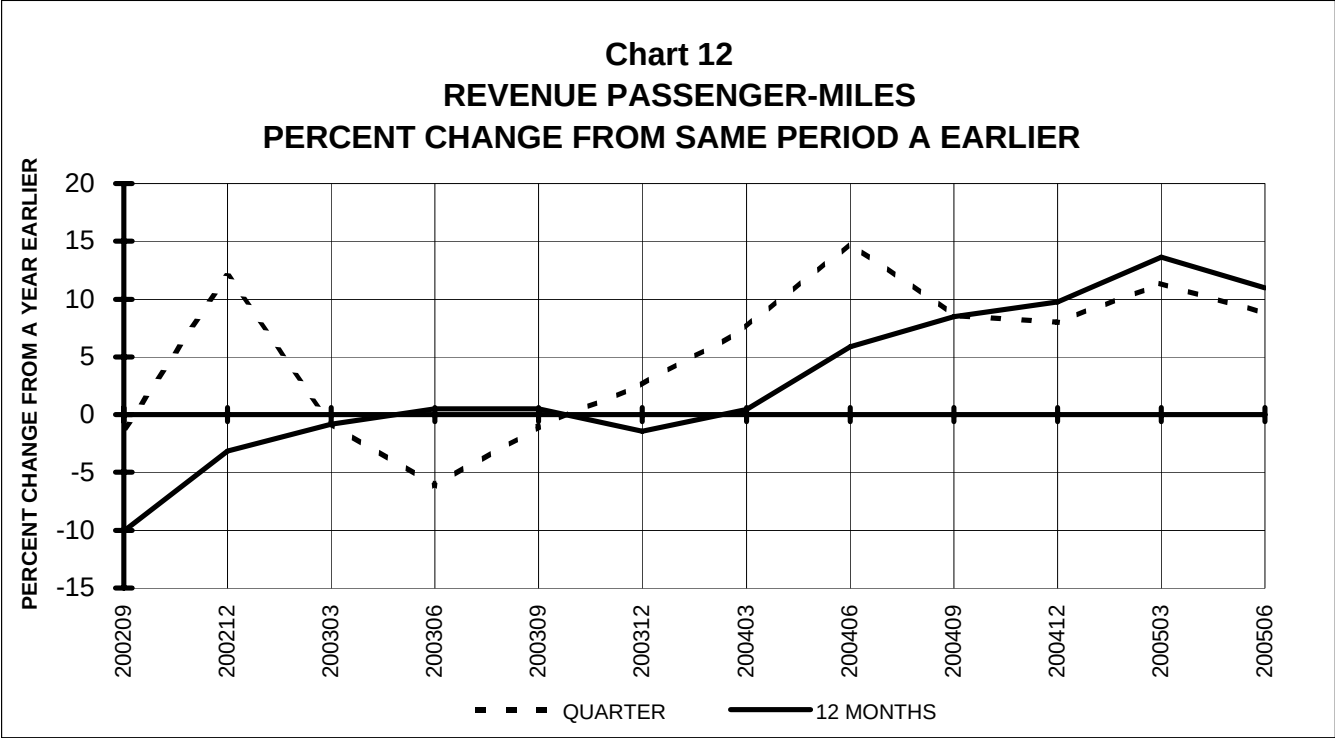
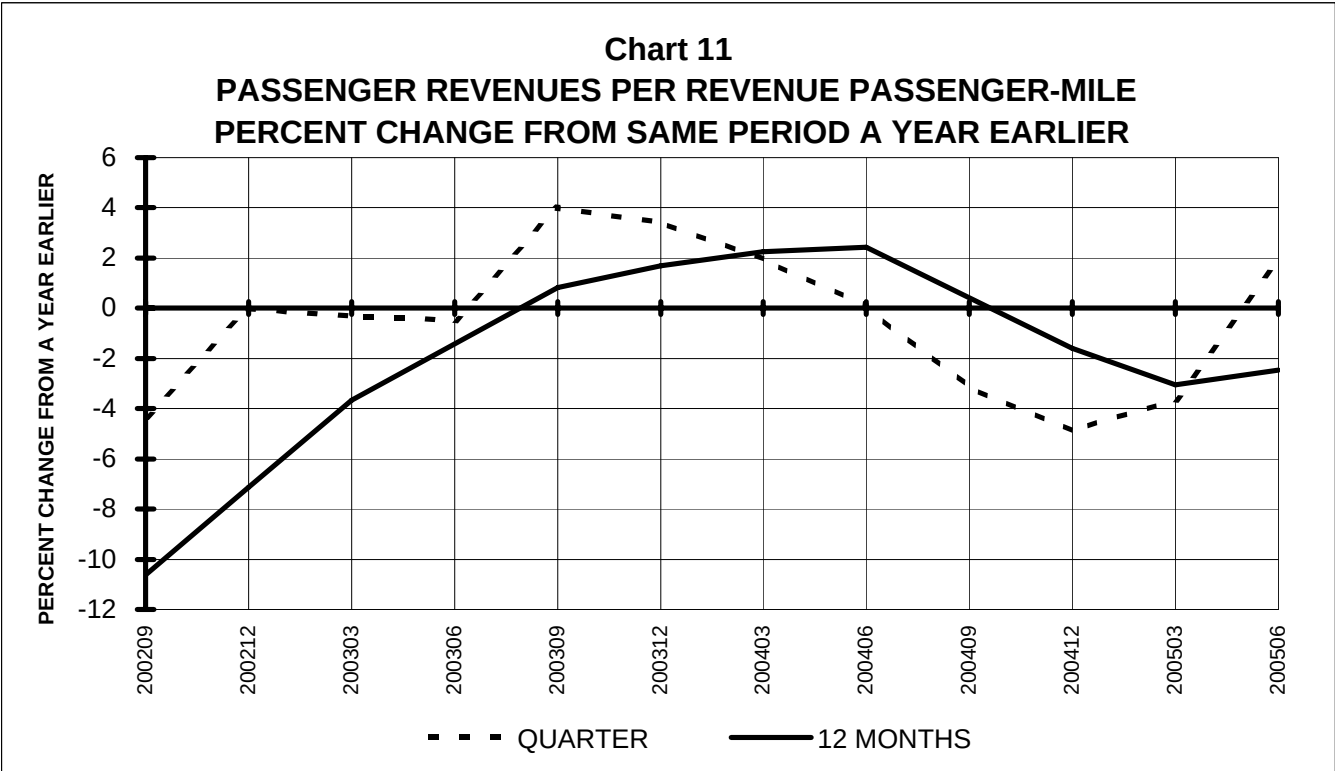
		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	14.0	13.0	10.7	11.9	9.7	11.3	12.8
27	Operating Expenses (%)	13.0	9.6	14.0	14.6	10.4	7.3	3.6
28	Operating Profit (Loss) (in Millions \$)	170.7	489.5	-2,506.0	-2,168.7	-859.3	2,039.7	5,200.4
29	Net Income (Loss)(in Millions \$)	601.0	-2,369.9	-4,805.8	-7,766.1	-5,761.9	-1,454.0	1,131.9
30	RPMs (Sch. Svc.) (%)	7.7	10.1	10.7	12.7	7.7	6.6	4.7
31	ASMs (Sch. Svc.) (%)	5.2	7.0	6.8	8.5	4.9	3.9	1.3
32	Operating Revenues per RTM (%)	7.0	3.5	0.7	0.0	2.4	5.0	8.2
33	Operating Expense per RTM (%)	6.0	0.3	3.7	2.4	3.1	1.3	-0.6
34	Passenger Revenue per RPM (Sch. Svc.)(%)	1.0	-0.9	-4.3	-4.9	-3.3	-0.8	2.0

QUARTERLY FINANCIAL & TRAFFIC REVIEW
INTERNATIONAL OPERATIONS
Int'l Passenger Majors

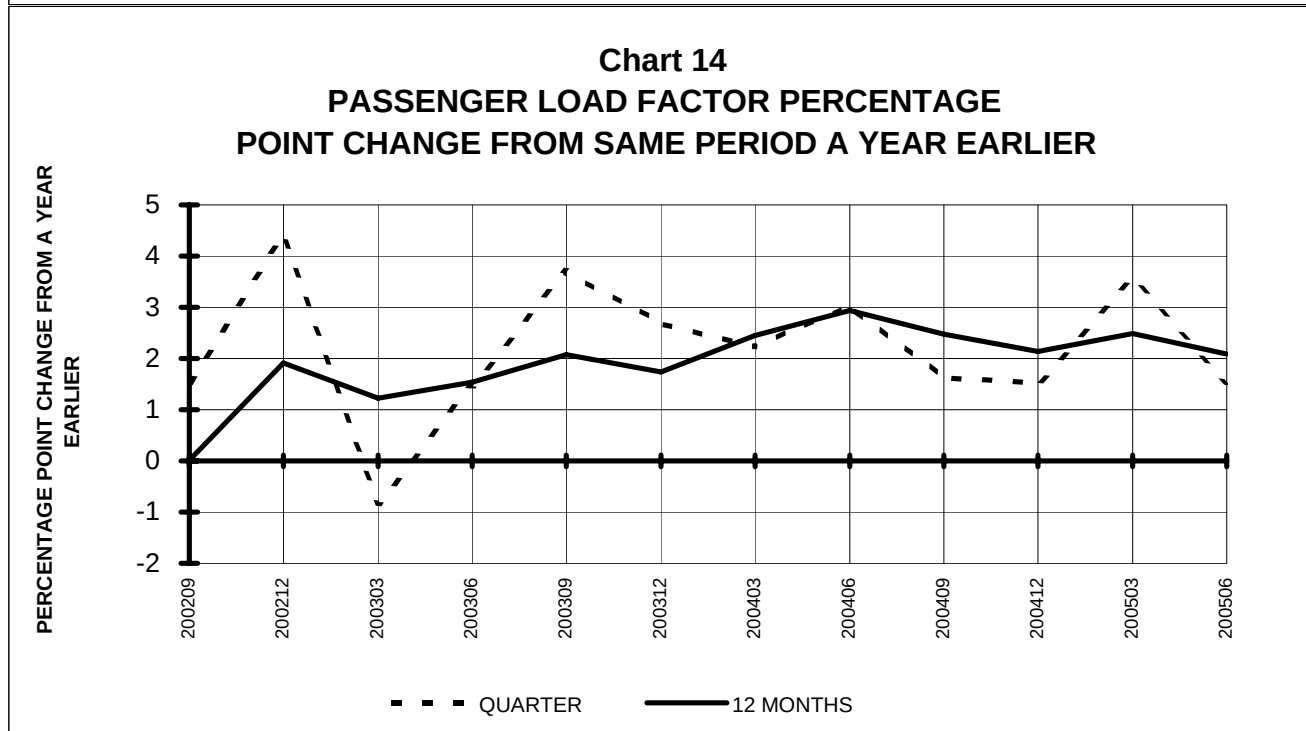
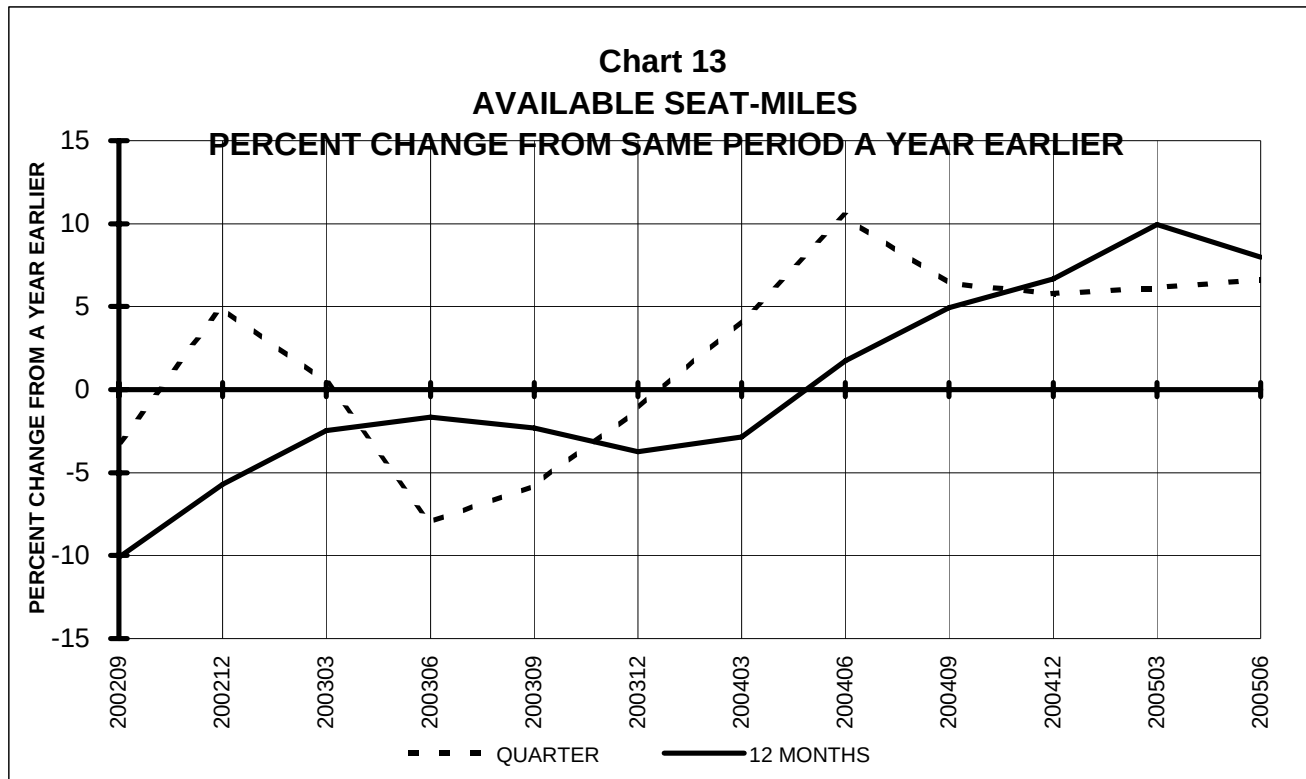
ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/06	2004/06	2005/06	2005/03	2004/12	2004/09	2004/06
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	6,812.2	5,771.8	24,751.5	23,764.1	22,952.9	22,243.5	21,200.9
2	Operating Expenses	6,370.4	5,285.6	24,091.1	23,026.0	22,061.7	20,896.3	19,760.5
3	Operating Profit (Loss)	441.8	486.3	660.4	738.1	891.2	1,347.3	1,440.4
4	Net Income (Loss)	-202.9	-62.2	-922.1	-750.8	-289.0	275.0	392.2
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Svc.	50.2	45.1	187.0	181.9	176.8	172.8	166.9
6	ASMs - Scheduled Svc.	61.8	55.9	235.0	229.1	222.9	217.0	210.2
7	Overall RTMs (All Svc.)	6.7	6.2	25.8	25.3	24.7	24.0	23.2
8	Overall ATMs (All Svc.)	11.5	10.4	44.0	42.9	41.7	40.7	39.5
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	101.2	92.7	96.0	94.0	93.0	92.6	91.3
10	Operating Expense per RTM	94.7	84.9	93.4	91.1	89.4	87.0	85.1
11	Operating Profit (Loss) per RTM	6.6	7.8	2.6	2.9	3.6	5.6	6.2
12	Operating Expense per ATM	55.4	50.7	54.8	53.7	52.9	51.4	50.0
13	Passenger Revenue per RPM	11.02	10.48	10.63	10.51	10.45	10.40	10.24
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	**	**	**	**	**
15	Times Interest Earned	*	*	**	**	**	**	**
16	Current Assets to Current Liabilities	*	*	**	**	**	**	**
17	No. of Days Cash Coverage of Cash Exp.	*	*	**	**	**	**	**
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	6.5	8.4	2.7	3.1	3.9	6.1	6.8
19	Net Income to Stockholders Equity	*	*	**	**	**	**	**
20	Corporate Return on Investment	*	*	-0.6	0.6	4.0	8.2	9.0
21	Debt to Total Investment	*	*	**	**	**	**	**
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	81.2	80.6	79.6	79.4	79.3	79.6	79.4
23	Breakeven	79.0	74.5	80.6	79.6	78.1	76.1	75.2
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	*	*	**	**	**	**	**
25	Overall RTM's per Employee (000)	*	*	**	**	**	**	**

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	18.0	29.6	16.7	19.2	19.3	17.7	12.1
27	Operating Expenses (%)	20.5	15.0	21.9	20.4	14.1	4.8	-4.1
28	Operating Profit (Loss) (in Millions \$)	-44.5	629.4	-780.0	-89.5	985.7	2,394.5	3,137.6
29	Net Income (Loss)(in Millions \$)	-140.7	-4.7	-1,314.3	-1,159.8	269.9	1,999.3	2,730.9
30	RPMs (Sch. Svc.) (%)	11.3	29.7	12.0	15.9	15.5	13.5	8.5
31	ASMs (Sch. Svc.) (%)	10.6	20.8	11.8	14.0	11.8	7.9	2.5
32	Operating Revenues per RTM (%)	9.1	5.1	5.1	4.1	4.9	6.8	6.7
33	Operating Expense per RTM (%)	11.4	-6.7	9.8	5.2	0.3	-5.0	-8.7
34	Passenger Revenue per RPM (Sch. Svc.)(%)	5.1	5.4	3.8	3.7	4.8	5.3	4.0

TOTAL PASSENGER MAJORS (SYSTEM) **QUARTERLY AND 12-MONTH BASIS (SCH. SVC.)**

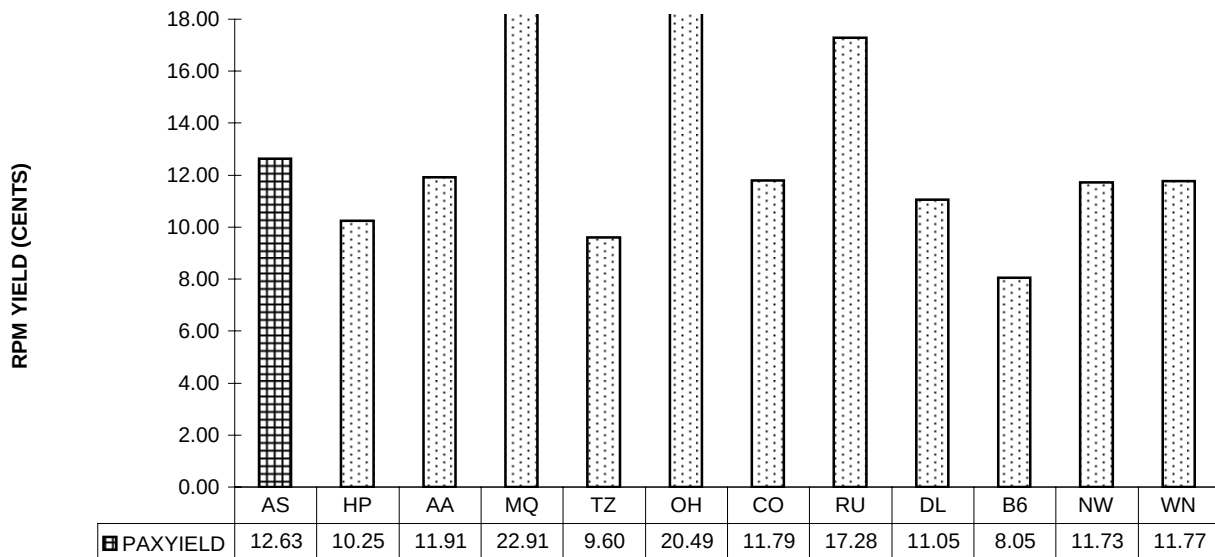


TOTAL PASSENGER MAJORS (SYSTEM) QUARTERLY AND 12-MONTH BASIS (SCH. SVC.)

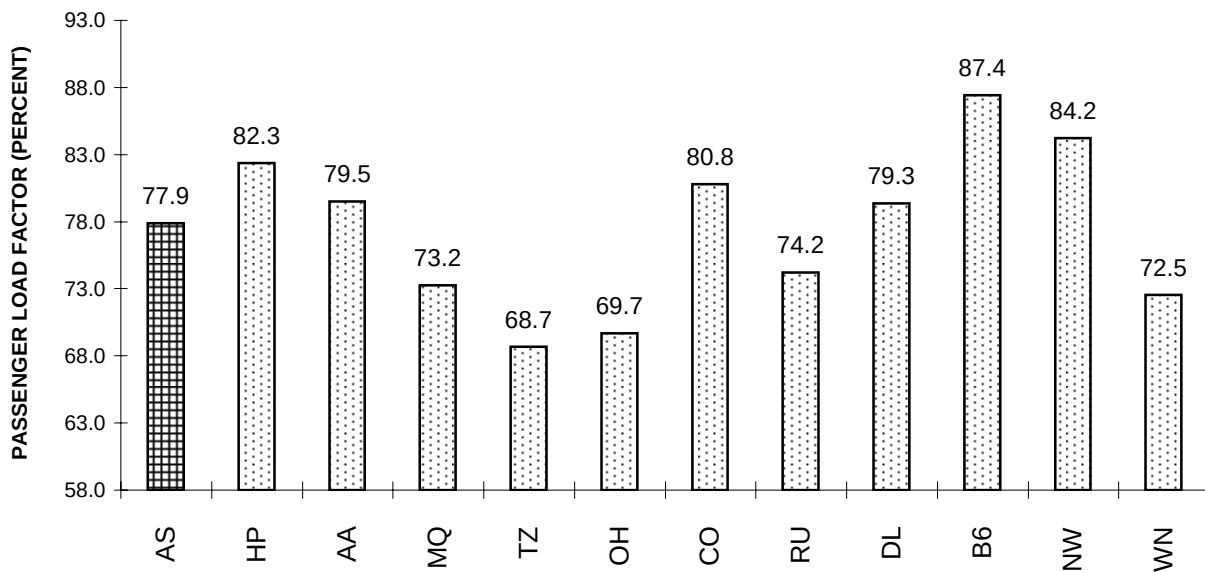


TOTAL PASSENGER MAJORS (SYSTEM) SECOND QUARTER 2005

**Chart 15
PASSENGER (RPM) YIELD**



**Chart 16
PASSENGER LOAD FACTOR**



QUARTERLY FINANCIAL & TRAFFIC REVIEW
SYSTEM OPERATIONS
Alaska Airlines

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/06	2004/06	2005/06	2005/03	2004/12	2004/09	2004/06
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	616.4	577.7	2,312.1	2,273.4	2,241.4	2,214.5	2,158.6
2	Operating Expenses	612.7	561.4	2,386.5	2,335.2	2,279.7	2,216.4	2,147.4
3	Operating Profit (Loss)	3.6	16.3	-74.4	-61.7	-38.3	-1.8	11.3
4	Net Income (Loss)	12.9	-2.6	-34.8	-50.4	-14.0	10.9	-25.7
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Svc.	4.3	4.1	16.8	16.5	16.2	15.9	15.4
6	ASMs - Scheduled Svc.	5.5	5.6	22.4	22.5	22.3	22.0	21.7
7	Overall RTMs (All Svc.)	0.5	0.4	1.8	1.7	1.7	1.7	1.6
8	Overall ATMs (All Svc.)	0.7	0.8	2.9	3.0	2.9	2.9	2.8
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	136.0	134.0	132.1	131.5	132.1	133.5	133.7
10	Operating Expense per RTM	135.2	130.2	136.4	135.1	134.4	133.6	133.0
11	Operating Profit (Loss) per RTM	0.8	3.8	-4.2	-3.6	-2.3	-0.1	0.7
12	Operating Expense per ATM	84.5	75.1	81.0	78.7	77.7	76.7	75.9
13	Passenger Revenue per RPM	12.63	12.30	12.08	11.99	12.09	12.29	12.38
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	1.52	1.45	1.39	1.35	1.32
15	Times Interest Earned	*	*	2.67	2.13	0.58	1.52	0.25
16	Current Assets to Current Liabilities	*	*	1.13	1.23	1.33	1.40	1.28
17	No. of Days Cash Coverage of Cash Exp.	*	*	117.2	126.1	148.2	153.4	156.1
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	0.6	2.8	-3.2	-2.7	-1.7	-0.1	0.5
19	Net Income to Stockholders Equity	*	*	-5.28	-7.52	-2.03	1.60	-3.89
20	Corporate Return on Investment	*	*	0.7	-0.4	1.9	3.4	1.1
21	Debt to Total Investment	*	*	57.2	58.1	55.7	54.2	57.9
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	77.9	72.8	74.9	73.7	72.9	72.1	71.1
23	Breakeven	82.2	75.5	83.6	81.9	79.8	77.3	75.4
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	9,000	10,118	9,431	9,711	9,887	10,009	10,015
25	Overall RTM's per Employee (000)	50.3	42.6	185.6	178.0	171.6	165.7	161.2

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	6.7	13.1	7.1	8.7	10.6	13.4	14.9
27	Operating Expenses (%)	9.1	11.8	11.1	11.8	11.9	10.9	9.2
28	Operating Profit (Loss) (in Millions \$)	-12.6	7.7	-85.6	-65.3	-27.7	43.9	99.7
29	Net Income (Loss)(in Millions \$)	15.6	-39.4	-9.1	-64.1	-17.0	40.2	26.0
30	RPMs (Sch. Svc.) (%)	5.2	11.5	8.7	10.3	11.4	12.3	12.9
31	ASMs (Sch. Svc.) (%)	-1.6	8.1	3.1	5.6	7.0	8.0	9.1
32	Operating Revenues per RTM (%)	1.5	2.0	-1.2	-1.1	-0.4	1.5	2.2
33	Operating Expense per RTM (%)	3.9	0.9	2.5	1.7	0.8	-0.8	-2.9
34	Passenger Revenue per RPM (Sch. Svc.)(%)	2.7	0.8	-2.4	-3.0	-1.9	0.4	1.6

QUARTERLY FINANCIAL & TRAFFIC REVIEW
SYSTEM OPERATIONS
America West Airlines

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/06	2004/06	2005/06	2005/03	2004/12	2004/09	2004/06
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	878.1	645.6	2,864.3	2,631.8	2,481.5	2,424.0	2,390.5
2	Operating Expenses	846.4	618.8	2,846.3	2,618.7	2,503.5	2,395.5	2,287.7
3	Operating Profit (Loss)	31.7	26.7	18.0	13.0	-22.0	28.6	102.8
4	Net Income (Loss)	15.2	11.5	-64.9	-68.5	-103.7	-31.4	44.5
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Svc.	6.4	5.9	24.2	23.7	23.3	22.7	22.1
6	ASMs - Scheduled Svc.	7.8	7.6	30.3	30.1	30.1	29.5	29.0
7	Overall RTMs (All Svc.)	0.7	0.6	2.5	2.5	2.4	2.3	2.3
8	Overall ATMs (All Svc.)	1.0	1.0	4.1	4.0	4.0	4.0	3.9
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	133.1	106.2	114.7	107.6	103.3	103.7	104.9
10	Operating Expense per RTM	128.3	101.8	113.9	107.0	104.2	102.4	100.4
11	Operating Profit (Loss) per RTM	4.8	4.4	0.7	0.5	-0.9	1.2	4.5
12	Operating Expense per ATM	81.7	61.1	70.2	64.9	62.0	60.5	58.9
13	Passenger Revenue per RPM	10.25	9.62	9.59	9.42	9.40	9.54	9.84
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	2.63	2.37	2.19	2.11	2.10
15	Times Interest Earned	*	*	0.25	0.20	-0.20	0.64	1.51
16	Current Assets to Current Liabilities	*	*	0.89	0.84	0.93	0.97	1.08
17	No. of Days Cash Coverage of Cash Exp.	*	*	39.4	30.3	38.0	54.8	66.1
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	3.6	4.1	0.6	0.5	-0.9	1.2	4.3
19	Net Income to Stockholders Equity	*	*	-19.06	-19.57	-29.04	-8.48	12.28
20	Corporate Return on Investment	*	*	2.0	1.5	-1.5	4.9	11.6
21	Debt to Total Investment	*	*	67.9	68.9	73.5	67.6	66.1
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	82.3	78.3	79.8	78.7	77.4	76.9	76.4
23	Breakeven	80.7	77.4	82.2	81.5	81.6	79.0	75.4
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	11,977	11,491	11,623	11,502	11,433	11,335	11,197
25	Overall RTM's per Employee (000)	55.1	52.9	214.9	212.7	210.2	206.3	203.6

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	36.0	13.9	19.8	13.8	11.6	11.0	13.1
27	Operating Expenses (%)	36.8	11.9	24.4	17.9	14.0	8.5	2.8
28	Operating Profit (Loss) (in Millions \$)	5.0	12.7	-84.8	-77.0	-49.5	52.9	216.3
29	Net Income (Loss)(in Millions \$)	3.7	-65.8	-109.3	-178.8	-152.0	-22.5	134.8
30	RPMs (Sch. Svc.) (%)	8.0	7.6	9.1	9.1	9.6	7.9	6.6
31	ASMs (Sch. Svc.) (%)	2.7	8.4	4.6	6.1	8.2	6.3	4.0
32	Operating Revenues per RTM (%)	25.4	6.8	9.3	4.3	2.1	3.4	6.7
33	Operating Expense per RTM (%)	26.1	5.0	13.5	8.0	4.3	1.0	-3.1
34	Passenger Revenue per RPM (Sch. Svc.)(%)	6.5	-1.6	-2.6	-4.7	-5.2	-3.5	1.4

QUARTERLY FINANCIAL & TRAFFIC REVIEW
SYSTEM OPERATIONS
American Airlines

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/06	2004/06	2005/06	2005/03	2004/12	2004/09	2004/06
	<u>FINANCIAL RESULTS: (\$Millions)</u>							
1	Operating Revenues	5,296.2	4,821.0	19,316.2	18,841.0	18,607.6	18,460.3	18,303.5
2	Operating Expenses	5,143.0	4,697.5	19,726.5	19,281.1	19,028.6	18,760.8	18,415.3
3	Operating Profit (Loss)	153.2	123.5	-410.3	-440.1	-421.0	-300.4	-111.8
4	Net Income (Loss)	40.7	-12.9	-756.8	-810.5	-821.0	-550.2	-348.6
	<u>TRAFFIC: (Billions)</u>							
5	RPMs - Scheduled Svc.	35.8	33.3	134.5	132.0	130.0	127.7	125.7
6	ASMs - Scheduled Svc.	45.0	44.0	175.1	174.1	173.8	172.3	170.7
7	Overall RTMs (All Svc.)	4.1	3.9	15.7	15.5	15.2	14.9	14.7
8	Overall ATMs (All Svc.)	7.2	7.1	28.2	28.2	28.2	28.0	27.9
	<u>YIELD & UNIT COST & PROFITS: (Cents)</u>							
9	Operating Revenue per RTM	127.9	123.6	123.1	122.0	122.2	123.5	124.5
10	Operating Expense per RTM	124.2	120.4	125.7	124.8	125.0	125.6	125.2
11	Operating Profit (Loss) per RTM	3.7	3.2	-2.6	-2.8	-2.8	-2.0	-0.8
12	Operating Expense per ATM	72.0	66.1	70.0	68.5	67.6	67.0	66.1
13	Passenger Revenue per RPM	11.91	11.68	11.53	11.47	11.52	11.72	11.86
	<u>FINANCIAL RATIOS:</u>							
14	Operating Revenues to Total Investment	*	*	1.84	1.75	1.69	1.67	1.65
15	Times Interest Earned	*	*	-0.57	-0.61	-0.60	-0.49	-0.04
16	Current Assets to Current Liabilities	*	*	0.71	0.72	0.71	0.75	0.76
17	No. of Days Cash Coverage of Cash Exp.	*	*	75.3	70.5	69.0	74.4	81.2
	<u>FINANCIAL PERCENTAGES:</u>							
18	Operating Profit (Loss) to Operating Revenue	2.9	2.6	-2.1	-2.3	-2.3	-1.6	-0.6
19	Net Income to Stockholders Equity	*	*	&	-475.94	-317.17	-226.92	-138.42
20	Corporate Return on Investment	*	*	-2.6	-2.9	-2.8	-1.1	0.7
21	Debt to Total Investment	*	*	102.2	101.0	101.0	98.3	96.2
	<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>							
22	Actual	79.5	75.7	76.8	75.9	74.8	74.1	73.6
23	Breakeven	81.9	78.9	83.9	83.2	82.1	80.8	79.1
	<u>Employment & Productivity:</u>							
24	Employment, Total Weighted Avg CY	75,811	79,116	77,494	78,320	79,068	79,360	79,861
25	Overall RTM's per Employee (000)	54.6	49.3	202.4	197.3	192.6	188.3	184.1

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	9.9	11.7	5.5	5.9	6.9	9.6	11.8
27	Operating Expenses (%)	9.5	1.1	7.1	5.0	1.0	0.4	-5.9
28	Operating Profit (Loss) (in Millions \$)	29.7	454.2	-298.5	125.9	1,023.0	1,546.5	3,082.1
29	Net Income (Loss)(in Millions \$)	53.7	120.0	-408.2	-341.9	497.5	1,366.1	2,394.4
30	RPMs (Sch. Svc.) (%)	7.4	10.9	7.0	7.8	8.3	6.5	4.5
31	ASMs (Sch. Svc.) (%)	2.3	8.9	2.6	4.2	5.5	4.0	1.2
32	Operating Revenues per RTM (%)	3.5	0.6	-1.1	-1.9	-1.4	2.9	7.0
33	Operating Expense per RTM (%)	3.2	-9.0	0.4	-2.7	-6.9	-5.8	-9.9
34	Passenger Revenue per RPM (Sch. Svc.)(%)	2.0	0.1	-2.8	-3.4	-2.9	-0.4	1.5

QUARTERLY FINANCIAL & TRAFFIC REVIEW
SYSTEM OPERATIONS
American Eagle Airlines

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/06	2004/06	2005/06	2005/03	2004/12	2004/09	2004/06
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	445.2	346.0	1,619.1	1,519.9	1,445.8	1,346.8	1,254.0
2	Operating Expenses	381.7	292.3	1,389.2	1,299.9	1,226.6	1,125.4	1,041.1
3	Operating Profit (Loss)	63.5	53.7	229.9	220.0	219.2	221.5	212.9
4	Net Income (Loss)	17.8	19.2	40.4	41.7	48.8	63.0	64.4
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Svc.	1.9	1.5	6.7	6.2	5.8	5.4	4.8
6	ASMs - Scheduled Svc.	2.6	2.1	9.6	9.0	8.5	7.9	7.2
7	Overall RTMs (All Svc.)	0.2	0.2	0.7	0.6	0.6	0.5	0.5
8	Overall ATMs (All Svc.)	0.3	0.3	1.2	1.1	1.0	1.0	0.9
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	229.9	238.2	243.2	246.1	248.5	249.7	258.8
10	Operating Expense per RTM	197.1	201.2	208.6	210.5	210.8	208.6	214.9
11	Operating Profit (Loss) per RTM	32.8	36.9	34.5	35.6	37.7	41.1	43.9
12	Operating Expense per ATM	120.1	118.1	120.4	119.9	119.7	117.6	119.6
13	Passenger Revenue per RPM	22.91	23.75	24.21	24.51	24.76	24.86	25.75
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	0.41	0.40	0.39	0.38	0.37
15	Times Interest Earned	*	*	1.29	1.26	1.33	1.47	1.51
16	Current Assets to Current Liabilities	*	*	0.63	0.42	0.47	0.24	0.33
17	No. of Days Cash Coverage of Cash Exp.	*	*	0.7	0.0	0.0	0.0	0.0
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	14.3	15.5	14.2	14.5	15.2	16.4	17.0
19	Net Income to Stockholders Equity	*	*	28.63	32.29	41.35	64.29	83.18
20	Corporate Return on Investment	*	*	4.5	4.5	4.7	5.2	5.2
21	Debt to Total Investment	*	*	96.1	96.4	96.5	96.5	96.7
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	73.2	70.9	69.5	68.7	68.5	68.0	67.1
23	Breakeven	61.6	58.6	58.5	57.6	57.0	55.5	54.3
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	9,464	8,383	9,171	8,900	8,551	8,198	7,800
25	Overall RTM's per Employee (000)	20.5	17.3	72.6	69.4	68.0	65.8	62.1

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	28.7	24.8	29.1	28.2	28.2	20.3	8.2
27	Operating Expenses (%)	30.6	25.9	33.4	32.5	28.9	14.8	-8.3
28	Operating Profit (Loss) (in Millions \$)	9.8	8.7	17.0	15.9	42.7	81.9	189.8
29	Net Income (Loss)(in Millions \$)	-1.3	-22.6	-24.0	-45.3	-11.5	30.2	110.0
30	RPMs (Sch. Svc.) (%)	33.3	37.6	37.4	38.8	40.7	38.0	25.8
31	ASMs (Sch. Svc.) (%)	29.0	30.0	32.6	33.0	33.2	29.9	18.9
32	Operating Revenues per RTM (%)	-3.5	-9.3	-6.1	-7.6	-8.9	-12.8	-13.7
33	Operating Expense per RTM (%)	-2.0	-8.5	-2.9	-4.5	-8.3	-16.7	-26.9
34	Passenger Revenue per RPM (Sch. Svc.)(%)	-3.5	-8.4	-6.0	-7.3	-8.4	-11.6	-11.8

QUARTERLY FINANCIAL & TRAFFIC REVIEW
SYSTEM OPERATIONS
American Trans Air

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/06	2004/06	2005/06	2005/03	2004/12	2004/09	2004/06
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	262.6	361.5	1,247.9	1,346.8	1,414.3	1,426.3	1,412.9
2	Operating Expenses	317.7	377.7	2,175.7	2,235.7	1,971.5	1,509.5	1,452.2
3	Operating Profit (Loss)	-55.1	-16.2	-927.8	-888.9	-557.2	-83.2	-39.4
4	Net Income (Loss)	-55.1	-29.0	-943.5	-917.4	-624.4	-145.6	-108.4
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Svc.	1.6	3.4	9.7	11.4	12.5	12.7	12.5
6	ASMs - Scheduled Svc.	2.4	4.4	13.6	15.6	17.2	17.6	17.5
7	Overall RTMs (All Svc.)	0.2	0.4	1.2	1.4	1.5	1.5	1.5
8	Overall ATMs (All Svc.)	0.5	0.7	2.3	2.5	2.7	2.7	2.6
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	119.3	93.7	102.7	97.6	94.9	94.3	94.9
10	Operating Expense per RTM	144.3	97.8	179.1	162.0	132.2	99.8	97.6
11	Operating Profit (Loss) per RTM	-25.0	-4.2	-76.4	-64.4	-37.4	-5.5	-2.6
12	Operating Expense per ATM	71.3	57.1	95.3	89.5	74.3	56.1	54.9
13	Passenger Revenue per RPM	9.60	8.36	8.29	8.13	8.13	8.29	8.48
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	999.90	999.90	24.63	5.83	4.15
15	Times Interest Earned	*	*	-52.91	-29.71	-14.01	-2.26	-1.39
16	Current Assets to Current Liabilities	*	*	-0.07	-0.03	0.01	-0.11	0.70
17	No. of Days Cash Coverage of Cash Exp.	*	*	14.0	17.5	27.1	15.0	40.0
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	-21.0	-4.5	-74.3	-66.0	-39.4	-5.8	-2.8
19	Net Income to Stockholders Equity	*	*	&	&	&	&	&
20	Corporate Return on Investment	*	*	0.0	0.0	-1,015.0	-39.7	-18.0
21	Debt to Total Investment	*	*	-3.1	-18.7	-37.7	-190.6	186.2
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	68.7	75.9	71.3	73.0	73.1	72.1	71.3
23	Breakeven	95.5	80.7	162.8	150.8	117.5	78.4	74.3
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	4,530	6,877	5,676	6,262	6,645	6,985	7,204
25	Overall RTM's per Employee (000)	48.6	56.1	214.0	220.4	224.4	216.5	206.6

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	-27.4	0.6	-11.7	-4.5	1.1	6.4	11.2
27	Operating Expenses (%)	-15.9	9.2	49.8	57.4	42.4	11.6	7.4
28	Operating Profit (Loss) (in Millions \$)	-38.9	-29.8	-888.4	-879.3	-571.3	-71.2	42.5
29	Net Income (Loss)(in Millions \$)	-26.1	-68.9	-835.1	-877.9	-637.6	-122.4	-18.4
30	RPMs (Sch. Svc.) (%)	-51.3	11.5	-22.5	-6.1	8.1	14.6	19.7
31	ASMs (Sch. Svc.) (%)	-46.2	13.0	-22.4	-8.1	6.9	15.9	21.9
32	Operating Revenues per RTM (%)	27.3	-15.6	8.2	-1.4	-9.1	-10.2	-10.0
33	Operating Expense per RTM (%)	47.5	-8.3	83.6	62.6	28.0	-5.8	-13.1
34	Passenger Revenue per RPM (Sch. Svc.)(%)	14.8	-2.5	-2.2	-4.8	-6.2	-4.3	-1.6

QUARTERLY FINANCIAL & TRAFFIC REVIEW
SYSTEM OPERATIONS
Comair

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/06	2004/06	2005/06	2005/03	2004/12	2004/09	2004/06
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	328.1	293.6	1,253.5	1,219.0	1,190.7	1,181.8	1,132.2
2	Operating Expenses	313.8	270.5	1,209.2	1,166.0	1,123.2	1,066.1	999.8
3	Operating Profit (Loss)	14.3	23.1	44.3	53.1	67.5	115.7	132.4
4	Net Income (Loss)	3.3	10.7	-1,359.8	-1,352.4	-1,342.1	57.6	69.5
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Svc.	1.6	1.7	6.2	6.3	6.3	6.3	6.0
6	ASMs - Scheduled Svc.	2.3	2.4	9.1	9.2	9.3	9.2	8.9
7	Overall RTMs (All Svc.)	0.2	0.2	0.7	0.7	0.7	0.7	0.7
8	Overall ATMs (All Svc.)	0.3	0.3	1.2	1.2	1.2	1.2	1.2
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	204.7	157.5	191.7	179.2	170.2	167.8	167.6
10	Operating Expense per RTM	195.7	145.1	184.9	171.4	160.5	151.3	148.0
11	Operating Profit (Loss) per RTM	8.9	12.4	6.8	7.8	9.6	16.4	19.6
12	Operating Expense per ATM	105.0	88.2	101.9	97.6	93.3	88.8	86.0
13	Passenger Revenue per RPM	20.49	17.62	20.25	19.49	19.00	18.85	18.78
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	0.56	0.48	0.43	0.39	0.38
15	Times Interest Earned	*	*	-29.07	-33.95	-39.33	4.41	5.72
16	Current Assets to Current Liabilities	*	*	1.92	1.86	1.89	1.77	2.08
17	No. of Days Cash Coverage of Cash Exp.	*	*	20.4	15.7	33.4	36.6	109.8
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	4.4	7.9	3.5	4.4	5.7	9.8	11.7
19	Net Income to Stockholders Equity	*	*	-116.5	-94.1	-78.6	2.9	3.5
20	Corporate Return on Investment	*	*	-58.46	-52.27	-47.14	2.82	3.16
21	Debt to Total Investment	*	*	63.6	63.7	63.8	35.1	34.9
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	69.7	70.8	67.8	68.1	67.8	68.0	67.6
23	Breakeven	66.5	64.9	65.1	64.8	63.5	60.6	58.8
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	6,440	5,829	6,144	5,991	5,882	5,799	5,730
25	Overall RTM's per Employee (000)	24.9	32.0	106.4	113.5	119.0	121.5	117.9

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	11.8	18.3	10.7	12.2	15.3	34.4	85.1
27	Operating Expenses (%)	16.0	26.3	21.0	23.6	25.4	34.4	76.2
28	Operating Profit (Loss) (in Millions \$)	-8.8	-10.7	-88.1	-90.1	-69.1	29.0	88.2
29	Net Income (Loss)(in Millions \$)	-7.4	-21.4	-1,429.3	-1,443.3	-1,430.7	1.5	36.3
30	RPMs (Sch. Svc.) (%)	-3.9	30.6	2.7	10.9	19.9	31.0	39.1
31	ASMs (Sch. Svc.) (%)	-2.4	23.5	2.4	8.5	17.2	27.0	34.5
32	Operating Revenues per RTM (%)	30.0	-11.6	14.4	3.6	-4.7	0.2	30.2
33	Operating Expense per RTM (%)	34.9	-5.7	24.9	14.2	3.6	0.3	23.9
34	Passenger Revenue per RPM (Sch. Svc.)(%)	16.3	-9.4	7.9	1.2	-3.8	2.7	33.4

QUARTERLY FINANCIAL & TRAFFIC REVIEW
SYSTEM OPERATIONS
Continental Airlines

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/06	2004/06	2005/06	2005/03	2004/12	2004/09	2004/06
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	2,838.3	2,465.6	9,760.2	9,387.4	9,124.3	8,619.3	8,450.7
2	Operating Expenses	2,723.7	2,431.6	9,940.6	9,648.6	9,347.6	8,688.0	8,469.2
3	Operating Profit (Loss)	114.7	34.0	-180.5	-261.1	-223.4	-68.7	-18.5
4	Net Income (Loss)	99.7	-17.0	-305.7	-422.4	-363.0	-110.1	39.2
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Svc.	17.3	16.2	65.6	64.5	63.2	61.7	60.2
6	ASMs - Scheduled Svc.	21.4	20.7	82.4	81.6	81.2	80.0	78.5
7	Overall RTMs (All Svc.)	2.0	1.9	7.5	7.4	7.3	7.1	7.0
8	Overall ATMs (All Svc.)	3.0	2.8	11.6	11.4	11.2	10.9	10.7
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	145.4	132.5	129.5	126.1	124.8	120.8	121.3
10	Operating Expense per RTM	139.5	130.7	131.9	129.6	127.8	121.8	121.6
11	Operating Profit (Loss) per RTM	5.9	1.8	-2.4	-3.5	-3.1	-1.0	-0.3
12	Operating Expense per ATM	89.5	86.0	85.6	84.7	83.4	79.4	79.4
13	Passenger Revenue per RPM	11.79	11.34	11.27	11.15	11.19	11.32	11.39
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	1.58	1.47	1.39	1.29	1.27
15	Times Interest Earned	*	*	0.15	-0.19	-0.22	0.53	1.21
16	Current Assets to Current Liabilities	*	*	0.85	0.76	0.85	0.95	0.90
17	No. of Days Cash Coverage of Cash Exp.	*	*	87.1	54.3	68.0	76.1	84.4
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	4.0	1.4	-1.8	-2.8	-2.4	-0.8	-0.2
19	Net Income to Stockholders Equity	*	*	-86.56	-88.93	-58.61	-15.32	5.54
20	Corporate Return on Investment	*	*	1.2	-0.7	0.2	3.9	6.0
21	Debt to Total Investment	*	*	98.8	98.7	95.6	89.5	89.9
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	80.8	78.3	79.6	79.0	77.8	77.2	76.8
23	Breakeven	80.4	78.6	84.7	84.4	82.0	79.9	78.2
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	32,588	34,813	33,227	33,784	34,372	34,546	34,514
25	Overall RTM's per Employee (000)	59.9	53.4	226.8	220.4	212.7	206.5	201.8

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	15.1	32.9	15.5	19.7	24.4	18.7	16.6
27	Operating Expenses (%)	12.0	47.0	17.4	25.4	28.0	18.9	14.1
28	Operating Profit (Loss) (in Millions \$)	80.7	-167.3	-162.0	-410.0	-253.0	-18.5	154.2
29	Net Income (Loss)(in Millions \$)	116.7	-95.7	-344.9	-557.3	-401.1	7.5	327.2
30	RPMs (Sch. Svc.) (%)	6.8	14.4	8.9	10.8	11.1	10.0	8.3
31	ASMs (Sch. Svc.) (%)	3.5	12.7	5.0	7.2	8.3	6.6	3.8
32	Operating Revenues per RTM (%)	9.7	18.2	6.7	8.7	12.7	9.1	8.9
33	Operating Expense per RTM (%)	6.7	30.8	8.5	13.9	15.9	9.2	6.6
34	Passenger Revenue per RPM (Sch. Svc.)(%)	4.0	-2.0	-1.0	-2.6	-2.9	-2.4	-1.9

QUARTERLY FINANCIAL & TRAFFIC REVIEW
SYSTEM OPERATIONS
Express One 1/

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/06	2004/06	2005/06	2005/03	2004/12	2004/09	2004/06
	<u>FINANCIAL RESULTS: (\$Millions)</u>							
1	Operating Revenues	388.7	370.8	1,536.7	1,518.9	1,507.5	1,461.5	1,419.5
2	Operating Expenses	348.2	320.7	1,350.3	1,322.8	1,302.1	1,264.5	1,227.1
3	Operating Profit (Loss)	40.5	50.2	186.4	196.1	205.4	197.0	192.3
4	Net Income (Loss)	21.5	29.7	106.5	114.7	122.8	117.0	114.1
	<u>TRAFFIC: (Billions)</u>							
5	RPMs - Scheduled Svc.	2.3	1.9	8.2	7.8	7.4	7.1	6.7
6	ASMs - Scheduled Svc.	3.0	2.6	11.2	10.8	10.4	10.0	9.6
7	Overall RTMs (All Svc.)	0.2	0.2	0.8	0.8	0.7	0.7	0.7
8	Overall ATMs (All Svc.)	0.4	0.3	1.4	1.3	1.3	1.2	1.2
	<u>YIELD & UNIT COST & PROFITS: (Cents)</u>							
9	Operating Revenue per RTM	172.5	193.8	187.4	193.3	202.5	205.7	211.6
10	Operating Expense per RTM	154.6	167.6	164.7	168.3	174.9	178.0	182.9
11	Operating Profit (Loss) per RTM	18.0	26.2	22.7	24.9	27.6	27.7	28.7
12	Operating Expense per ATM	95.0	101.7	99.7	101.5	103.2	104.2	105.6
13	Passenger Revenue per RPM	17.28	19.45	18.80	19.39	20.31	20.64	21.23
	<u>FINANCIAL RATIOS:</u>							
14	Operating Revenues to Total Investment	*	*	4.78	4.76	4.89	4.69	4.45
15	Times Interest Earned	*	*	23.38	20.60	18.59	17.03	17.58
16	Current Assets to Current Liabilities	*	*	1.27	1.17	1.17	1.05	1.04
17	No. of Days Cash Coverage of Cash Exp.	*	*	54.8	60.1	55.3	48.4	65.4
	<u>FINANCIAL PERCENTAGES:</u>							
18	Operating Profit (Loss) to Operating Revenue	10.4	13.5	12.1	12.9	13.6	13.5	13.5
19	Net Income to Stockholders Equity	*	*	&	&	&	&	&
20	Corporate Return on Investment	*	*	35.6	38.9	43.5	41.4	39.2
21	Debt to Total Investment	*	*	125.5	130.6	138.3	155.6	155.9
	<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>							
22	Actual	74.2	73.2	73.1	72.8	71.3	70.7	69.7
23	Breakeven	65.6	62.2	63.2	62.4	60.5	60.1	59.2
	<u>Employment & Productivity:</u>							
24	Employment, Total Weighted Avg CY	6,479	6,135	6,375	6,289	6,146	5,979	5,845
25	Overall RTM's per Employee (000)	34.8	31.2	128.6	125.0	121.2	118.8	114.8

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	4.8	15.8	8.3	11.0	15.0	50.6	126.4
27	Operating Expenses (%)	8.6	15.2	10.0	11.7	15.0	50.9	126.6
28	Operating Profit (Loss) (in Millions \$)	-9.7	8.1	-5.9	11.9	26.5	64.6	106.9
29	Net Income (Loss)(in Millions \$)	-8.1	3.1	-7.6	3.7	14.8	36.9	61.8
30	RPMs (Sch. Svc.) (%)	17.8	31.0	22.2	25.6	28.6	35.7	43.8
31	ASMs (Sch. Svc.) (%)	16.3	25.6	16.6	18.7	23.6	28.8	35.0
32	Operating Revenues per RTM (%)	-11.0	-11.7	-11.4	-11.7	-10.7	10.8	57.1
33	Operating Expense per RTM (%)	-7.8	-12.1	-9.9	-11.1	-10.7	11.0	57.3
34	Passenger Revenue per RPM (Sch. Svc.)(%)	-11.1	-11.4	-11.4	-11.6	-10.5	11.1	57.7

QUARTERLY FINANCIAL & TRAFFIC REVIEW
SYSTEM OPERATIONS
Delta Air Lines

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/06	2004/06	2005/06	2005/03	2004/12	2004/09	2004/06
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	4,219.5	3,997.2	15,484.5	15,262.2	15,154.5	15,126.6	14,898.1
2	Operating Expenses	4,304.8	4,159.4	17,033.5	16,888.1	16,767.2	16,338.0	15,847.1
3	Operating Profit (Loss)	-85.3	-162.2	-1,549.0	-1,625.8	-1,612.7	-1,211.4	-949.0
4	Net Income (Loss)	-390.6	-1,973.0	-2,444.2	-4,026.6	-3,362.2	-3,378.6	-2,913.7
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Svc.	27.5	25.7	102.6	100.7	98.0	96.3	93.9
6	ASMs - Scheduled Svc.	34.6	33.1	133.1	131.5	129.5	127.6	124.8
7	Overall RTMs (All Svc.)	3.1	2.9	11.7	11.5	11.3	11.1	10.8
8	Overall ATMs (All Svc.)	5.3	5.1	20.3	20.1	19.8	19.6	19.3
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	137.0	136.5	132.6	132.4	134.7	136.8	137.9
10	Operating Expense per RTM	139.8	142.1	145.8	146.5	149.0	147.7	146.7
11	Operating Profit (Loss) per RTM	-2.8	-5.5	-13.3	-14.1	-14.3	-11.0	-8.8
12	Operating Expense per ATM	81.1	82.1	83.8	84.0	84.6	83.5	82.3
13	Passenger Revenue per RPM	11.05	11.24	10.79	10.83	11.04	11.25	11.42
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	2.09	1.91	1.77	1.64	1.48
15	Times Interest Earned	*	*	-2.02	-2.37	-1.89	-2.11	-1.67
16	Current Assets to Current Liabilities	*	*	0.51	0.62	0.65	0.61	0.64
17	No. of Days Cash Coverage of Cash Exp.	*	*	34.6	39.0	37.5	29.2	35.9
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	-2.0	-4.1	-10.0	-10.7	-10.6	-8.0	-6.4
19	Net Income to Stockholders Equity	*	*	&	&	&	&	&
20	Corporate Return on Investment	*	*	-20.8	-40.1	-30.5	-28.7	-21.8
21	Debt to Total Investment	*	*	171.7	161.9	146.1	145.7	134.4
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	79.3	77.6	77.1	76.6	75.7	75.5	75.2
23	Breakeven	86.0	67.9	90.2	85.5	80.8	73.9	67.9
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	52,944	58,082	55,549	56,834	57,682	58,118	58,417
25	Overall RTM's per Employee (000)	58.2	50.4	210.3	202.9	195.1	190.3	184.9

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	5.6	13.5	3.9	5.8	6.7	11.0	13.4
27	Operating Expenses (%)	3.5	9.7	7.5	9.1	9.2	10.2	10.1
28	Operating Profit (Loss) (in Millions \$)	76.9	107.1	-599.9	-569.8	-455.6	-12.4	317.4
29	Net Income (Loss)(in Millions \$)	1,582.4	-2,102.3	469.4	-3,215.3	-2,466.6	-2,487.9	-1,873.6
30	RPMs (Sch. Svc.) (%)	7.1	18.1	9.2	12.0	10.0	8.5	3.9
31	ASMs (Sch. Svc.) (%)	4.7	16.0	6.6	9.3	8.0	6.2	1.0
32	Operating Revenues per RTM (%)	0.4	-3.2	-3.9	-4.8	-2.4	3.0	9.7
33	Operating Expense per RTM (%)	-1.6	-6.4	-0.6	-1.9	-0.2	2.3	6.5
34	Passenger Revenue per RPM (Sch. Svc.)(%)	-1.7	-2.5	-5.5	-5.8	-4.2	-2.9	-0.4

QUARTERLY FINANCIAL & TRAFFIC REVIEW
SYSTEM OPERATIONS
JetBlue Airways

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/06	2004/06	2005/06	2005/03	2004/12	2004/09	2004/06
	<u>FINANCIAL RESULTS: (\$Millions)</u>							
1	Operating Revenues	430.1	319.7	1,461.5	1,351.2	1,266.0	1,194.9	1,145.2
2	Operating Expenses	390.7	274.6	1,361.1	1,245.0	1,152.8	1,058.9	978.4
3	Operating Profit (Loss)	39.3	45.1	100.4	106.2	113.1	136.0	166.8
4	Net Income (Loss)	12.2	21.5	30.0	39.2	47.5	64.6	85.2
	<u>TRAFFIC: (Billions)</u>							
5	RPMs - Scheduled Svc.	5.1	3.9	18.0	17.0	15.7	14.6	13.7
6	ASMs - Scheduled Svc.	5.9	4.7	21.2	20.3	19.0	17.7	16.4
7	Overall RTMs (All Svc.)	0.5	0.4	1.8	1.7	1.6	1.5	1.4
8	Overall ATMs (All Svc.)	0.7	0.6	2.5	2.4	2.2	2.0	1.7
	<u>YIELD & UNIT COST & PROFITS: (Cents)</u>							
9	Operating Revenue per RTM	83.7	81.0	81.0	79.4	80.3	81.6	83.6
10	Operating Expense per RTM	76.0	69.6	75.5	73.2	73.1	72.3	71.4
11	Operating Profit (Loss) per RTM	7.7	11.4	5.6	6.2	7.2	9.3	12.2
12	Operating Expense per ATM	55.8	49.2	54.0	51.7	52.8	54.3	56.6
13	Passenger Revenue per RPM	8.05	7.86	7.80	7.66	7.77	7.90	8.11
	<u>FINANCIAL RATIOS:</u>							
14	Operating Revenues to Total Investment	*	*	0.62	0.62	0.63	0.64	0.68
15	Times Interest Earned	*	*	1.77	2.18	2.72	3.81	5.35
16	Current Assets to Current Liabilities	*	*	1.15	1.33	1.06	1.24	1.39
17	No. of Days Cash Coverage of Cash Exp.	*	*	162.0	205.0	152.3	190.4	219.0
	<u>FINANCIAL PERCENTAGES:</u>							
18	Operating Profit (Loss) to Operating Revenue	9.1	14.1	6.9	7.9	8.9	11.4	14.6
19	Net Income to Stockholders Equity	*	*	3.94	5.30	6.59	9.26	13.25
20	Corporate Return on Investment	*	*	4.0	4.2	4.6	5.5	7.0
21	Debt to Total Investment	*	*	71.4	70.7	66.5	64.3	63.4
	<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>							
22	Actual	87.4	84.5	84.8	83.7	82.8	82.7	83.5
23	Breakeven	80.1	72.3	79.3	77.2	75.2	72.7	70.4
	<u>Employment & Productivity:</u>							
24	Employment, Total Weighted Avg CY	7,278	5,731	6,731	3,625	5,956	5,584	5,203
25	Overall RTM's per Employee (000)	70.6	68.8	268.0	469.3	264.8	262.3	263.4

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	34.5	30.7	27.6	26.3	26.8	29.5	40.6
27	Operating Expenses (%)	42.3	38.0	39.1	37.9	39.0	39.9	43.9
28	Operating Profit (Loss) (in Millions \$)	-5.8	-0.5	-66.4	-61.1	-56.0	-29.9	32.2
29	Net Income (Loss)(in Millions \$)	-9.3	-16.5	-55.3	-62.5	-56.4	-34.9	2.6
30	RPMs (Sch. Svc.) (%)	30.2	40.8	31.6	35.4	36.5	40.0	50.5
31	ASMs (Sch. Svc.) (%)	25.8	42.2	29.7	35.4	38.7	42.3	49.7
32	Operating Revenues per RTM (%)	3.2	-7.1	-3.0	-6.7	-7.0	-7.4	-6.5
33	Operating Expense per RTM (%)	9.2	-1.9	5.7	1.9	2.0	0.1	-4.3
34	Passenger Revenue per RPM (Sch. Svc.)(%)	2.4	-7.4	-3.7	-7.3	-7.3	-7.7	-6.8

QUARTERLY FINANCIAL & TRAFFIC REVIEW
SYSTEM OPERATIONS
Northwest Airlines

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/06	2004/06	2005/06	2005/03	2004/12	2004/09	2004/06
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	3,198.1	2,860.5	11,799.5	11,461.9	11,265.6	10,845.4	10,257.4
2	Operating Expenses	3,385.2	2,864.8	12,610.5	12,090.1	11,699.6	10,878.5	10,239.6
3	Operating Profit (Loss)	-187.2	-4.4	-811.1	-628.3	-434.0	-33.2	17.8
4	Net Income (Loss)	-206.3	-106.6	-1,150.5	-1,050.8	-757.3	255.6	330.2
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Svc.	20.0	18.8	76.0	74.8	73.3	71.8	71.0
6	ASMs - Scheduled Svc.	23.8	22.8	93.3	92.3	91.4	89.8	89.2
7	Overall RTMs (All Svc.)	2.6	2.5	9.9	9.8	9.7	9.5	9.4
8	Overall ATMs (All Svc.)	3.9	3.7	15.5	15.3	15.1	14.8	14.7
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	125.5	116.5	119.0	116.6	116.4	114.4	109.2
10	Operating Expense per RTM	132.9	116.6	127.1	123.0	120.9	114.8	109.0
11	Operating Profit (Loss) per RTM	-7.3	-0.2	-8.2	-6.4	-4.5	-0.3	0.2
12	Operating Expense per ATM	86.5	76.5	81.5	79.0	77.4	73.4	69.5
13	Passenger Revenue per RPM	11.73	11.62	11.40	11.36	11.50	11.64	11.50
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	1.12	1.07	1.03	1.00	0.97
15	Times Interest Earned	*	*	-0.97	-0.91	-0.53	1.54	1.72
16	Current Assets to Current Liabilities	*	*	0.74	0.76	0.80	0.86	0.89
17	No. of Days Cash Coverage of Cash Exp.	*	*	78.52	75.40	84.71	90.57	108.23
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	-5.9	-0.2	-6.9	-5.5	-3.9	-0.3	0.2
19	Net Income to Stockholders Equity	*	*	-46.59	-38.02	-24.71	8.25	11.04
20	Corporate Return on Investment	*	*	-5.7	-5.0	-2.4	6.7	7.5
21	Debt to Total Investment	*	*	82.8	80.4	77.0	71.8	71.4
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	84.2	82.5	81.5	81.0	80.2	80.0	79.6
23	Breakeven	94.5	86.3	92.8	90.7	88.1	84.2	82.7
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	37,791	38,446	38,074	38,238	38,219	38,244	38,332
25	Overall RTM's per Employee (000)	67.4	63.9	260.5	257.0	253.2	247.8	245.1

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	11.8	29.0	15.0	19.2	22.7	19.2	12.3
27	Operating Expenses (%)	18.2	24.9	23.2	25.1	23.7	9.6	1.5
28	Operating Profit (Loss) (in Millions \$)	-182.8	72.0	-828.9	-574.1	-157.5	788.3	965.8
29	Net Income (Loss)(in Millions \$)	-99.7	-331.9	-1,480.7	-1,713.0	-1,235.4	813.7	996.9
30	RPMs (Sch. Svc.) (%)	6.6	14.8	7.0	9.0	7.1	4.1	1.7
31	ASMs (Sch. Svc.) (%)	4.4	6.4	4.5	5.0	3.1	-0.5	-3.0
32	Operating Revenues per RTM (%)	7.8	14.9	9.0	10.7	14.8	15.0	10.0
33	Operating Expense per RTM (%)	13.9	11.2	16.7	16.1	15.8	5.8	-0.5
34	Passenger Revenue per RPM (Sch. Svc.)(%)	1.0	4.2	-0.9	-0.2	3.4	6.4	5.5

QUARTERLY FINANCIAL & TRAFFIC REVIEW
SYSTEM OPERATIONS
Southwest Airlines

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/06	2004/06	2005/06	2005/03	2004/12	2004/09	2004/06
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	1,944.5	1,716.2	6,937.4	6,709.1	6,529.6	6,391.6	6,270.6
2	Operating Expenses	1,667.1	1,519.5	6,243.4	6,095.8	5,976.0	5,846.1	5,731.1
3	Operating Profit (Loss)	277.4	196.8	694.0	613.3	553.6	545.5	539.5
4	Net Income (Loss)	158.8	112.9	409.8	363.8	313.4	323.6	310.5
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Svc.	15.5	14.3	56.0	54.9	53.4	51.9	50.6
6	ASMs - Scheduled Svc.	21.3	18.8	81.3	78.7	76.9	74.9	73.7
7	Overall RTMs (All Svc.)	1.6	1.5	5.8	5.7	5.5	5.4	5.2
8	Overall ATMs (All Svc.)	2.9	2.6	11.0	10.7	10.4	10.2	10.0
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	121.4	115.9	119.3	117.9	117.9	119.0	119.9
10	Operating Expense per RTM	104.1	102.6	107.4	107.1	107.9	108.8	109.6
11	Operating Profit (Loss) per RTM	17.3	13.3	11.9	10.8	10.0	10.2	10.3
12	Operating Expense per ATM	57.6	59.5	56.6	57.0	57.2	57.4	57.2
13	Passenger Revenue per RPM	11.77	11.27	11.57	11.43	11.45	11.56	11.67
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	0.91	0.92	0.94	0.94	0.95
15	Times Interest Earned	*	*	10.59	10.71	11.03	12.98	12.27
16	Current Assets to Current Liabilities	*	*	1.11	1.12	1.01	1.19	1.07
17	No. of Days Cash Coverage of Cash Exp.	*	*	143.03	123.27	86.52	126.33	121.31
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	14.3	11.5	10.0	9.1	8.5	8.5	8.6
19	Net Income to Stockholders Equity	*	*	7.14	6.63	5.94	6.30	6.23
20	Corporate Return on Investment	*	*	6.3	5.8	5.2	5.4	5.4
21	Debt to Total Investment	*	*	24.1	24.7	25.0	25.9	22.9
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	72.5	76.3	68.9	69.7	69.5	69.3	68.7
23	Breakeven	60.3	65.9	60.7	62.1	62.5	62.3	61.7
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	31,222	31,447	31,083	31,139	31,364	31,784	32,212
25	Overall RTM's per Employee (000)	51.3	47.1	187.0	182.8	176.5	169.0	162.3

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	13.3	13.3	10.6	10.5	10.0	9.8	10.8
27	Operating Expenses (%)	9.7	10.5	8.9	9.1	9.6	9.0	8.3
28	Operating Profit (Loss) (in Millions \$)	80.6	56.4	154.5	130.3	71.5	86.7	174.8
29	Net Income (Loss)(in Millions \$)	45.9	-133.0	99.2	-79.8	-128.3	-94.6	-76.5
30	RPMs (Sch. Svc.) (%)	8.1	14.1	10.7	12.3	11.4	9.7	9.0
31	ASMs (Sch. Svc.) (%)	13.7	4.9	10.4	8.2	7.1	5.4	4.5
32	Operating Revenues per RTM (%)	4.7	-0.9	-0.5	-2.1	-1.8	-0.2	1.4
33	Operating Expense per RTM (%)	1.4	-3.3	-2.0	-3.3	-2.1	-1.0	-0.9
34	Passenger Revenue per RPM (Sch. Svc.)(%)	4.4	-1.5	-0.8	-2.5	-2.2	-0.7	1.1

QUARTERLY FINANCIAL & TRAFFIC REVIEW
SYSTEM OPERATIONS
US Airways

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/06	2004/06	2005/06	2005/03	2004/12	2004/09	2004/06
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	1,952.9	1,947.5	7,017.0	7,011.6	7,073.1	7,159.8	7,120.8
2	Operating Expenses	1,894.3	1,862.8	7,426.9	7,395.4	7,421.1	7,452.9	7,292.4
3	Operating Profit (Loss)	58.6	84.7	-409.9	-383.8	-347.9	-293.2	-171.5
4	Net Income (Loss)	-44.3	35.2	-735.4	-655.9	-577.9	-448.5	-322.4
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Svc.	11.1	10.8	41.6	41.3	40.5	40.1	39.6
6	ASMs - Scheduled Svc.	14.4	13.6	55.4	54.6	54.0	53.5	52.9
7	Overall RTMs (All Svc.)	1.2	1.2	4.4	4.4	4.4	4.4	4.3
8	Overall ATMs (All Svc.)	2.1	2.0	8.1	8.0	7.9	7.9	7.8
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	166.4	167.0	157.9	158.1	161.2	164.2	165.3
10	Operating Expense per RTM	161.4	159.7	167.2	166.7	169.1	171.0	169.3
11	Operating Profit (Loss) per RTM	5.0	7.3	-9.2	-8.7	-7.9	-6.7	-4.0
12	Operating Expense per ATM	90.5	93.2	92.0	92.7	93.9	94.8	93.5
13	Passenger Revenue per RPM	12.48	12.91	12.03	12.13	12.47	12.82	12.95
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	2.71	2.56	2.50	2.44	2.36
15	Times Interest Earned	*	*	-1.67	-1.58	-1.46	-1.07	-0.47
16	Current Assets to Current Liabilities	*	*	0.38	0.37	0.44	0.48	0.72
17	No. of Days Cash Coverage of Cash Exp.	*	*	27.91	25.89	37.17	37.88	49.99
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	3.0	4.3	-5.8	-5.5	-4.9	-4.1	-2.4
19	Net Income to Stockholders Equity	*	*	&	&	&	&	-291.09
20	Corporate Return on Investment	*	*	-17.6	-14.6	-12.0	-7.7	-3.3
21	Debt to Total Investment	*	*	135.3	124.8	119.1	107.4	100.5
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	77.4	78.9	75.2	75.6	75.0	75.0	74.7
23	Breakeven	71.1	78.0	81.8	83.7	82.9	82.5	80.7
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	22,193	26,024	24,217	25,175	25,784	26,176	26,311
25	Overall RTM's per Employee (000)	52.9	44.8	183.5	176.2	170.2	166.5	163.7

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	0.3	10.7	-1.5	1.1	4.6	8.2	7.9
27	Operating Expenses (%)	1.7	-0.3	1.8	1.3	3.3	4.2	0.1
28	Operating Profit (Loss) (in Millions \$)	-26.1	194.1	-238.3	-18.1	73.4	247.1	514.4
29	Net Income (Loss)(in Millions \$)	-79.5	19.1	-413.0	-314.4	-2,029.9	-1,211.5	-815.1
30	RPMs (Sch. Svc.) (%)	3.3	9.6	5.3	6.9	7.3	8.0	5.4
31	ASMs (Sch. Svc.) (%)	5.3	4.8	4.6	4.4	4.9	4.0	0.0
32	Operating Revenues per RTM (%)	-0.4	2.0	-4.5	-3.9	-1.3	1.6	4.0
33	Operating Expense per RTM (%)	1.0	-8.2	-1.3	-3.7	-2.6	-2.2	-3.5
34	Passenger Revenue per RPM (Sch. Svc.)(%)	-3.3	-1.5	-7.1	-6.7	-4.5	-1.6	-0.5

QUARTERLY FINANCIAL & TRAFFIC REVIEW
SYSTEM OPERATIONS
United Airlines

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/06	2004/06	2005/06	2005/03	2004/12	2004/09	2004/06
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	4,374.0	3,962.5	16,403.1	15,991.6	15,701.2	15,312.2	14,844.2
2	Operating Expenses	4,354.2	4,019.1	17,423.5	17,088.4	16,867.5	16,082.0	15,454.8
3	Operating Profit (Loss)	19.8	-56.6	-1,020.4	-1,096.8	-1,166.4	-769.8	-610.6
4	Net Income (Loss)	-1,470.1	-302.7	-3,639.2	-2,471.7	-2,002.1	-1,812.9	-1,891.0
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Svc.	29.3	29.7	114.7	115.0	114.5	113.4	110.4
6	ASMs - Scheduled Svc.	35.1	36.1	142.8	143.9	144.6	143.2	140.4
7	Overall RTMs (All Svc.)	3.4	3.5	13.6	13.6	13.5	13.3	12.9
8	Overall ATMs (All Svc.)	5.6	5.7	22.8	22.9	22.9	22.7	22.2
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	127.6	114.6	120.5	117.3	116.1	115.2	114.9
10	Operating Expense per RTM	127.1	116.2	128.0	125.3	124.8	121.0	119.7
11	Operating Profit (Loss) per RTM	0.6	-1.6	-7.5	-8.0	-8.6	-5.8	-4.7
12	Operating Expense per ATM	77.5	70.4	76.4	74.6	73.5	70.9	69.6
13	Passenger Revenue per RPM	10.94	10.54	10.48	10.38	10.44	10.43	10.55
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	4.81	3.80	3.22	2.82	2.51
15	Times Interest Earned	*	*	-7.10	-4.44	-3.34	-2.73	-2.85
16	Current Assets to Current Liabilities	*	*	0.52	0.52	0.40	0.44	0.44
17	No. of Days Cash Coverage of Cash Exp.	*	*	57.37	51.18	31.79	39.54	40.16
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	0.5	-1.4	-6.2	-6.9	-7.4	-5.0	-4.1
19	Net Income to Stockholders Equity	*	*	&	&	&	&	&
20	Corporate Return on Investment	*	*	-93.5	-48.0	-31.6	-24.5	-23.7
21	Debt to Total Investment	*	*	821.3	403.2	277.8	218.1	213.7
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	83.4	82.1	80.3	80.0	79.2	79.2	78.6
23	Breakeven	84.6	82.6	87.4	86.9	86.2	84.2	82.7
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	55,144	59,318	57,051	58,094	58,680	58,829	59,203
25	Overall RTM's per Employee (000)	62.1	58.3	238.5	234.8	230.4	226.0	218.1

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	10.4	30.6	10.5	14.9	17.2	15.4	12.8
27	Operating Expenses (%)	8.3	15.8	12.7	14.6	12.8	2.8	-4.8
28	Operating Profit (Loss) (in Millions \$)	76.4	378.3	-409.8	-107.9	387.4	1,607.8	2,474.0
29	Net Income (Loss)(in Millions \$)	-1,167.4	352.0	-1,748.2	-228.8	1,084.1	2,198.7	2,616.3
30	RPMs (Sch. Svc.) (%)	-1.3	21.1	3.8	9.3	10.3	8.9	4.2
31	ASMs (Sch. Svc.) (%)	-2.9	13.6	1.7	5.7	6.4	3.4	-2.0
32	Operating Revenues per RTM (%)	11.4	10.7	4.9	4.4	6.9	8.5	11.9
33	Operating Expense per RTM (%)	9.3	-1.8	7.0	4.1	2.9	-3.4	-5.6
34	Passenger Revenue per RPM (Sch. Svc.)(%)	3.8	3.9	-0.7	-0.8	2.1	2.8	5.2

QUARTERLY FINANCIAL & TRAFFIC REVIEW
SYSTEM OPERATIONS
System Cargo Majors

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/06	2004/06	2005/06	2005/03	2004/12	2004/09	2004/06
	<u>FINANCIAL RESULTS: (\$Millions)</u>							
1	Operating Revenues	6,008.1	5,456.8	23,226.1	22,674.8	22,067.8	21,281.5	20,767.9
2	Operating Expenses	5,592.4	5,024.1	21,521.5	20,953.2	20,495.5	19,830.2	19,804.5
3	Operating Profit (Loss)	415.7	432.6	1,704.6	1,721.6	1,572.3	1,451.4	963.4
4	Net Income (Loss)	240.6	245.1	856.6	861.1	765.0	715.7	446.1
	<u>TRAFFIC: (Billions)</u>							
5	RTMs - Scheduled Svc.	3.8	3.7	15.2	15.1	15.0	14.7	14.5
6	ATMs - Scheduled Svc.	6.0	5.7	24.0	23.7	23.4	23.8	24.6
7	Overall RTMs (All Svc.)	3.8	3.8	15.5	15.4	15.3	15.1	14.8
8	Overall ATMs (All Svc.)	6.1	5.9	24.4	24.2	23.9	24.4	25.2
	<u>YIELD & UNIT COST & PROFITS: (Cents)</u>							
9	Operating Revenue per RTM	156.3	145.1	150.0	147.3	144.2	141.3	140.1
10	Operating Expense per RTM	145.5	133.6	139.0	136.1	134.0	131.7	133.6
11	Operating Profit (Loss) per RTM	10.8	11.5	11.0	11.2	10.3	9.6	6.5
12	Operating Expense per ATM	92.4	85.9	88.2	86.6	85.7	81.3	78.7
13	Passenger Revenue per RPM	*	*	*	*	*	*	*
	<u>FINANCIAL RATIOS:</u>							
14	Operating Revenues to Total Investment	*	*	1.95	1.94	1.92	1.87	1.85
15	Times Interest Earned	*	*	11.20	10.10	8.54	8.47	6.36
16	Current Assets to Current Liabilities	*	*	0.95	0.92	0.94	0.94	0.95
17	No. of Days Cash Coverage of Cash Exp.	*	*	5.13	5.30	4.97	4.96	5.37
	<u>FINANCIAL PERCENTAGES:</u>							
18	Operating Profit (Loss) to Operating Revenue	6.9	7.9	7.3	7.6	7.1	6.8	4.6
19	Net Income to Stockholders Equity	*	*	8.40	9.19	8.94	9.22	6.35
20	Corporate Return on Investment	*	*	8.3	8.6	8.0	7.6	5.1
21	Debt to Total Investment	*	*	14.4	13.2	13.5	15.4	16.3
	<u>TON LOAD FACTOR: (%)</u>							
22	Scheduled Svc.	63.5	64.6	63.5	63.7	64.1	61.8	58.8
23	All Services	63.5	64.3	63.5	63.7	64.0	61.8	58.9
	<u>Employment & Productivity:</u>							
24	Employment, Total Weighted Avg CY	119,224	118,390	118,221	118,012	117,989	118,165	119,029
25	Overall RTM's per Employee (000)	32.2	31.8	130.9	130.5	129.7	127.4	124.5

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	10.1	10.2	11.8	11.9	11.2	8.6	6.9
27	Operating Expenses (%)	11.3	8.8	8.7	8.0	7.0	4.6	7.7
28	Operating Profit (Loss) (in Millions \$)	-17.0	96.9	741.2	855.0	870.0	809.8	-77.4
29	Net Income (Loss)(in Millions \$)	-4.5	60.7	410.5	475.6	474.9	422.9	-77.5
30	RTMs (All Svc.) (%)	4.0	8.5	4.9	6.0	7.5	6.4	11.1
31	ATMs (All Svc.) (%)	5.5	2.7	-2.7	-3.4	-3.9	1.0	15.2
32	Operating Revenues per RTM (%)	7.7	2.1	7.1	5.7	3.3	1.6	0.4
33	Operating Expense per RTM (%)	8.9	0.9	4.0	2.0	-0.6	-2.1	1.1
34	Passenger Revenue per RPM (Sch. Svc.)(%)	*	*	**	**	**	**	**

QUARTERLY FINANCIAL & TRAFFIC REVIEW
SYSTEM OPERATIONS
Domestic Cargo Majors

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/06	2004/06	2005/06	2005/03	2004/12	2004/09	2004/06
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	4,144.0	3,892.8	16,225.3	15,974.1	15,598.1	15,161.5	14,967.5
2	Operating Expenses	4,020.0	3,621.7	15,579.7	15,181.3	14,855.7	14,398.3	14,458.6
3	Operating Profit (Loss)	124.0	271.1	645.7	792.8	742.4	763.1	508.8
4	Net Income (Loss)	65.7	154.8	270.2	359.4	324.9	351.2	215.5
<u>TRAFFIC: (Billions)</u>								
5	RTMs - Scheduled Svc.	2.3	2.3	9.3	9.3	9.3	9.2	9.1
6	ATMs - Scheduled Svc.	3.7	3.6	15.0	15.0	14.9	15.2	15.6
7	Overall RTMs (All Svc.)	2.3	2.3	9.4	9.4	9.4	9.3	9.2
8	Overall ATMs (All Svc.)	3.7	3.7	15.1	15.1	15.0	15.3	15.8
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	180.2	168.7	173.3	170.5	166.4	163.2	162.9
10	Operating Expense per RTM	174.8	157.0	166.4	162.1	158.5	155.0	157.4
11	Operating Profit (Loss) per RTM	5.4	11.8	6.9	8.5	7.9	8.2	5.5
12	Operating Expense per ATM	108.9	98.8	102.9	100.4	98.9	94.0	91.7
13	Passenger Revenue per RPM	*	*	*	*	*	*	*
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	**	**	**	**	**
15	Times Interest Earned	*	*	**	**	**	**	**
16	Current Assets to Current Liabilities	*	*	**	**	**	**	**
17	No. of Days Cash Coverage of Cash Exp.	*	*	**	**	**	**	**
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	3.0	7.0	4.0	5.0	4.8	5.0	3.4
19	Net Income to Stockholders Equity	*	*	**	**	**	**	**
20	Corporate Return on Investment	*	*	4.3	5.6	5.3	5.7	3.8
21	Debt to Total Investment	*	*	**	**	**	**	**
<u>TON LOAD FACTOR: (%)</u>								
22	Scheduled Svc.	62.2	62.8	61.8	62.0	62.3	60.5	58.2
23	All Services	62.3	62.9	61.8	62.0	62.4	60.6	58.3
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	*	*	**	**	**	**	**
25	Overall RTM's per Employee (000)	*	*	**	**	**	**	**

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	6.5	13.9	8.4	10.2	10.4	9.7	10.4
27	Operating Expenses (%)	11.0	11.8	7.8	7.9	7.5	6.0	11.0
28	Operating Profit (Loss) (in Millions \$)	-147.1	92.6	136.8	376.5	425.4	522.8	-27.5
29	Net Income (Loss)(in Millions \$)	-89.2	65.2	54.7	209.1	226.5	262.1	-45.7
30	RTMs (All Svc.) (%)	0.4	7.7	2.0	3.8	5.9	5.6	14.0
31	ATMs (All Svc.) (%)	1.5	0.6	-3.9	-4.1	-4.5	-0.3	15.5
32	Operating Revenues per RTM (%)	6.8	5.8	6.4	6.2	4.0	3.5	4.5
33	Operating Expense per RTM (%)	11.3	3.9	5.8	3.9	1.3	0.1	5.1
34	Passenger Revenue per RPM (Sch. Svc.)(%)	*	*	**	**	**	**	**

QUARTERLY FINANCIAL & TRAFFIC REVIEW
SYSTEM OPERATIONS
Int'l Cargo Majors

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/06	2004/06	2005/06	2005/03	2004/12	2004/09	2004/06
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	1,864.1	1,564.0	7,000.8	6,700.7	6,469.6	6,120.1	5,800.4
2	Operating Expenses	1,572.4	1,402.5	5,941.9	5,771.9	5,639.8	5,431.8	5,345.9
3	Operating Profit (Loss)	291.6	161.5	1,058.9	928.8	829.8	688.2	454.6
4	Net Income (Loss)	174.9	90.2	586.4	501.7	440.2	364.5	230.6
<u>TRAFFIC: (Billions)</u>								
5	RTMs - Scheduled Svc.	1.5	1.4	5.9	5.8	5.7	5.5	5.4
6	ATMs - Scheduled Svc.	2.3	2.1	9.0	8.7	8.5	8.7	9.0
7	Overall RTMs (All Svc.)	1.5	1.5	6.1	6.0	5.9	5.8	5.6
8	Overall ATMs (All Svc.)	2.4	2.2	9.3	9.1	8.9	9.1	9.4
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	120.8	107.7	114.4	111.1	109.2	106.1	103.0
10	Operating Expense per RTM	101.9	96.5	97.1	95.7	95.2	94.2	94.9
11	Operating Profit (Loss) per RTM	18.9	11.1	17.3	15.4	14.0	11.9	8.1
12	Operating Expense per ATM	66.7	64.3	64.2	63.6	63.5	60.0	56.8
13	Passenger Revenue per RPM	*	*	*	*	*	*	*
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	**	**	**	**	**
15	Times Interest Earned	*	*	**	**	**	**	**
16	Current Assets to Current Liabilities	*	*	**	**	**	**	**
17	No. of Days Cash Coverage of Cash Exp.	*	*	**	**	**	**	**
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	15.6	10.3	15.1	13.9	12.8	11.2	7.8
19	Net Income to Stockholders Equity	*	*	**	**	**	**	**
20	Corporate Return on Investment	*	*	17.6	15.7	14.3	12.2	8.2
21	Debt to Total Investment	*	*	**	**	**	**	**
<u>TON LOAD FACTOR: (%)</u>								
22	Scheduled Svc.	65.4	67.3	66.4	66.7	67.0	63.9	60.0
23	All Services	65.4	66.6	66.1	66.4	66.7	63.7	59.9
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	*	*	**	**	**	**	**
25	Overall RTM's per Employee (000)	*	*	**	**	**	**	**

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	19.2	1.9	20.7	16.1	13.1	6.0	-1.1
27	Operating Expenses (%)	12.1	1.8	11.1	8.5	5.7	1.1	-0.3
28	Operating Profit (Loss) (in Millions \$)	130.1	4.3	604.4	478.5	444.6	287.0	-49.9
29	Net Income (Loss)(in Millions \$)	84.7	-4.5	355.8	266.6	248.3	160.8	-31.8
30	RTMs (All Svc.) (%)	9.8	10.0	9.8	9.8	10.4	7.9	6.6
31	ATMs (All Svc.) (%)	12.5	6.6	-0.7	-2.2	-3.0	3.4	14.8
32	Operating Revenues per RTM (%)	12.2	-5.9	11.1	6.3	2.7	-2.1	-8.4
33	Operating Expense per RTM (%)	5.6	-6.0	2.3	-0.7	-4.0	-6.7	-7.7
34	Passenger Revenue per RPM (Sch. Svc.)(%)	*	*	**	**	**	**	**

QUARTERLY FINANCIAL & TRAFFIC REVIEW
SYSTEM OPERATIONS
Federal Express Corporation

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/06	2004/06	2005/06	2005/03	2004/12	2004/09	2004/06
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	5,069.2	4,586.5	19,561.8	19,079.1	18,675.5	18,046.5	17,575.4
2	Operating Expenses	4,653.3	4,257.4	18,099.2	17,703.3	17,327.5	16,802.2	16,881.9
3	Operating Profit (Loss)	415.9	329.1	1,462.6	1,375.8	1,348.0	1,244.3	693.4
4	Net Income (Loss)	260.8	198.0	858.2	795.3	771.6	704.7	389.6
<u>TRAFFIC: (Billions)</u>								
5	RTMs - Scheduled Svc.	2.4	2.4	9.7	9.7	9.7	9.5	9.4
6	ATMs - Scheduled Svc.	3.8	3.6	15.2	15.0	14.9	14.8	14.8
7	Overall RTMs (All Svc.)	2.4	2.5	10.0	10.0	10.0	9.9	9.8
8	Overall ATMs (All Svc.)	3.8	3.8	15.5	15.5	15.4	15.3	15.3
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	208.5	186.4	196.5	191.0	186.9	183.0	180.3
10	Operating Expense per RTM	191.4	173.0	181.8	177.3	173.4	170.3	173.1
11	Operating Profit (Loss) per RTM	17.1	13.4	14.7	13.8	13.5	12.6	7.1
12	Operating Expense per ATM	122.2	113.0	116.6	114.4	112.4	110.0	110.6
13	Passenger Revenue per RPM	*	*	*	*	*	*	*
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	2.75	2.75	2.75	2.72	2.71
15	Times Interest Earned	*	*	50.98	28.38	22.06	18.20	13.00
16	Current Assets to Current Liabilities	*	*	1.16	1.14	1.14	1.13	1.07
17	No. of Days Cash Coverage of Cash Exp.	*	*	4.37	5.04	4.79	4.56	5.15
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	8.2	7.2	7.5	7.2	7.2	6.9	3.9
19	Net Income to Stockholders Equity	*	*	14.38	13.82	13.87	13.12	7.41
20	Corporate Return on Investment	*	*	12.5	12.1	12.2	11.6	6.8
21	Debt to Total Investment	*	*	13.4	15.0	15.5	17.8	18.4
<u>TON LOAD FACTOR: (%)</u>								
22	Scheduled Svc.	63.9	65.4	64.2	64.5	64.9	64.5	63.9
23	All Services	63.9	65.3	64.1	64.5	64.8	64.6	63.9
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	113,446	112,314	112,304	112,021	111,897	112,085	112,949
25	Overall RTM's per Employee (000)	21.4	21.9	88.7	89.1	89.3	88.0	86.3

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	10.5	9.3	11.3	11.0	11.1	8.6	6.9
27	Operating Expenses (%)	9.3	8.5	7.2	7.0	6.1	3.9	8.1
28	Operating Profit (Loss) (in Millions \$)	86.8	58.0	769.2	740.4	874.2	803.8	-121.8
29	Net Income (Loss)(in Millions \$)	62.9	43.5	468.7	449.3	521.4	468.4	-61.8
30	RTMs (All Svc.) (%)	1.7	5.1	3.0	3.8	5.1	3.7	3.1
31	ATMs (All Svc.) (%)	4.1	-0.2	2.6	1.5	0.9	-0.3	-0.2
32	Operating Revenues per RTM (%)	11.9	4.5	9.0	7.2	5.5	4.0	2.4
33	Operating Expense per RTM (%)	10.6	3.8	5.0	3.3	0.7	-0.6	3.5
34	Passenger Revenue per RPM (Sch. Svc.)(%)	*	*	**	**	**	**	**

QUARTERLY FINANCIAL & TRAFFIC REVIEW
SYSTEM OPERATIONS
United Parcel Service

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/06	2004/06	2005/06	2005/03	2004/12	2004/09	2004/06
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	938.9	870.2	3,664.3	3,595.7	3,392.2	3,235.1	3,192.5
2	Operating Expenses	939.2	766.7	3,422.4	3,249.9	3,168.0	3,028.0	2,922.6
3	Operating Profit (Loss)	-0.3	103.5	242.0	345.7	224.3	207.1	269.9
4	Net Income (Loss)	-20.3	47.1	-1.6	65.8	-6.6	11.0	56.6
<u>TRAFFIC: (Billions)</u>								
5	RTMs - Scheduled Svc.	1.4	1.3	5.5	5.4	5.3	5.2	5.1
6	ATMs - Scheduled Svc.	2.2	2.1	8.8	8.7	8.5	9.1	9.9
7	Overall RTMs (All Svc.)	1.4	1.3	5.5	5.4	5.3	5.2	5.1
8	Overall ATMs (All Svc.)	2.2	2.1	8.9	8.7	8.5	9.1	9.9
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	66.5	67.0	66.3	66.5	63.9	62.3	63.0
10	Operating Expense per RTM	66.5	59.0	62.0	60.1	59.7	58.3	57.7
11	Operating Profit (Loss) per RTM	0.0	8.0	4.4	6.4	4.2	4.0	5.3
12	Operating Expense per ATM	41.9	36.9	38.6	37.3	37.3	33.3	29.5
13	Passenger Revenue per RPM	*	*	*	*	*	*	*
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	0.76	0.76	0.72	0.68	0.67
15	Times Interest Earned	*	*	0.74	1.82	0.67	0.99	1.99
16	Current Assets to Current Liabilities	*	*	0.30	0.24	0.26	0.29	0.39
17	No. of Days Cash Coverage of Cash Exp.	*	*	9.57	6.86	6.06	7.44	6.74
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	0.0	11.9	6.6	9.6	6.6	6.4	8.5
19	Net Income to Stockholders Equity	*	*	-0.04	1.82	-0.22	0.46	3.20
20	Corporate Return on Investment	*	*	2.1	3.5	2.0	2.0	2.8
21	Debt to Total Investment	*	*	15.9	10.6	10.3	12.0	13.2
<u>TON LOAD FACTOR: (%)</u>								
22	Scheduled Svc.	63.2	63.1	62.4	62.2	62.7	57.3	51.3
23	All Services	62.9	62.4	62.3	62.1	62.5	57.1	51.2
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	5,778	6,076	5,917	5,991	6,092	6,080	6,080
25	Overall RTM's per Employee (000)	244.3	213.8	933.5	903.1	871.4	854.3	833.7

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	7.9	15.0	14.8	16.8	11.4	8.5	6.7
27	Operating Expenses (%)	22.5	10.8	17.1	14.1	12.4	8.9	5.6
28	Operating Profit (Loss) (in Millions \$)	-103.8	38.9	-28.0	114.6	-4.2	6.0	44.3
29	Net Income (Loss)(in Millions \$)	-67.4	17.2	-58.2	26.4	-46.5	-45.5	-15.8
30	RTMs (All Svc.) (%)	8.2	15.5	8.5	10.2	12.4	11.7	30.0
31	ATMs (All Svc.) (%)	8.0	8.2	-10.7	-10.9	-11.5	3.2	50.0
32	Operating Revenues per RTM (%)	-0.7	0.2	5.3	5.8	-0.9	-2.8	-3.6
33	Operating Expense per RTM (%)	12.7	-3.5	7.5	3.4	0.1	-2.4	-4.5
34	Passenger Revenue per RPM (Sch. Svc.)(%)	*	*	**	**	**	**	**

**Comparison of Operating Profit (Loss) and Net Income (Loss)
For Individual Passenger and All-Cargo System Majors
Quarterly and 12-Month Ended Periods
June 2004 and 2005**

Operating Profit (Loss) (\$Millions)						
Group/Carrier	Quarterly Data			12 Month Ended Data		
	6/2004	6/2005	\$Chg	6/2004	6/2005	\$Chg
System Passenger Majors	369.7	489.1	119.3	(784.4)	(4,110.3)	(3,325.9)
Alaska Airlines	16.3	3.6	(12.6)	11.3	(74.4)	(85.6)
America West Airlines	26.7	31.7	5.0	102.8	18.0	(84.8)
American Airlines	123.5	153.2	29.7	(111.8)	(410.3)	(298.5)
American Eagle Airlines	53.7	63.5	9.8	212.9	229.9	17.0
American Trans Air	(16.2)	(55.1)	(38.9)	(39.4)	(927.8)	(888.4)
Comair	23.1	14.3	(8.8)	132.4	44.3	(88.1)
Continental Airlines	34.0	114.7	80.7	(18.5)	(180.5)	(162.0)
Continental Express Airlines	50.2	40.5	(9.7)	192.3	186.4	(5.9)
Delta Air Lines	(162.2)	(85.3)	76.9	(949.0)	(1,549.0)	(599.9)
JetBlue Airways	45.1	39.3	(5.8)	166.8	100.4	(66.4)
Northwest Airlines	(4.4)	(187.2)	(182.8)	17.8	(811.1)	(828.9)
Southwest Airlines	196.8	277.4	80.6	539.5	694.0	154.5
United Airlines	(56.6)	19.8	76.4	(610.6)	(1,020.4)	(409.8)
US Airways	84.7	58.6	(26.1)	(171.5)	(409.9)	(238.3)
System Cargo Majors	432.6	415.7	(17.0)	963.4	1,704.6	741.2
Federal Express Corporation	329.1	415.9	86.8	693.4	1,462.6	769.2
United Parcel Service	103.5	(0.3)	(103.8)	269.9	242.0	(28.0)
System Total Majors	802.4	904.7	102.4	179.0	(2,405.7)	(2,584.7)

Net Income (Loss) (\$Millions)						
Group/Carrier	Quarterly Data			12 Month Ended Data		
	6/2004	6/2005	\$Chg	6/2004	6/2005	\$Chg
System Passenger Majors	(2,240.4)	(1,784.2)	456.2	(4,699.6)	(10,848.1)	(6,148.5)
Alaska Airlines	(2.6)	12.9	15.6	(25.7)	(34.8)	(9.1)
America West Airlines	11.5	15.2	3.7	44.5	(64.9)	(109.3)
American Airlines	(12.9)	40.7	53.7	(348.6)	(756.8)	(408.2)
American Eagle Airlines	19.2	17.8	(1.3)	64.4	40.4	(24.0)
American Trans Air	(29.0)	(55.1)	(26.1)	(108.4)	(943.5)	(835.1)
Comair	10.7	3.3	(7.4)	69.5	(1,359.8)	(1,429.3)
Continental Airlines	(17.0)	99.7	116.7	39.2	(305.7)	(344.9)
Continental Express Airlines	29.7	21.5	(8.1)	114.1	106.5	(7.6)
Delta Air Lines	(1,973.0)	(390.6)	1,582.4	(2,913.7)	(2,444.2)	469.4
JetBlue Airways	21.5	12.2	(9.3)	85.2	30.0	(55.3)
Northwest Airlines	(106.6)	(206.3)	(99.7)	330.2	(1,150.5)	(1,480.7)
Southwest Airlines	112.9	158.8	45.9	310.5	409.8	99.2
United Airlines	(302.7)	(1,470.1)	(1,167.4)	(1,891.0)	(3,639.2)	(1,748.2)
US Airways	35.2	(44.3)	(79.5)	(322.4)	(735.4)	(413.0)
System Cargo Majors	245.1	240.6	(4.5)	446.1	856.6	410.5
Federal Express Corporation	198.0	260.8	62.9	389.6	858.2	468.7
United Parcel Service	47.1	(20.3)	(67.4)	56.6	(1.6)	(58.2)
System Total Majors	(1,995.4)	(1,543.6)	451.7	(4,253.4)	(9,991.5)	(5,738.0)

**Comparison of Passenger Load Factors and Passenger Yields
For Individual Passenger and All-Cargo System Majors
Quarterly and 12-Month Ended Periods
June 2004 and 2005**

Passenger Load Factor (Percent)						
Group/Carrier	Quarterly Data			12 Month Ended Data		
	6/2004	6/2005	Pt.Chg.	6/2004	6/2005	Pt.Chg.
System Passenger Majors	78.3	79.8	1.5	75.2	77.3	2.1
Alaska Airlines	72.8	77.9	5.0	71.1	74.9	3.9
America West Airlines	78.3	82.3	4.0	76.4	79.8	3.3
American Airlines	75.7	79.5	3.8	73.6	76.8	3.2
American Eagle Airlines	78.3	79.8	1.5	75.2	77.3	2.1
American Trans Air	75.9	68.7	(7.2)	71.3	71.3	(0.0)
Comair	78.3	82.3	4.0	76.4	79.8	3.3
Continental Airlines	78.3	80.8	2.5	76.8	79.6	2.9
Continental Express Airlines	70.9	73.2	2.4	67.1	69.5	2.5
Delta Air Lines	77.6	79.3	1.8	75.2	77.1	1.8
JetBlue Airways	70.8	69.7	(1.1)	67.6	67.8	0.2
Northwest Airlines	82.5	84.2	1.7	79.6	81.5	1.9
Southwest Airlines	73.2	74.2	1.0	69.7	73.1	3.4
United Airlines	82.1	83.4	1.4	78.6	80.3	1.6
US Airways	84.5	87.4	2.9	83.5	84.8	1.2
System Cargo Majors	82.5	84.2	1.7	79.6	81.5	1.9
Federal Express Corporation	76.3	72.5	(3.8)	68.7	68.9	0.2
United Parcel Service	82.1	83.4	1.4	78.6	80.3	1.6
System Total Majors	78.9	77.4	(1.6)	74.7	75.2	0.5

Scheduled Passenger Yield (Cents)						
Group/Carrier	Quarterly Data			12 Month Ended Data		
	6/2004	6/2005	Pct.Chg.	6/2004	6/2005	Pct.Chg.
System Passenger Majors	11.49	11.70	1.83	11.61	11.33	(2.47)
Alaska Airlines	12.30	12.63	2.68	12.38	12.08	(2.44)
America West Airlines	9.62	10.25	6.55	9.84	9.59	(2.59)
American Airlines	11.68	11.91	1.97	11.86	11.53	(2.81)
American Eagle Airlines	23.75	22.91	(3.55)	25.75	24.21	(5.99)
American Trans Air	8.36	9.60	14.80	8.48	8.29	(2.24)
Comair	17.62	20.49	16.28	18.78	20.25	7.85
Continental Airlines	11.34	11.79	4.01	11.39	11.27	(0.98)
Continental Express Airlines	19.45	17.28	(11.12)	21.23	18.80	(11.44)
Delta Air Lines	11.24	11.05	(1.68)	11.42	10.79	(5.54)
JetBlue Airways	7.86	8.05	2.41	8.11	7.80	(3.75)
Northwest Airlines	11.62	11.73	0.97	11.50	11.40	(0.85)
Southwest Airlines	11.27	11.77	4.44	11.67	11.57	(0.83)
United Airlines	10.54	10.94	3.76	10.55	10.48	(0.67)
US Airways	12.91	12.48	(3.29)	12.95	12.03	(7.11)
System Cargo Majors	-	-	-	-	-	-
Federal Express Corporation	-	-	-	-	-	-
United Parcel Service	-	-	-	-	-	-
System Total Majors	11.49	11.70	1.83	11.61	11.33	(2.47)

**Comparison of Operating Profit Margin, Debt-to-Investment and Total Debt
For Individual Passenger and All-Cargo System Majors
Quarterly and 12-Month Ended Periods
June 2004 and 2005**

Operating Profit Margin (Percent)						
Group/Carrier	Quarterly Data			12 Month Ended Data		
	6/2004	6/2005	Pt. Chg.	6/2004	6/2005	Pt. Chg.
System Passenger Majors	1.6	1.8	0.2	(0.9)	(4.2)	(3.3)
Alaska Airlines	2.8	0.6	(2.2)	0.5	(3.2)	(3.7)
America West Airlines	4.1	3.6	(0.5)	4.3	0.6	(3.7)
American Airlines	2.6	2.9	0.3	(0.6)	(2.1)	(1.5)
American Eagle Airlines	15.5	14.3	(1.2)	17.0	14.2	(2.8)
American Trans Air	(4.5)	(21.0)	(16.5)	(2.8)	(74.3)	(71.6)
Comair	7.9	4.4	(3.5)	11.7	3.5	(8.2)
Continental Airlines	1.4	4.0	2.7	(0.2)	(1.8)	(1.6)
Continental Express Airlines	13.5	10.4	(3.1)	13.5	12.1	(1.4)
Delta Air Lines	(4.1)	(2.0)	2.0	(6.4)	(10.0)	(3.6)
JetBlue Airways	14.1	9.1	(5.0)	14.6	6.9	(7.7)
Northwest Airlines	(0.2)	(5.9)	(5.7)	0.2	(6.9)	(7.0)
Southwest Airlines	11.5	14.3	2.8	8.6	10.0	1.4
United Airlines	(1.4)	0.5	1.9	(4.1)	(6.2)	(2.1)
US Airways	4.3	3.0	(1.3)	(2.4)	(5.8)	(3.4)
System Cargo Majors	(4.5)	(21.0)	(16.5)	(2.8)	(74.3)	(71.6)
Federal Express Corporation	7.2	8.2	1.0	3.9	7.5	3.5
United Parcel Service	11.9	(0.0)	(11.9)	8.5	6.6	(1.9)
System Total Majors	13.5	10.4	(3.1)	13.5	12.1	(1.4)

Group/Carrier	Debt To Investment (Percent)			Total Debt (\$Billions)		
	Quarterly Data			Quarterly Data		
	6/2004	6/2005	Pt.Chg.	6/2004	6/2005	\$ Chg.
System Passenger Majors	96.3	109.7	13.4	55.9	59.5	3.7
Alaska Airlines	57.9	57.2	(0.7)	0.9	0.8	(0.1)
America West Airlines	66.1	67.9	1.9	0.8	0.7	(0.1)
American Airlines	96.2	102.2	5.9	10.8	10.1	(0.6)
American Eagle Airlines	96.7	96.1	(0.6)	3.6	4.0	0.4
American Trans Air	186.2	(3.1)	(189.3)	0.5	0.0	(0.5)
Comair	34.9	63.6	28.6	1.1	1.1	0.0
Continental Airlines	89.9	98.8	8.9	6.0	5.8	(0.2)
Continental Express Airlines	155.9	125.5	(30.4)	0.5	0.4	(0.1)
Delta Air Lines	134.4	171.7	37.4	10.5	11.6	1.2
JetBlue Airways	63.4	71.4	8.0	1.3	2.0	0.7
Northwest Airlines	71.4	82.8	11.4	7.8	8.4	0.6
Southwest Airlines	22.9	24.1	1.3	1.6	2.0	0.5
United Airlines	213.7	821.3	607.6	10.1	9.9	(0.2)
US Airways	100.5	135.3	34.9	2.9	2.6	(0.3)
System Cargo Majors	16.3	14.4	(1.9)	1.9	1.8	(0.1)
Federal Express Corporation	18.4	13.4	(5.1)	1.3	1.0	(0.3)
United Parcel Service	13.2	15.9	2.7	0.6	0.8	0.2
System Total Majors	82.9	91.9	9.0	57.8	61.3	3.6

FOOTNOTES

- * Not calculated on a quarterly basis.
- ** Cannot be calculated because balance sheet data not presented on an entity basis.
Data presented only on a system basis.
- ++ Not calculated for all-cargo carriers.
- # Meaningful calculation cannot be made because of negative data.
- & Over +/- 500 percent.

EXPLANATION OF LINE ITEMS

LINE #	DESCRIPTION OF LINE ITEM	DERIVATION OF LINE ITEM
1	Operating Revenues	Operating Revenues (Account 4999)
2	Operating Expenses	Operating Expenses (Account 7199)
3	Operating Profit or Loss	Operating Profit (Account 7999)
4	Net Income or Loss	Net Income (Account 9899)
5	Overall Revenue Ton-miles	Overall Revenue Ton-miles (Item Z-240)
6	Overall Available Ton-miles	Overall Available Ton-miles (Item Z-280)
7	Revenue Passenger-Miles (Scheduled Service)	Total scheduled revenue passenger-miles (Item K-140)
8	Available Seat-Miles (Scheduled Service)	Total scheduled available seat-miles (Item K-280)
9	Operating revenue per revenue ton-mile	$\frac{\text{Operating revenues (Account 4999)}}{\text{Overall revenue ton-miles (Item Z-240)}}$
10	Operating expense per revenue ton-mile	$\frac{\text{Operating expenses (Account 7199)}}{\text{Overall revenue ton-miles (Item Z-240)}}$
11	Operating profit per revenue ton-mile	$\frac{\text{Operating profit (Account 7999)}}{\text{Overall revenue ton-miles (Item Z-240)}}$
12	Operating expense per available ton-mile	$\frac{\text{Operating expenses (Account 7199)}}{\text{Overall available ton-miles (Item Z-280)}}$
13	Passenger revenue per revenue passenger-mile (scheduled service)	$\frac{\text{Passenger revenues (scheduled service) (Account 3901)}}{\text{Total revenue passenger-miles (scheduled service) (Item K-140)}}$
14	Operating revenues to total investment	$\frac{\text{Operating revenue (Account 4999)}}{\text{Total investment (See line 20)}}$
15	Times interest earned	$\frac{\text{Income Before income taxes (Account 8999) + interest on long-term debt and capital leases (Account 8181) + Other interest expense (Account 8182)}}{\text{Interest on long-term debt and capital leases (Account 8181) + Other interest expense (Account 8182)}}$
16	Current assets to current liabilities	$\frac{\text{Current assets (Account 1499)}}{\text{Current liabilities (Account 2199)}}$
17	Number of days coverage of cash operating expenses	$\frac{\text{Cash (Account 1010) + short-term investments (Account 1100)}}{[\text{Total operating expenses (Account 7199) less depreciation and amortization (Account 7000)}]/365}$
18	Operating Profit to operating revenues	$\frac{\text{Operating profit (Account 7999)}}{\text{Operating revenues (Account 4999)}}$
19	Net income to stockholders' equity	$\frac{\text{Net income (Account 9999)}}{\text{Stockholders' equity (Account 2995) (5 Quarter average)}}$

EXPLANATION OF LINE ITEMS

LINE #	DESCRIPTION OF LINE ITEM	DERIVATION OF LINE ITEM
20	Overall corporate rate of return	Net income plus interest expense Total investment Net income plus interest expense is: Net income (Account 9899) + interest on long-term debt and capital leases (Account 8181) + other interest expense (Account 8182) + amortization of debt discount, premium and expense (Account 8184). Total investment is: Current maturities of long-term debt (Account 2000) + current obligations under capital leases (Account 2080) + long-term debt (Account 2210) + advances from associated companies (Account 2240) + noncurrent obligations under capital leases (Account 2280) + stockholders' equity (Account 2995) - unamortized debt expense (Account 1840). (A five-quarter average is used).
21	Debt to total investment (end of period)	Current maturities of long-term debt (Account 2000) + current obligations under capital leases (Account 2080) + long-term debt (Account 2210) + advances from associated companies (Account 2240) + noncurrent obligations under capital leases (Account 2280) - unamortized debt expense (Account 1840) Total investment (See line 20)
22	Actual passenger load factor (scheduled service)	Revenue passenger-miles (scheduled service (Item K-140) Available seat-miles (scheduled service (Item K-280)
23	Operating breakeven load factor (scheduled service)	Capacity operating expense, scheduled service (passenger) [Scheduled passenger revenue (Account 3901) - Traffic operating expense, passenger scheduled service] / Actual passenger load factor, scheduled service
24	Difference, actual-breakeven load factor	Actual (Line 22) - Breakeven (Line 23)
25	Employees	Sum of full time and one-half part time employees(Average for 12-month ended period)
26	Overall revenue ton-miles per employee	Overall revenue ton-miles (Item Z-240) Average # of employees (See Line 25)