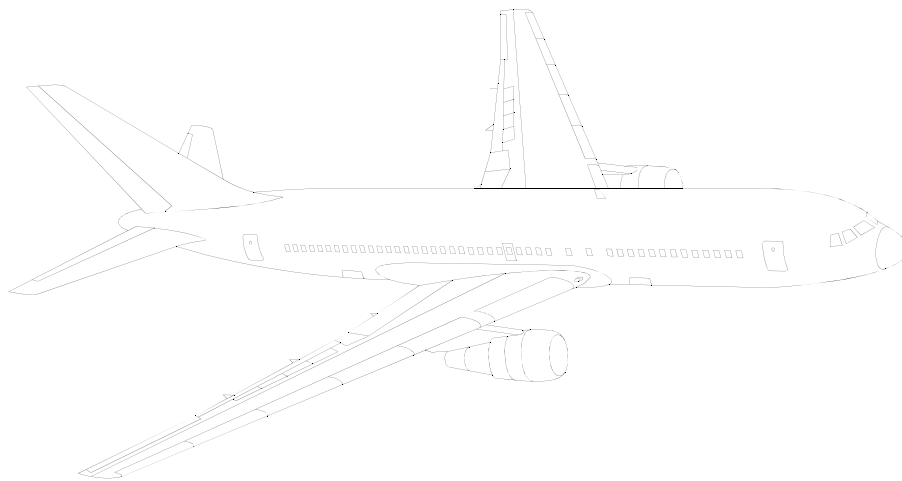


AIRLINE QUARTERLY FINANCIAL REVIEW

FIRST QUARTER 2017

MAJORS



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

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INTRODUCTION

INTRODUCTION: This report contains tables and charts on the financial condition of the U.S. Major airlines. 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.

The data are presented on both a carrier group and an individual carrier basis, but the primary focus is on individual carrier system entity performance. Data are presented for the most recent quarterly period compared to the prior year's quarter, and 12-month ended data of the five most recent quarters compared to the same period one year prior. A graphic presentation of comparative trends, on a carrier group basis, is made for several unit and overall financial indicators.

Considerations when viewing the reports:

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 (proforma) comparisons can be made. See endnotes for further information regarding timing of mergers.

In some instances, a metric in the individual carrier report will show a symbol. Please see the endnotes for a glossary of symbols.

While the Office of Aviation Analysis has reviewed the reports for obvious errors, the data are presented as reported by the carriers to the Bureau of Transportation Statistics, and have not been verified or compared to publicly filed financial documents.

Carriers can move between groupings (Majors and Nationals) based on the criteria listed below over time. Each report includes 18 quarters of data. In the instance where a carrier falls into both groupings during the 18 quarters covered by each report, a carrier will appear under both groupings. The data from the Majors report and the data from the Nationals report should not be combined without ensuring any duplications are removed.

Carrier Group Definitions

Majors: Air carriers with annual operating revenues exceeding \$1,000,000,000

Nationals: Air carriers with annual operating revenues between \$100,000,000 and \$1,000,000,000

Large Regionals: Air carriers with operating revenues between \$20,000,000 and \$99,000,000

Medium Regionals: Carriers with annual operating revenues less than \$19,999,999 or that operate only aircraft with 60 seats or less (or 18,000 lbs maximum payload)

Certain data in this review are classified in two broad categories: namely "Domestic" and "International" services. "Domestic" service 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 Mexican transborder operations. All other operations are considered "International" services, which includes operations in the Atlantic, Latin, and Pacific regions.

Suggestions from users for improving either the scope, presentation, or utility of this review are welcomed. Please feel free to make suggestions, provide discrepancy details or error information to the Competition and Policy Analysis Division, Office of Aviation Analysis, Office of the Secretary, U.S. Department of Transportation, 1200 New Jersey Avenue, SE, Washington, D.C. 20590.

QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

System Passenger and All-Cargo Majors

Items	Quarter Ended		12 Months Ended				
	2017 q1	2016 q1	2017 q1	2016 q4	2016 q3	2016 q2	2016 q1
<u>FINANCIAL RESULTS: (\$Millions)</u>							
1 Operating Revenues	49,028.1	46,018.7	204,529.1	201,519.7	198,642.9	197,614.8	197,665.4
2 Operating Expenses	45,055.6	39,740.6	178,869.4	173,554.4	169,244.0	166,712.9	166,516.4
3 Operating Profit (Loss)	3,972.5	6,278.1	25,659.7	27,965.3	29,398.8	30,901.9	31,149.0
4 Net Income (Loss)	2,093.5	3,624.4	14,880.8	16,411.7	20,978.1	25,908.3	26,359.4
<u>TRAFFIC: (Billions)</u>							
5 RPMs - Scheduled Rev. Svc.	205.8	201.8	892.1	888.1	882.8	877.2	869.4
6 ASMs - Scheduled Rev. Svc.	253.7	248.3	1,066.4	1,061.0	1,054.2	1,045.3	1,035.9
7 Overall RTMs (All Svc.)	29.0	28.0	123.9	122.9	121.9	121.1	120.3
8 Overall ATMs (All Svc.)	47.2	46.5	201.3	200.6	198.4	196.7	194.7
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>							
9 Operating Revenue per RTM	169.1	164.4	165.1	164.0	163.0	163.2	164.3
10 Operating Expense per RTM	155.4	142.0	144.4	141.2	138.9	137.7	138.4
11 Operating Profit (Loss) per RTM	13.7	22.4	20.7	22.8	24.1	25.5	25.9
12 Operating Expense per ATM	95.5	85.4	88.8	86.5	85.3	84.8	85.5
13 Passenger Revenue per RPM	13.67	13.74	13.50	13.52	13.57	13.74	13.96
<u>FINANCIAL RATIOS:</u>							
14 Operating Revenues to Total Investment	*	*	1.60	1.63	1.66	1.72	1.79
15 Times Interest Earned	*	*	10.95	12.08	12.47	12.62	12.47
16 Current Assets to Current Liabilities	*	*	0.83	0.85	0.83	0.76	0.77
17 No. of Days Cash Coverage of Cash Exp.	*	*	52.5	53.6	63.3	60.0	56.4
<u>FINANCIAL PERCENTAGES: (%)</u>							
18 Operating Profit (Loss) to Operating Revenue	8.1	13.6	12.5	13.9	14.8	15.6	15.8
19 Net Income to Stockholders Equity	*	*	20.22	23.06	30.74	40.34	43.84
20 Corporate Return on Investment	*	*	13.5	15.1	19.4	24.6	26.0
21 Debt to Total Investment	*	*	42.9	41.8	42.0	42.2	43.3
<u>LOAD FACTOR: (%)</u>							
22 Passenger Load Factor (Sch. Svc.)	81.1	81.3	83.7	83.7	83.7	83.9	83.9
23 Ton Load Factor (All Svc.)	61.4	60.2	61.6	61.3	61.4	61.5	61.8
<u>Employment & Productivity:</u>							
24 Employment, Total Weighted Avg CY	598,424	532,310	589,249	572,721	556,295	539,207	526,978
25 Overall RTM's per Employee (000)	48.4	52.6	210.3	214.6	219.0	224.5	228.4
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>							
26 Operating Revenues (%)	6.5	-0.7	3.5	1.8	-0.2	-1.1	-1.6
27 Operating Expenses (%)	13.4	-2.7	7.4	3.5	-2.0	-5.8	-7.9
28 Operating Profit (Loss) (in Millions \$)	-2,305.6	768.9	-5,489.3	-2,414.7	3,089.9	8,036.9	11,143.5
29 Net Income (Loss) (in Millions \$)	-1,530.9	149.0	-11,478.6	-9,798.7	1,727.3	12,759.2	15,055.8
30 RPMs (Sch. Svc.) (%)	2.0	5.2	2.6	3.3	4.1	4.9	4.9
31 ASMs (Sch. Svc.) (%)	2.2	5.3	2.9	3.7	4.0	4.3	4.5
32 Operating Revenues per RTM (%)	2.9	-2.7	0.5	-0.8	-2.8	-3.8	-4.4
33 Operating Expense per RTM (%)	9.5	-4.7	4.3	0.9	-4.5	-8.4	-10.6
34 Passenger Revenue per RPM (Sch. Svc.)(%)	-0.5	-6.5	-3.3	-4.7	-5.9	-6.3	-6.0

QUARTERLY FINANCIAL & TRAFFIC REVIEW

DOMESTIC OPERATIONS

Domestic Passenger and All-Cargo Majors

Items		Quarter Ended		12 Months Ended				
		2017 q1	2016 q1	2017 q1	2016 q4	2016 q3	2016 q2	2016 q1
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	35,483.2	33,274.4	147,052.6	144,843.8	142,947.7	141,987.0	141,417.0
2	Operating Expenses	31,121.6	27,756.1	123,505.8	120,140.3	117,419.0	115,693.8	115,223.7
3	Operating Profit (Loss)	4,361.6	5,518.3	23,546.7	24,703.5	25,528.7	26,293.2	26,193.3
4	Net Income (Loss)	2,448.7	3,008.1	13,637.2	14,196.6	18,250.6	20,846.7	21,132.7
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Rev. Svc.	147.1	143.1	628.8	624.8	619.8	614.0	607.1
6	ASMs - Scheduled Rev. Svc.	177.9	172.7	739.7	734.5	728.2	719.7	711.9
7	Overall RTMs (All Svc.)	18.0	17.3	76.3	75.7	75.0	74.2	73.5
8	Overall ATMs (All Svc.)	28.4	28.0	119.0	118.6	117.1	116.1	115.1
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	197.7	192.0	192.8	191.5	190.7	191.2	192.4
10	Operating Expense per RTM	173.4	160.2	161.9	158.8	156.6	155.8	156.7
11	Operating Profit (Loss) per RTM	24.3	31.8	30.9	32.7	34.1	35.4	35.6
12	Operating Expense per ATM	109.5	99.0	103.8	101.3	100.3	99.7	100.1
13	Passenger Revenue per RPM	13.97	14.09	13.78	13.80	13.87	14.02	14.21
<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	12.3	16.6	16.0	17.1	17.9	18.5	18.5
19	Net Income to Stockholders Equity	*	*	**	**	**	**	**
20	Corporate Return on Investment	*	*	**	**	**	**	**
21	Debt to Total Investment	*	*	**	**	**	**	**
<u>LOAD FACTOR: (%)</u>								
22	Passenger Load Factor (Sch. Svc.)	82.7	82.8	85.0	85.1	85.1	85.3	85.3
23	Ton Load Factor (All Svc.)	63.2	61.8	64.1	63.8	64.0	64.0	63.9
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	*	*	**	**	**	**	**
25	Overall RTM's per Employee (000)	*	*	**	**	**	**	**
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	6.6	0.8	4.0	2.6	1.3	0.8	0.3
27	Operating Expenses (%)	12.1	-1.3	7.2	3.9	-0.8	-4.2	-6.3
28	Operating Profit (Loss) (in Millions \$)	-1,156.7	606.7	-2,646.6	-883.2	2,760.6	6,097.3	8,096.5
29	Net Income (Loss) (in Millions \$)	-559.4	-12.6	-7,495.4	-6,948.7	2,707.4	8,943.5	10,429.2
30	RPMs (Sch. Svc.) (%)	2.8	6.6	3.6	4.4	5.4	6.0	6.1
31	ASMs (Sch. Svc.) (%)	3.0	6.9	3.9	4.8	5.2	5.3	5.6
32	Operating Revenues per RTM (%)	2.9	-3.9	0.2	-1.4	-3.2	-4.0	-4.6
33	Operating Expense per RTM (%)	8.2	-5.9	3.3	-0.1	-5.2	-8.7	-10.8
34	Passenger Revenue per RPM (Sch. Svc.)(%)	-0.8	-5.1	-3.0	-4.0	-4.7	-4.9	-4.6

QUARTERLY FINANCIAL & TRAFFIC REVIEW

INTERNATIONAL OPERATIONS

International Passenger and All-Cargo Majors

Items		Quarter Ended		12 Months Ended				
		2017 q1	2016 q1	2017 q1	2016 q4	2016 q3	2016 q2	2016 q1
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	13,544.9	12,744.4	57,476.5	56,676.0	55,695.2	55,627.8	56,248.4
2	Operating Expenses	13,934.0	11,984.6	55,363.5	53,414.1	51,825.0	51,019.1	51,292.7
3	Operating Profit (Loss)	-389.1	759.8	2,113.0	3,261.8	3,870.2	4,608.7	4,955.6
4	Net Income (Loss)	-355.2	616.3	1,243.6	2,215.1	2,727.6	5,061.6	5,226.8
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Rev. Svc.	58.7	58.7	263.3	263.3	263.0	263.2	262.3
6	ASMs - Scheduled Rev. Svc.	75.8	75.6	326.7	326.5	326.1	325.6	324.1
7	Overall RTMs (All Svc.)	11.0	10.7	47.6	47.3	46.9	46.8	46.8
8	Overall ATMs (All Svc.)	18.8	18.5	82.4	82.1	81.3	80.6	79.6
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	122.7	119.5	120.7	119.9	118.8	118.8	120.1
10	Operating Expense per RTM	126.2	112.4	116.2	113.0	110.5	109.0	109.5
11	Operating Profit (Loss) per RTM	-3.5	7.1	4.4	6.9	8.3	9.8	10.6
12	Operating Expense per ATM	74.2	64.9	67.2	65.1	63.7	63.3	64.4
13	Passenger Revenue per RPM	12.92	12.90	12.84	12.84	12.85	13.08	13.40
<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	-2.9	6.0	3.7	5.8	6.9	8.3	8.8
19	Net Income to Stockholders Equity	*	*	**	**	**	**	**
20	Corporate Return on Investment	*	*	**	**	**	**	**
21	Debt to Total Investment	*	*	**	**	**	**	**
<u>LOAD FACTOR: (%)</u>								
22	Passenger Load Factor (Sch. Svc.)	77.5	77.7	80.6	80.6	80.6	80.8	81.0
23	Ton Load Factor (All Svc.)	58.8	57.7	57.8	57.6	57.7	58.1	58.8
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	*	*	**	**	**	**	**
25	Overall RTM's per Employee (000)	*	*	**	**	**	**	**
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	6.3	-4.4	2.2	-0.3	-3.8	-5.5	-6.0
27	Operating Expenses (%)	16.3	-5.9	7.9	2.6	-4.7	-9.2	-11.4
28	Operating Profit (Loss) (in Millions \$)	-1,148.9	162.2	-2,842.7	-1,531.5	329.2	1,939.6	3,047.0
29	Net Income (Loss) (in Millions \$)	-971.5	161.6	-3,983.2	-2,850.0	-980.1	3,815.7	4,626.5
30	RPMs (Sch. Svc.) (%)	0.0	1.9	0.4	0.8	1.2	2.4	2.2
31	ASMs (Sch. Svc.) (%)	0.3	2.0	0.8	1.2	1.3	2.1	2.1
32	Operating Revenues per RTM (%)	2.6	-2.2	0.5	-0.7	-3.4	-5.1	-5.8
33	Operating Expense per RTM (%)	12.3	-3.7	6.1	2.2	-4.3	-8.9	-11.3
34	Passenger Revenue per RPM (Sch. Svc.)(%)	0.2	-10.2	-4.1	-6.4	-9.0	-9.9	-9.2

COMPARISONS AMONG PASSENGER MAJOR GROUP AIRLINES

SYSTEM ENTITY

Chart 1. Operating Profit and Net Income (Loss)
For the Quarter 2017q1

\$Millions

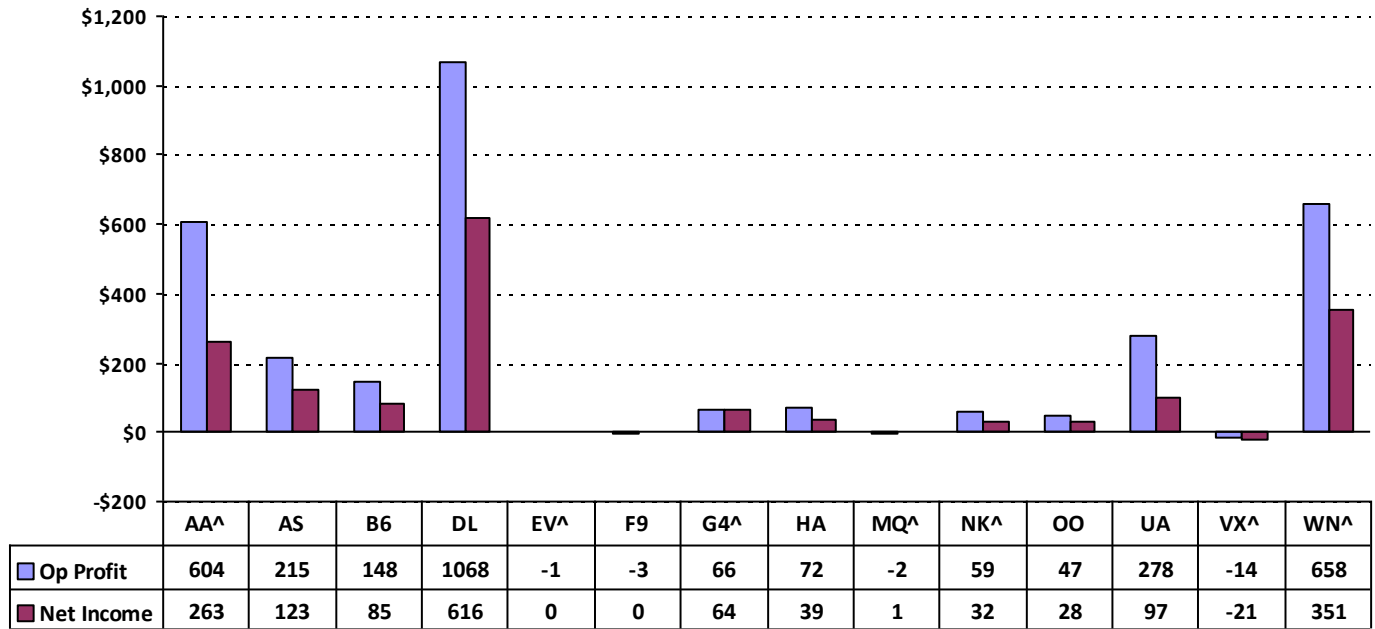
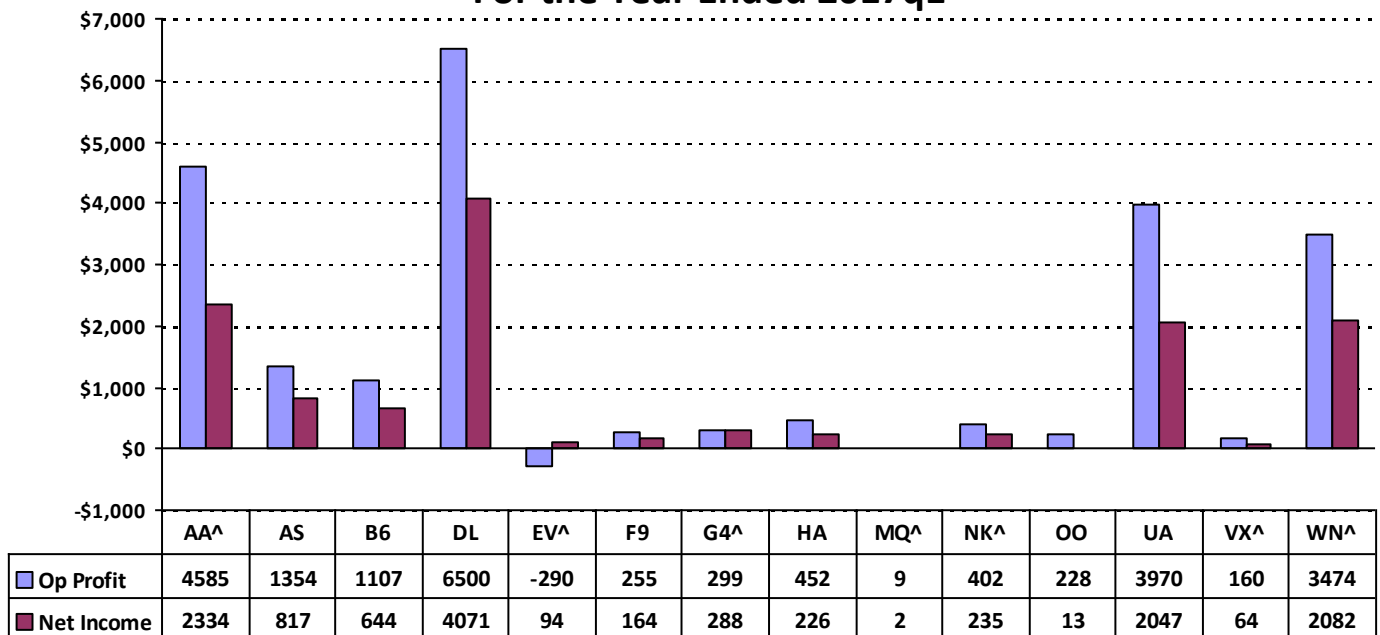


Chart 2. Operating Profit and Net Income (Loss)
For the Year Ended 2017q1

\$Millions



TOTAL ALL MAJOR GROUP AIRLINES SYSTEM ENTITY

Chart 3. Operating Profit (Loss) By Quarter

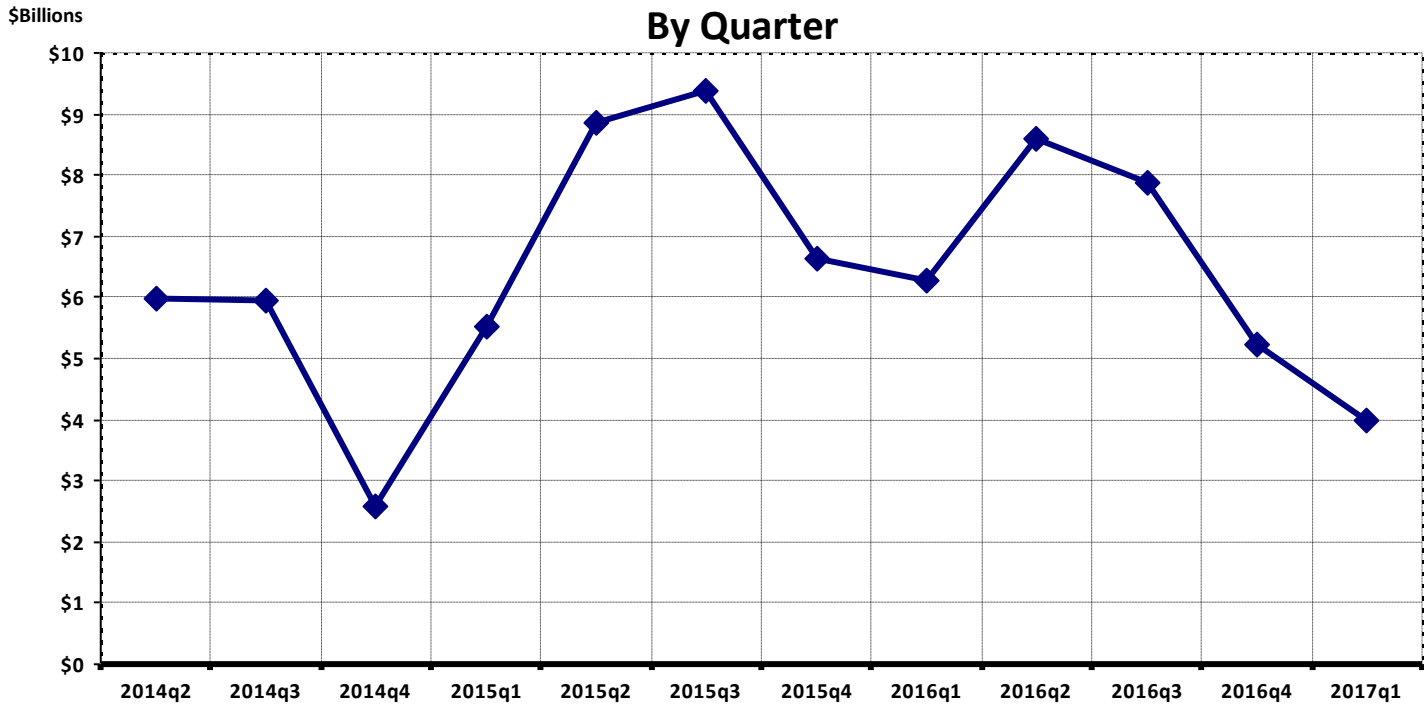
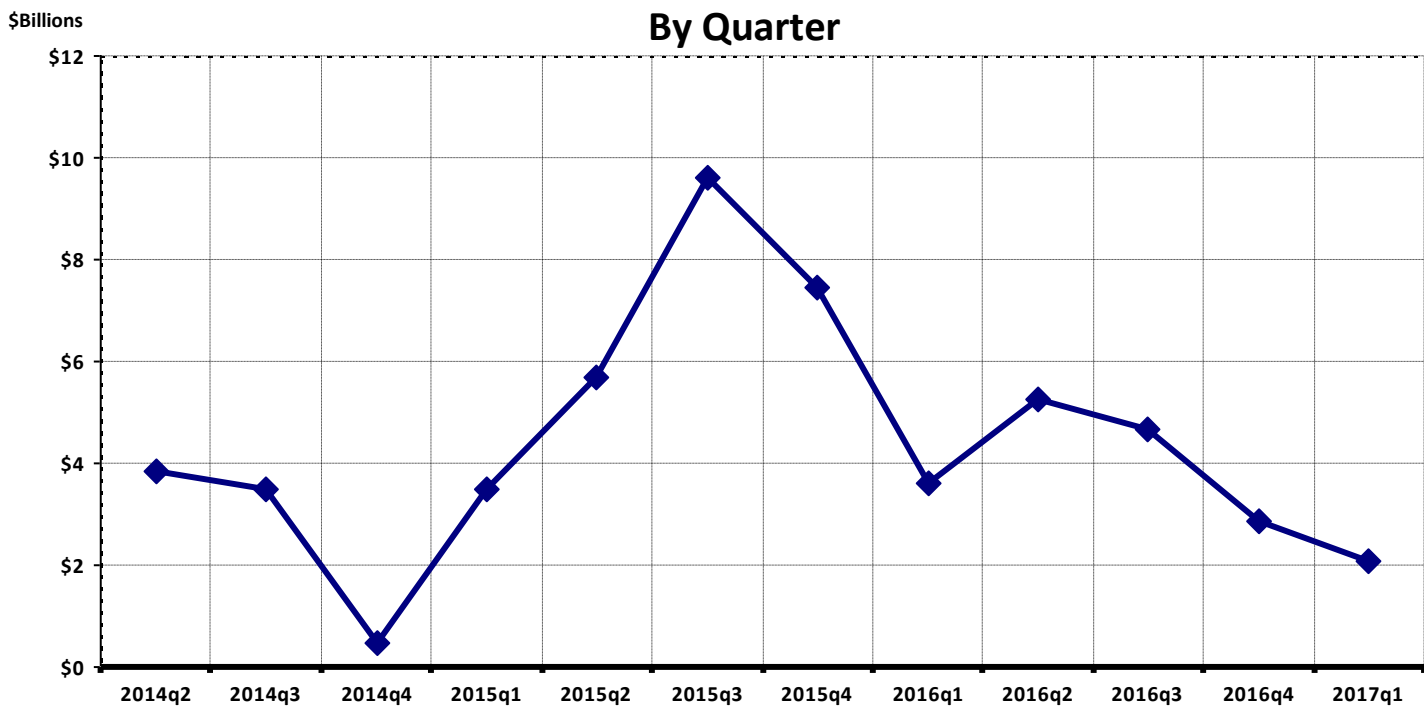


Chart 4. Net Income (Loss) By Quarter



TOTAL ALL MAJOR GROUP AIRLINES SYSTEM ENTITY

Chart 5. Operating Profit (Loss)
Year Ended By Quarter

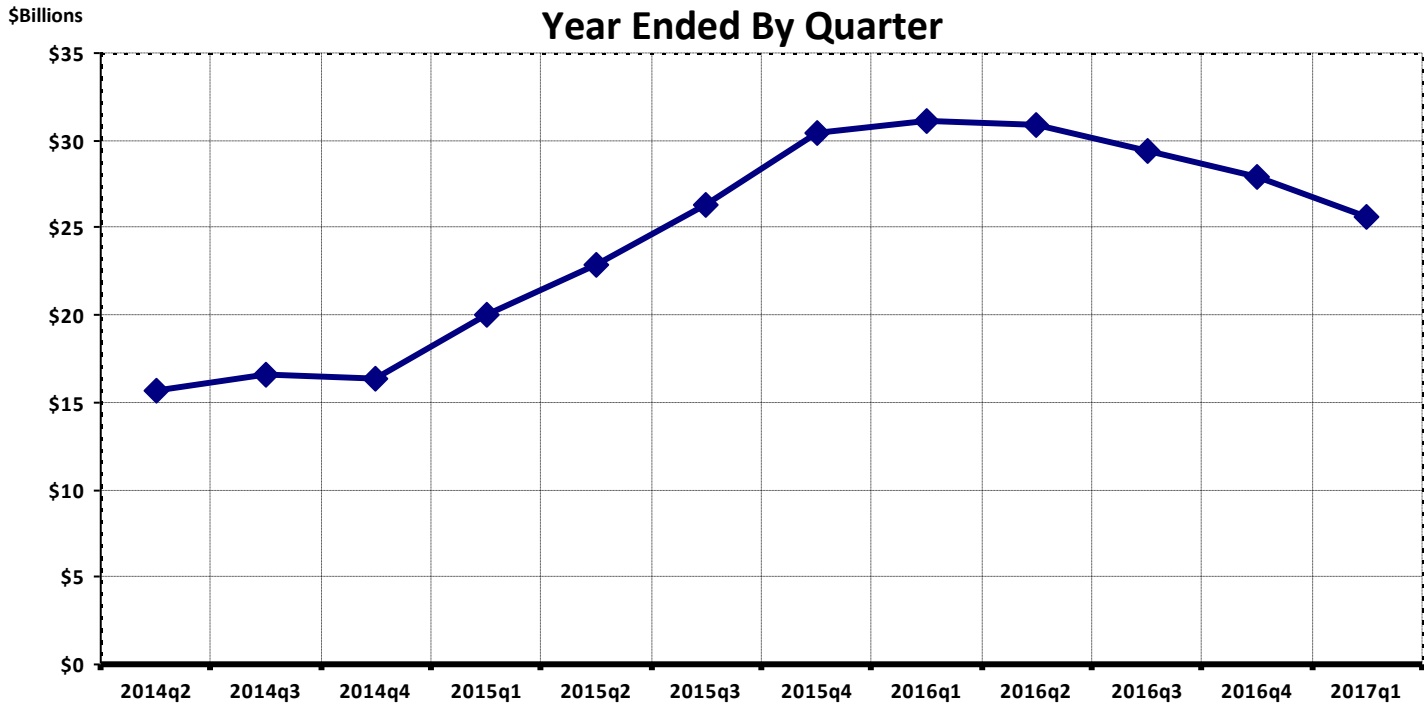
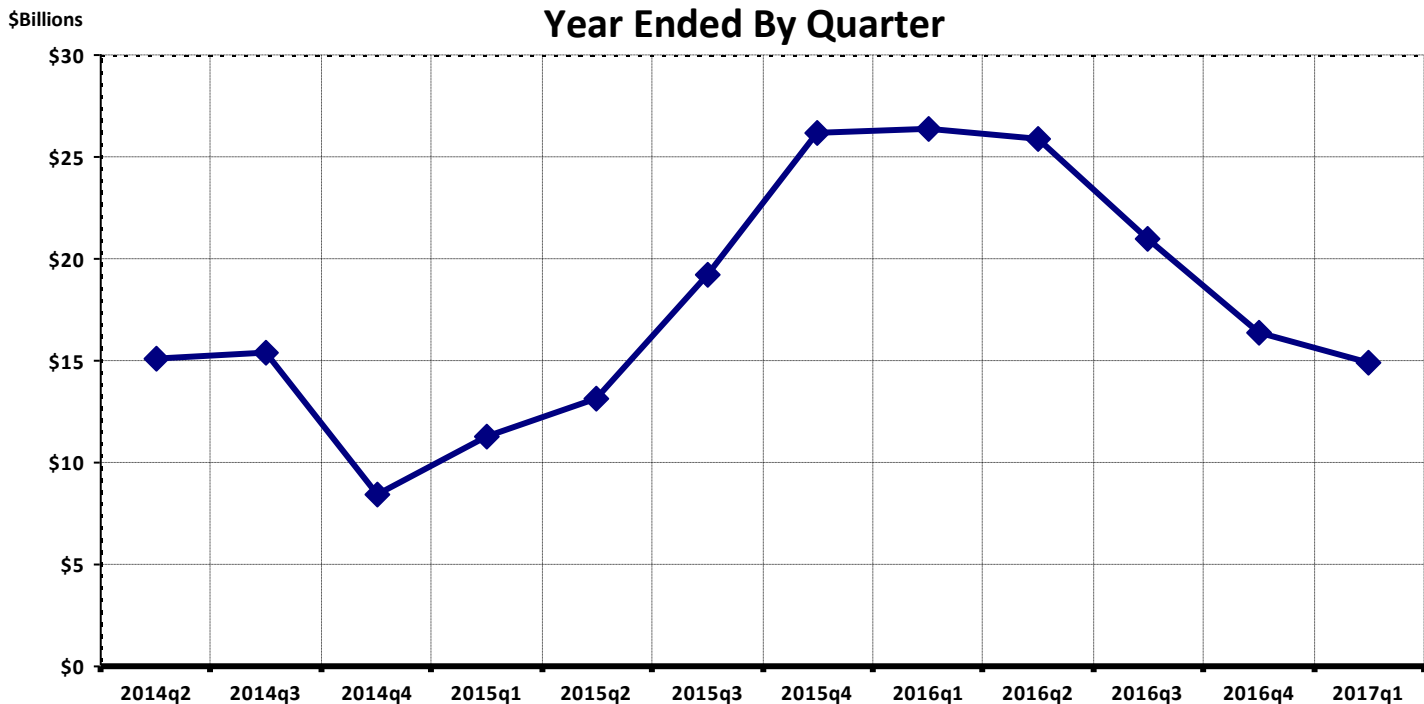


Chart 6. Net Income (Loss)
Year Ended By Quarter



TOTAL ALL MAJOR GROUP AIRLINES SYSTEM ENTITY

Chart 7. Operating Revenue Per Revenue Ton-Mile Year Over Year Percent Change

Percent Change YOY

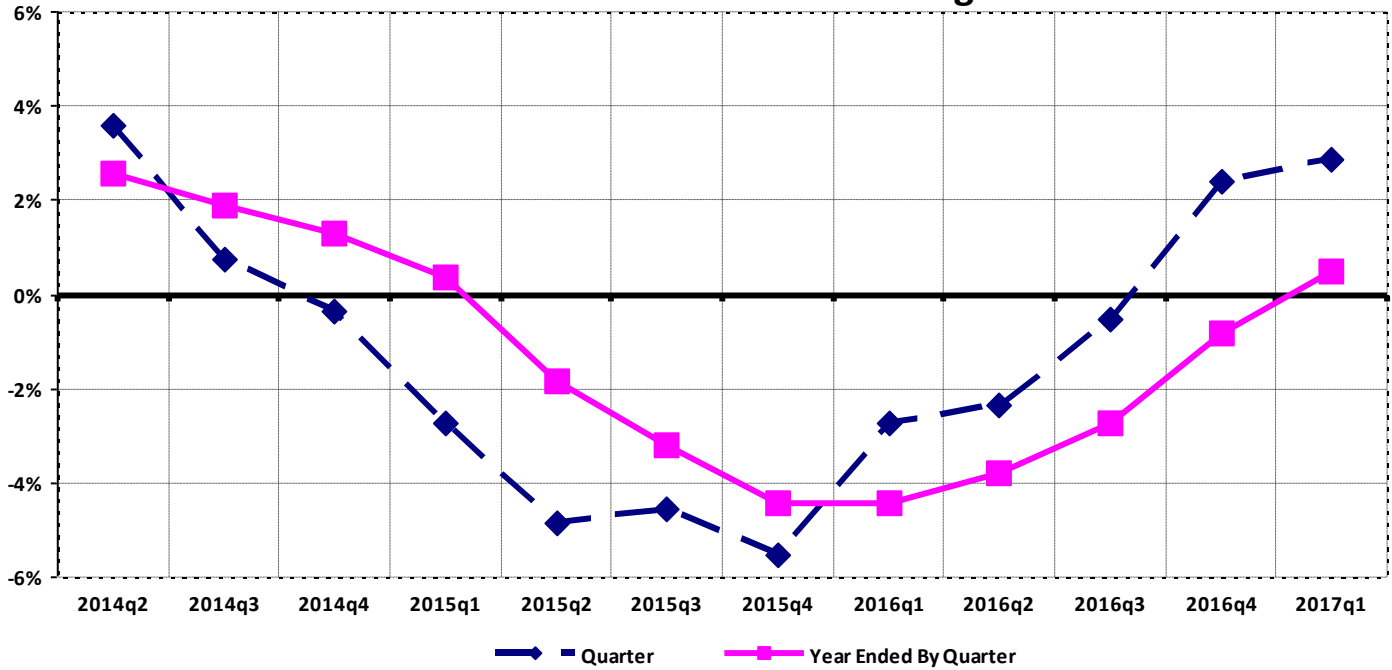
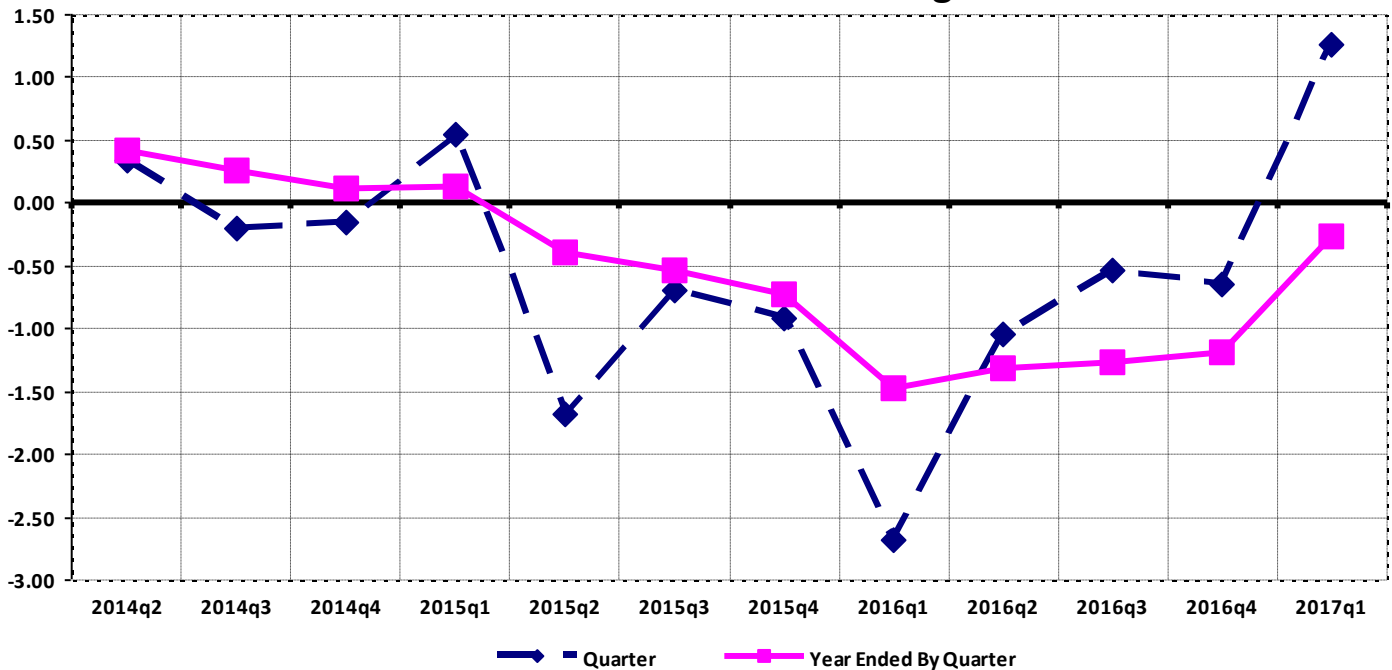


Chart 8. Ton Load Factor Year Over Year Point Change

Point Change YOY



TOTAL ALL MAJOR GROUP AIRLINES SYSTEM ENTITY

Chart 9. Operating Expense Per Revenue Ton-Mile Year Over Year Percent Change

Percent Change YOY

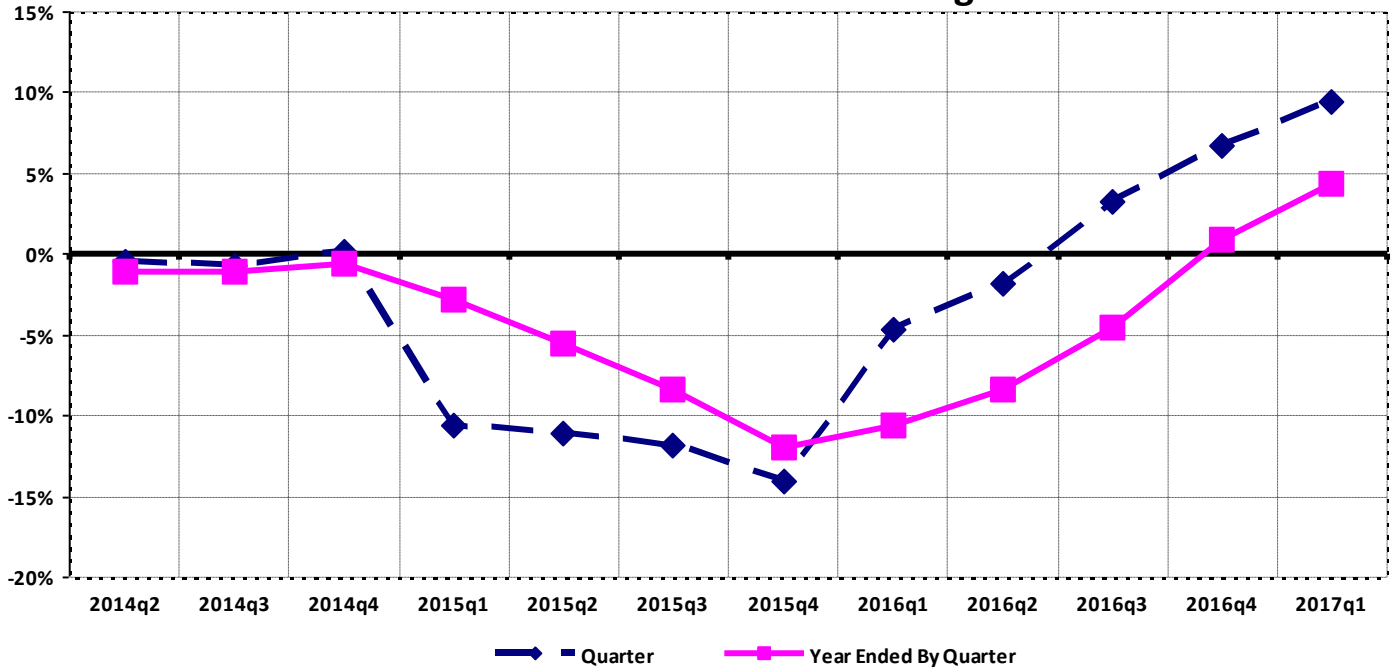
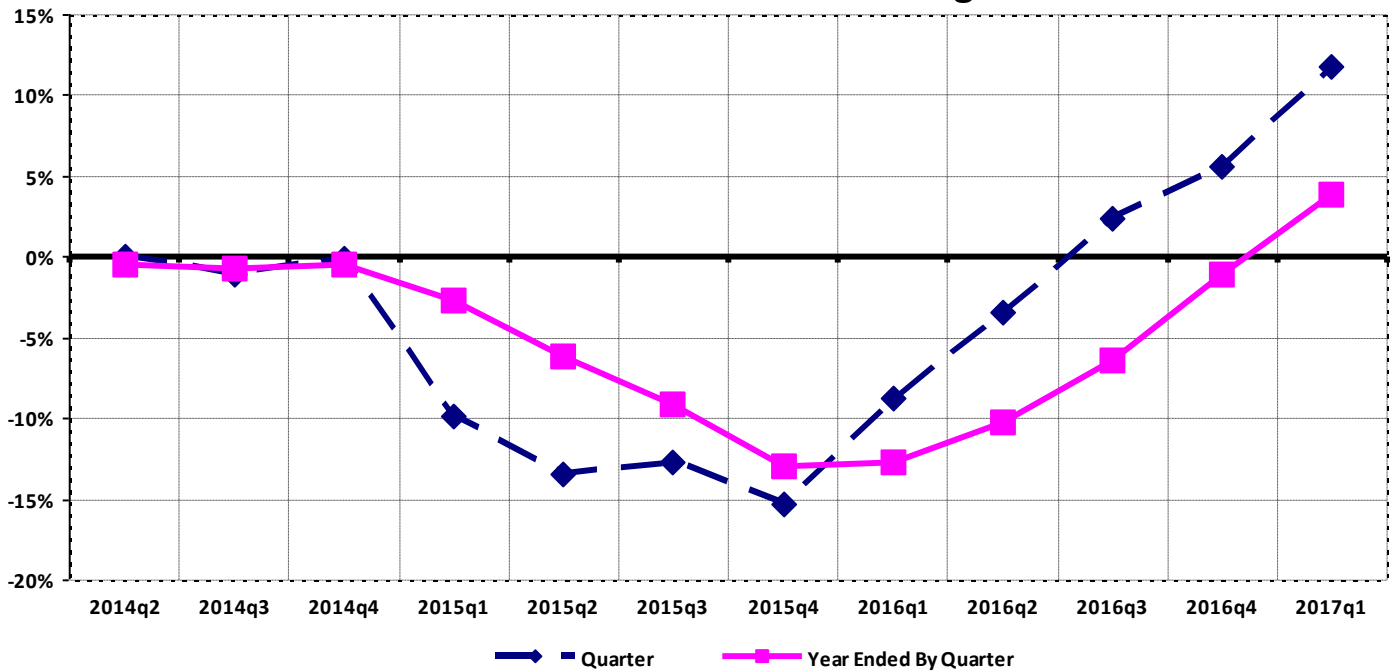


Chart 10. Operating Expense Per Available Ton-Mile Year Over Year Percent Change

Percent Change YOY



QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

System Passenger Majors

Items	Quarter Ended		12 Months Ended				
	2017 q1	2016 q1	2017 q1	2016 q4	2016 q3	2016 q2	2016 q1
<u>FINANCIAL RESULTS: (\$Millions)</u>							
1 Operating Revenues	38,507.5	37,942.6	163,914.6	163,349.6	162,774.1	163,577.2	164,195.4
2 Operating Expenses	35,311.8	32,378.4	141,410.1	138,476.6	136,337.1	135,588.5	135,907.4
3 Operating Profit (Loss)	3,195.7	5,564.2	22,504.5	24,873.0	26,437.1	27,988.7	28,288.0
4 Net Income (Loss)	1,676.2	3,178.9	13,080.6	14,583.3	19,125.5	24,087.7	24,825.5
<u>TRAFFIC: (Billions)</u>							
5 RPMs - Scheduled Rev. Svc.	205.8	201.8	892.1	888.1	882.8	877.2	869.4
6 ASMs - Scheduled Rev. Svc.	253.7	248.3	1,066.4	1,061.0	1,054.2	1,045.3	1,035.9
7 Overall RTMs (All Svc.)	22.6	21.9	97.2	96.6	95.9	95.3	94.5
8 Overall ATMs (All Svc.)	35.8	35.7	152.0	151.9	151.1	150.5	149.6
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>							
9 Operating Revenue per RTM	170.8	173.1	168.7	169.2	169.8	171.7	173.7
10 Operating Expense per RTM	156.6	147.7	145.5	143.4	142.2	142.3	143.8
11 Operating Profit (Loss) per RTM	14.2	25.4	23.2	25.8	27.6	29.4	29.9
12 Operating Expense per ATM	98.7	90.6	93.0	91.1	90.3	90.1	90.9
13 Passenger Revenue per RPM	13.67	13.74	13.50	13.52	13.57	13.74	13.96
<u>FINANCIAL RATIOS:</u>							
14 Operating Revenues to Total Investment	*	*	1.53	1.57	1.62	1.71	1.79
15 Times Interest Earned	*	*	10.74	11.84	12.11	12.42	12.30
16 Current Assets to Current Liabilities	*	*	0.83	0.86	0.85	0.77	0.72
17 No. of Days Cash Coverage of Cash Exp.	*	*	62.0	62.7	74.3	69.7	65.6
<u>FINANCIAL PERCENTAGES: (%)</u>							
18 Operating Profit (Loss) to Operating Revenue	8.3	14.7	13.7	15.2	16.2	17.1	17.2
19 Net Income to Stockholders Equity	*	*	23.44	27.09	37.25	50.49	56.41
20 Corporate Return on Investment	*	*	14.1	16.1	21.2	27.4	29.4
21 Debt to Total Investment	*	*	48.2	47.1	47.4	48.0	49.2
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>							
22 Actual	81.1	81.3	83.7	83.7	83.7	83.9	83.9
23 Breakeven	77.5	70.3	73.8	72.1	70.8	69.8	69.5
<u>Employment & Productivity:</u>							
24 Employment, Total Weighted Avg CY	394,659	380,202	390,395	386,780	383,201	379,166	375,728
25 Overall RTM's per Employee (000)	57.1	57.7	248.9	249.6	250.2	251.3	251.6
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>							
26 Operating Revenues (%)	1.5	-0.4	-0.2	-0.6	-1.2	-0.8	-0.8
27 Operating Expenses (%)	9.1	-2.3	4.0	1.3	-3.3	-6.1	-8.0
28 Operating Profit (Loss) (in Millions \$)	-2,368.5	580.7	-5,783.5	-2,834.2	2,691.4	7,584.4	10,560.6
29 Net Income (Loss) (in Millions \$)	-1,502.7	129.3	-11,744.9	-10,112.9	1,112.9	12,208.9	14,921.0
30 RPMs (Sch. Svc.) (%)	2.0	5.2	2.6	3.3	4.1	4.9	4.9
31 ASMs (Sch. Svc.) (%)	2.2	5.3	2.9	3.7	4.0	4.3	4.5
32 Operating Revenues per RTM (%)	-1.4	-4.0	-2.9	-3.5	-4.5	-4.7	-4.7
33 Operating Expense per RTM (%)	6.0	-5.8	1.2	-1.6	-6.6	-9.8	-11.6
34 Passenger Revenue per RPM (Sch. Svc.)(%)	-0.5	-6.5	-3.3	-4.7	-5.9	-6.3	-6.0

QUARTERLY FINANCIAL & TRAFFIC REVIEW

DOMESTIC OPERATIONS

Domestic Passenger Majors

Items		Quarter Ended		12 Months Ended				
		2017 q1	2016 q1	2017 q1	2016 q4	2016 q3	2016 q2	2016 q1
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	29,274.0	27,595.1	122,807.9	121,129.0	119,520.3	118,726.1	118,215.8
2	Operating Expenses	26,345.0	23,335.3	104,740.1	101,730.4	99,246.2	97,659.5	97,174.1
3	Operating Profit (Loss)	2,929.0	4,259.8	18,067.8	19,398.6	20,274.1	21,066.6	21,041.7
4	Net Income (Loss)	1,612.6	2,201.7	10,197.5	10,786.7	14,795.0	17,408.6	17,898.1
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Rev. Svc.	147.1	143.1	628.8	624.8	619.8	614.0	607.1
6	ASMs - Scheduled Rev. Svc.	177.9	172.7	739.7	734.5	728.2	719.7	711.9
7	Overall RTMs (All Svc.)	15.1	14.6	64.4	63.9	63.4	62.8	62.2
8	Overall ATMs (All Svc.)	23.1	23.0	96.6	96.5	95.6	95.0	94.5
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	193.9	188.8	190.7	189.5	188.5	189.0	190.2
10	Operating Expense per RTM	174.5	159.6	162.6	159.1	156.5	155.5	156.3
11	Operating Profit (Loss) per RTM	19.4	29.1	28.1	30.3	32.0	33.5	33.9
12	Operating Expense per ATM	113.8	101.4	108.4	105.4	103.9	102.8	102.9
13	Passenger Revenue per RPM	13.97	14.09	13.78	13.80	13.87	14.02	14.21
<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	10.0	15.4	14.7	16.0	17.0	17.7	17.8
19	Net Income to Stockholders Equity	*	*	**	**	**	**	**
20	Corporate Return on Investment	*	*	**	**	**	**	**
21	Debt to Total Investment	*	*	**	**	**	**	**
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	82.7	82.8	85.0	85.1	85.1	85.3	85.3
23	Breakeven	77.3	69.3	73.9	72.0	70.5	69.5	69.6
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	*	*	**	**	**	**	**
25	Overall RTM's per Employee (000)	*	*	**	**	**	**	**
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	6.1	0.7	3.9	2.6	1.5	1.2	0.9
27	Operating Expenses (%)	12.9	-1.2	7.8	4.4	-0.7	-4.3	-6.5
28	Operating Profit (Loss) (in Millions \$)	-1,330.8	489.9	-2,973.9	-1,153.2	2,465.0	5,826.9	7,834.4
29	Net Income (Loss) (in Millions \$)	-589.2	-63.6	-7,700.6	-7,175.1	2,343.5	8,622.8	10,389.9
30	RPMs (Sch. Svc.) (%)	2.8	6.6	3.6	4.4	5.4	6.0	6.1
31	ASMs (Sch. Svc.) (%)	3.0	6.9	3.9	4.8	5.2	5.3	5.6
32	Operating Revenues per RTM (%)	2.7	-5.0	0.2	-1.5	-3.5	-4.2	-4.7
33	Operating Expense per RTM (%)	9.3	-6.8	4.0	0.1	-5.6	-9.4	-11.7
34	Passenger Revenue per RPM (Sch. Svc.)(%)	-0.8	-5.1	-3.0	-4.0	-4.7	-4.9	-4.6

QUARTERLY FINANCIAL & TRAFFIC REVIEW

INTERNATIONAL OPERATIONS

International Passenger Majors

Items		Quarter Ended		12 Months Ended				
		2017 q1	2016 q1	2017 q1	2016 q4	2016 q3	2016 q2	2016 q1
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	9,233.5	10,347.5	41,106.7	42,220.7	43,253.9	44,851.1	45,979.6
2	Operating Expenses	8,966.9	9,043.1	36,670.0	36,746.2	37,090.9	37,929.0	38,733.3
3	Operating Profit (Loss)	266.7	1,304.4	4,436.7	5,474.4	6,163.0	6,922.1	7,246.2
4	Net Income (Loss)	63.6	977.1	2,883.1	3,796.6	4,330.5	6,679.1	6,927.4
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Rev. Svc.	58.7	58.7	263.3	263.3	263.0	263.2	262.3
6	ASMs - Scheduled Rev. Svc.	75.8	75.6	326.7	326.5	326.1	325.6	324.1
7	Overall RTMs (All Svc.)	7.5	7.3	32.8	32.6	32.5	32.5	32.4
8	Overall ATMs (All Svc.)	12.6	12.7	55.4	55.5	55.5	55.5	55.1
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	123.9	141.7	125.4	129.4	133.2	138.1	142.0
10	Operating Expense per RTM	120.3	123.8	111.9	112.7	114.2	116.8	119.6
11	Operating Profit (Loss) per RTM	3.6	17.9	13.5	16.8	19.0	21.3	22.4
12	Operating Expense per ATM	71.0	71.0	66.2	66.2	66.8	68.3	70.3
13	Passenger Revenue per RPM	12.92	12.90	12.84	12.84	12.85	13.08	13.40
<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	2.9	12.6	10.8	13.0	14.2	15.4	15.8
19	Net Income to Stockholders Equity	*	*	**	**	**	**	**
20	Corporate Return on Investment	*	*	**	**	**	**	**
21	Debt to Total Investment	*	*	**	**	**	**	**
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	77.5	77.7	80.6	80.6	80.6	80.8	81.0
23	Breakeven	78.3	73.0	73.9	72.7	71.8	70.8	69.4
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	*	*	**	**	**	**	**
25	Overall RTM's per Employee (000)	*	*	**	**	**	**	**
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	-10.8	-3.4	-10.6	-8.9	-7.9	-5.8	-4.8
27	Operating Expenses (%)	-0.8	-4.8	-5.3	-6.2	-9.6	-10.6	-11.5
28	Operating Profit (Loss) (in Millions \$)	-1,037.7	90.8	-2,809.5	-1,681.0	226.4	1,757.5	2,726.2
29	Net Income (Loss) (in Millions \$)	-913.5	192.9	-4,044.3	-2,937.9	-1,230.6	3,586.1	4,531.1
30	RPMs (Sch. Svc.) (%)	0.0	1.9	0.4	0.8	1.2	2.4	2.2
31	ASMs (Sch. Svc.) (%)	0.3	2.0	0.8	1.2	1.3	2.1	2.1
32	Operating Revenues per RTM (%)	-12.6	-2.9	-11.7	-9.5	-8.3	-6.8	-5.5
33	Operating Expense per RTM (%)	-2.9	-4.3	-6.5	-6.8	-10.0	-11.6	-12.1
34	Passenger Revenue per RPM (Sch. Svc.)(%)	0.2	-10.2	-4.1	-6.4	-9.0	-9.9	-9.2

TOTAL PASSENGER MAJOR GROUP AIRLINES

SYSTEM ENTITY

Chart 11. Passenger Revenue Per Revenue Passenger Mile

Percent Change YOY

Year Over Year Percent Change

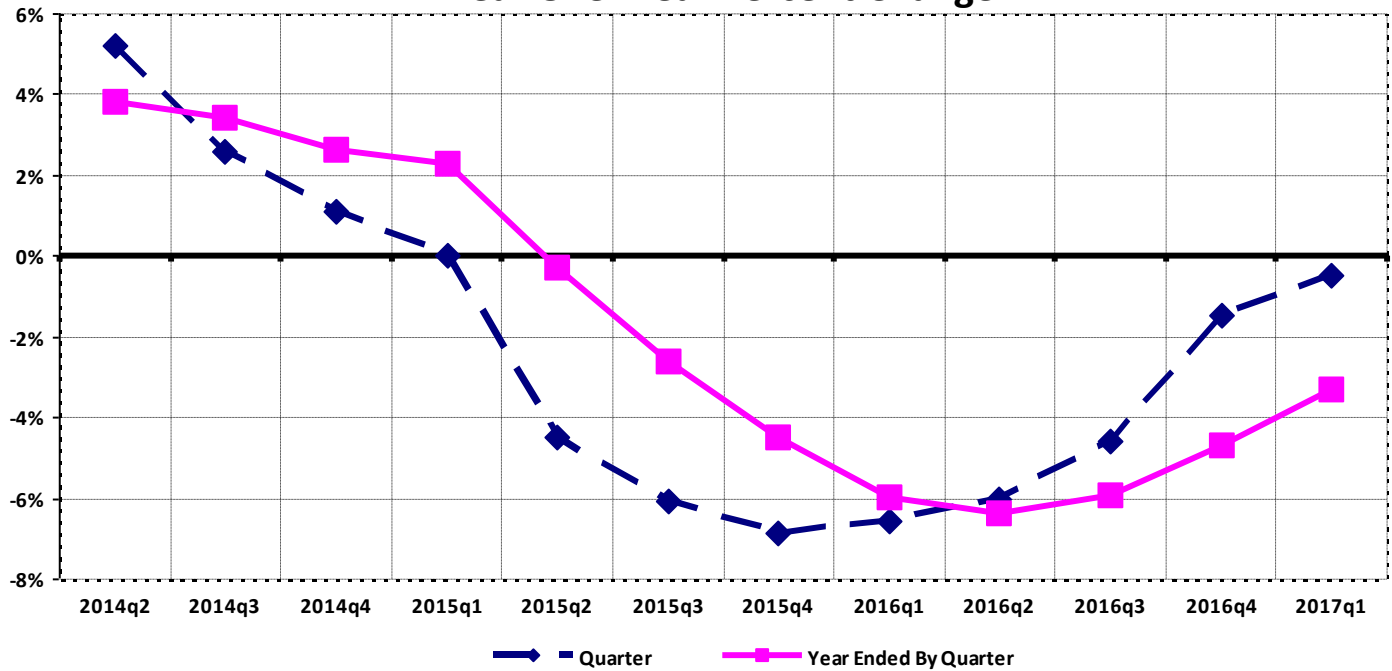
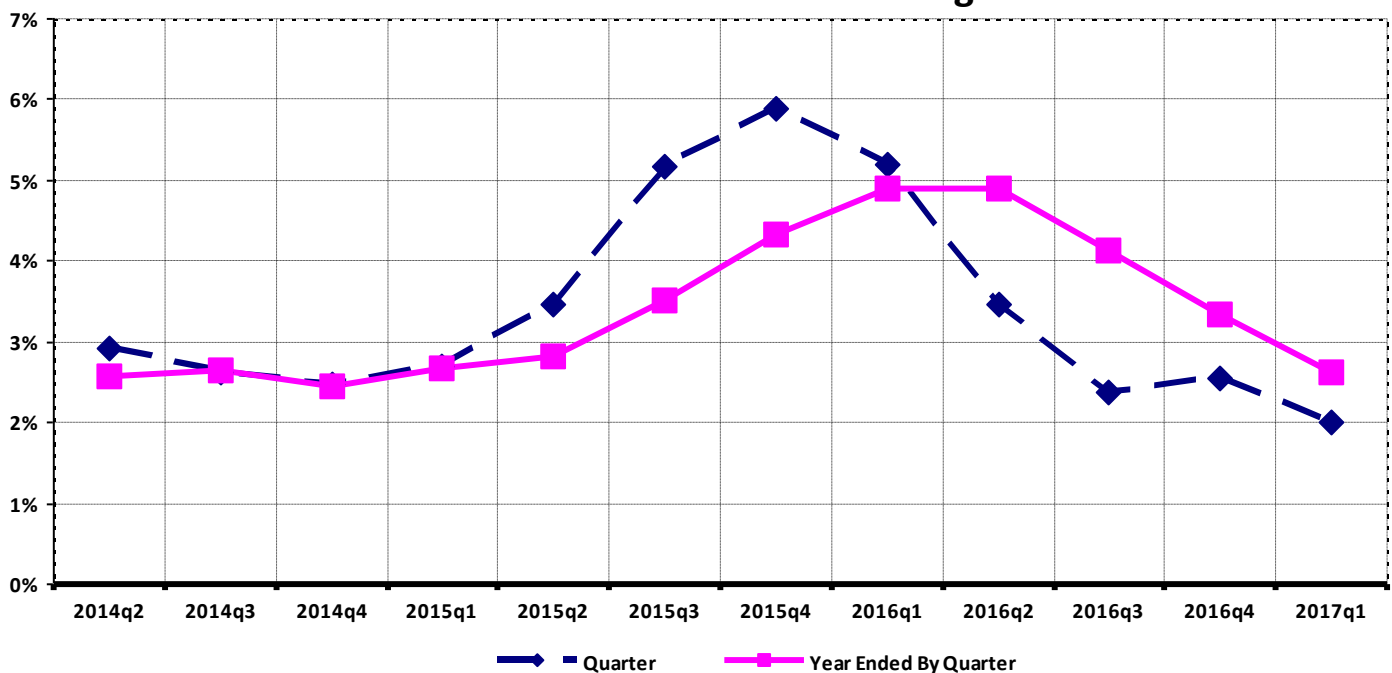


Chart 12. Revenue Passenger Miles (Scheduled Service)

Percent Change YOY

Year Over Year Percent Change



TOTAL PASSENGER MAJOR GROUP AIRLINES SYSTEM ENTITY

Chart 13. Available Seat Miles (Scheduled Passenger Service)

Percent Change YOY

Year Over Year Percent Change

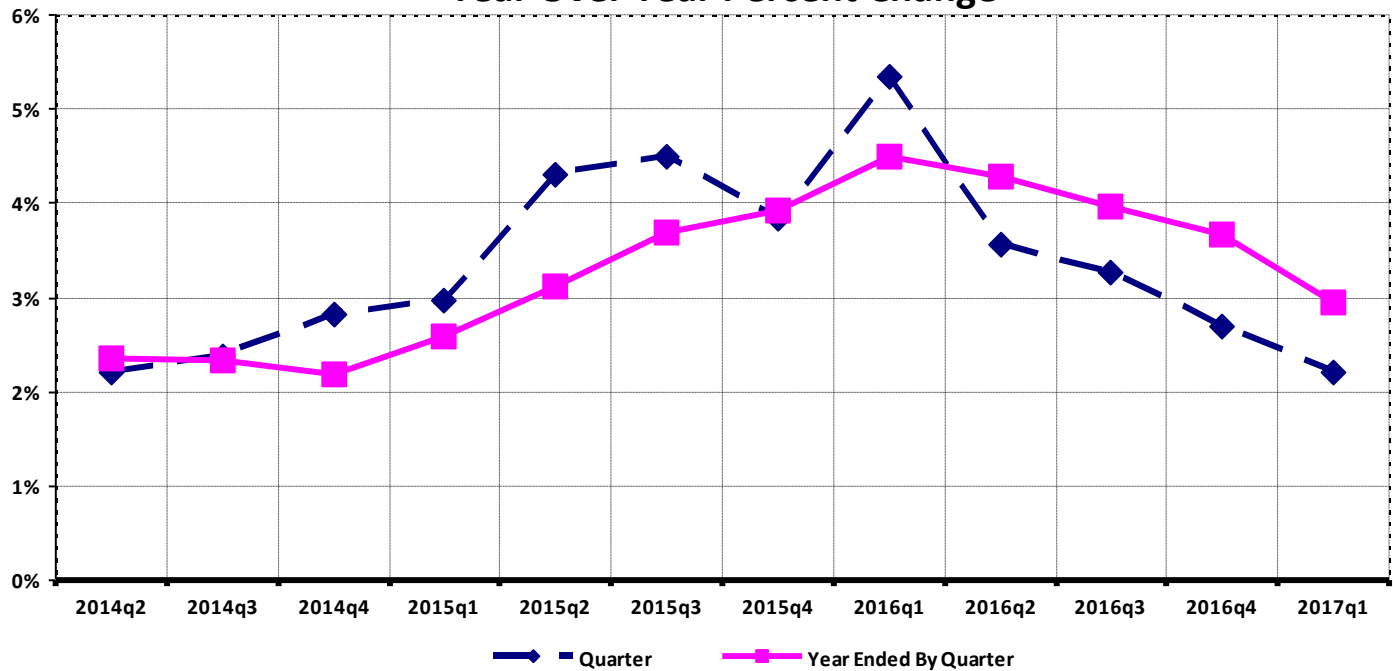
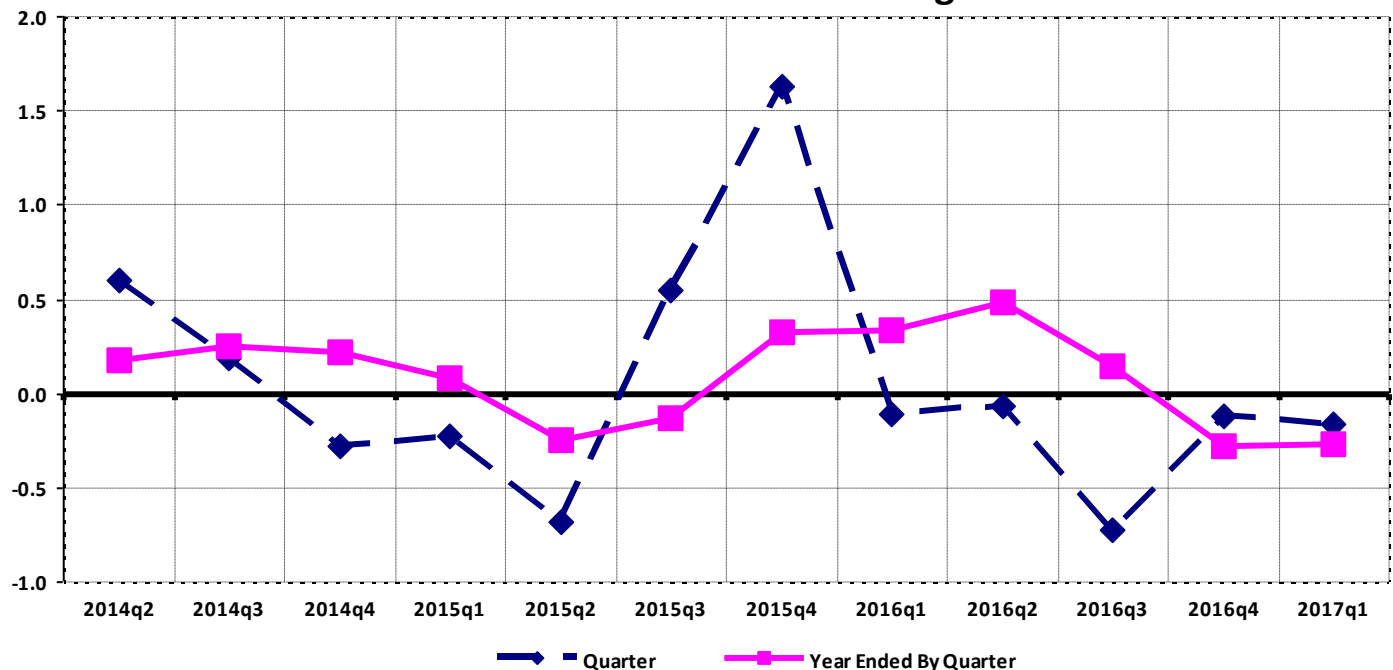


Chart 14. Passenger Load Factor

Point Change YOY

Year Over Year Point Change



TOTAL PASSENGER MAJOR GROUP AIRLINES SYSTEM ENTITY

Chart 15. Passenger (RPM) Yield For the Quarter 2017q1

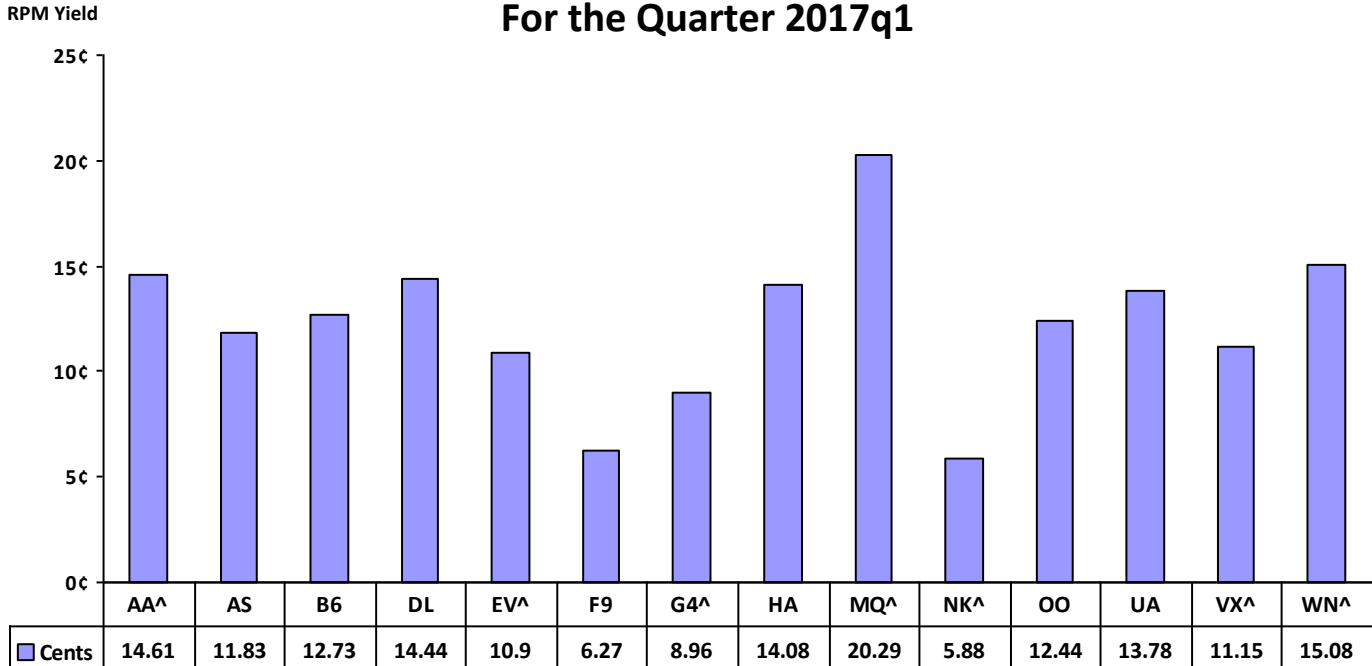
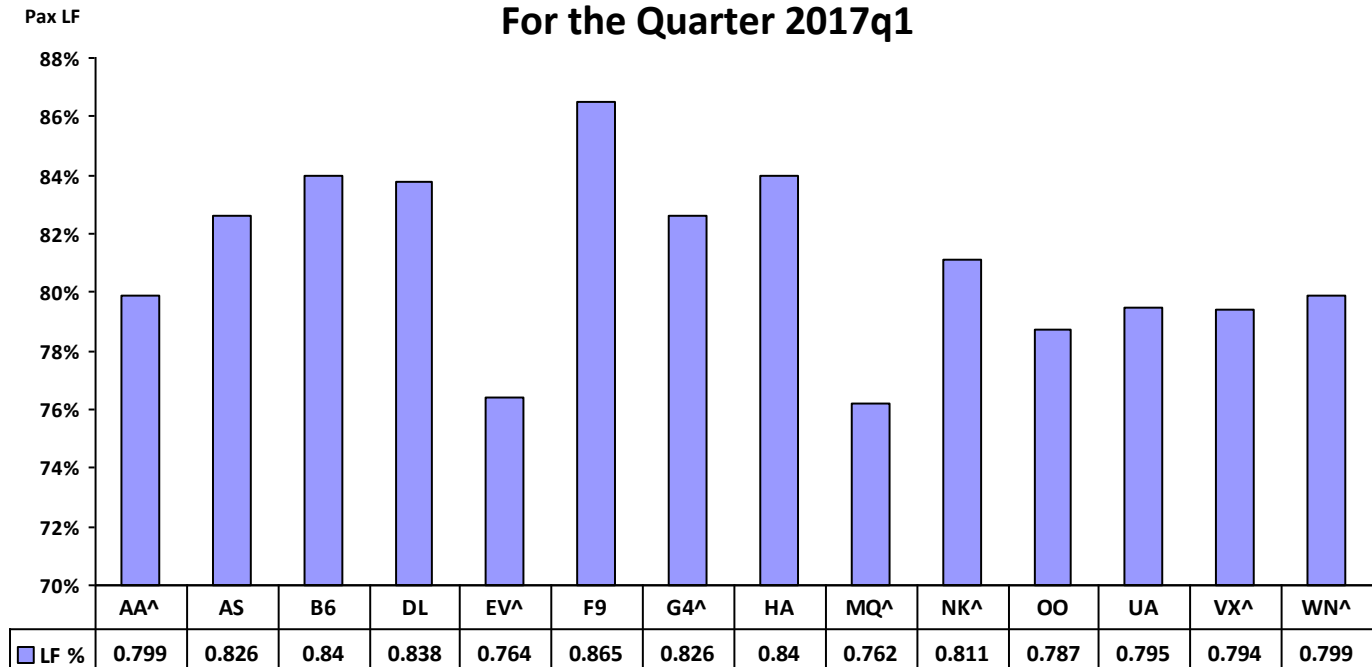


Chart 16. Passenger Load Factor For the Quarter 2017q1



QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

Alaska Airlines Inc. (AS)

Items	Quarter Ended		12 Months Ended				
	2017 q1	2016 q1	2017 q1	2016 q4	2016 q3	2016 q2	2016 q1
<u>FINANCIAL RESULTS: (\$Millions)</u>							
1 Operating Revenues	1,391.1	1,345.8	5,873.2	5,827.9	5,780.8	5,729.5	5,672.1
2 Operating Expenses	1,175.8	1,046.9	4,519.0	4,390.1	4,383.5	4,322.3	4,320.2
3 Operating Profit (Loss)	215.2	298.8	1,354.2	1,437.8	1,397.3	1,407.2	1,351.9
4 Net Income (Loss)	122.7	185.3	816.7	879.3	901.3	903.8	868.3
<u>TRAFFIC: (Billions)</u>							
5 RPMs - Scheduled Rev. Svc.	8.1	7.7	33.2	32.8	32.4	31.8	31.0
6 ASMs - Scheduled Rev. Svc.	9.8	9.3	39.1	38.6	38.4	37.7	36.9
7 Overall RTMs (All Svc.)	0.8	0.8	3.4	3.4	3.3	3.3	3.2
8 Overall ATMs (All Svc.)	1.3	1.2	5.0	4.9	4.9	4.8	4.7
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>							
9 Operating Revenue per RTM	168.5	171.1	172.8	173.5	174.1	176.0	178.6
10 Operating Expense per RTM	142.5	133.1	133.0	130.7	132.1	132.8	136.0
11 Operating Profit (Loss) per RTM	26.1	38.0	39.8	42.8	42.1	43.2	42.6
12 Operating Expense per ATM	93.1	88.5	90.4	89.2	89.8	90.4	92.7
13 Passenger Revenue per RPM	11.83	12.07	12.21	12.27	12.38	12.58	12.84
<u>FINANCIAL RATIOS:</u>							
14 Operating Revenues to Total Investment	*	*	1.03	1.14	1.28	1.43	1.50
15 Times Interest Earned	*	*	37.84	58.85	134.47	160.35	155.26
16 Current Assets to Current Liabilities	*	*	1.98	2.05	2.19	1.62	1.52
17 No. of Days Cash Coverage of Cash Exp.	*	*	128.2	116.0	287.6	145.4	141.2
<u>FINANCIAL PERCENTAGES: (%)</u>							
18 Operating Profit (Loss) to Operating Revenue	15.5	22.2	23.1	24.7	24.2	24.6	23.8
19 Net Income to Stockholders Equity	*	*	19.31	21.84	23.65	25.32	26.02
20 Corporate Return on Investment	*	*	14.9	17.6	20.1	22.8	23.2
21 Debt to Total Investment	*	*	33.4	34.8	30.8	8.9	9.8
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>							
22 Actual	82.6	82.5	84.9	84.9	84.3	84.3	84.2
23 Breakeven	70.0	61.7	62.6	60.6	60.7	60.3	61.1
<u>Employment & Productivity:</u>							
24 Employment, Total Weighted Avg CY	11,789	10,981	11,435	11,233	11,090	10,995	10,891
25 Overall RTM's per Employee (000)	70.0	71.6	297.2	299.1	299.3	296.0	291.6
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>							
26 Operating Revenues (%)	3.4	6.2	3.5	4.2	4.7	4.7	4.9
27 Operating Expenses (%)	12.3	1.7	4.6	2.0	3.1	0.1	-0.9
28 Operating Profit (Loss) (in Millions \$)	-83.6	60.7	2.3	146.6	124.4	252.6	302.2
29 Net Income (Loss) (in Millions \$)	-62.6	39.8	-51.6	50.8	112.6	190.9	217.7
30 RPMs (Sch. Svc.) (%)	5.0	10.3	7.0	8.3	9.9	9.8	9.5
31 ASMs (Sch. Svc.) (%)	4.8	12.0	6.1	7.8	10.5	10.6	10.9
32 Operating Revenues per RTM (%)	-1.5	-3.7	-3.2	-3.8	-4.7	-4.5	-4.1
33 Operating Expense per RTM (%)	7.0	-7.8	-2.2	-5.8	-6.1	-8.7	-9.3
34 Passenger Revenue per RPM (Sch. Svc.)(%)	-2.0	-6.3	-4.9	-5.9	-6.3	-5.9	-4.9

QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

Allegiant Air (G4)^

Items		Quarter Ended		12 Months Ended				
		2017 q1	2016 q1	2017 q1	2016 q4	2016 q3	2016 q2	2016 q1
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	362.0	337.3	1,342.0	1,317.3	1,294.4	1,262.3	1,240.6
2	Operating Expenses	296.0	221.8	1,043.1	969.0	917.4	884.0	872.6
3	Operating Profit (Loss)	66.1	115.5	298.9	348.3	377.0	378.4	368.0
4	Net Income (Loss)	63.7	112.4	287.6	336.3	365.5	366.6	356.5
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Rev. Svc.	2.7	2.5	10.4	10.2	9.9	9.5	9.2
6	ASMs - Scheduled Rev. Svc.	3.3	2.9	12.3	11.9	11.6	11.1	10.7
7	Overall RTMs (All Svc.)	0.3	0.3	1.1	1.0	1.0	1.0	0.9
8	Overall ATMs (All Svc.)	0.8	0.6	2.8	2.6	2.5	2.2	2.0
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	132.9	133.2	127.4	127.4	128.2	130.3	133.0
10	Operating Expense per RTM	108.7	87.6	99.0	93.7	90.8	91.2	93.6
11	Operating Profit (Loss) per RTM	24.3	45.6	28.4	33.7	37.3	39.0	39.5
12	Operating Expense per ATM	39.4	35.8	37.7	36.7	36.9	40.2	43.9
13	Passenger Revenue per RPM	8.96	9.10	8.42	8.44	8.54	8.76	9.02
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	0.81	0.84	0.88	0.92	0.97
15	Times Interest Earned	*	*	30.11	32.48	37.79	38.87	39.66
16	Current Assets to Current Liabilities	*	*	2.37	2.48	2.20	2.39	2.28
17	No. of Days Cash Coverage of Cash Exp.	*	*	6.2	9.1	5.9	12.9	9.3
<u>FINANCIAL PERCENTAGES: (%)</u>								
18	Operating Profit (Loss) to Operating Revenue	18.2	34.2	22.3	26.4	29.1	30.0	29.7
19	Net Income to Stockholders Equity	*	*	22.08	27.49	32.11	34.87	37.07
20	Corporate Return on Investment	*	*	18.1	22.2	25.4	27.4	28.5
21	Debt to Total Investment	*	*	19.2	20.0	22.7	20.3	22.7
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	82.6	86.3	84.5	85.5	86.0	86.0	86.3
23	Breakeven	77.1	58.0	74.6	69.4	65.7	64.2	64.7
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	3,482	2,975	3,325	3,198	3,059	2,882	2,715
25	Overall RTM's per Employee (000)	78.2	85.1	316.8	323.4	330.1	336.2	343.5
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	7.3	6.0	8.2	7.8	8.8	9.1	10.2
27	Operating Expenses (%)	33.4	2.9	19.5	11.8	0.3	-4.9	-6.8
28	Operating Profit (Loss) (in Millions \$)	-49.4	12.9	-69.2	-6.8	101.8	150.9	177.7
29	Net Income (Loss) (in Millions \$)	-48.6	12.5	-68.9	-7.7	104.4	153.3	178.3
30	RPMs (Sch. Svc.) (%)	7.9	14.9	13.0	14.9	16.9	17.3	17.0
31	ASMs (Sch. Svc.) (%)	12.7	17.9	15.3	16.6	19.3	20.6	21.0
32	Operating Revenues per RTM (%)	-0.2	-7.9	-4.2	-6.2	-7.1	-7.0	-5.8
33	Operating Expense per RTM (%)	24.1	-10.6	5.8	-2.7	-14.3	-19.0	-20.3
34	Passenger Revenue per RPM (Sch. Svc.)(%)	-1.5	-10.8	-6.7	-9.1	-10.5	-11.3	-11.6

QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

American Airlines Inc. (AA)^

Items		Quarter Ended		12 Months Ended				
		2017 q1	2016 q1	2017 q1	2016 q4	2016 q3	2016 q2	2016 q1
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	9,620.6	9,497.1	40,545.1	40,421.5	40,296.5	40,340.3	40,739.7
2	Operating Expenses	9,016.8	8,173.9	35,960.3	35,117.4	34,720.4	34,193.7	34,429.2
3	Operating Profit (Loss)	603.8	1,323.2	4,584.8	5,304.2	5,576.1	6,146.5	6,310.5
4	Net Income (Loss)	262.6	710.3	2,333.5	2,781.2	6,190.7	7,154.8	7,647.8
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Rev. Svc.	45.2	46.2	197.9	198.9	199.8	201.0	200.7
6	ASMs - Scheduled Rev. Svc.	56.6	57.5	240.6	241.5	241.9	241.6	240.9
7	Overall RTMs (All Svc.)	5.1	5.2	22.3	22.3	22.4	22.4	22.4
8	Overall ATMs (All Svc.)	8.7	9.0	37.5	37.8	37.9	37.9	37.8
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	187.1	183.8	181.8	181.0	180.3	179.8	181.9
10	Operating Expense per RTM	175.4	158.2	161.2	157.3	155.3	152.4	153.7
11	Operating Profit (Loss) per RTM	11.7	25.6	20.6	23.8	24.9	27.4	28.2
12	Operating Expense per ATM	103.3	91.2	95.8	93.0	91.6	90.2	91.1
13	Passenger Revenue per RPM	14.61	14.21	14.11	14.02	13.97	14.01	14.25
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	1.20	1.25	1.34	1.47	1.65
15	Times Interest Earned	*	*	5.00	5.90	5.70	6.48	6.89
16	Current Assets to Current Liabilities	*	*	1.16	1.20	1.15	1.08	0.91
17	No. of Days Cash Coverage of Cash Exp.	*	*	70.7	68.9	74.0	79.0	76.4
<u>FINANCIAL PERCENTAGES: (%)</u>								
18	Operating Profit (Loss) to Operating Revenue	6.3	13.9	11.3	13.1	13.8	15.2	15.5
19	Net Income to Stockholders Equity	*	*	19.32	24.32	61.32	86.13	120.04
20	Corporate Return on Investment	*	*	9.7	11.4	23.5	29.2	34.2
21	Debt to Total Investment	*	*	63.8	64.1	63.2	64.1	65.8
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	79.9	80.3	82.3	82.3	82.6	83.2	83.3
23	Breakeven	80.8	70.5	77.3	74.8	73.6	71.8	71.2
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	99,876	97,545	99,130	98,547	97,997	97,454	96,927
25	Overall RTM's per Employee (000)	51.5	53.0	225.0	226.6	228.1	230.3	231.0
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	1.3	-3.5	-0.5	-1.6	-3.2	-4.2	-4.6
27	Operating Expenses (%)	10.3	-5.4	4.4	0.6	-2.7	-7.3	-9.4
28	Operating Profit (Loss) (in Millions \$)	-719.4	121.5	-1,725.7	-884.8	-389.4	920.2	1,609.5
29	Net Income (Loss) (in Millions \$)	-447.7	-98.0	-5,314.3	-4,964.6	1,756.2	3,487.2	4,575.0
30	RPMs (Sch. Svc.) (%)	-2.1	3.0	-1.4	-0.2	1.1	3.2	3.2
31	ASMs (Sch. Svc.) (%)	-1.7	3.0	-0.1	1.0	1.2	1.8	1.9
32	Operating Revenues per RTM (%)	1.8	-5.9	-0.1	-1.9	-4.3	-6.8	-7.1
33	Operating Expense per RTM (%)	10.8	-7.7	4.9	0.3	-3.8	-9.8	-11.8
34	Passenger Revenue per RPM (Sch. Svc.)(%)	2.8	-8.8	-1.0	-3.7	-5.9	-8.1	-7.9

QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

Delta Air Lines Inc. (DL)

Items		Quarter Ended		12 Months Ended				
		2017 q1	2016 q1	2017 q1	2016 q4	2016 q3	2016 q2	2016 q1
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	9,196.1	9,295.7	39,750.0	39,849.6	39,888.1	40,478.6	40,703.8
2	Operating Expenses	8,128.2	7,751.3	33,250.0	32,873.2	32,219.3	32,566.6	32,719.3
3	Operating Profit (Loss)	1,067.9	1,544.3	6,500.0	6,976.4	7,668.7	7,912.0	7,984.5
4	Net Income (Loss)	615.9	955.2	4,070.6	4,409.8	4,764.5	4,814.4	4,749.2
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Rev. Svc.	43.0	42.7	191.8	191.5	191.0	191.1	189.6
6	ASMs - Scheduled Rev. Svc.	51.3	51.5	224.5	224.6	224.1	223.1	221.3
7	Overall RTMs (All Svc.)	4.8	4.8	21.2	21.2	21.1	21.2	21.1
8	Overall ATMs (All Svc.)	7.5	7.6	33.0	33.1	33.1	33.0	32.8
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	192.5	195.5	187.7	188.4	188.7	190.9	192.8
10	Operating Expense per RTM	170.1	163.0	157.0	155.4	152.4	153.6	155.0
11	Operating Profit (Loss) per RTM	22.4	32.5	30.7	33.0	36.3	37.3	37.8
12	Operating Expense per ATM	108.9	102.2	100.9	99.4	97.4	98.6	99.7
13	Passenger Revenue per RPM	14.44	14.65	14.25	14.30	14.40	14.64	14.84
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	1.96	2.03	1.98	1.98	1.95
15	Times Interest Earned	*	*	18.48	19.36	19.79	18.99	17.85
16	Current Assets to Current Liabilities	*	*	0.43	0.49	0.48	0.47	0.51
17	No. of Days Cash Coverage of Cash Exp.	*	*	30.1	37.8	37.5	34.4	33.8
<u>FINANCIAL PERCENTAGES: (%)</u>								
18	Operating Profit (Loss) to Operating Revenue	11.6	16.6	16.4	17.5	19.2	19.5	19.6
19	Net Income to Stockholders Equity	*	*	33.37	37.43	39.81	40.26	39.64
20	Corporate Return on Investment	*	*	21.8	24.3	25.5	25.5	24.9
21	Debt to Total Investment	*	*	41.6	37.3	37.6	39.8	42.7
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	83.8	82.9	85.4	85.2	85.3	85.7	85.7
23	Breakeven	73.3	68.8	69.8	68.7	67.1	67.4	67.5
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	79,793	79,164	79,939	79,782	79,661	79,414	79,021
25	Overall RTM's per Employee (000)	59.9	60.1	264.9	265.1	265.4	267.1	267.1
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	-1.1	-1.2	-2.3	-2.4	-2.5	-1.3	-0.5
27	Operating Expenses (%)	4.9	-3.1	1.6	-0.3	-9.4	-10.7	-12.2
28	Operating Profit (Loss) (in Millions \$)	-476.4	139.9	-1,484.5	-868.2	2,318.1	3,374.4	4,327.5
29	Net Income (Loss) (in Millions \$)	-339.3	210.7	-678.6	-128.6	1,916.0	2,923.7	3,538.3
30	RPMs (Sch. Svc.) (%)	0.7	3.8	1.2	1.8	2.5	3.7	3.9
31	ASMs (Sch. Svc.) (%)	-0.3	3.4	1.4	2.3	2.3	3.0	3.4
32	Operating Revenues per RTM (%)	-1.5	-2.8	-2.6	-2.9	-3.5	-3.2	-2.6
33	Operating Expense per RTM (%)	4.4	-4.7	1.3	-0.9	-10.3	-12.4	-14.0
34	Passenger Revenue per RPM (Sch. Svc.)(%)	-1.5	-5.0	-4.0	-4.7	-5.0	-4.8	-4.3

QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

Envoy Air (MQ)^

Items		Quarter Ended		12 Months Ended				
		2017 q1	2016 q1	2017 q1	2016 q4	2016 q3	2016 q2	2016 q1
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	275.0	249.1	1,083.8	1,058.0	983.4	907.4	865.9
2	Operating Expenses	277.2	245.6	1,074.9	1,043.3	988.6	938.4	903.0
3	Operating Profit (Loss)	-2.3	3.5	8.9	14.6	-5.2	-31.0	-37.1
4	Net Income (Loss)	0.7	-2.6	2.2	-1.1	13.6	-9.9	-18.8
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Rev. Svc.	1.4	1.1	5.7	5.4	5.1	4.9	5.0
6	ASMs - Scheduled Rev. Svc.	1.8	1.4	7.1	6.8	6.5	6.2	6.3
7	Overall RTMs (All Svc.)	0.1	0.1	0.6	0.5	0.5	0.5	0.5
8	Overall ATMs (All Svc.)	0.2	0.2	0.9	0.9	0.8	0.8	0.8
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	203.2	230.0	190.4	195.1	191.6	183.8	171.7
10	Operating Expense per RTM	204.9	226.8	188.9	192.4	192.6	190.1	179.1
11	Operating Profit (Loss) per RTM	-1.7	3.2	1.6	2.7	-1.0	-6.3	-7.4
12	Operating Expense per ATM	122.5	135.2	118.6	121.0	121.3	119.4	113.2
13	Passenger Revenue per RPM	20.29	22.55	19.02	19.41	18.14	16.31	14.20
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	5.60	5.51	5.23	4.90	4.64
15	Times Interest Earned	*	*	9,377.17	4,104.05	-0.14	-5.31	-4.74
16	Current Assets to Current Liabilities	*	*	1.10	1.30	1.22	1.13	1.31
17	No. of Days Cash Coverage of Cash Exp.	*	*	0.1	0.1	0.1	0.0	0.1
<u>FINANCIAL PERCENTAGES: (%)</u>								
18	Operating Profit (Loss) to Operating Revenue	-0.8	1.4	0.8	1.4	-0.5	-3.4	-4.3
19	Net Income to Stockholders Equity	*	*	1.15	-0.57	7.29	-5.36	-10.08
20	Corporate Return on Investment	*	*	1.1	-0.6	8.7	-2.3	-5.5
21	Debt to Total Investment	*	*		7.2	3.8	0.0	0.1
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	76.2	74.9	79.5	79.4	79.3	79.0	79.3
23	Breakeven	77.1	75.5	79.0	78.8	84.3	92.1	99.8
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	11,155	10,644	10,895	10,767	10,711	10,417	10,466
25	Overall RTM's per Employee (000)	12.1	10.2	52.2	50.4	47.9	47.4	48.2
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	10.4	5.0	25.2	23.9	7.9	-6.5	-14.7
27	Operating Expenses (%)	12.8	2.9	19.0	16.4	5.7	-3.2	-9.7
28	Operating Profit (Loss) (in Millions \$)	-5.7	5.0	46.0	56.7	19.2	-32.2	-52.0
29	Net Income (Loss) (in Millions \$)	3.2	-1.9	20.9	15.8	32.7	-5.5	-25.3
30	RPMs (Sch. Svc.) (%)	25.1	-24.7	12.9	0.4	-13.8	-24.4	-28.7
31	ASMs (Sch. Svc.) (%)	23.0	-25.6	12.6	-0.4	-15.3	-26.1	-30.9
32	Operating Revenues per RTM (%)	-11.6	39.4	10.9	23.3	25.1	23.6	19.5
33	Operating Expense per RTM (%)	-9.7	36.6	5.4	15.9	22.4	28.0	26.5
34	Passenger Revenue per RPM (Sch. Svc.)(%)	-10.0	68.8	34.0	57.8	48.7	33.4	17.1

QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

ExpressJet Airlines Inc. (EV)^

Items		Quarter Ended		12 Months Ended				
		2017 q1	2016 q1	2017 q1	2016 q4	2016 q3	2016 q2	2016 q1
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	228.7	267.8	1,005.7	1,044.8	1,067.7	1,090.3	1,129.2
2	Operating Expenses	229.5	273.6	1,295.4	1,339.6	1,089.8	1,115.7	1,146.4
3	Operating Profit (Loss)	-0.8	-5.8	-289.8	-294.7	-22.1	-25.4	-17.3
4	Net Income (Loss)	-0.4	-5.2	94.1	89.2	-19.6	-22.7	-18.6
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Rev. Svc.	2.1	2.6	10.0	10.5	10.8	11.4	12.1
6	ASMs - Scheduled Rev. Svc.	2.7	3.3	12.4	13.0	13.5	14.2	15.0
7	Overall RTMs (All Svc.)	0.2	0.3	1.0	1.0	1.1	1.1	1.2
8	Overall ATMs (All Svc.)	0.3	0.4	1.4	1.5	1.5	1.6	1.7
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	109.6	104.5	100.8	100.0	98.6	95.9	93.4
10	Operating Expense per RTM	110.0	106.8	129.9	128.2	100.6	98.1	94.9
11	Operating Profit (Loss) per RTM	-0.4	-2.3	-29.0	-28.2	-2.0	-2.2	-1.4
12	Operating Expense per ATM	75.2	73.6	93.2	92.0	72.1	70.7	68.9
13	Passenger Revenue per RPM	10.90	10.38	10.01	9.93	9.78	9.52	9.28
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	1.74	1.63	1.57	1.51	1.23
15	Times Interest Earned	*	*	-1.23	-1.79	-4.67	-4.18	-2.58
16	Current Assets to Current Liabilities	*	*	0.25	0.88	0.88	2.83	0.93
17	No. of Days Cash Coverage of Cash Exp.	*	*	3.1	2.7	3.4	3.2	14.1
<u>FINANCIAL PERCENTAGES: (%)</u>								
18	Operating Profit (Loss) to Operating Revenue	-0.4	-2.2	-28.8	-28.2	-2.1	-2.3	-1.5
19	Net Income to Stockholders Equity	*	*	26.77	23.27	-5.06	-5.83	-3.81
20	Corporate Return on Investment	*	*	17.3	15.0	-2.1	-2.2	-1.2
21	Debt to Total Investment	*	*	38.2	36.6	36.6	86.7	41.7
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	76.4	76.8	80.4	80.3	80.0	80.2	80.6
23	Breakeven	77.2	79.3	106.9	106.3	82.5	83.0	82.6
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	6,127	7,217	6,501	6,773	7,051	7,327	7,624
25	Overall RTM's per Employee (000)	34.0	35.5	153.4	154.3	153.6	155.2	158.5
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	-14.6	-13.2	-10.9	-10.7	-13.7	-15.8	-15.1
27	Operating Expenses (%)	-16.1	-14.3	13.0	12.4	-14.1	-16.1	-17.6
28	Operating Profit (Loss) (in Millions \$)	5.0	4.9	-272.5	-272.6	8.3	9.1	43.2
29	Net Income (Loss) (in Millions \$)	4.8	4.5	112.6	112.2	15.4	13.3	45.6
30	RPMs (Sch. Svc.) (%)	-18.6	-18.9	-17.5	-17.6	-20.2	-21.7	-21.3
31	ASMs (Sch. Svc.) (%)	-18.1	-17.9	-17.2	-17.2	-19.6	-21.2	-20.9
32	Operating Revenues per RTM (%)	4.9	7.1	7.9	8.4	8.1	7.5	7.8
33	Operating Expense per RTM (%)	3.1	5.7	36.9	36.4	7.7	7.2	4.7
34	Passenger Revenue per RPM (Sch. Svc.)(%)	5.0	7.0	7.9	8.3	7.9	7.2	7.3

QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

Frontier Airlines Inc. (F9)

Items		Quarter Ended		12 Months Ended				
		2017 q1	2016 q1	2017 q1	2016 q4	2016 q3	2016 q2	2016 q1
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	429.9	368.1	1,775.4	1,713.6	1,683.2	1,610.1	1,602.7
2	Operating Expenses	432.6	305.9	1,519.9	1,393.3	1,371.7	1,329.2	1,315.0
3	Operating Profit (Loss)	-2.7	62.2	255.4	320.3	311.5	280.9	287.7
4	Net Income (Loss)	-0.2	38.5	163.9	202.6	189.3	145.9	153.2
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Rev. Svc.	4.2	3.5	16.6	15.9	15.2	14.1	13.4
6	ASMs - Scheduled Rev. Svc.	4.9	4.0	19.1	18.2	17.4	16.1	15.4
7	Overall RTMs (All Svc.)	0.4	0.4	1.7	1.6	1.5	1.5	1.4
8	Overall ATMs (All Svc.)	0.5	0.4	1.9	1.8	1.8	2.3	3.3
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	102.3	104.3	106.4	107.0	108.7	110.7	114.3
10	Operating Expense per RTM	103.0	86.7	91.1	87.0	88.6	91.4	93.8
11	Operating Profit (Loss) per RTM	-0.6	17.6	15.3	20.0	20.1	19.3	20.5
12	Operating Expense per ATM	88.6	75.6	79.1	75.8	77.6	56.7	40.3
13	Passenger Revenue per RPM	6.27	6.93	6.67	6.83	7.20	7.87	8.62
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	3.03	2.88	2.98	3.02	3.19
15	Times Interest Earned	*	*	-428.77	627.04	199.64	88.24	61.33
16	Current Assets to Current Liabilities	*	*	0.98	1.29	1.16	0.99	0.87
17	No. of Days Cash Coverage of Cash Exp.	*	*	134.6	167.3	154.4	137.6	104.9
<u>FINANCIAL PERCENTAGES: (%)</u>								
18	Operating Profit (Loss) to Operating Revenue	-0.6	16.9	14.4	18.7	18.5	17.4	17.9
19	Net Income to Stockholders Equity	*	*	46.28	55.65	55.83	46.15	51.65
20	Corporate Return on Investment	*	*	27.9	34.1	33.8	27.9	31.3
21	Debt to Total Investment	*	*	43.5	34.5	35.4	40.7	45.9
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	86.5	87.3	87.0	87.2	87.7	87.6	87.2
23	Breakeven	114.9	79.7	91.0	82.6	79.6	75.9	71.2
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	3,472	2,992	3,279	3,159	3,046	2,950	2,877
25	Overall RTM's per Employee (000)	121.0	118.0	508.7	506.8	508.4	492.9	487.3
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	16.8	-0.4	10.8	6.8	4.9	-1.6	-0.8
27	Operating Expenses (%)	41.4	-4.1	15.6	4.9	3.1	-2.3	-4.2
28	Operating Profit (Loss) (in Millions \$)	-64.9	11.8	-32.2	44.4	36.4	5.1	44.7
29	Net Income (Loss) (in Millions \$)	-38.8	7.7	10.6	57.1	37.8	-28.3	3.5
30	RPMs (Sch. Svc.) (%)	20.4	33.4	23.4	26.3	29.6	24.5	23.7
31	ASMs (Sch. Svc.) (%)	21.5	29.9	23.7	25.6	28.1	24.4	25.9
32	Operating Revenues per RTM (%)	-1.9	-18.0	-6.9	-10.6	-15.0	-17.6	-17.5
33	Operating Expense per RTM (%)	18.8	-21.1	-2.8	-12.2	-16.4	-18.2	-20.3
34	Passenger Revenue per RPM (Sch. Svc.)(%)	-9.5	-34.7	-22.7	-28.1	-31.9	-30.3	-27.1

QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

Hawaiian Airlines Inc. (HA)

Items		Quarter Ended		12 Months Ended				
		2017 q1	2016 q1	2017 q1	2016 q4	2016 q3	2016 q2	2016 q1
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	612.5	547.8	2,506.3	2,441.5	2,383.3	2,343.9	2,321.7
2	Operating Expenses	540.7	452.5	2,054.0	1,965.8	1,878.2	1,860.4	1,867.4
3	Operating Profit (Loss)	71.9	95.3	452.2	475.7	505.1	483.4	454.3
4	Net Income (Loss)	39.0	53.0	226.4	240.4	276.2	243.8	213.2
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Rev. Svc.	3.8	3.5	15.7	15.5	15.2	14.9	14.6
6	ASMs - Scheduled Rev. Svc.	4.5	4.4	18.5	18.3	18.2	17.9	17.8
7	Overall RTMs (All Svc.)	0.4	0.4	1.8	1.8	1.7	1.7	1.7
8	Overall ATMs (All Svc.)	0.8	0.8	3.3	3.2	3.2	3.2	3.1
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	139.1	135.3	138.1	137.2	136.9	137.5	138.1
10	Operating Expense per RTM	122.8	111.7	113.2	110.5	107.9	109.1	111.1
11	Operating Profit (Loss) per RTM	16.3	23.5	24.9	26.7	29.0	28.4	27.0
12	Operating Expense per ATM	66.8	58.9	62.6	60.7	58.7	58.9	59.5
13	Passenger Revenue per RPM	14.08	13.53	13.90	13.78	13.69	13.73	13.85
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	2.39	2.33	2.25	2.18	2.10
15	Times Interest Earned	*	*	13.11	12.36	12.19	9.82	8.06
16	Current Assets to Current Liabilities	*	*	0.87	0.88	0.95	0.84	0.87
17	No. of Days Cash Coverage of Cash Exp.	*	*	125.0	105.9	128.5	114.3	124.1
<u>FINANCIAL PERCENTAGES: (%)</u>								
18	Operating Profit (Loss) to Operating Revenue	11.7	17.4	18.0	19.5	21.2	20.6	19.6
19	Net Income to Stockholders Equity	*	*	30.69	35.43	45.01	45.34	45.15
20	Corporate Return on Investment	*	*	24.4	26.2	29.8	26.8	23.7
21	Debt to Total Investment	*	*	22.7	25.9	26.8	31.2	42.3
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	84.0	81.1	85.0	84.3	83.6	82.9	81.9
23	Breakeven	75.0	66.8	69.1	67.0	64.5	64.5	64.8
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	5,606	5,125	5,471	5,351	5,214	5,092	4,993
25	Overall RTM's per Employee (000)	78.6	79.0	331.7	332.5	333.8	334.8	336.8
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	11.8	1.6	7.9	5.5	3.0	1.0	-0.2
27	Operating Expenses (%)	19.5	-3.2	10.0	4.4	-2.0	-5.8	-7.4
28	Operating Profit (Loss) (in Millions \$)	-23.5	23.3	-2.1	44.7	107.1	135.9	145.1
29	Net Income (Loss) (in Millions \$)	-14.1	20.4	13.2	47.6	107.3	108.0	97.8
30	RPMs (Sch. Svc.) (%)	7.2	6.2	7.6	7.4	6.4	5.0	4.5
31	ASMs (Sch. Svc.) (%)	3.5	3.3	3.7	3.7	3.3	3.0	3.4
32	Operating Revenues per RTM (%)	2.8	0.0	0.0	-0.6	-1.4	-1.6	-2.6
33	Operating Expense per RTM (%)	9.9	-4.7	1.9	-1.7	-6.1	-8.2	-9.6
34	Passenger Revenue per RPM (Sch. Svc.)(%)	4.0	-3.2	0.4	-1.3	-3.1	-4.0	-4.9

QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

JetBlue Airways (B6)

Items		Quarter Ended		12 Months Ended				
		2017 q1	2016 q1	2017 q1	2016 q4	2016 q3	2016 q2	2016 q1
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	1,603.9	1,616.4	6,619.9	6,632.4	6,585.0	6,540.9	6,508.8
2	Operating Expenses	1,456.3	1,267.4	5,513.1	5,324.3	5,248.8	5,209.1	5,205.1
3	Operating Profit (Loss)	147.6	348.9	1,106.8	1,308.1	1,336.2	1,331.8	1,303.7
4	Net Income (Loss)	85.3	199.5	644.4	758.6	768.6	767.7	739.5
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Rev. Svc.	11.4	11.0	46.1	45.6	45.0	44.2	43.1
6	ASMs - Scheduled Rev. Svc.	13.6	13.0	54.2	53.6	53.1	52.3	50.9
7	Overall RTMs (All Svc.)	1.1	1.1	4.6	4.6	4.5	4.4	4.3
8	Overall ATMs (All Svc.)	1.7	1.6	6.8	6.7	6.7	6.6	6.4
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	140.7	147.1	143.6	145.2	146.1	147.7	150.4
10	Operating Expense per RTM	127.7	115.3	119.6	116.6	116.5	117.6	120.3
11	Operating Profit (Loss) per RTM	12.9	31.8	24.0	28.6	29.7	30.1	30.1
12	Operating Expense per ATM	86.0	77.5	81.2	79.1	78.7	79.3	81.3
13	Passenger Revenue per RPM	12.73	13.46	13.00	13.18	13.28	13.49	13.84
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	1.23	1.25	1.26	1.28	1.30
15	Times Interest Earned	*	*	11.37	12.84	12.61	12.19	11.46
16	Current Assets to Current Liabilities	*	*	0.61	0.70	0.80	0.80	0.72
17	No. of Days Cash Coverage of Cash Exp.	*	*	74.7	71.9	109.0	113.8	96.8
<u>FINANCIAL PERCENTAGES: (%)</u>								
18	Operating Profit (Loss) to Operating Revenue	9.2	21.6	16.7	19.7	20.3	20.4	20.0
19	Net Income to Stockholders Equity	*	*	17.04	20.93	22.44	23.88	24.42
20	Corporate Return on Investment	*	*	13.8	16.2	16.7	17.2	17.1
21	Debt to Total Investment	*	*	25.1	25.6	30.5	32.4	34.3
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	84.0	84.3	85.0	85.1	84.8	84.5	84.6
23	Breakeven	77.8	64.3	71.1	67.8	66.7	66.2	66.6
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	16,882	15,364	16,365	15,985	15,630	15,283	14,978
25	Overall RTM's per Employee (000)	67.5	71.5	281.6	285.7	288.3	289.7	288.9
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	-0.8	6.1	1.7	3.4	5.0	7.1	8.6
27	Operating Expenses (%)	14.9	-1.0	5.9	2.0	0.3	-1.0	-1.5
28	Operating Profit (Loss) (in Millions \$)	-201.3	105.3	-196.9	109.8	300.0	482.2	595.6
29	Net Income (Loss) (in Millions \$)	-114.2	62.5	-95.1	81.5	194.1	312.6	205.7
30	RPMs (Sch. Svc.) (%)	3.9	14.1	6.9	9.4	11.0	11.4	11.1
31	ASMs (Sch. Svc.) (%)	4.2	14.1	6.5	8.8	10.4	11.6	10.7
32	Operating Revenues per RTM (%)	-4.4	-6.4	-4.5	-5.0	-4.7	-3.4	-1.8
33	Operating Expense per RTM (%)	10.7	-12.7	-0.6	-6.2	-9.0	-10.7	-11.0
34	Passenger Revenue per RPM (Sch. Svc.)(%)	-5.5	-8.0	-6.1	-6.7	-6.9	-5.4	-2.8

QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

SkyWest Airlines Inc. (OO)

Items		Quarter Ended		12 Months Ended				
		2017 q1	2016 q1	2017 q1	2016 q4	2016 q3	2016 q2	2016 q1
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	535.9	493.8	2,117.0	2,075.0	2,054.6	2,026.1	1,974.2
2	Operating Expenses	488.5	442.0	1,889.4	1,842.9	1,809.3	1,778.9	1,743.4
3	Operating Profit (Loss)	47.4	51.8	227.6	232.1	245.3	247.2	230.7
4	Net Income (Loss)	27.5	28.0	13.1	13.5	135.6	135.5	123.9
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Rev. Svc.	4.2	4.2	17.6	17.5	17.6	17.6	17.3
6	ASMs - Scheduled Rev. Svc.	5.3	5.2	21.4	21.3	21.4	21.3	21.0
7	Overall RTMs (All Svc.)	0.4	0.4	1.8	1.8	1.8	1.8	1.7
8	Overall ATMs (All Svc.)	0.6	0.6	2.6	2.6	2.6	2.6	2.6
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	128.7	118.9	120.6	118.2	116.7	115.3	113.9
10	Operating Expense per RTM	117.3	106.5	107.6	105.0	102.8	101.2	100.6
11	Operating Profit (Loss) per RTM	11.4	12.5	13.0	13.2	13.9	14.1	13.3
12	Operating Expense per ATM	78.3	69.0	73.6	71.3	69.4	68.2	67.8
13	Passenger Revenue per RPM	12.44	11.52	11.69	11.48	11.33	11.21	11.07
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	0.60	0.62	0.64	0.65	0.66
15	Times Interest Earned	*	*	1.86	1.96	9.10	8.50	7.38
16	Current Assets to Current Liabilities	*	*	1.62	2.10	1.65	1.43	1.44
17	No. of Days Cash Coverage of Cash Exp.	*	*	119.1	117.9	118.1	109.3	98.4
<u>FINANCIAL PERCENTAGES: (%)</u>								
18	Operating Profit (Loss) to Operating Revenue	8.8	10.5	10.8	11.2	11.9	12.2	11.7
19	Net Income to Stockholders Equity	*	*	0.90	0.93	9.40	9.63	9.00
20	Corporate Return on Investment	*	*	1.1	1.2	5.1	5.3	5.2
21	Debt to Total Investment	*	*	63.2	62.5	56.9	54.9	53.8
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	78.7	79.4	82.1	82.3	82.3	82.4	82.6
23	Breakeven	71.6	70.6	72.6	72.3	71.6	71.5	72.2
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	11,067	10,545	10,793	10,663	10,556	10,381	10,196
25	Overall RTM's per Employee (000)	37.6	39.4	162.7	164.6	166.8	169.3	169.9
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	8.5	9.4	7.2	7.4	7.2	6.6	4.3
27	Operating Expenses (%)	10.5	6.7	8.4	7.4	2.9	1.9	-0.7
28	Operating Profit (Loss) (in Millions \$)	-4.4	14.6	-3.1	16.0	86.3	92.3	92.9
29	Net Income (Loss) (in Millions \$)	-0.4	10.6	-110.8	-99.8	61.1	66.6	67.2
30	RPMs (Sch. Svc.) (%)	0.3	9.2	1.3	3.4	6.3	8.6	9.8
31	ASMs (Sch. Svc.) (%)	1.1	11.5	2.0	4.4	7.3	9.5	10.5
32	Operating Revenues per RTM (%)	8.2	0.2	5.8	3.9	0.8	-1.8	-5.0
33	Operating Expense per RTM (%)	10.2	-2.3	6.9	3.9	-3.2	-6.2	-9.5
34	Passenger Revenue per RPM (Sch. Svc.)(%)	8.0	0.5	5.6	3.9	1.0	-1.3	-4.4

QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

Southwest Airlines Co. (WN)^

Items		Quarter Ended		12 Months Ended				
		2017 q1	2016 q1	2017 q1	2016 q4	2016 q3	2016 q2	2016 q1
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	4,882.7	4,826.3	20,481.6	20,425.2	20,326.9	20,505.7	20,232.2
2	Operating Expenses	4,224.6	3,882.5	17,007.3	16,665.1	16,386.5	16,034.8	15,952.2
3	Operating Profit (Loss)	658.0	943.8	3,474.3	3,760.1	3,940.4	4,470.9	4,280.0
4	Net Income (Loss)	351.5	511.3	2,082.1	2,242.0	2,255.6	2,451.7	2,239.7
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Rev. Svc.	29.3	28.4	125.7	124.8	123.2	121.9	120.1
6	ASMs - Scheduled Rev. Svc.	36.7	35.3	150.0	148.5	146.8	145.2	143.5
7	Overall RTMs (All Svc.)	3.0	2.8	12.7	12.6	12.4	12.3	12.1
8	Overall ATMs (All Svc.)	4.4	4.3	18.2	18.0	17.8	17.6	17.4
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	164.4	169.7	161.1	162.2	163.5	166.6	166.9
10	Operating Expense per RTM	142.3	136.5	133.7	132.4	131.8	130.3	131.6
11	Operating Profit (Loss) per RTM	22.2	33.2	27.3	29.9	31.7	36.3	35.3
12	Operating Expense per ATM	95.0	91.0	93.7	92.7	92.3	91.3	91.9
13	Passenger Revenue per RPM	15.08	15.48	14.81	14.90	15.04	15.24	15.43
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	1.82	1.83	1.90	1.97	2.01
15	Times Interest Earned	*	*	44.80	47.82	46.92	49.04	44.56
16	Current Assets to Current Liabilities	*	*	0.62	0.66	0.62	0.57	0.55
17	No. of Days Cash Coverage of Cash Exp.	*	*	80.7	78.1	82.6	83.5	87.8
<u>FINANCIAL PERCENTAGES: (%)</u>								
18	Operating Profit (Loss) to Operating Revenue	13.5	19.6	17.0	18.4	19.4	21.8	21.2
19	Net Income to Stockholders Equity	*	*	26.02	28.63	29.92	33.31	31.21
20	Corporate Return on Investment	*	*	19.1	20.8	21.8	24.4	23.0
21	Debt to Total Investment	*	*	27.2	28.6	29.0	30.0	30.6
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	79.9	80.5	83.8	84.0	83.9	83.9	83.7
23	Breakeven	66.5	61.2	66.3	65.0	64.0	61.4	62.1
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	54,417	50,446	53,169	52,176	51,145	49,998	48,889
25	Overall RTM's per Employee (000)	54.6	56.4	239.2	241.3	243.1	246.1	248.0
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	1.2	9.3	1.2	3.1	4.4	8.2	7.3
27	Operating Expenses (%)	8.8	6.8	6.6	6.1	4.0	1.1	-0.7
28	Operating Profit (Loss) (in Millions \$)	-285.8	163.5	-805.7	-356.4	229.9	1,371.0	1,489.8
29	Net Income (Loss) (in Millions \$)	-159.9	58.4	-157.6	60.7	420.0	871.7	802.7
30	RPMs (Sch. Svc.) (%)	3.3	9.9	4.7	6.2	7.5	8.8	9.4
31	ASMs (Sch. Svc.) (%)	4.1	9.2	4.5	5.7	6.5	7.3	7.9
32	Operating Revenues per RTM (%)	-3.1	0.8	-3.5	-2.6	-2.5	-0.2	-1.6
33	Operating Expense per RTM (%)	4.2	-1.5	1.6	0.3	-2.9	-6.7	-8.9
34	Passenger Revenue per RPM (Sch. Svc.)(%)	-2.6	-4.2	-4.0	-4.3	-5.1	-5.2	-5.4

QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

Spirit Air Lines (NK)^

Items		Quarter Ended		12 Months Ended				
		2017 q1	2016 q1	2017 q1	2016 q4	2016 q3	2016 q2	2016 q1
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	591.7	538.1	2,375.6	2,322.0	2,263.5	2,217.0	2,186.3
2	Operating Expenses	532.3	436.8	1,973.8	1,878.3	1,784.8	1,716.3	1,685.1
3	Operating Profit (Loss)	59.4	101.3	401.8	443.7	478.7	500.7	501.2
4	Net Income (Loss)	31.9	61.9	234.9	264.9	295.2	316.6	320.2
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Rev. Svc.	5.6	5.1	22.1	21.6	20.9	20.1	19.1
6	ASMs - Scheduled Rev. Svc.	6.9	6.0	26.5	25.6	24.8	23.9	22.7
7	Overall RTMs (All Svc.)	0.6	0.5	2.2	2.2	2.1	2.0	1.9
8	Overall ATMs (All Svc.)	0.7	1.1	3.1	3.5	3.3	3.2	2.9
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	105.4	106.1	107.4	107.6	108.0	110.2	114.7
10	Operating Expense per RTM	94.8	86.1	89.2	87.0	85.2	85.3	88.4
11	Operating Profit (Loss) per RTM	10.6	20.0	18.2	20.6	22.9	24.9	26.3
12	Operating Expense per ATM	77.4	40.4	63.1	53.3	54.1	53.5	58.1
13	Passenger Revenue per RPM	5.88	5.93	6.06	6.08	6.10	6.28	6.67
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	1.76	1.78	1.80	1.84	1.88
15	Times Interest Earned	*	*	14.29	18.72	34.81	125.97	-890.28
16	Current Assets to Current Liabilities	*	*	1.69	1.82	1.92	1.94	1.88
17	No. of Days Cash Coverage of Cash Exp.	*	*	179.8	164.5	200.1	227.6	205.6
<u>FINANCIAL PERCENTAGES: (%)</u>								
18	Operating Profit (Loss) to Operating Revenue	10.0	18.8	16.9	19.1	21.1	22.6	22.9
19	Net Income to Stockholders Equity	*	*	17.42	20.26	23.46	26.25	27.60
20	Corporate Return on Investment	*	*	19.5	22.1	24.5	26.6	27.6
21	Debt to Total Investment	*	*					
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	81.1	84.1	83.4	84.2	84.5	84.0	84.1
23	Breakeven	65.2	53.0	55.9	52.8	49.5	47.2	47.3
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	5,691	4,888	5,430	5,230	5,010	4,772	4,535
25	Overall RTM's per Employee (000)	98.6	103.8	407.4	412.7	418.1	421.6	420.1
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	10.0	9.1	8.7	8.4	8.0	8.6	10.0
27	Operating Expenses (%)	21.9	13.7	17.1	15.1	10.4	6.0	6.5
28	Operating Profit (Loss) (in Millions \$)	-41.9	-8.0	-99.4	-65.5	-0.1	79.0	96.6
29	Net Income (Loss) (in Millions \$)	-30.0	-7.1	-85.3	-62.4	-11.2	46.1	61.6
30	RPMs (Sch. Svc.) (%)	10.6	26.3	16.1	19.9	23.4	26.8	28.0
31	ASMs (Sch. Svc.) (%)	14.7	27.5	17.1	20.1	23.8	29.1	30.6
32	Operating Revenues per RTM (%)	-0.6	-13.6	-6.4	-9.6	-12.5	-14.4	-14.0
33	Operating Expense per RTM (%)	10.2	-10.0	0.9	-4.1	-10.6	-16.4	-16.8
34	Passenger Revenue per RPM (Sch. Svc.)(%)	-0.9	-19.7	-9.2	-13.7	-18.2	-20.8	-20.3

QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

United Air Lines Inc. (UA)

Items		Quarter Ended		12 Months Ended				
		2017 q1	2016 q1	2017 q1	2016 q4	2016 q3	2016 q2	2016 q1
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	8,420.1	8,195.3	36,780.7	36,555.9	36,540.4	36,933.1	37,450.9
2	Operating Expenses	8,141.8	7,545.9	32,811.1	32,215.2	32,124.5	32,242.4	32,374.9
3	Operating Profit (Loss)	278.4	649.4	3,969.6	4,340.7	4,415.9	4,690.8	5,076.0
4	Net Income (Loss)	96.7	313.9	2,046.8	2,263.9	2,690.6	6,501.1	7,106.0
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Rev. Svc.	42.1	40.8	187.2	185.8	184.7	183.5	183.5
6	ASMs - Scheduled Rev. Svc.	52.9	51.1	226.1	224.2	222.5	220.9	220.5
7	Overall RTMs (All Svc.)	5.0	4.7	21.7	21.4	21.2	21.0	21.0
8	Overall ATMs (All Svc.)	7.8	7.6	33.7	33.4	33.2	33.0	32.5
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	169.6	174.1	169.7	170.7	172.4	175.9	178.7
10	Operating Expense per RTM	164.0	160.3	151.3	150.4	151.6	153.5	154.5
11	Operating Profit (Loss) per RTM	5.6	13.8	18.3	20.3	20.8	22.3	24.2
12	Operating Expense per ATM	103.8	99.2	97.4	96.3	96.7	97.7	99.5
13	Passenger Revenue per RPM	13.78	13.60	13.62	13.58	13.60	13.82	14.06
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	1.84	1.84	1.83	1.93	2.04
15	Times Interest Earned	*	*	8.23	8.63	8.21	8.00	8.28
16	Current Assets to Current Liabilities	*	*	0.61	0.59	0.60	0.56	0.54
17	No. of Days Cash Coverage of Cash Exp.	*	*	52.5	54.0	59.4	57.0	47.4
<u>FINANCIAL PERCENTAGES: (%)</u>								
18	Operating Profit (Loss) to Operating Revenue	3.3	7.9	10.8	11.9	12.1	12.7	13.6
19	Net Income to Stockholders Equity	*	*	24.93	27.20	32.36	87.16	109.13
20	Corporate Return on Investment	*	*	12.6	13.9	16.1	36.8	41.8
21	Debt to Total Investment	*	*	60.5	57.6	57.6	59.5	59.7
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	79.5	79.9	82.8	82.9	83.0	83.1	83.2
23	Breakeven	86.5	81.7	80.9	79.7	79.4	78.4	76.8
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	82,298	79,508	81,698	81,001	80,177	79,413	78,904
25	Overall RTM's per Employee (000)	60.3	59.2	265.4	264.4	264.4	264.4	265.6
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	2.7	-4.8	-1.8	-3.5	-4.2	-3.8	-3.5
27	Operating Expenses (%)	7.9	-4.1	1.3	-1.5	-3.9	-6.3	-8.4
28	Operating Profit (Loss) (in Millions \$)	-371.1	-91.3	-1,106.4	-826.6	-295.7	694.0	1,618.7
29	Net Income (Loss) (in Millions \$)	-217.1	-195.4	-5,059.1	-5,037.5	-3,778.5	3,874.2	4,902.9
30	RPMs (Sch. Svc.) (%)	3.2	0.5	2.0	1.4	1.8	2.1	2.5
31	ASMs (Sch. Svc.) (%)	3.7	2.1	2.5	2.1	2.1	2.4	3.1
32	Operating Revenues per RTM (%)	-2.6	-4.4	-5.1	-5.5	-6.1	-5.6	-5.6
33	Operating Expense per RTM (%)	2.3	-3.7	-2.0	-3.5	-5.8	-8.1	-10.4
34	Passenger Revenue per RPM (Sch. Svc.)(%)	1.3	-6.5	-3.1	-4.8	-6.4	-6.3	-5.8

QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

Virgin America (VX)^

Items		Quarter Ended		12 Months Ended				
		2017 q1	2016 q1	2017 q1	2016 q4	2016 q3	2016 q2	2016 q1
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	357.4	364.0	1,658.4	1,665.0	1,626.4	1,592.1	1,567.2
2	Operating Expenses	371.5	332.1	1,498.7	1,459.3	1,414.3	1,396.8	1,373.5
3	Operating Profit (Loss)	-14.1	31.9	159.7	205.7	212.1	195.3	193.8
4	Net Income (Loss)	-20.7	17.5	64.3	102.5	298.3	318.3	345.2
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Rev. Svc.	2.7	2.6	12.3	12.2	11.8	11.2	10.8
6	ASMs - Scheduled Rev. Svc.	3.5	3.3	14.8	14.6	14.2	13.6	13.1
7	Overall RTMs (All Svc.)	0.3	0.3	1.2	1.2	1.2	1.1	1.1
8	Overall ATMs (All Svc.)	0.4	0.4	1.9	1.9	1.8	1.8	1.7
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	130.0	139.0	134.7	136.7	137.5	141.6	145.1
10	Operating Expense per RTM	135.1	126.8	121.8	119.8	119.6	124.3	127.2
11	Operating Profit (Loss) per RTM	-5.1	12.2	13.0	16.9	17.9	17.4	17.9
12	Operating Expense per ATM	83.0	78.3	78.4	77.3	76.9	78.9	80.4
13	Passenger Revenue per RPM	11.15	12.11	11.71	11.92	12.01	12.38	12.70
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	0.84	1.03	1.37	1.52	1.74
15	Times Interest Earned	*	*	4.17	5.67	16.16	20.61	26.90
16	Current Assets to Current Liabilities	*	*	0.89	0.98	1.55	1.34	1.28
17	No. of Days Cash Coverage of Cash Exp.	*	*	50.8	67.4	162.4	160.2	152.0
<u>FINANCIAL PERCENTAGES: (%)</u>								
18	Operating Profit (Loss) to Operating Revenue	-4.0	8.8	9.6	12.4	13.0	12.3	12.4
19	Net Income to Stockholders Equity	*	*	4.12	8.47	36.40	42.77	51.96
20	Corporate Return on Investment	*	*	4.3	7.7	26.8	31.9	39.8
21	Debt to Total Investment	*	*	12.9	12.8	33.4	34.7	31.1
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	79.4	80.4	83.3	83.5	83.4	82.5	82.2
23	Breakeven	87.0	74.3	76.5	73.8	72.8	72.7	72.1
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	3,000	2,802	2,959	2,910	2,847	2,781	2,706
25	Overall RTM's per Employee (000)	91.7	93.4	416.0	418.5	415.4	404.2	399.1
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	-1.8	11.5	5.8	8.9	7.7	5.8	4.3
27	Operating Expenses (%)	11.9	6.8	9.1	7.9	5.3	2.7	-0.3
28	Operating Profit (Loss) (in Millions \$)	-46.1	16.5	-34.1	28.5	45.1	49.8	68.9
29	Net Income (Loss) (in Millions \$)	-38.2	4.7	-280.9	-238.0	144.8	195.1	250.0
30	RPMs (Sch. Svc.) (%)	5.0	16.0	14.0	16.7	16.0	10.8	6.5
31	ASMs (Sch. Svc.) (%)	6.3	15.6	12.6	14.9	14.5	10.9	6.9
32	Operating Revenues per RTM (%)	-6.5	-3.9	-7.2	-6.7	-7.2	-4.6	-2.1
33	Operating Expense per RTM (%)	6.5	-8.0	-4.3	-7.5	-9.3	-7.3	-6.4
34	Passenger Revenue per RPM (Sch. Svc.)(%)	-7.9	-4.5	-7.8	-7.2	-7.7	-5.2	-2.8

QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

System Cargo Majors

Items		Quarter Ended		12 Months Ended				
		2017 q1	2016 q1	2017 q1	2016 q4	2016 q3	2016 q2	2016 q1
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	10,520.6	8,076.1	40,614.5	38,170.1	35,868.7	34,037.6	33,470.0
2	Operating Expenses	9,743.8	7,362.2	37,459.3	35,077.8	32,906.9	31,124.4	30,609.0
3	Operating Profit (Loss)	776.8	713.9	3,155.2	3,092.3	2,961.8	2,913.2	2,861.0
4	Net Income (Loss)	417.3	445.6	1,800.2	1,828.4	1,852.7	1,820.6	1,533.9
<u>TRAFFIC: (Billions)</u>								
5	RTMs - Scheduled Svc.	4.5	4.3	18.7	18.5	18.4	18.3	18.2
6	ATMs - Scheduled Svc.	7.8	7.7	32.5	32.4	32.2	32.0	31.8
7	Overall RTMs (All Svc.)	6.4	6.1	26.7	26.4	26.0	25.8	25.8
8	Overall ATMs (All Svc.)	11.4	10.8	49.3	48.7	47.3	46.2	45.1
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	163.3	133.0	152.0	144.8	138.1	132.1	129.7
10	Operating Expense per RTM	151.2	121.3	140.2	133.1	126.7	120.8	118.6
11	Operating Profit (Loss) per RTM	12.1	11.8	11.8	11.7	11.4	11.3	11.1
12	Operating Expense per ATM	85.3	68.3	75.9	72.0	69.5	67.4	67.9
13	Passenger Revenue per RPM	++	++	++	++	++	++	++
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	1.98	1.92	1.85	1.80	1.81
15	Times Interest Earned	*	*	12.80	14.54	16.97	14.76	14.64
16	Current Assets to Current Liabilities	*	*	0.82	0.79	0.75	0.72	1.45
17	No. of Days Cash Coverage of Cash Exp.	*	*	17.2	18.4	18.3	17.9	15.5
<u>FINANCIAL PERCENTAGES: (%)</u>								
18	Operating Profit (Loss) to Operating Revenue	7.4	8.8	7.8	8.1	8.3	8.6	8.5
19	Net Income to Stockholders Equity	*	*	10.13	10.54	10.96	11.02	9.52
20	Corporate Return on Investment	*	*	9.9	10.2	10.4	10.7	9.2
21	Debt to Total Investment	*	*	15.0	13.4	13.5	12.5	12.7
<u>TON LOAD FACTOR: (%)</u>								
22	Scheduled Svc.	57.5	56.2	57.4	57.1	57.1	57.1	57.2
23	All Services	56.4	56.3	54.2	54.1	54.9	55.8	57.2
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	203,764	152,108	198,854	185,940	173,094	160,040	151,250
25	Overall RTM's per Employee (000)	31.6	39.9	134.4	141.7	150.0	161.0	170.7
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	30.3	-2.1	21.3	13.5	4.6	-2.6	-5.5
27	Operating Expenses (%)	32.3	-4.7	22.4	13.3	3.7	-4.2	-7.7
28	Operating Profit (Loss) (in Millions \$)	62.9	188.2	294.2	419.5	398.5	452.5	582.9
29	Net Income (Loss) (in Millions \$)	-28.2	19.8	266.2	314.3	614.4	550.3	134.8
30	RTMS (All Svc.) (%)	6.1	-3.5	3.5	1.2	-0.4	-1.6	-0.9
31	ATMs (All Svc.) (%)	5.9	1.7	9.4	8.4	6.5	3.3	1.9
32	Operating Revenues per RTM (%)	22.8	1.5	17.2	12.1	5.1	-1.0	-4.7
33	Operating Expense per RTM (%)	24.7	-1.1	18.2	11.9	4.2	-2.6	-6.9
34	Passenger Revenue per RPM (Sch. Svc.)(%)	++	++	++	++	++	++	++

QUARTERLY FINANCIAL & TRAFFIC REVIEW

DOMESTIC OPERATIONS

Domestic Cargo Majors

Items		Quarter Ended		12 Months Ended				
		2017 q1	2016 q1	2017 q1	2016 q4	2016 q3	2016 q2	2016 q1
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	6,209.2	5,679.3	24,244.7	23,714.8	23,427.4	23,260.9	23,201.2
2	Operating Expenses	4,776.6	4,420.8	18,765.7	18,409.9	18,172.8	18,034.3	18,049.6
3	Operating Profit (Loss)	1,432.6	1,258.5	5,478.9	5,304.9	5,254.6	5,226.6	5,151.6
4	Net Income (Loss)	836.1	806.4	3,439.7	3,410.0	3,455.6	3,438.1	3,234.5
<u>TRAFFIC: (Billions)</u>								
5	RTMs - Scheduled Svc.	2.4	2.4	10.1	10.1	10.0	9.9	9.8
6	ATMs - Scheduled Svc.	4.5	4.5	18.7	18.7	18.5	18.3	18.0
7	Overall RTMs (All Svc.)	2.9	2.7	11.9	11.7	11.5	11.4	11.4
8	Overall ATMs (All Svc.)	5.3	5.0	22.3	22.1	21.5	21.1	20.6
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	217.4	209.5	204.3	202.3	202.9	203.5	204.3
10	Operating Expense per RTM	167.3	163.1	158.1	157.1	157.4	157.8	158.9
11	Operating Profit (Loss) per RTM	50.2	46.4	46.2	45.3	45.5	45.7	45.4
12	Operating Expense per ATM	90.5	87.7	84.0	83.3	84.4	85.6	87.5
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	23.1	22.2	22.6	22.4	22.4	22.5	22.2
19	Net Income to Stockholders Equity	*	*	**	**	**	**	**
20	Corporate Return on Investment	*	*	**	**	**	**	**
21	Debt to Total Investment	*	*	**	**	**	**	**
<u>TON LOAD FACTOR: (%)</u>								
22	Scheduled Svc.	54.4	53.7	54.1	53.9	54.2	54.5	54.8
23	All Services	54.1	53.8	53.1	53.0	53.6	54.2	55.1
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	*	*	**	**	**	**	**
25	Overall RTM's per Employee (000)	*	*	**	**	**	**	**
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	9.3	0.9	4.5	2.4	0.2	-1.7	-2.9
27	Operating Expenses (%)	8.0	-1.5	4.0	1.6	-1.3	-3.5	-5.0
28	Operating Profit (Loss) (in Millions \$)	174.0	116.7	327.3	270.0	295.7	270.4	262.1
29	Net Income (Loss) (in Millions \$)	29.8	51.0	205.2	226.4	363.9	320.7	39.4
30	RTMS (All Svc.) (%)	5.3	-0.6	4.5	3.1	1.9	1.1	0.9
31	ATMs (All Svc.) (%)	4.7	6.3	8.3	8.8	7.9	6.1	4.7
32	Operating Revenues per RTM (%)	3.8	1.5	0.0	-0.6	-1.6	-2.7	-3.8
33	Operating Expense per RTM (%)	2.6	-0.9	-0.5	-1.4	-3.2	-4.6	-5.9
34	Passenger Revenue per RPM (Sch. Svc.)(%)	++	++	++	++	++	++	++

QUARTERLY FINANCIAL & TRAFFIC REVIEW

INTERNATIONAL OPERATIONS

International Cargo Majors

Items		Quarter Ended		12 Months Ended				
		2017 q1	2016 q1	2017 q1	2016 q4	2016 q3	2016 q2	2016 q1
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	4,311.4	2,396.8	16,369.8	14,455.3	12,441.3	10,776.7	10,268.8
2	Operating Expenses	4,967.1	2,941.5	18,693.6	16,667.9	14,734.2	13,090.1	12,559.4
3	Operating Profit (Loss)	-655.8	-544.6	-2,323.7	-2,212.6	-2,292.8	-2,313.4	-2,290.6
4	Net Income (Loss)	-418.8	-360.8	-1,639.5	-1,581.5	-1,602.9	-1,617.5	-1,700.6
<u>TRAFFIC: (Billions)</u>								
5	RTMs - Scheduled Svc.	2.1	1.9	8.6	8.4	8.4	8.3	8.3
6	ATMs - Scheduled Svc.	3.4	3.3	13.8	13.8	13.7	13.7	13.8
7	Overall RTMs (All Svc.)	3.6	3.4	14.9	14.6	14.4	14.3	14.5
8	Overall ATMs (All Svc.)	6.1	5.7	27.0	26.6	25.8	25.1	24.5
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	120.2	71.3	110.2	98.8	86.3	75.2	71.0
10	Operating Expense per RTM	138.5	87.5	125.8	113.9	102.2	91.3	86.9
11	Operating Profit (Loss) per RTM	-18.3	-16.2	-15.6	-15.1	-15.9	-16.1	-15.8
12	Operating Expense per ATM	80.8	51.2	69.3	62.7	57.1	52.1	51.3
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	-15.2	-22.7	-14.2	-15.3	-18.4	-21.5	-22.3
19	Net Income to Stockholders Equity	*	*	**	**	**	**	**
20	Corporate Return on Investment	*	*	**	**	**	**	**
21	Debt to Total Investment	*	*	**	**	**	**	**
<u>TON LOAD FACTOR: (%)</u>								
22	Scheduled Svc.	61.6	59.6	61.9	61.4	61.0	60.5	60.3
23	All Services	58.4	58.5	55.1	55.0	55.9	57.1	59.1
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	*	*	**	**	**	**	**
25	Overall RTM's per Employee (000)	*	*	**	**	**	**	**
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	79.9	-8.4	59.4	37.8	14.0	-4.5	-11.1
27	Operating Expenses (%)	68.9	-9.0	48.8	29.7	10.7	-5.0	-11.3
28	Operating Profit (Loss) (in Millions \$)	-111.2	71.4	-33.1	149.4	102.8	182.1	320.8
29	Net Income (Loss) (in Millions \$)	-58.0	-31.2	61.1	87.8	250.5	229.6	95.5
30	RTMS (All Svc.) (%)	6.7	-5.8	2.8	-0.2	-2.2	-3.6	-2.3
31	ATMs (All Svc.) (%)	7.0	-2.1	10.3	8.1	5.5	1.0	-0.4
32	Operating Revenues per RTM (%)	68.5	-2.8	55.1	38.1	16.7	-0.9	-9.0
33	Operating Expense per RTM (%)	58.2	-3.4	44.8	29.9	13.3	-1.4	-9.2
34	Passenger Revenue per RPM (Sch. Svc.)(%)	++	++	++	++	++	++	++

QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

Atlas Air Inc. (5Y)

Items		Quarter Ended		12 Months Ended				
		2017 q1	2016 q1	2017 q1	2016 q4	2016 q3	2016 q2	2016 q1
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	408.6	377.2	1,632.0	1,600.6	1,573.0	1,604.0	1,640.1
2	Operating Expenses	409.9	375.3	1,542.8	1,508.2	1,519.1	1,520.1	1,521.5
3	Operating Profit (Loss)	-1.4	1.9	89.2	92.4	53.9	83.9	118.6
4	Net Income (Loss)	-12.6	-10.2	-4.7	-2.3	-16.6	-30.3	-9.8
<u>TRAFFIC: (Billions)</u>								
5	RTMs - Scheduled Svc.							
6	ATMs - Scheduled Svc.							
7	Overall RTMs (All Svc.)	0.9	0.8	3.7	3.6	3.4	3.5	3.5
8	Overall ATMs (All Svc.)	2.1	1.6	10.4	9.9	8.9	8.2	7.3
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	46.9	49.2	44.2	44.6	45.7	46.2	46.3
10	Operating Expense per RTM	47.0	48.9	41.8	42.1	44.2	43.8	43.0
11	Operating Profit (Loss) per RTM	-0.2	0.2	2.4	2.6	1.6	2.4	3.3
12	Operating Expense per ATM	19.7	23.5	14.8	15.2	17.0	18.5	20.9
13	Passenger Revenue per RPM	++	++	++	++	++	++	++
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	0.72	0.72	0.73	0.75	0.77
15	Times Interest Earned	*	*	1.54	1.57	0.84	0.60	0.85
16	Current Assets to Current Liabilities	*	*	0.73	0.74	0.50	0.62	0.67
17	No. of Days Cash Coverage of Cash Exp.	*	*	18.2	10.3	7.2	17.4	23.8
<u>FINANCIAL PERCENTAGES: (%)</u>								
18	Operating Profit (Loss) to Operating Revenue	-0.3	0.5	5.5	5.8	3.4	5.2	7.2
19	Net Income to Stockholders Equity	*	*	-0.66	-0.33	-2.46	-4.46	-1.43
20	Corporate Return on Investment	*	*	2.4	2.6	2.2	4.7	5.8
21	Debt to Total Investment	*	*	68.4	65.7	69.3	69.4	68.7
<u>TON LOAD FACTOR: (%)</u>								
22	Scheduled Svc.							
23	All Services	41.8	48.1	35.5	36.2	38.6	42.2	48.6
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	2,286	2,064	2,231	2,175	2,098	2,015	1,935
25	Overall RTM's per Employee (000)	381.4	371.5	1,654.5	1,648.7	1,639.9	1,721.6	1,830.8
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	8.3	-5.6	-0.5	-3.7	-6.4	-5.5	-2.4
27	Operating Expenses (%)	9.2	3.1	1.4	-0.1	-0.5	-0.7	-0.5
28	Operating Profit (Loss) (in Millions \$)	-3.3	-33.8	-29.4	-59.9	-99.4	-82.3	-33.4
29	Net Income (Loss) (in Millions \$)	-2.4	-23.3	5.1	-15.8	-37.6	-104.4	-89.3
30	RTMS (All Svc.) (%)	13.7	-9.7	4.2	-1.1	-7.2	-6.2	-3.3
31	ATMs (All Svc.) (%)	30.8	-0.8	42.8	35.8	25.6	9.3	-1.3
32	Operating Revenues per RTM (%)	-4.8	4.5	-4.5	-2.7	0.9	0.8	0.9
33	Operating Expense per RTM (%)	-4.0	14.1	-2.7	0.9	7.2	5.9	2.9
34	Passenger Revenue per RPM (Sch. Svc.)(%)	++	++	++	++	++	++	++

QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

Federal Express Corporation (FX)

Items		Quarter Ended		12 Months Ended				
		2017 q1	2016 q1	2017 q1	2016 q4	2016 q3	2016 q2	2016 q1
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	8,430.8	6,221.4	32,397.7	30,188.4	28,056.8	26,145.0	25,400.8
2	Operating Expenses	7,698.5	5,567.9	29,606.6	27,476.0	25,425.0	23,583.4	22,944.4
3	Operating Profit (Loss)	732.3	653.5	2,791.1	2,712.3	2,631.8	2,561.6	2,456.5
4	Net Income (Loss)	418.8	422.8	1,665.1	1,669.2	1,692.1	1,694.3	1,431.6
<u>TRAFFIC: (Billions)</u>								
5	RTMs - Scheduled Svc.	2.7	2.6	10.9	10.8	10.7	10.8	10.8
6	ATMs - Scheduled Svc.	4.9	4.8	19.8	19.7	19.6	19.5	19.5
7	Overall RTMs (All Svc.)	2.7	2.6	10.9	10.8	10.8	10.8	10.8
8	Overall ATMs (All Svc.)	4.9	4.8	19.9	19.8	19.7	19.6	19.5
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	313.3	239.3	297.7	279.8	260.6	242.6	235.3
10	Operating Expense per RTM	286.1	214.2	272.1	254.6	236.2	218.9	212.6
11	Operating Profit (Loss) per RTM	27.2	25.1	25.6	25.1	24.4	23.8	22.8
12	Operating Expense per ATM	157.4	116.0	149.0	138.9	129.1	120.3	117.5
13	Passenger Revenue per RPM	++	++	++	++	++	++	++
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	2.58	2.48	2.37	2.28	2.30
15	Times Interest Earned	*	*	17.79	23.13	37.34	113.19	-313.35
16	Current Assets to Current Liabilities	*	*	0.68	0.67	0.63	0.64	1.46
17	No. of Days Cash Coverage of Cash Exp.	*	*	18.7	20.7	21.1	20.3	16.4
<u>FINANCIAL PERCENTAGES: (%)</u>								
18	Operating Profit (Loss) to Operating Revenue	8.7	10.5	8.6	9.0	9.4	9.8	9.7
19	Net Income to Stockholders Equity	*	*	13.55	14.02	14.66	15.14	13.24
20	Corporate Return on Investment	*	*	14.5	14.6	14.9	15.0	12.9
21	Debt to Total Investment	*	*	2.1	2.3	2.5	2.5	2.1
<u>TON LOAD FACTOR: (%)</u>								
22	Scheduled Svc.	55.2	54.3	54.9	54.7	54.7	55.1	55.4
23	All Services	55.0	54.2	54.8	54.6	54.6	55.0	55.3
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	194,434	143,245	189,713	176,916	164,185	151,247	142,566
25	Overall RTM's per Employee (000)	13.8	18.1	57.4	61.0	65.6	71.2	75.7
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	35.5	0.5	27.5	19.0	9.2	0.3	-3.7
27	Operating Expenses (%)	38.3	-3.8	29.0	18.6	7.6	-2.3	-6.7
28	Operating Profit (Loss) (in Millions \$)	78.8	253.5	334.7	509.4	554.3	609.7	689.5
29	Net Income (Loss) (in Millions \$)	-4.0	158.2	233.5	395.7	522.3	608.8	279.4
30	RTMS (All Svc.) (%)	3.5	-2.9	0.8	-0.8	-1.8	-2.2	-2.4
31	ATMs (All Svc.) (%)	2.0	1.8	1.7	1.7	1.1	0.3	-0.1
32	Operating Revenues per RTM (%)	30.9	3.6	26.5	19.9	11.2	2.5	-1.3
33	Operating Expense per RTM (%)	33.6	-0.9	28.0	19.5	9.6	-0.1	-4.5
34	Passenger Revenue per RPM (Sch. Svc.)(%)	++	++	++	++	++	++	++

QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

Kalitta Air LLC (KAQ)^

Items		Quarter Ended		12 Months Ended				
		2017 q1	2016 q1	2017 q1	2016 q4	2016 q3	2016 q2	2016 q1
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	136.0	119.3	592.7	576.0	537.0	530.1	546.8
2	Operating Expenses	140.6	121.9	552.8	534.1	512.8	513.8	523.1
3	Operating Profit (Loss)	-4.5	-2.6	40.0	41.9	24.2	16.3	23.7
4	Net Income (Loss)	-6.2	-3.1	36.5	39.6	20.6	12.7	19.6
<u>TRAFFIC: (Billions)</u>								
5	RTMs - Scheduled Svc.							
6	ATMs - Scheduled Svc.							
7	Overall RTMs (All Svc.)	0.4	0.3	1.6	1.6	1.5	1.4	1.5
8	Overall ATMs (All Svc.)	0.5	0.5	2.4	2.4	2.3	2.2	2.3
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	37.7	34.5	37.7	37.0	36.2	36.7	36.9
10	Operating Expense per RTM	39.0	35.3	35.2	34.3	34.6	35.5	35.3
11	Operating Profit (Loss) per RTM	-1.3	-0.8	2.5	2.7	1.6	1.1	1.6
12	Operating Expense per ATM	26.9	23.1	23.2	22.4	22.6	23.1	22.9
13	Passenger Revenue per RPM	++	++	++	++	++	++	++
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	1.25	1.27	1.25	1.26	1.30
15	Times Interest Earned	*	*	8.53	11.25	8.00	5.00	6.75
16	Current Assets to Current Liabilities	*	*	1.92	2.10	1.60	1.78	2.15
17	No. of Days Cash Coverage of Cash Exp.	*	*	60.5	63.4	31.6	34.2	47.2
<u>FINANCIAL PERCENTAGES: (%)</u>								
18	Operating Profit (Loss) to Operating Revenue	-3.3	-2.2	6.7	7.3	4.5	3.1	4.3
19	Net Income to Stockholders Equity	*	*	9.20	10.15	5.44	3.39	5.30
20	Corporate Return on Investment	*	*	8.7	9.6	5.5	3.8	5.5
21	Debt to Total Investment	*	*	22.3	19.9	16.6	9.7	10.3
<u>TON LOAD FACTOR: (%)</u>								
22	Scheduled Svc.							
23	All Services	69.0	65.5	66.0	65.2	65.4	65.1	65.0
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	1,257	1,190	1,242	1,225	1,200	1,173	1,144
25	Overall RTM's per Employee (000)	286.9	290.4	1,265.9	1,271.2	1,235.2	1,232.4	1,296.9
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	14.0	-24.6	8.4	-1.6	-13.6	-18.3	-18.9
27	Operating Expenses (%)	15.3	-10.0	5.7	-0.5	-10.7	-14.7	-17.4
28	Operating Profit (Loss) (in Millions \$)	-2.0	-25.4	16.3	-7.1	-22.5	-29.8	-17.7
29	Net Income (Loss) (in Millions \$)	-3.1	-25.3	16.8	-5.4	-23.2	-30.4	-19.9
30	RTMS (All Svc.) (%)	4.4	-9.3	6.0	2.5	-2.0	-4.1	3.7
31	ATMs (All Svc.) (%)	-0.9	-1.7	4.5	4.3	-0.5	-0.7	8.1
32	Operating Revenues per RTM (%)	9.2	-16.8	2.3	-4.0	-11.8	-14.8	-21.8
33	Operating Expense per RTM (%)	10.5	-0.7	-0.3	-2.9	-8.9	-11.1	-20.3
34	Passenger Revenue per RPM (Sch. Svc.)(%)	++	++	++	++	++	++	++

QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

Polar Air Cargo Airways (PO)^

Items		Quarter Ended		12 Months Ended				
		2017 q1	2016 q1	2017 q1	2016 q4	2016 q3	2016 q2	2016 q1
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	276.5	223.4	1,087.4	1,034.4	1,010.5	1,021.5	1,060.3
2	Operating Expenses	275.8	222.9	1,085.9	1,033.0	1,008.9	1,019.3	1,056.8
3	Operating Profit (Loss)	0.6	0.5	1.5	1.3	1.5	2.2	3.5
4	Net Income (Loss)	0.0	0.0	0.0	0.0	0.0		0.0
<u>TRAFFIC: (Billions)</u>								
5	RTMs - Scheduled Svc.							
6	ATMs - Scheduled Svc.							
7	Overall RTMs (All Svc.)	0.7	0.6	2.8	2.7	2.6	2.6	2.6
8	Overall ATMs (All Svc.)	0.9	0.9	3.9	3.9	3.8	3.7	3.7
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	39.9	36.7	39.3	38.6	38.5	39.6	41.1
10	Operating Expense per RTM	39.8	36.6	39.3	38.5	38.4	39.5	40.9
11	Operating Profit (Loss) per RTM	0.1	0.1	0.1	0.0	0.1	0.1	0.1
12	Operating Expense per ATM	29.4	24.6	27.8	26.7	26.3	27.6	28.8
13	Passenger Revenue per RPM	++	++	++	++	++	++	++
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	70.34	66.90	65.36	66.07	68.58
15	Times Interest Earned	*	*	1.06	1.07	1.02	1.01	1.00
16	Current Assets to Current Liabilities	*	*	1.12	1.19	1.19	1.23	1.21
17	No. of Days Cash Coverage of Cash Exp.	*	*	16.9	10.4	15.2	10.3	13.3
<u>FINANCIAL PERCENTAGES: (%)</u>								
18	Operating Profit (Loss) to Operating Revenue	0.2	0.2	0.1	0.1	0.2	0.2	0.3
19	Net Income to Stockholders Equity	*	*	0.00	0.00	0.00		0.00
20	Corporate Return on Investment	*	*	5.7	5.5	5.1	5.7	6.6
21	Debt to Total Investment	*	*					
<u>TON LOAD FACTOR: (%)</u>								
22	Scheduled Svc.							
23	All Services	73.9	67.3	70.7	69.2	68.5	69.8	70.4
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	188	178	184	182	179	175	171
25	Overall RTM's per Employee (000)	3,688.3	3,420.6	15,024.3	14,724.9	14,666.7	14,728.6	15,099.8
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	23.8	-10.6	2.6	-4.8	-9.0	-8.5	-2.9
27	Operating Expenses (%)	23.7	-10.5	2.8	-4.6	-8.8	-8.5	-3.0
28	Operating Profit (Loss) (in Millions \$)	0.2	-0.3	-2.0	-2.5	-2.1	-0.9	1.7
29	Net Income (Loss) (in Millions \$)	0.0	0.0	0.0	0.0	0.0		0.0
30	RTMS (All Svc.) (%)	13.9	-1.5	7.1	3.4	6.0	8.0	16.8
31	ATMs (All Svc.) (%)	3.8	6.6	6.6	7.3	11.9	14.0	23.5
32	Operating Revenues per RTM (%)	8.7	-9.3	-4.2	-8.0	-14.1	-15.4	-16.8
33	Operating Expense per RTM (%)	8.6	-9.2	-4.0	-7.8	-14.0	-15.3	-16.9
34	Passenger Revenue per RPM (Sch. Svc.)(%)	++	++	++	++	++	++	++

QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

United Parcel Service (5X)

Items		Quarter Ended		12 Months Ended				
		2017 q1	2016 q1	2017 q1	2016 q4	2016 q3	2016 q2	2016 q1
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	1,268.8	1,134.8	4,904.6	4,770.7	4,691.5	4,737.0	4,822.0
2	Operating Expenses	1,219.0	1,074.2	4,671.2	4,526.4	4,441.2	4,487.8	4,563.2
3	Operating Profit (Loss)	49.8	60.6	233.5	244.3	250.3	249.2	258.8
4	Net Income (Loss)	17.3	36.0	103.3	122.0	156.5	143.9	92.5
<u>TRAFFIC: (Billions)</u>								
5	RTMs - Scheduled Svc.	1.8	1.8	7.8	7.7	7.6	7.5	7.4
6	ATMs - Scheduled Svc.	3.0	3.0	12.7	12.7	12.6	12.4	12.3
7	Overall RTMs (All Svc.)	1.8	1.8	7.8	7.7	7.7	7.5	7.4
8	Overall ATMs (All Svc.)	3.0	3.0	12.8	12.7	12.6	12.5	12.3
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	69.5	64.8	62.7	61.6	61.3	63.2	65.1
10	Operating Expense per RTM	66.7	61.4	59.8	58.5	58.0	59.9	61.6
11	Operating Profit (Loss) per RTM	2.7	3.5	3.0	3.2	3.3	3.3	3.5
12	Operating Expense per ATM	40.9	36.3	36.6	35.5	35.2	36.0	37.0
13	Passenger Revenue per RPM	++	++	++	++	++	++	++
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	0.94	0.95	0.94	0.98	0.99
15	Times Interest Earned	*	*	8.71	7.15	6.41	5.55	4.68
16	Current Assets to Current Liabilities	*	*	2.91	2.24	2.48	1.84	1.76
17	No. of Days Cash Coverage of Cash Exp.	*	*	1.7	2.8	3.9	4.3	4.4
<u>FINANCIAL PERCENTAGES: (%)</u>								
18	Operating Profit (Loss) to Operating Revenue	3.9	5.3	4.8	5.1	5.3	5.3	5.4
19	Net Income to Stockholders Equity	*	*	2.37	2.82	3.64	3.38	2.18
20	Corporate Return on Investment	*	*	2.4	3.0	3.8	3.7	2.7
21	Debt to Total Investment	*	*	21.8	16.8	16.7	12.3	13.7
<u>TON LOAD FACTOR: (%)</u>								
22	Scheduled Svc.	61.3	59.2	61.4	60.9	60.7	60.2	60.1
23	All Services	61.3	59.2	61.2	60.8	60.6	60.2	60.1
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	5,598	5,430	5,482	5,440	5,431	5,428	5,433
25	Overall RTM's per Employee (000)	326.3	322.4	1,425.9	1,422.9	1,410.2	1,381.2	1,363.5
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	11.8	-9.3	1.7	-3.4	-9.3	-12.2	-14.2
27	Operating Expenses (%)	13.5	-9.3	2.4	-3.2	-9.2	-12.1	-14.0
28	Operating Profit (Loss) (in Millions \$)	-10.8	-5.9	-25.3	-20.4	-31.7	-44.1	-57.2
29	Net Income (Loss) (in Millions \$)	-18.7	-89.8	10.8	-60.3	152.9	76.2	-35.4
30	RTMS (All Svc.) (%)	4.3	-1.0	5.5	4.2	3.1	-1.1	-3.5
31	ATMs (All Svc.) (%)	0.8	1.9	3.6	3.8	3.9	2.2	0.8
32	Operating Revenues per RTM (%)	7.2	-8.4	-3.6	-7.3	-12.0	-11.3	-11.1
33	Operating Expense per RTM (%)	8.8	-8.4	-3.0	-7.1	-11.9	-11.1	-10.8
34	Passenger Revenue per RPM (Sch. Svc.)(%)	++	++	++	++	++	++	++

Comparison of Operating Profit (Loss)

For Individual System Majors

2016 q1 Compared To 2017 q1

Operating Profit (Loss) (\$Billions)						
	Quarterly Data			12 Months Ended Data		
	2016 q1	2017 q1	\$ Chg	YE 2016 q1	YE 2017 q1	\$ Chg
System Passenger Majors	5,564.2	3,195.7	-2,368.5	28,288.0	22,504.5	-5,783.5
Alaska Airlines Inc. (AS)	298.8	215.2	-83.6	1,351.9	1,354.2	2.3
Allegiant Air (G4)^	115.5	66.1	-49.4	368.0	298.9	-69.2
American Airlines Inc. (AA)^	1,323.2	603.8	-719.4	6,310.5	4,584.8	-1,725.7
Delta Air Lines Inc. (DL)	1,544.3	1,067.9	-476.4	7,984.5	6,500.0	-1,484.5
Envoy Air (MQ)^	3.5	-2.3	-5.7	-37.1	8.9	46.0
ExpressJet Airlines Inc. (EV)^	-5.8	-0.8	5.0	-17.3	-289.8	-272.5
Frontier Airlines Inc. (F9)	62.2	-2.7	-64.9	287.7	255.4	-32.2
Hawaiian Airlines Inc. (HA)	95.3	71.9	-23.5	454.3	452.2	-2.1
JetBlue Airways (B6)	348.9	147.6	-201.3	1,303.7	1,106.8	-196.9
SkyWest Airlines Inc. (OO)	51.8	47.4	-4.4	230.7	227.6	-3.1
Southwest Airlines Co. (WN)^	943.8	658.0	-285.8	4,280.0	3,474.3	-805.7
Spirit Air Lines (NK)^	101.3	59.4	-41.9	501.2	401.8	-99.4
United Air Lines Inc. (UA)	649.4	278.4	-371.1	5,076.0	3,969.6	-1,106.4
Virgin America (VX)^	31.9	-14.1	-46.1	193.8	159.7	-34.1
System Cargo Majors	713.9	776.8	62.9	2,861.0	3,155.2	294.2
Atlas Air Inc. (5Y)	1.9	-1.4	-3.3	118.6	89.2	-29.4
Federal Express Corporation (FX)	653.5	732.3	78.8	2,456.5	2,791.1	334.7
Kalitta Air LLC (KAQ)^	-2.6	-4.5	-2.0	23.7	40.0	16.3
Polar Air Cargo Airways (PO)^	0.5	0.6	0.2	3.5	1.5	-2.0
United Parcel Service (5X)	60.6	49.8	-10.8	258.8	233.5	-25.3
System All Majors	6,278.1	3,972.5	-2,305.6	31,149.0	25,659.7	-5,489.3

Comparison of Net Income (Loss)

For Individual System Majors

2016 q1 Compared To 2017 q1

	Net Income (Loss) (\$Millions)					
	Quarterly Data			12 Months Ended Data		
	2016 q1	2017 q1	\$ Chg	YE 2016 q1	YE 2017 q1	\$ Chg
System Passenger Majors	3,178.9	1,676.2	-1,502.7	24,825.5	13,080.6	-11,744.9
Alaska Airlines Inc. (AS)	185.3	122.7	-62.6	868.3	816.7	-51.6
Allegiant Air (G4)^	112.4	63.7	-48.6	356.5	287.6	-68.9
American Airlines Inc. (AA)^	710.3	262.6	-447.7	7,647.8	2,333.5	-5,314.3
Delta Air Lines Inc. (DL)	955.2	615.9	-339.3	4,749.2	4,070.6	-678.6
Envoy Air (MQ)^	-2.6	0.7	3.2	-18.8	2.2	20.9
ExpressJet Airlines Inc. (EV)^	-5.2	-0.4	4.8	-18.6	94.1	112.6
Frontier Airlines Inc. (F9)	38.5	-0.2	-38.8	153.2	163.9	10.6
Hawaiian Airlines Inc. (HA)	53.0	39.0	-14.1	213.2	226.4	13.2
JetBlue Airways (B6)	199.5	85.3	-114.2	739.5	644.4	-95.1
SkyWest Airlines Inc. (OO)	28.0	27.5	-0.4	123.9	13.1	-110.8
Southwest Airlines Co. (WN)^	511.3	351.5	-159.9	2,239.7	2,082.1	-157.6
Spirit Air Lines (NK)^	61.9	31.9	-30.0	320.2	234.9	-85.3
United Air Lines Inc. (UA)	313.9	96.7	-217.1	7,106.0	2,046.8	-5,059.1
Virgin America (VX)^	17.5	-20.7	-38.2	345.2	64.3	-280.9
System Cargo Majors	445.6	417.3	-28.2	1,533.9	1,800.2	266.2
Atlas Air Inc. (5Y)	-10.2	-12.6	-2.4	-9.8	-4.7	5.1
Federal Express Corporation (FX)	422.8	418.8	-4.0	1,431.6	1,665.1	233.5
Kalitta Air LLC (KAQ)^	-3.1	-6.2	-3.1	19.6	36.5	16.8
Polar Air Cargo Airways (PO)^	0.0	0.0	0.0	0.0	0.0	0.0
United Parcel Service (5X)	36.0	17.3	-18.7	92.5	103.3	10.8
System All Majors	3,624.4	2,093.5	-1,530.9	26,359.4	14,880.8	-11,478.6

Comparison of Passenger Load Factors

For Individual System Passenger Majors

2016 q1 Compared To 2017 q1

Passenger Load Factor (Percent)						
	Quarterly Data			12 Months Ended Data		
	2016 q1	2017 q1	Pt Chg	YE 2016 q1	YE 2017 q1	Pt Chg
System Passenger Majors	81.3	81.1	-0.2	83.9	83.7	-0.3
Alaska Airlines Inc. (AS)	82.5	82.6	0.1	84.2	84.9	0.7
Allegiant Air (G4)^	86.3	82.6	-3.7	86.3	84.5	-1.7
American Airlines Inc. (AA)^	80.3	79.9	-0.4	83.3	82.3	-1.1
Delta Air Lines Inc. (DL)	82.9	83.8	0.8	85.7	85.4	-0.2
Envoy Air (MQ)^	74.9	76.2	1.3	79.3	79.5	0.2
ExpressJet Airlines Inc. (EV)^	76.8	76.4	-0.5	80.6	80.4	-0.2
Frontier Airlines Inc. (F9)	87.3	86.5	-0.8	87.2	87.0	-0.2
Hawaiian Airlines Inc. (HA)	81.1	84.0	2.9	81.9	85.0	3.1
JetBlue Airways (B6)	84.3	84.0	-0.3	84.6	85.0	0.4
SkyWest Airlines Inc. (OO)	79.4	78.7	-0.6	82.6	82.1	-0.5
Southwest Airlines Co. (WN)^	80.5	79.9	-0.6	83.7	83.8	0.2
Spirit Air Lines (NK)^	84.1	81.1	-3.0	84.1	83.4	-0.7
United Air Lines Inc. (UA)	79.9	79.5	-0.3	83.2	82.8	-0.4
Virgin America (VX)^	80.4	79.4	-0.9	82.2	83.3	1.0

Comparison of Passenger Yields (Cents)

For Individual System Passenger Majors

2016 q1 Compared To 2017 q1

	Passenger Yields (Cents)					
	Quarterly Data			12 Months Ended Data		
	2016 q1	2017 q1	% Chg	YE 2016 q1	YE 2017 q1	% Chg
System Passenger Majors	13.7	13.7	-0.5%	14.0	13.5	-3.3%
Alaska Airlines Inc. (AS)	12.1	11.8	-2.0%	12.8	12.2	-4.9%
Allegiant Air (G4)^	9.1	9.0	-1.5%	9.0	8.4	-6.7%
American Airlines Inc. (AA)^	14.2	14.6	2.8%	14.2	14.1	-1.0%
Delta Air Lines Inc. (DL)	14.7	14.4	-1.5%	14.8	14.3	-4.0%
Envoy Air (MQ)^	22.5	20.3	-10.0%	14.2	19.0	34.0%
ExpressJet Airlines Inc. (EV)^	10.4	10.9	5.0%	9.3	10.0	7.9%
Frontier Airlines Inc. (F9)	6.9	6.3	-9.5%	8.6	6.7	-22.7%
Hawaiian Airlines Inc. (HA)	13.5	14.1	4.0%	13.9	13.9	0.4%
JetBlue Airways (B6)	13.5	12.7	-5.5%	13.8	13.0	-6.1%
SkyWest Airlines Inc. (OO)	11.5	12.4	8.0%	11.1	11.7	5.6%
Southwest Airlines Co. (WN)^	15.5	15.1	-2.6%	15.4	14.8	-4.0%
Spirit Air Lines (NK)^	5.9	5.9	-0.9%	6.7	6.1	-9.2%
United Air Lines Inc. (UA)	13.6	13.8	1.3%	14.1	13.6	-3.1%
Virgin America (VX)^	12.1	11.2	-7.9%	12.7	11.7	-7.8%

Comparison of Operating Profit Margin (Percent)

For Individual System Majors

2016 q1 Compared To 2017 q1

Operating Profit Margin (Percent)						
	Quarterly Data			12 Months Ended Data		
	2016 q1	2017 q1	Pt Chg	YE 2016 q1	YE 2017 q1	Pt Chg
System Passenger Majors	14.7	8.3	-6.4	17.2	13.7	-3.5
Alaska Airlines Inc. (AS)	22.2	15.5	-6.7	23.8	23.1	-0.8
Allegiant Air (G4)^	34.2	18.2	-16.0	29.7	22.3	-7.4
American Airlines Inc. (AA)^	13.9	6.3	-7.7	15.5	11.3	-4.2
Delta Air Lines Inc. (DL)	16.6	11.6	-5.0	19.6	16.4	-3.3
Envoy Air (MQ)^	1.4	-0.8	-2.2	-4.3	0.8	5.1
ExpressJet Airlines Inc. (EV)^	-2.2	-0.4	1.8	-1.5	-28.8	-27.3
Frontier Airlines Inc. (F9)	16.9	-0.6	-17.5	17.9	14.4	-3.6
Hawaiian Airlines Inc. (HA)	17.4	11.7	-5.7	19.6	18.0	-1.5
JetBlue Airways (B6)	21.6	9.2	-12.4	20.0	16.7	-3.3
SkyWest Airlines Inc. (OO)	10.5	8.8	-1.7	11.7	10.8	-0.9
Southwest Airlines Co. (WN)^	19.6	13.5	-6.1	21.2	17.0	-4.2
Spirit Air Lines (NK)^	18.8	10.0	-8.8	22.9	16.9	-6.0
United Air Lines Inc. (UA)	7.9	3.3	-4.6	13.6	10.8	-2.8
Virgin America (VX)^	8.8	-4.0	-12.7	12.4	9.6	-2.7
System Cargo Majors	8.8	7.4	-1.5	8.5	7.8	-0.8
Atlas Air Inc. (5Y)	0.5	-0.3	-0.8	7.2	5.5	-1.8
Federal Express Corporation (FX)	10.5	8.7	-1.8	9.7	8.6	-1.1
Kalitta Air LLC (KAQ)^	-2.2	-3.3	-1.2	4.3	6.7	2.4
Polar Air Cargo Airways (PO)^	0.2	0.2	0.0	0.3	0.1	-0.2
United Parcel Service (5X)	5.3	3.9	-1.4	5.4	4.8	-0.6
System All Majors	13.6	8.1	-5.5	15.8	12.5	-3.2

Comparison of Debt-to-Investment and Total Debt

For Individual System Majors

2016 q1 Compared To 2017 q1

	Debt To Investment (Percent)			Total Debt (\$Millions)		
	Quarterly Data			Quarterly Data		
	2016 q1	2017 q1	Pt Chg	2016 q1	2017 q1	\$ Chg
System Passenger Majors	49.2	48.2	-1.0	48,962.4	55,403.2	6,440.8
Alaska Airlines Inc. (AS)	9.8	33.4	23.6	408.8	2,299.7	1,890.8
Allegiant Air (G4)^	22.7	19.2	-3.5	337.3	341.4	4.1
American Airlines Inc. (AA)^	65.8	63.8	-1.9	20,007.9	22,774.9	2,767.0
Delta Air Lines Inc. (DL)	42.7	41.6	-1.1	8,451.3	9,226.5	775.3
Envoy Air (MQ)^	0.1			0.1		
ExpressJet Airlines Inc. (EV)^	41.7	38.2	-3.5	345.3	198.9	-146.4
Frontier Airlines Inc. (F9)	45.9	43.5	-2.5	239.9	224.1	-15.8
Hawaiian Airlines Inc. (HA)	42.3	22.7	-19.5	431.6	245.4	-186.2
JetBlue Airways (B6)	34.3	25.1	-9.2	1,780.0	1,336.7	-443.3
SkyWest Airlines Inc. (OO)	53.8	63.2	9.4	1,668.9	2,466.4	797.5
Southwest Airlines Co. (WN)^	30.6	27.2	-3.4	3,309.0	3,065.8	-243.2
United Air Lines Inc. (UA)	59.7	60.5	0.8	11,605.5	12,843.2	1,237.7
Virgin America (VX)^	31.1	12.9	-18.1	376.8	380.2	3.4
System Cargo Majors	12.7	15.0	2.3	2,463.6	3,276.6	813.0
Atlas Air Inc. (5Y)	68.7	68.4	-0.2	1,485.0	1,653.6	168.7
Federal Express Corporation (FX)	2.1	2.1	0.0	249.5	275.5	26.0
Kalitta Air LLC (KAQ)^	10.3	22.3	12.1	43.3	119.3	76.0
United Parcel Service (5X)	13.7	21.8	8.0	685.9	1,228.3	542.4
System All Majors	43.3	42.9	-0.4	51,426.0	58,679.8	7,253.8

ENDNOTES

- * Not Calculated on a quarterly basis.
- ** Cannot be calculated because balance sheet data not submitted on an entity basis.
Data presented only on a system basis.
- ++ Not calculated for all-cargo carriers.
- & Meaningfull calculation cannot be made.
- ^ Carrier specific note. See below.

AirTran Airways Corporation (FL)

See Southwest Airlines Co. (WN)

Allegiant Air (G4)

Effective 2016q1, Allegiant Air (G4) began reporting as a Group III Major. All Form 41 Traffic and Financial Data collected by the Department for Allegiant Air are included in this report.

American Airlines Inc. (AA)

Effective 2015q3, US Airways Inc. (US) ceased reporting financial data independently of American Airlines Inc. (AA) . All data for US Airways are now consolidated with American Airlines in this report.

Envoy Air (MQ)

Effective 2014q2, American Eagle Airlines Inc. (MQ) rebranded and changed their name to Envoy Air (MQ). All Form 41 Traffic and Financial Data collected by the Department for American Eagle Airlines are included in this report as Envoy Air.

ExpressJet Airlines Inc. (EV)

Effective 2013q1, ExpressJet Airlines Inc. (EV) was designated a Group III Major carrier.
All Form 41 Traffic and Financial Data collected by the Department for ExpressJet, formerly Atlantic Southeast (EV), are included in this report.

Kalitta Air LLC (KAQ)

Effective 2015q1, Kalitta Air LLC (KAQ) began reporting as a Group II National.
All Form 41 Traffic and Financial Data collected by the Department for Kalitta are included in this report.

Polar Air Cargo Airways (PO)

Effective 2015q1, Polar Air Cargo Airways (PO) began reporting as a Group III Major. All Form 41 Traffic and Financial Data collected by the Department for Polar Air Cargo are included in this report.

Southwest Airlines Co. (WN)

Effective 2012q2, AirTran Airways Corporation (FL) ceased reporting financial data independently of Southwest Airlines Co. (WN). All data for AirTran Airways are now consolidated with Southwest Airlines in this report.

Spirit Air Lines (NK)

Effective 2013q1, Spirit Air Lines (NK) was designated a Group III Major. All Form 41 Traffic and Financial Data collected by the Department for Spirit are included in this report.

US Airways Inc. (US)

see American Airlines (AA).

Virgin America (VX)

Effective 2013q1, Virgin America (VX) was designated a Group III Major. All Form 41 Traffic and Financial Data collected by the Department for Virgin America are included in this report.

Carrier List

Passenger

FL^	AirTran Airways Corporation
AS	Alaska Airlines Inc.
G4^	Allegiant Air
AA^	American Airlines Inc.
DL	Delta Air Lines Inc.
MQ^	Envoy Air
EV^	ExpressJet Airlines Inc.
F9	Frontier Airlines Inc.
HA	Hawaiian Airlines Inc.
B6	JetBlue Airways
OO	SkyWest Airlines Inc.
WN^	Southwest Airlines Co.
NK^	Spirit Air Lines
UA	United Air Lines Inc.
US^	US Airways Inc.
VX^	Virgin America

Cargo

5Y	Atlas Air Inc.
FX	Federal Express Corporation
KAQ^	Kalitta Air LLC
PO^	Polar Air Cargo Airways
5X	United Parcel Service

Explanation of Line Items

Line #	Reported By	Description of Line Item	Line Item Derivation
			FINANCIAL RESULTS: (\$Millions)
1	All	Operating Revenues	Total Operating Revenues (P012 Account 49990)
2	All	Operating Expenses	Total Operating Expenses (P012 Account 71990)
3	All	Operating Profit (Loss)	Operating Profit Or Loss (P012 Account 79990)
4	All	Net Income (Loss)	Net Income (P012 Account 98990)
			TRAFFIC: (Billions)
5	Combi Only	RPMS - Scheduled Rev. Svc.	Scheduled Revenue Passenger Miles (T100_K_RPM_140)
	Cargo Only	RTMs - Scheduled Rev. Svc.	Scheduled Revenue Ton Miles (T100_K_RTM_240)
6	Combi Only	ASMs - Scheduled Rev. Svc.	Scheduled Available Passenger Miles (T100_K_ASM_320)
	Cargo Only	ATMs - Scheduled Rev. Svc.	Scheduled Available Ton Miles (T100_K_ATM_280)
7	All	RTMs (All Svc.)	RTMs (All Svc.) (T100_Z_RTM_240)
8	All	ATMs (All Svc.)	ATMs (All Svc.) (T100_Z_ATM_280)
			YIELD & UNIT COST & PROFITS: (Cents)
9	All	Operating Revenue per RTM	<u>Operating Revenues (P012 Account 49990)</u> All Services Revenue Ton-Miles (T100_Z_RTM_240)
10	All	Operating Expense per RTM	<u>Operating Expenses (P012 Account 71990)</u> All Services Revenue Ton-Miles (T100_Z_RTM_240)
11	All	Operating Profit (Loss) per RTM	<u>Operating Profit (P012 Account 79990)</u> All Services Revenue Ton-Miles (T100_Z_RTM_240)
12	All	Operating Expense per ATM	<u>Operating Expenses (P012 Account 71990)</u> All Services Available Ton-Miles (T100_Z_ATM_280)
13	All	Passenger Revenue per RPM	<u>Passenger Revenues (schd service) (P012 Account 39010)</u> Scheduled Revenue Passenger Miles (T100_K_RPM_140)

Explanation of Line Items

Line #	Reported By	Description of Line Item	Line Item Derivation
			FINANCIAL RATIOS:
14	All	Operating Revenues to Total Investment	$\frac{\text{Total Operating Revenues (P012 Account 49990)}}{(\text{Current Maturities of Long-Term Debt (B010 Account 20000)} + \text{Current Obligations Under Capital Leases (B010 Account 20800)} + \text{Long-Term Debt (B010 Account 22100)} + \text{Advances from Associated Companies (B010 Account 22400)} + \text{Noncurrent Obligations Under Capital Leases (B010 Account 22800)} + \text{Net Stockholders' Equity (B010 Account 29950)})}$ (A five-quarter average is used)
15	All	Times Interest Earned	$\frac{\text{Income Before Income Tax (P012 Account 89990)} + \text{Interest on Long-Term Debt and Capital Leases (P012 Account 81810)} + \text{Other Interest Expense (P012 Account 81820)}}{\text{Interest On Long-Term Debt and Capital Leases (P012 Account 81810)} + \text{Other Interest Expense (P012 Account 81820)}}$
16	All	Current Assets to Current Liabilities	$\frac{\text{Total Current Assets (B010 Account 14990)}}{\text{Total Current Liabilities (B010 Account 21990)}}$
17	All	No. of Days Cash Coverage of Cash Exp.	$\frac{\text{Cash (B010 Account 10100)} + \text{Short Term Investments (B010 Account 11000)}}{(\text{Total Operating Expenses (P012 Account 71990)} + \text{Depreciation And Amortization (B010 Account 70000)}) / 365}$
			FINANCIAL PERCENTAGES:
18	All	Operating Profit (Loss) to Operating Revenue	$\frac{\text{Operating Profit Or Loss (P012 Account 79990)}}{\text{Total Operating Revenues (P012 Account 49990)}}$
19	All	Net Income to Stockholders Equity	$\frac{\text{Net Income (P012 Account 98990)}}{\text{Net Stockholders' Equity (B010 Account 29950)}}$
20	All	Corporate Return on Investment	$\frac{\text{Net Income (P012 Account 98990)} - \text{Interest On Long Term Debt And Capital Leases (P012 Account 81810)} + \text{Other Interest Expense (P012 Account 81820)}}{\text{Net Income minus Interest Expense} / \text{Total Investment}}$
		Corporate Return on Investment (Calculation Details)	$\frac{\text{Net Income (P012 Account 98990)} - (\text{Interest On Long Term Debt And Capital Leases (P012 Account 81810)} + \text{Other Interest Expense (P012 Account 81820)})}{\text{Current Maturities Of Long-Term Debt (B010 Account 20000)} + \text{Current Obligations Under Capital Leases (B010 Account 20800)} + \text{Long Term Debt (B010 Account 22100)} + \text{Advances From Associated Companies (B010 Account 22400)} + \text{Nonrecurrent Obligations Under Capital Leases (B010 Account 22800)} + \text{Net Stockholders' Equity (B010 Account 29950)}}$
21	All	Debt to Total Investment	$\frac{\text{Current Maturities Of Long-Term Debt (B010 Account 20000)} + \text{Current Obligations Under Capital Leases (B010 Account 20800)} + \text{Long Term Debt (B010 Account 22100)} + \text{Advances From Associated Companies (B010 Account 22400)} + \text{Nonrecurrent Obligations Under Capital Leases (B010 Account 22800)}}{\text{Current Maturities Of Long-Term Debt (B010 Account 20000)} + \text{Current Obligations Under Capital Leases (B010 Account 20800)} + \text{Advances From Associated Companies (B010 Account 22400)} + \text{Nonrecurrent Obligations Under Capital Leases (B010 Account 22800)} + \text{Net Stockholders' Equity (B010 Account 29950)} + \text{Long Term Debt (B010 Account 22100)}}$

Explanation of Line Items

Line #	Reported By	Description of Line Item	Line Item Derivation
			LOAD FACTOR: (%)
22	All	Actual Passenger Load Factor (Sch. Svc.)	$\frac{\text{Scheduled Revenue Passenger Miles (T100 K RPM 140)}}{\text{Scheduled Available Passenger Miles (T100 K_ASM_320)}}$
23	Combi Only	Breakeven Passenger Load Factor (Sch. Svc.)	$\frac{(\text{Total Operating Revenues (P012 Account 49990)} + \text{Transport Revenues Expenses (P012 Account 71000)} - (\text{Transport Revenues - Passenger (P012 Account 39010)} * .90) - \text{Total Operating Expenses (P012 Account 71990)} - \text{Transport Related Revenues (P012 Account 48980)}) * (\text{Scheduled Revenue Passenger Miles (T100 K RPM 140)} / \text{Scheduled Available Passenger Miles (T100 K_ASM_320)})}{(\text{Transport Revenues - Passenger (P012 Account 39010)} * .90)}$
	Cargo Only	Ton Load Factor (All Svc.)	$\frac{\text{Overall RTMs (All Svc.) (T100 Z RTM 240)}}{\text{Overall ATMs (All Svc.) (T100 Z_ATM_280)}}$
			Employment & Productivity:
24	All	Employment, Total Weighted Avg CY	$\frac{((\text{P1a Account Z f99007}) + ((\text{P1a Account Z-f99008})/2))}{\text{Months in Period (3 Quarter; 12 Month Ended)}}$
25	All	Overall RTM's per Employee (000)	$\frac{\text{Overall RTMs (All Svc.) (T100 Z RTM 240)}}{((\text{P1a Account Z f99007}) + ((\text{P1a Account Z-f99008})/2)) / \text{Months in Period (3 Quarter; 12 Month Ended)}}$
			Change Over Comparable Period 12 Month Earlier:
26	All	Operating Revenues (%)	Total Operating Revenues (P012 Account 49990) (CY/PY)
27	All	Operating Expenses (%)	Total Operating Expenses (P012 Account 71990) (CY/PY)
28	All	Operating Profit (Loss) (in Millions \$)	Operating Profit Or Loss (P012 Account 79990) (CY/PY)
29	All	Net Income (Loss) (in Millions \$)	Net Income (P012 Account 98990) (CY/PY)
30	All	RPMS (Sch. Svc.) (%)	Scheduled Revenue Passenger Miles (T100_K_RPM_140) (CY/PY)
31	All	ASMs (Sch. Svc.) (%)	Scheduled Available Passenger Miles (T100_K_ASM_320) (CY/PY)
32	All	Operating Revenues per RTM (%)	$\frac{\text{Operating Revenues (P012 Account 49990)}}{\text{System Ton-Miles (T100_Z_RT_M_240)}} (CY/PY)$
33	All	Operating Expense per RTM (%)	$\frac{\text{Operating expenses (P012 Account 71990)}}{\text{System Available Ton-Miles (T100_Z_ATM_280)}} (CY/PY)$
34	All	Passenger Revenue per RPM (Sch. Svc.) (%)	$\frac{\text{Passenger Revenues (schd service) (P012 Account 39010)}}{\text{Scheduled Revenue Passenger Miles (T100_K_RPM_140)}} (CY/PY)$