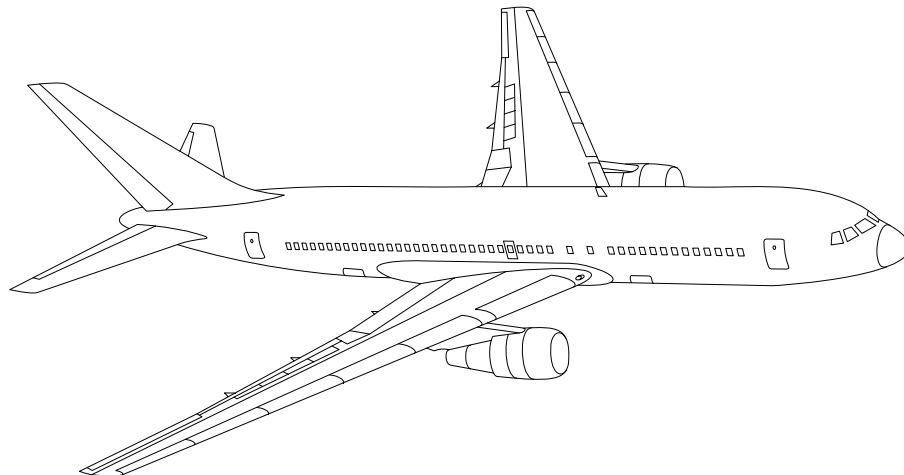


# AIRLINE QUARTERLY FINANCIAL REVIEW

FOURTH QUARTER 2005



MAJORS



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

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## INTRODUCTION

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

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

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

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

**QUARTERLY FINANCIAL & TRAFFIC REVIEW**  
**SYSTEM OPERATIONS**  
**System All Majors**

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/12	2004/12	2005/12	2005/09	2005/06	2005/03	2004/12
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	32,981.2	29,399.1	130,186.8	126,599.1	122,239.3	119,200.7	117,070.8
2	Operating Expenses	33,678.8	31,620.0	130,564.6	128,500.0	124,645.0	121,663.9	119,162.6
3	Operating Profit (Loss)	-697.6	-2,221.0	-377.8	-1,900.9	-2,405.7	-2,463.3	-2,091.8
4	Net Income (Loss)	-19,897.5	-4,074.1	-27,065.8	-11,242.1	-9,991.5	-10,406.0	-8,670.0
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Rev. Svc.	164.6	162.4	690.9	688.6	680.6	672.1	660.3
6	ASMs - Scheduled Rev. Svc.	214.2	217.3	882.9	885.8	880.6	874.0	867.9
7	Overall RTMs (All Svc.)	23.3	23.0	94.7	94.4	93.6	92.8	91.4
8	Overall ATMs (All Svc.)	39.0	39.2	158.1	158.3	157.4	156.2	154.8
<u>YIELD &amp; UNIT COST &amp; PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	141.6	127.8	137.5	134.2	130.6	128.5	128.1
10	Operating Expense per RTM	144.6	137.5	137.9	136.2	133.2	131.2	130.4
11	Operating Profit (Loss) per RTM	-3.0	-9.7	-0.4	-2.0	-2.6	-2.7	-2.3
12	Operating Expense per ATM	86.4	80.6	82.6	81.2	79.2	77.9	77.0
13	Passenger Revenue per RPM	12.00	11.15	11.70	11.50	11.33	11.26	11.35
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	2.24	1.91	1.72	1.63	1.57
15	Times Interest Earned	*	*	-5.73	-1.75	-1.56	-1.34	-1.01
16	Current Assets to Current Liabilities	*	*	0.81	0.84	0.70	0.70	0.69
17	No. of Days Cash Coverage of Cash Exp.	*	*	56.0	52.5	55.1	50.4	48.3
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	-2.1	-7.6	-0.3	-1.5	-2.0	-2.1	-1.8
19	Net Income to Stockholders Equity	*	*	&	-150.86	-100.99	-90.56	-66.04
20	Corporate Return on Investment	*	*	-39.9	-11.2	-8.9	-9.4	-7.0
21	Debt to Total Investment	*	*	149.0	95.2	91.9	90.6	87.0
<u>LOAD FACTOR: (%)</u>								
22	Passenger Load Factor (Sch. Svc.)	76.8	74.7	78.3	77.7	77.3	76.9	76.1
23	Ton Load Factor (All Svc.)	59.7	58.6	59.9	59.6	59.4	59.4	59.1
<u>Employment &amp; Productivity:</u>								
24	Employment, Total Weighted Avg CY	469,990	494,336	476,492	485,099	490,067	491,876	497,658
25	Overall RTM's per Employee (000)	49.5	46.5	198.7	194.5	190.9	188.6	183.7

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	12.2	9.8	11.2	10.6	9.3	11.0	12.4
27	Operating Expenses (%)	6.5	17.2	9.6	12.2	11.9	12.5	11.2
28	Operating Profit (Loss) (in Millions \$)	1,523.4	-2,025.6	1,714.0	-1,834.6	-2,844.0	-1,713.6	854.8
29	Net Income (Loss)(in Millions \$)	-15,823.4	-3,800.9	-18,395.7	-6,372.9	-5,885.6	-8,642.9	-6,495.3
30	RPMs (Sch. Svc.) (%)	1.3	8.5	4.6	6.3	7.6	10.2	10.4
31	ASMs (Sch. Svc.) (%)	-1.4	6.3	1.7	3.6	4.8	6.8	7.4
32	Operating Revenues per RTM (%)	10.8	1.3	7.4	5.1	2.5	1.7	2.6
33	Operating Expense per RTM (%)	5.2	8.2	5.8	6.6	4.9	3.1	1.5
34	Passenger Revenue per RPM (Sch. Svc.)(%)	7.6	-5.0	3.1	0.1	-2.4	-3.1	-1.8

**QUARTERLY FINANCIAL & TRAFFIC REVIEW**  
**DOMESTIC OPERATIONS**  
**Domestic All Majors**

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/12	2004/12	2005/12	2005/09	2005/06	2005/03	2004/12
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	24,502.4	21,963.3	95,966.2	93,427.1	90,487.0	88,735.8	87,595.2
2	Operating Expenses	25,299.4	24,166.8	98,346.5	97,214.0	94,612.0	92,866.0	91,441.3
3	Operating Profit (Loss)	-797.0	-2,203.5	-2,380.3	-3,786.8	-4,125.0	-4,130.1	-3,846.1
4	Net Income (Loss)	-12,734.0	-3,733.2	-19,350.5	-10,349.7	-9,655.8	-10,157.0	-8,851.7
<u>TRAFFIC: (Billions)</u>								
5	RTMs - Scheduled Svc.	119.1	118.7	497.6	497.2	493.5	489.8	483.1
6	ATMs - Scheduled Svc.	155.7	160.7	640.6	645.6	645.6	644.5	644.6
7	Overall RTMs (All Svc.)	15.2	15.2	62.0	62.0	61.7	61.4	60.8
8	Overall ATMs (All Svc.)	25.5	26.3	103.2	104.0	104.2	104.2	104.1
<u>YIELD &amp; UNIT COST &amp; PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	161.6	144.9	154.9	150.8	146.7	144.5	144.1
10	Operating Expense per RTM	166.9	159.5	158.7	156.9	153.4	151.2	150.5
11	Operating Profit (Loss) per RTM	-5.3	-14.5	-3.8	-6.1	-6.7	-6.7	-6.3
12	Operating Expense per ATM	99.4	92.1	95.3	93.5	90.8	89.2	87.8
13	Passenger Revenue per RPM	12.33	11.49	11.96	11.76	11.59	11.54	11.68
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	**	**	**	**	**
15	Times Interest Earned	*	*	**	**	**	**	**
16	Current Assets to Current Liabilities	*	*	**	**	**	**	**
17	No. of Days Cash Coverage of Cash Exp.	*	*	**	**	**	**	**
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	-3.3	-10.0	-2.5	-4.1	-4.6	-4.7	-4.4
19	Net Income to Stockholders Equity	*	*	**	**	**	**	**
20	Corporate Return on Investment	*	*	-35.4	-14.3	-12.3	-13.0	-10.6
21	Debt to Total Investment	*	*	**	**	**	**	**
<u>LOAD FACTOR: (%)</u>								
22	Passenger Load Factor (Sch. Svc.)	149.0	87.0	149.0	95.2	91.9	90.6	87.0
23	Ton Load Factor (All Svc.)	76.5	73.9	77.7	77.0	76.4	76.0	74.9
<u>Employment &amp; Productivity:</u>								
24	Employment, Total Weighted Avg CY	*	*	**	**	**	**	**
25	Overall RTM's per Employee (000)	*	*	**	**	**	**	**

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	11.6	7.7	9.6	8.6	6.8	8.7	10.6
27	Operating Expenses (%)	4.7	15.7	7.6	10.3	9.7	11.0	10.9
28	Operating Profit (Loss) (in Millions \$)	1,406.5	-1,711.1	1,465.8	-1,651.8	-2,618.6	-2,102.7	-608.8
29	Net Income (Loss)(in Millions \$)	-9,000.8	-3,312.5	-10,498.8	-4,810.5	-4,884.4	-7,749.7	-7,044.0
30	RPMs (Sch. Svc.) (%)	0.3	7.8	3.0	4.8	6.1	8.2	8.5
31	ASMs (Sch. Svc.) (%)	-3.1	4.5	-0.6	1.2	2.5	4.4	5.8
32	Operating Revenues per RTM (%)	11.5	0.9	7.5	4.9	1.9	1.6	2.7
33	Operating Expense per RTM (%)	4.7	8.4	5.5	6.5	4.7	3.7	3.0
34	Passenger Revenue per RPM (Sch. Svc.)(%)	7.3	-7.1	2.3	-1.2	-4.1	-4.8	-3.5

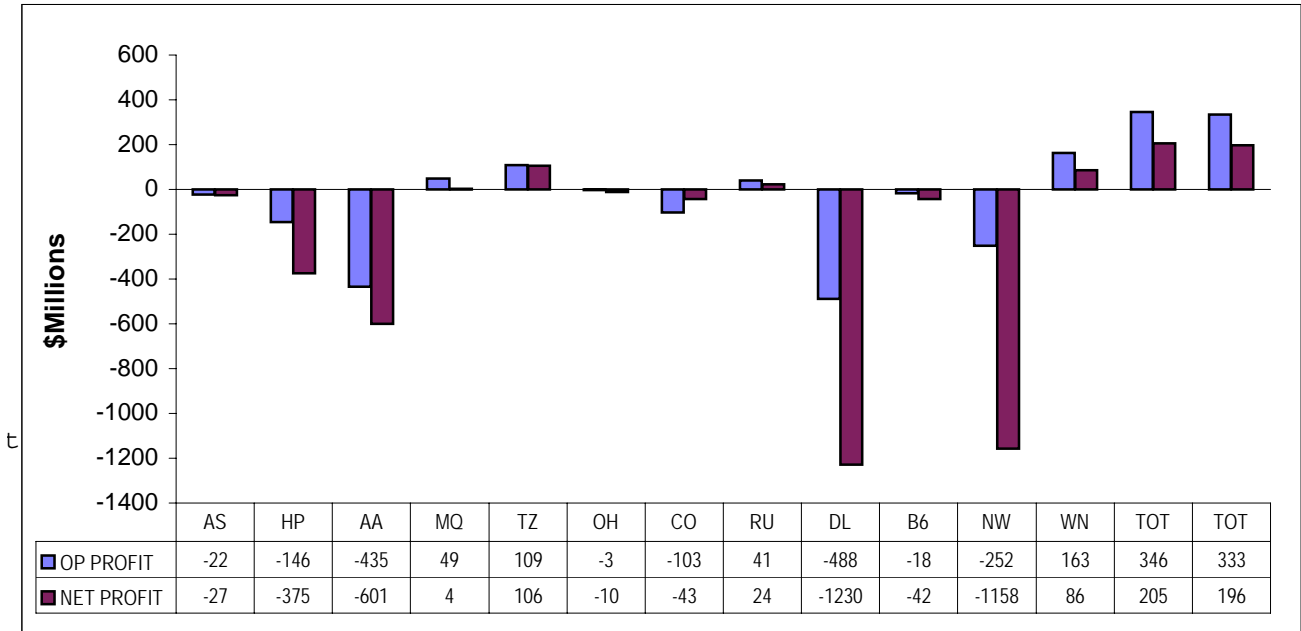
**QUARTERLY FINANCIAL & TRAFFIC REVIEW**  
**INTERNATIONAL OPERATIONS**  
**Int'l All Majors**

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/12	2004/12	2005/12	2005/09	2005/06	2005/03	2004/12
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	8,478.8	7,435.7	34,209.5	33,172.0	31,752.3	30,464.8	29,475.5
2	Operating Expenses	8,379.5	7,453.2	32,206.4	31,286.0	30,033.0	28,797.9	27,721.3
3	Operating Profit (Loss)	99.4	-17.5	2,003.1	1,886.0	1,719.3	1,666.9	1,754.3
4	Net Income (Loss)	-7,163.5	-340.9	-7,714.6	-892.3	-335.6	-249.1	181.7
<u>TRAFFIC: (Billions)</u>								
5	RTMs - Scheduled Svc.	45.5	43.7	193.1	191.4	187.0	181.9	177.2
6	ATMs - Scheduled Svc.	58.5	56.5	242.1	240.2	235.0	229.1	223.3
7	Overall RTMs (All Svc.)	8.1	7.8	32.7	32.4	31.9	31.3	30.6
8	Overall ATMs (All Svc.)	13.6	13.0	54.9	54.3	53.2	52.0	50.7
<u>YIELD &amp; UNIT COST &amp; PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	104.4	94.8	104.7	102.3	99.5	97.3	96.2
10	Operating Expense per RTM	103.1	95.0	98.6	96.5	94.1	92.0	90.5
11	Operating Profit (Loss) per RTM	1.2	-0.2	6.1	5.8	5.4	5.3	5.7
12	Operating Expense per ATM	61.9	57.5	58.7	57.6	56.4	55.4	54.7
13	Passenger Revenue per RPM	11.11	10.23	11.05	10.85	10.63	10.51	10.45
<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	1.2	-0.2	5.9	5.7	5.4	5.5	6.0
19	Net Income to Stockholders Equity	*	*	**	**	**	**	**
20	Corporate Return on Investment	*	*	-58.1	0.4	3.7	4.0	6.5
21	Debt to Total Investment	*	*	**	**	**	**	**
<u>LOAD FACTOR: (%)</u>								
22	Passenger Load Factor (Sch. Svc.)	77.7	77.2	79.8	79.7	79.6	79.4	79.3
23	Ton Load Factor (All Svc.)	60.0	60.5	59.5	59.6	59.9	60.2	60.4
<u>Employment &amp; Productivity:</u>								
24	Employment, Total Weighted Avg CY	*	*	**	**	**	**	**
25	Overall RTM's per Employee (000)	*	*	**	**	**	**	**

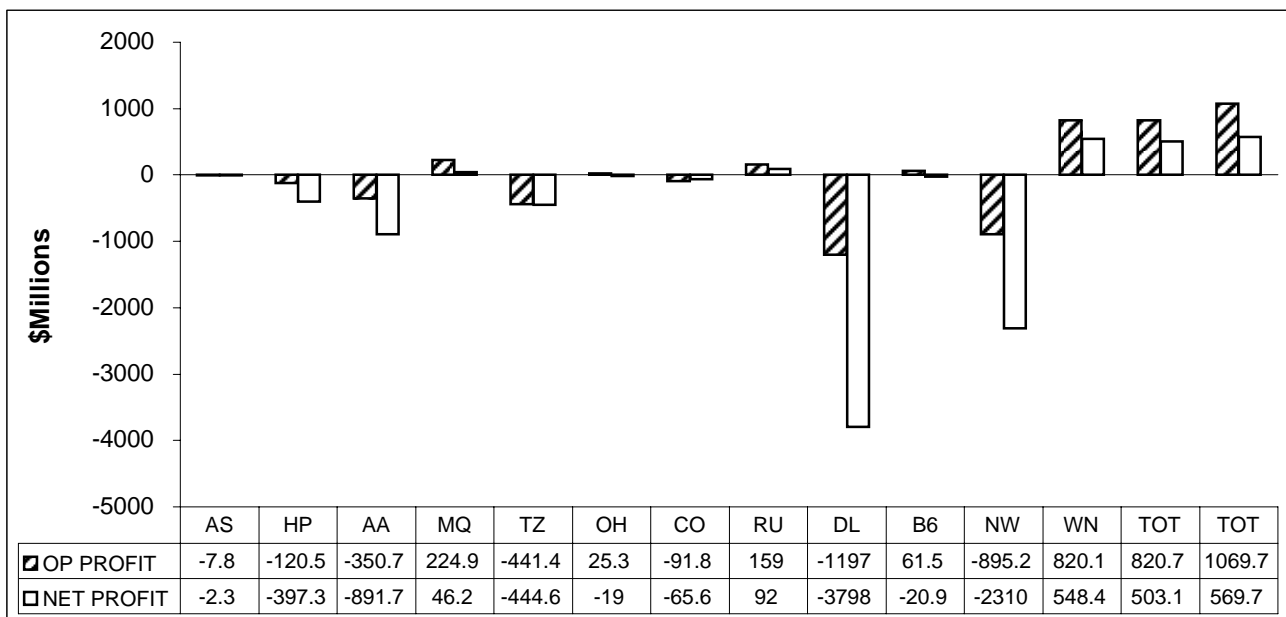
		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	14.0	16.6	16.1	16.7	17.1	18.5	18.1
27	Operating Expenses (%)	12.4	22.6	16.2	18.7	19.3	17.8	12.3
28	Operating Profit (Loss) (in Millions \$)	116.8	-314.5	248.8	-182.8	-225.5	389.1	1,463.6
29	Net Income (Loss)(in Millions \$)	-6,822.6	-488.4	-7,896.3	-1,562.4	-1,001.2	-893.3	548.8
30	RTMs (All Svc.) (%)	4.2	10.4	9.0	10.6	11.7	15.9	15.7
31	ATMs (All Svc.) (%)	3.5	11.7	8.4	10.5	11.4	14.0	12.0
32	Operating Revenues per RTM (%)	10.1	4.3	8.8	7.3	6.1	4.4	4.4
33	Operating Expense per RTM (%)	8.6	9.7	8.9	9.2	8.1	3.9	-0.7
34	Passenger Revenue per RPM (Sch. Svc.)(%)	8.7	2.6	5.8	4.3	3.6	3.7	4.8

# COMPARISONS AMONG MAJOR GROUP AIRLINES

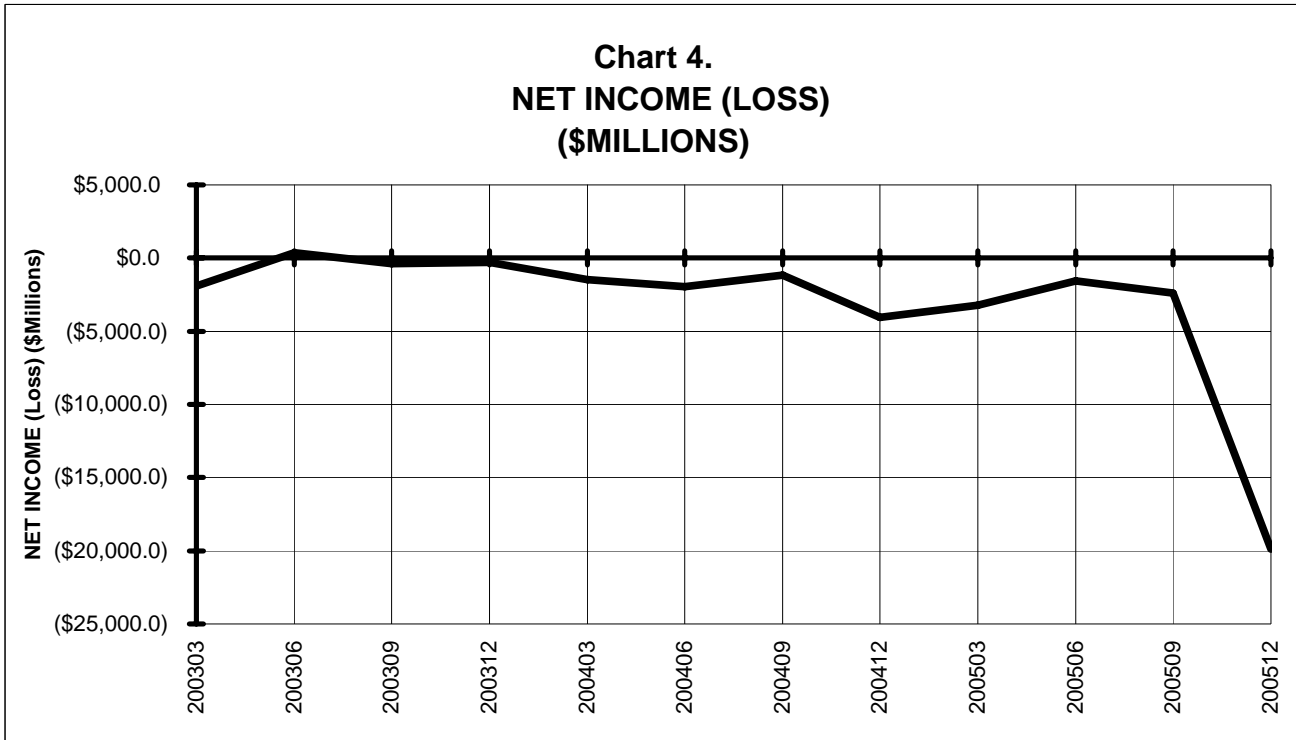
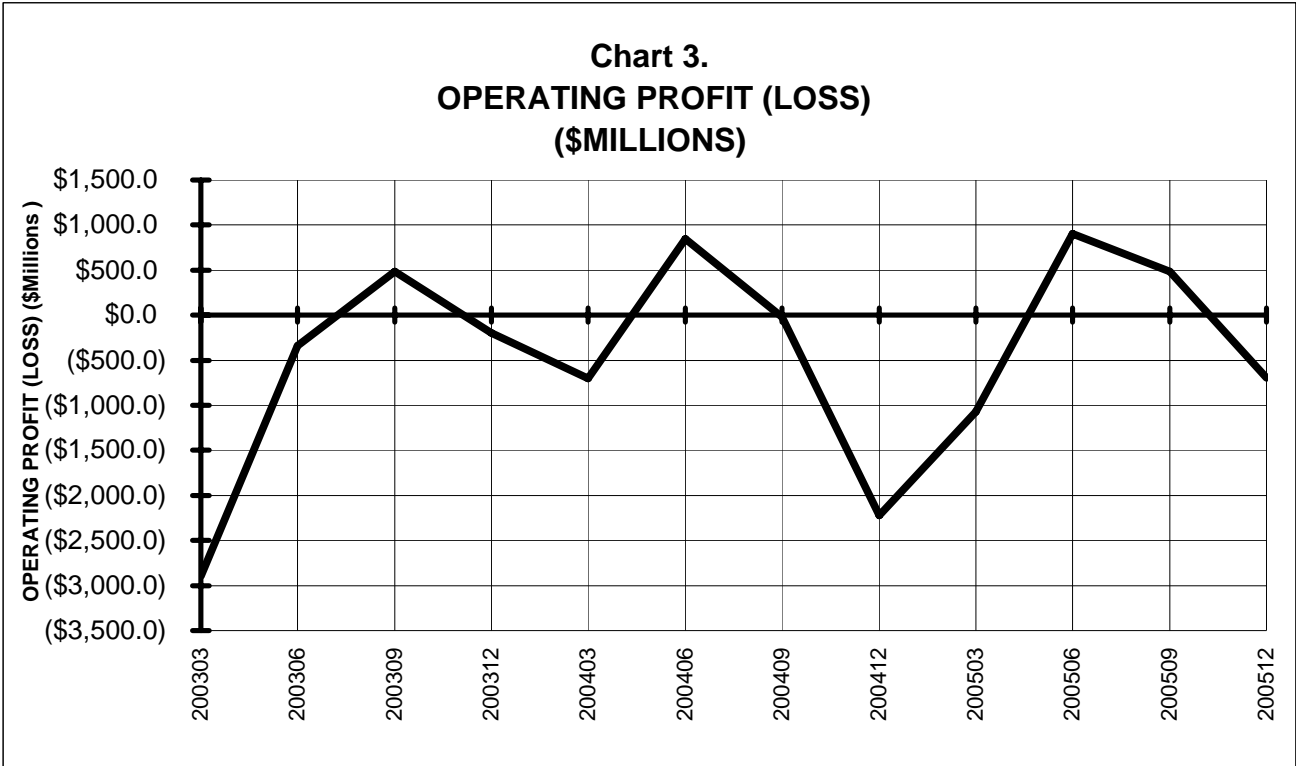
**Chart 1.**  
**Operating and Net Profit (Loss)**  
**For the Quarter Ended December 2005**



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



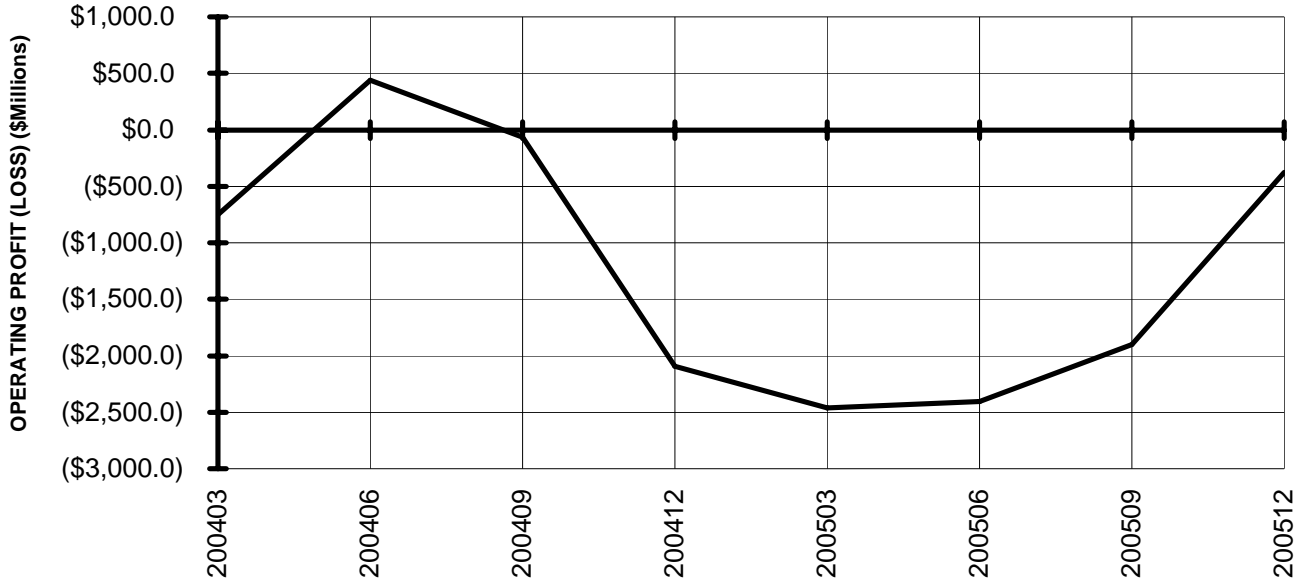
**TOTAL ALL MAJORS (SYSTEM)  
BY QUARTER**



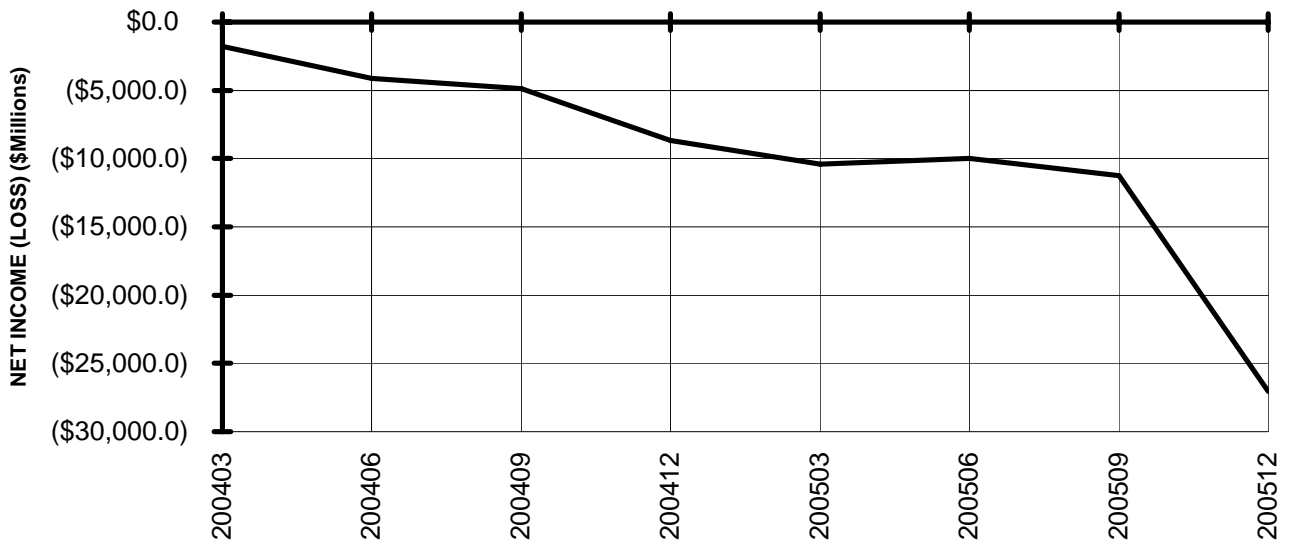


**TOTAL ALL MAJORS (SYSTEM)  
BY 12-MONTH ENDING PERIODS**

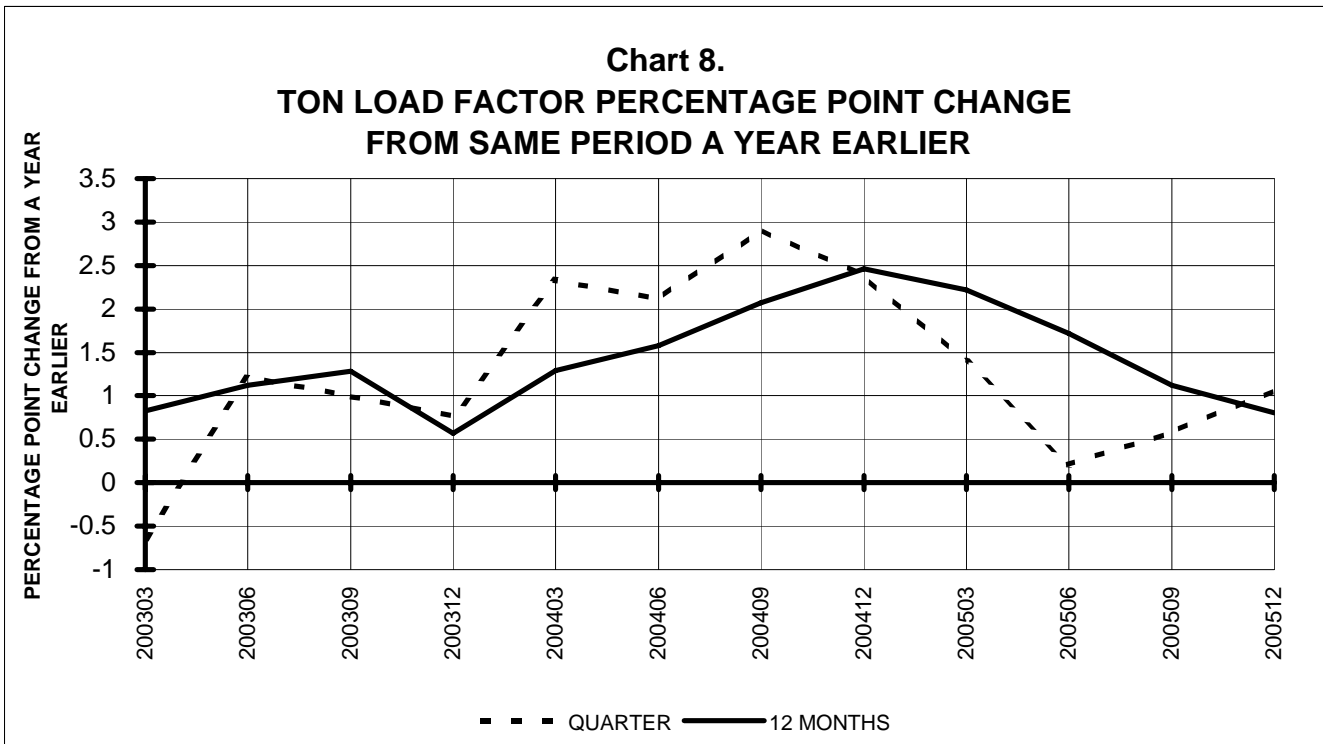
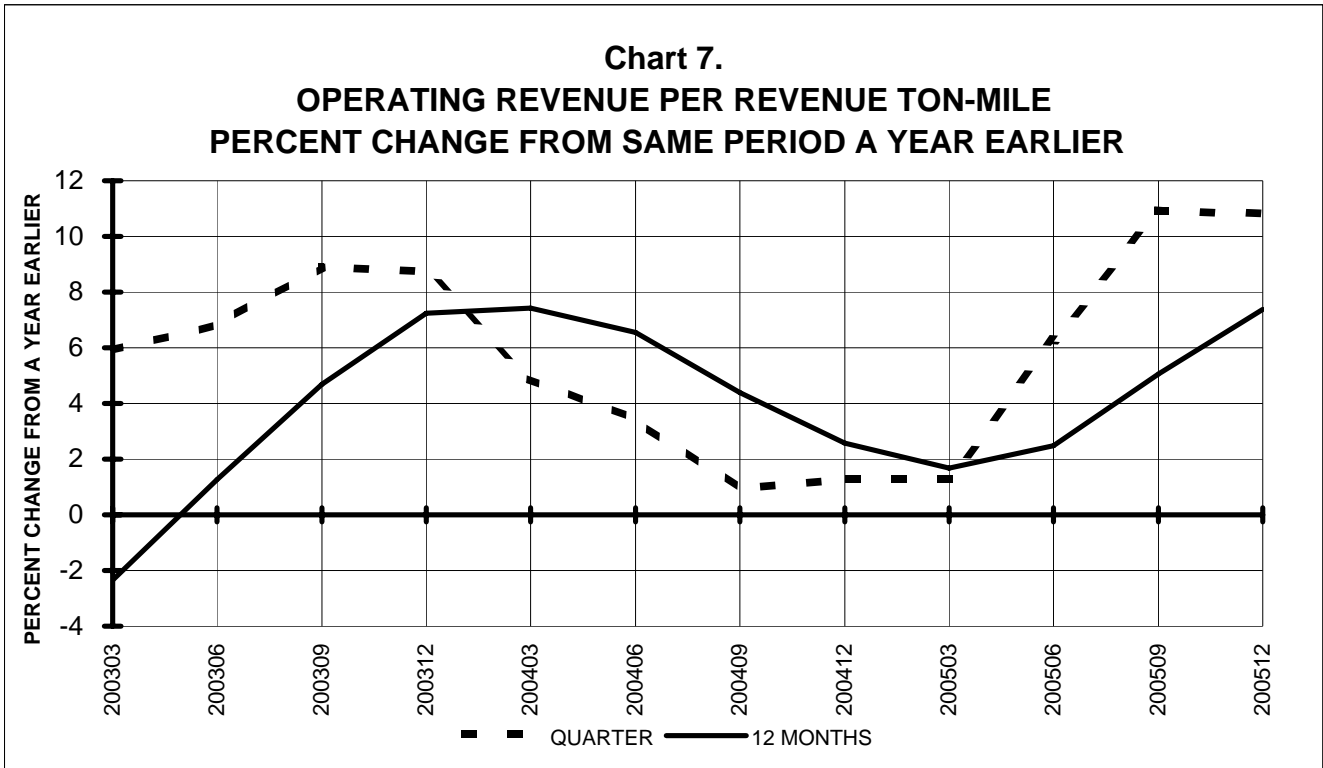
**Chart 5.  
OPERATING PROFIT (LOSS)  
(\$MILLIONS)**



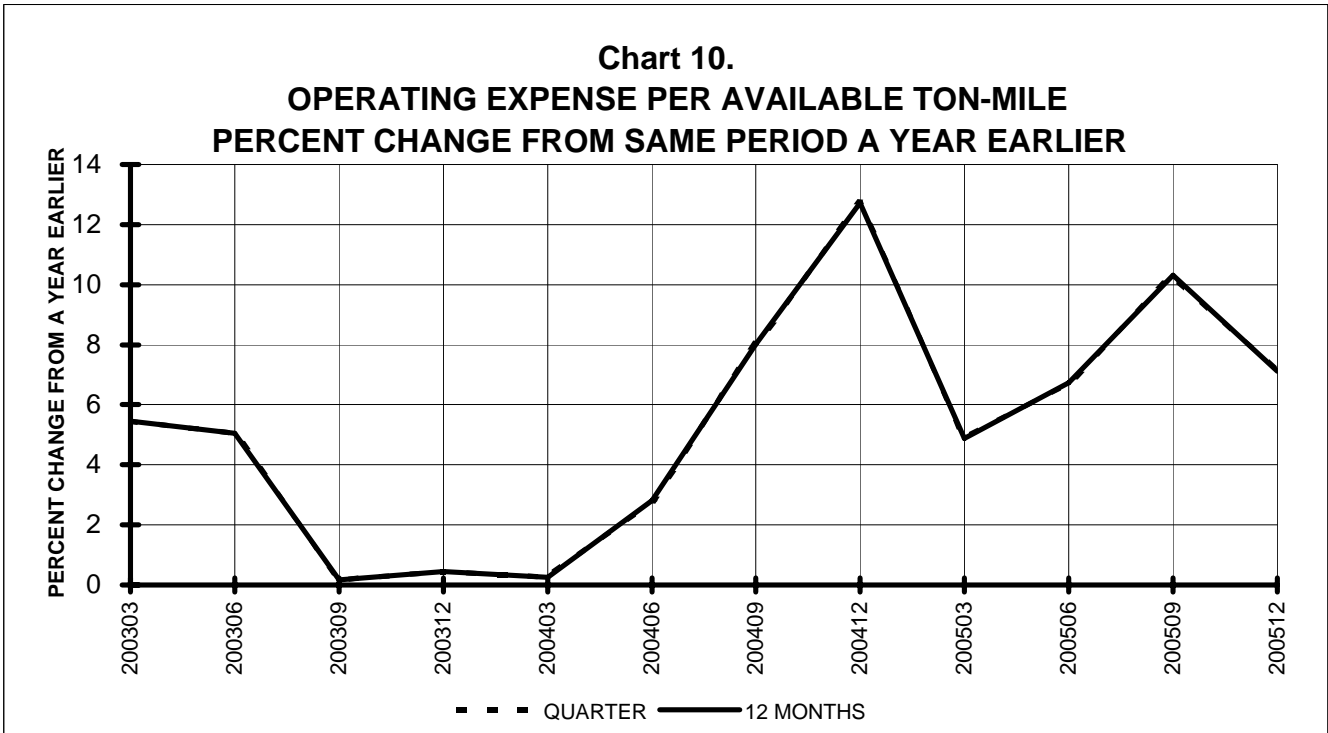
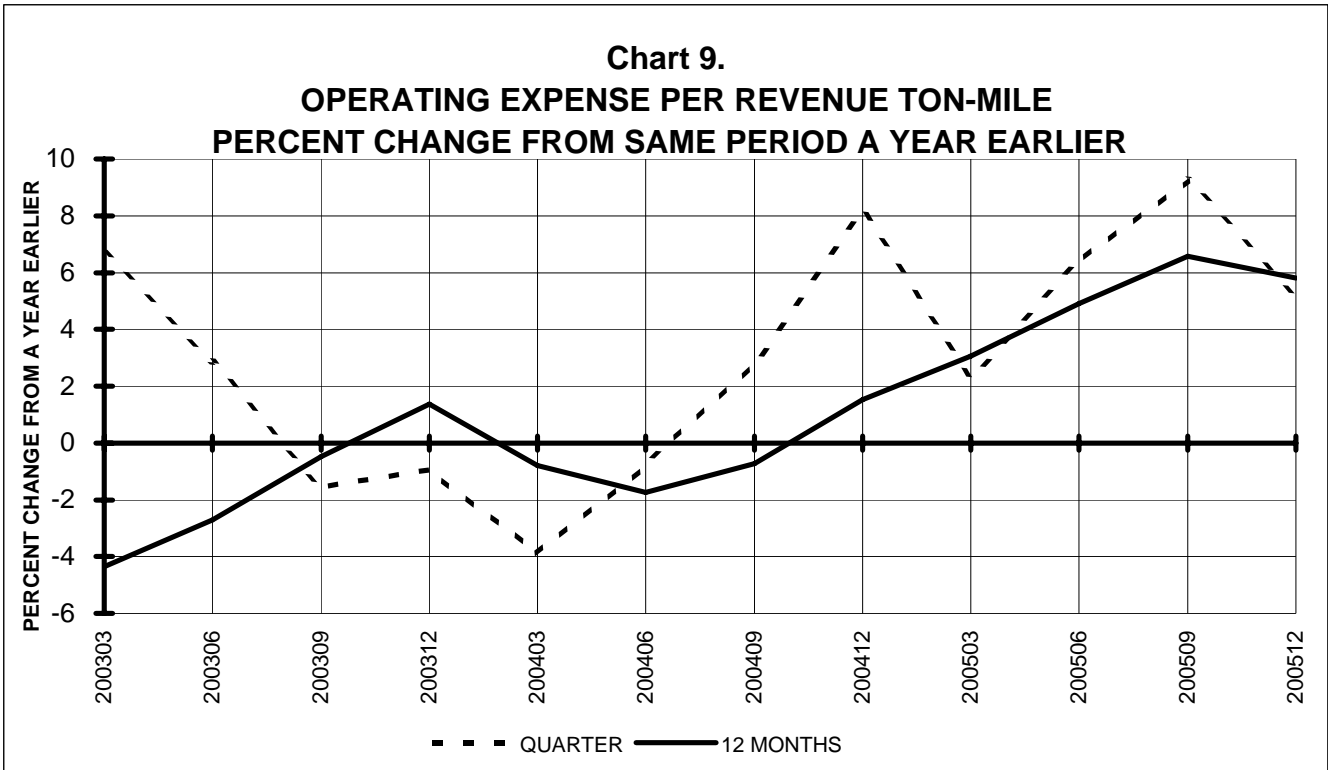
**Chart 6.  
NET INCOME (LOSS)  
(\$MILLIONS)**



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



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



**QUARTERLY FINANCIAL & TRAFFIC REVIEW**  
**SYSTEM OPERATIONS**  
**System Passenger Majors**

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/12	2004/12	2005/12	2005/09	2005/06	2005/03	2004/12
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	26,322.8	23,404.5	105,548.2	102,624.3	99,013.2	96,525.9	95,003.0
2	Operating Expenses	27,699.5	26,135.3	107,816.4	106,246.3	103,123.4	100,710.7	98,667.1
3	Operating Profit (Loss)	-1,376.7	-2,730.8	-2,268.2	-3,622.0	-4,110.3	-4,184.8	-3,664.1
4	Net Income (Loss)	-20,298.2	-4,280.8	-28,138.6	-12,120.9	-10,848.1	-11,267.2	-9,435.0
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Svc.	164.6	162.4	690.9	688.6	680.6	672.1	660.3
6	ASMs - Scheduled Svc.	214.2	217.3	882.9	885.8	880.6	874.0	867.9
7	Overall RTMs (All Svc.)	19.0	19.0	78.8	78.8	78.1	77.4	76.1
8	Overall ATMs (All Svc.)	32.2	32.9	133.0	133.7	133.0	132.0	130.9
<u>YIELD &amp; UNIT COST &amp; PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	138.5	123.5	133.9	130.3	126.8	124.8	124.8
10	Operating Expense per RTM	145.7	137.9	136.8	134.9	132.1	130.2	129.6
11	Operating Profit (Loss) per RTM	-7.2	-14.4	-2.9	-4.6	-5.3	-5.4	-4.8
12	Operating Expense per ATM	86.1	79.4	81.1	79.5	77.5	76.3	75.4
13	Passenger Revenue per RPM	12.00	11.15	11.70	11.50	11.33	11.26	11.35
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	2.31	1.90	1.67	1.57	1.50
15	Times Interest Earned	*	*	-6.32	-2.21	-2.03	-1.84	-1.47
16	Current Assets to Current Liabilities	*	*	0.79	0.82	0.68	0.68	0.67
17	No. of Days Cash Coverage of Cash Exp.	*	*	66.5	62.5	65.6	59.8	57.4
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	-5.2	-11.7	-2.1	-3.5	-4.2	-4.3	-3.9
19	Net Income to Stockholders Equity	*	*	8.74	8.57	7.14	&	-206.52
20	Corporate Return on Investment	*	*	-53.4	-15.6	-12.4	-12.9	-9.7
21	Debt to Total Investment	*	*	235.6	122.0	109.7	107.1	101.7
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	76.8	74.7	78.3	77.7	77.3	76.9	76.1
23	Breakeven	85.8	88.1	83.3	83.7	83.8	82.8	80.8
<u>Employment &amp; Productivity:</u>								
24	Employment, Total Weighted Avg CY	350,003	375,881	357,245	366,235	371,846	373,864	379,669
25	Overall RTM's per Employee (000)	54.3	50.4	220.7	215.1	210.0	206.9	200.5

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	12.5	8.5	11.1	10.2	8.7	10.8	12.6
27	Operating Expenses (%)	6.0	18.0	9.3	12.2	12.6	13.5	12.1
28	Operating Profit (Loss) (in Millions \$)	1,354.1	-2,146.5	1,395.9	-2,104.4	-3,585.2	-2,568.7	-15.2
29	Net Income (Loss)(in Millions \$)	-16,017.4	-3,850.2	-18,703.6	-6,536.0	-6,296.0	-9,118.6	-6,970.1
30	RPMs (Sch. Svc.) (%)	1.3	8.5	4.6	6.3	7.6	10.2	10.4
31	ASMs (Sch. Svc.) (%)	-1.4	6.3	1.7	3.6	4.8	6.8	7.4
32	Operating Revenues per RTM (%)	12.1	-0.3	7.2	4.3	1.5	0.9	2.5
33	Operating Expense per RTM (%)	5.7	8.4	5.5	6.2	5.1	3.3	2.0
34	Passenger Revenue per RPM (Sch. Svc.)(%)	7.6	-5.0	3.1	0.1	-2.4	-3.1	-1.8

**QUARTERLY FINANCIAL & TRAFFIC REVIEW**  
**DOMESTIC OPERATIONS**  
**Domestic Passenger Majors**

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/12	2004/12	2005/12	2005/09	2005/06	2005/03	2004/12
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	19,895.9	17,746.2	78,864.5	76,714.8	74,261.7	72,761.8	71,997.1
2	Operating Expenses	21,038.8	20,175.3	82,065.5	81,202.0	79,032.3	77,684.7	76,585.6
3	Operating Profit (Loss)	-1,142.9	-2,429.1	-3,201.0	-4,487.2	-4,770.6	-4,922.9	-4,588.5
4	Net Income (Loss)	-12,938.6	-3,802.1	-19,853.7	-10,717.2	-9,926.0	-10,516.4	-9,176.6
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Svc.	119.1	118.7	497.6	497.2	493.5	489.8	483.1
6	ASMs - Scheduled Svc.	155.7	160.7	640.6	645.6	645.6	644.5	644.6
7	Overall RTMs (All Svc.)	12.6	12.7	52.5	52.6	52.3	52.1	51.4
8	Overall ATMs (All Svc.)	21.3	22.3	87.9	88.8	89.0	89.1	89.1
<u>YIELD &amp; UNIT COST &amp; PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	157.7	139.8	150.2	145.9	142.0	139.8	140.1
10	Operating Expense per RTM	166.7	158.9	156.3	154.4	151.1	149.3	149.0
11	Operating Profit (Loss) per RTM	-9.1	-19.1	-6.1	-8.5	-9.1	-9.5	-8.9
12	Operating Expense per ATM	98.8	90.7	93.4	91.4	88.8	87.2	86.0
13	Passenger Revenue per RPM	12.33	11.49	11.96	11.76	11.59	11.54	11.68
<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	-5.7	-13.7	-4.1	-5.8	-6.4	-6.8	-6.4
19	Net Income to Stockholders Equity	*	*	**	**	**	**	**
20	Corporate Return on Investment	*	*	-45.0	-18.1	-15.3	-16.1	-13.1
21	Debt to Total Investment	*	*	**	**	**	**	**
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	76.5	73.9	77.7	77.0	76.4	76.0	74.9
23	Breakeven	85.8	88.6	84.0	84.6	84.6	83.7	81.5
<u>Employment &amp; Productivity:</u>								
24	Employment, Total Weighted Avg CY	*	*	**	**	**	**	**
25	Overall RTM's per Employee (000)	*	*	**	**	**	**	**

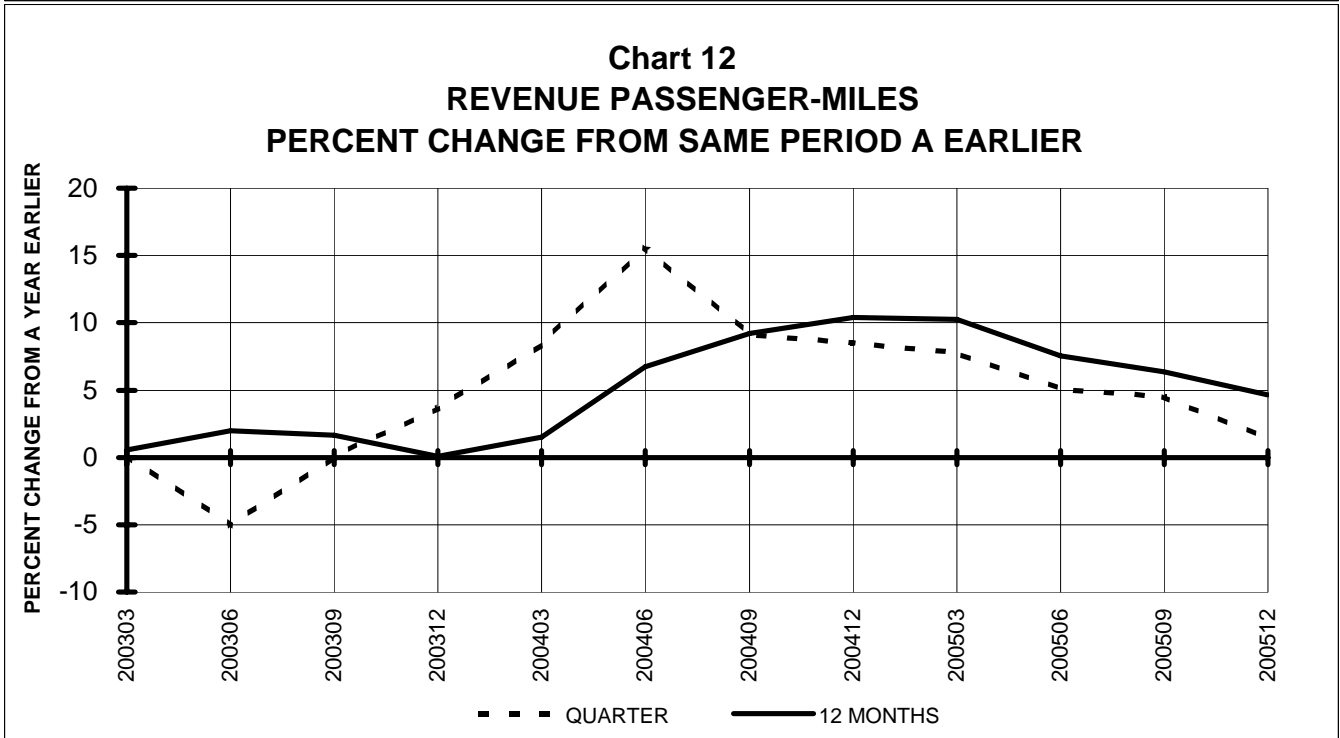
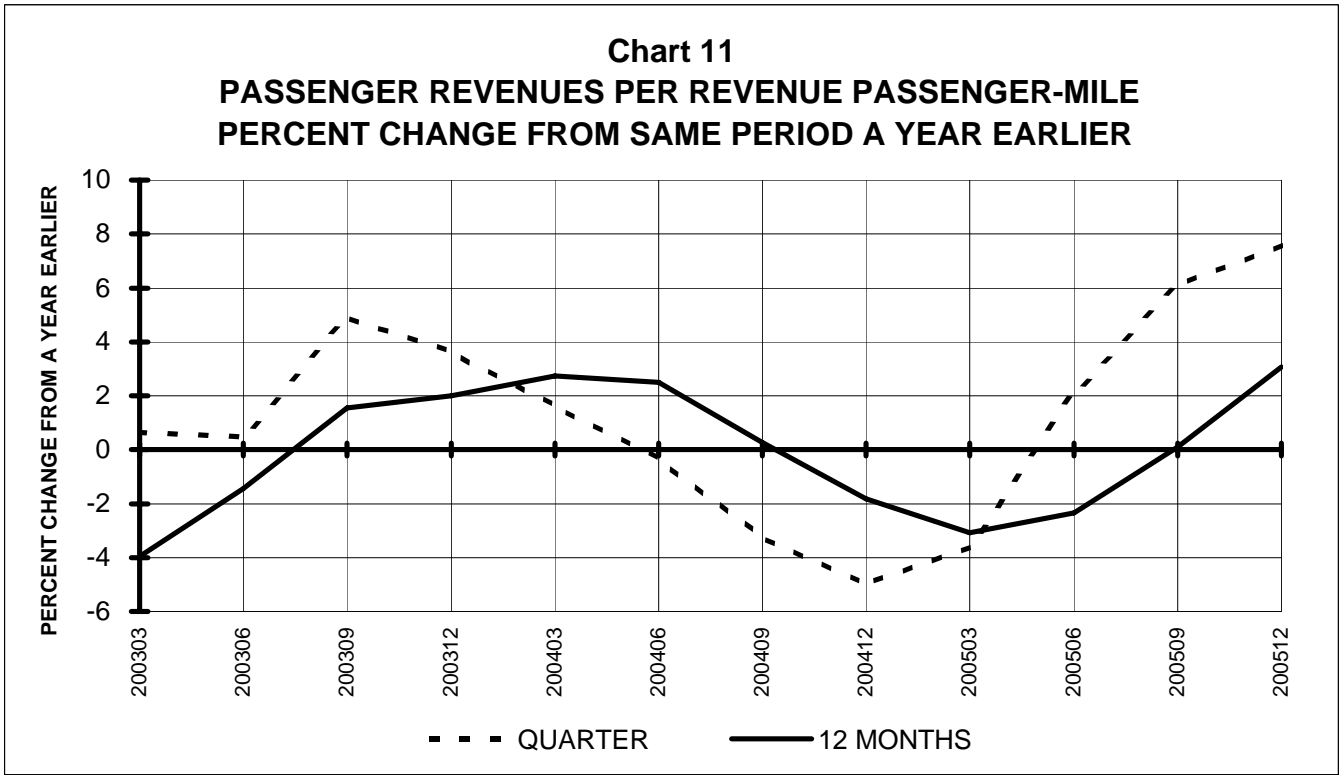
		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	12.1	6.8	9.5	8.2	6.5	8.3	10.6
27	Operating Expenses (%)	4.3	16.2	7.2	10.1	10.1	11.6	11.6
28	Operating Profit (Loss) (in Millions \$)	1,286.2	-1,690.4	1,387.5	-1,589.1	-2,755.4	-2,479.2	-1,034.1
29	Net Income (Loss)(in Millions \$)	-9,136.5	-3,286.1	-10,677.1	-4,826.7	-4,939.1	-7,958.7	-7,270.6
30	RPMs (Sch. Svc.) (%)	0.3	7.8	3.0	4.8	6.1	8.2	8.5
31	ASMs (Sch. Svc.) (%)	-3.1	4.5	-0.6	1.2	2.5	4.4	5.8
32	Operating Revenues per RTM (%)	12.8	-0.6	7.2	4.0	1.0	0.7	2.5
33	Operating Expense per RTM (%)	4.9	8.2	4.9	5.8	4.5	3.8	3.4
34	Passenger Revenue per RPM (Sch. Svc.)(%)	7.3	-7.1	2.3	-1.2	-4.1	-4.8	-3.5

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

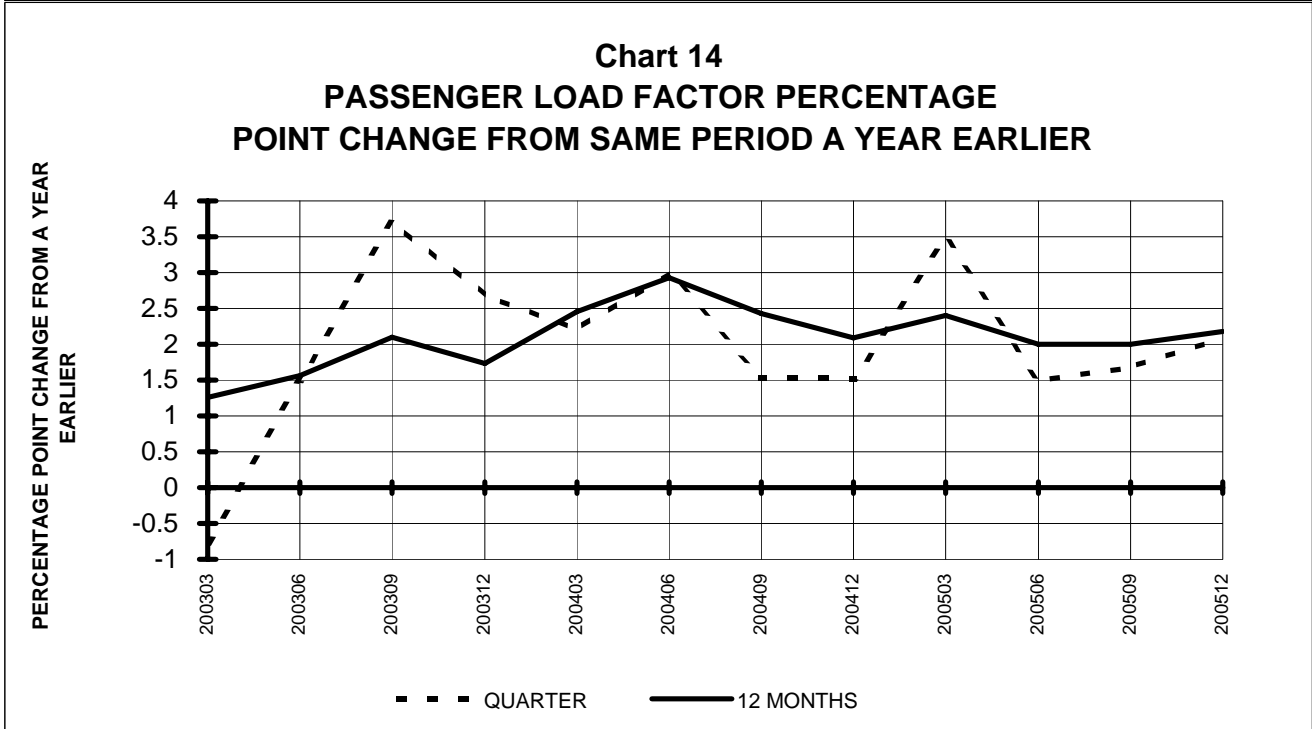
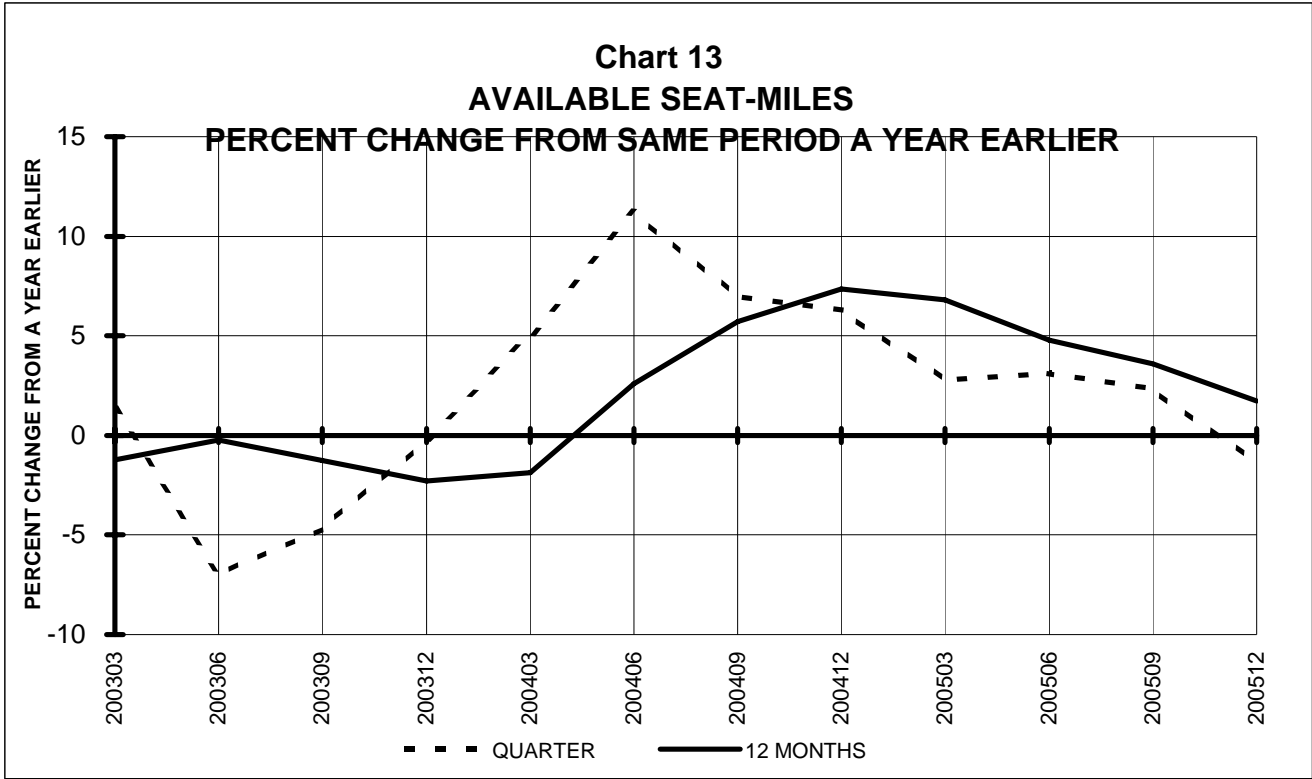
ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/12	2004/12	2005/12	2005/09	2005/06	2005/03	2004/12
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	6,427.0	5,658.4	26,672.6	25,909.5	24,751.5	23,764.1	23,005.9
2	Operating Expenses	6,660.8	5,960.1	25,739.1	25,044.3	24,091.1	23,026.0	22,081.5
3	Operating Profit (Loss)	-233.8	-301.7	933.4	865.2	660.4	738.1	924.4
4	Net Income (Loss)	-7,359.6	-478.7	-8,284.3	-1,403.7	-922.1	-750.8	-258.5
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Svc.	45.5	43.7	193.1	191.4	187.0	181.9	177.2
6	ASMs - Scheduled Svc.	58.5	56.5	242.1	240.2	235.0	229.1	223.3
7	Overall RTMs (All Svc.)	6.4	6.3	26.3	26.2	25.8	25.3	24.7
8	Overall ATMs (All Svc.)	10.9	10.6	45.1	44.9	44.0	42.9	41.8
<u>YIELD &amp; UNIT COST &amp; PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	100.5	90.4	101.3	98.9	96.0	94.0	93.1
10	Operating Expense per RTM	104.2	95.2	97.8	95.6	93.4	91.1	89.4
11	Operating Profit (Loss) per RTM	-3.7	-4.8	3.5	3.3	2.6	2.9	3.7
12	Operating Expense per ATM	61.1	56.0	57.1	55.8	54.8	53.7	52.8
13	Passenger Revenue per RPM	11.11	10.23	11.05	10.85	10.63	10.51	10.45
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	**	**	**	**	**
15	Times Interest Earned	*	*	**	**	**	**	**
16	Current Assets to Current Liabilities	*	*	**	**	**	**	**
17	No. of Days Cash Coverage of Cash Exp.	*	*	**	**	**	**	**
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	-3.6	-5.3	3.5	3.3	2.7	3.1	4.0
19	Net Income to Stockholders Equity	*	*	**	**	**	**	**
20	Corporate Return on Investment	*	*	-94.2	-4.9	-0.6	0.6	4.3
21	Debt to Total Investment	*	*	**	**	**	**	**
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	77.7	77.2	79.8	79.7	79.6	79.4	79.3
23	Breakeven	85.7	86.1	80.6	80.6	80.6	79.6	78.1
<u>Employment &amp; Productivity:</u>								
24	Employment, Total Weighted Avg CY	*	*	**	**	**	**	**
25	Overall RTM's per Employee (000)	*	*	**	**	**	**	**

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	13.6	14.3	15.9	16.2	16.1	19.2	19.5
27	Operating Expenses (%)	11.8	24.3	16.6	19.7	21.5	20.4	14.2
28	Operating Profit (Loss) (in Millions \$)	67.9	-456.1	9.0	-515.3	-829.8	-89.5	1,019.0
29	Net Income (Loss)(in Millions \$)	-6,880.9	-564.1	-8,025.8	-1,709.3	-1,357.0	-1,159.8	300.4
30	RPMs (Sch. Svc.) (%)	4.2	10.4	9.0	10.6	11.7	15.9	15.7
31	ASMs (Sch. Svc.) (%)	3.5	11.7	8.4	10.5	11.4	14.0	12.0
32	Operating Revenues per RTM (%)	11.2	2.1	8.8	6.6	4.8	4.1	5.0
33	Operating Expense per RTM (%)	9.4	11.1	9.4	9.9	9.6	5.2	0.3
34	Passenger Revenue per RPM (Sch. Svc.)(%)	8.7	2.6	5.8	4.3	3.6	3.7	4.8

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

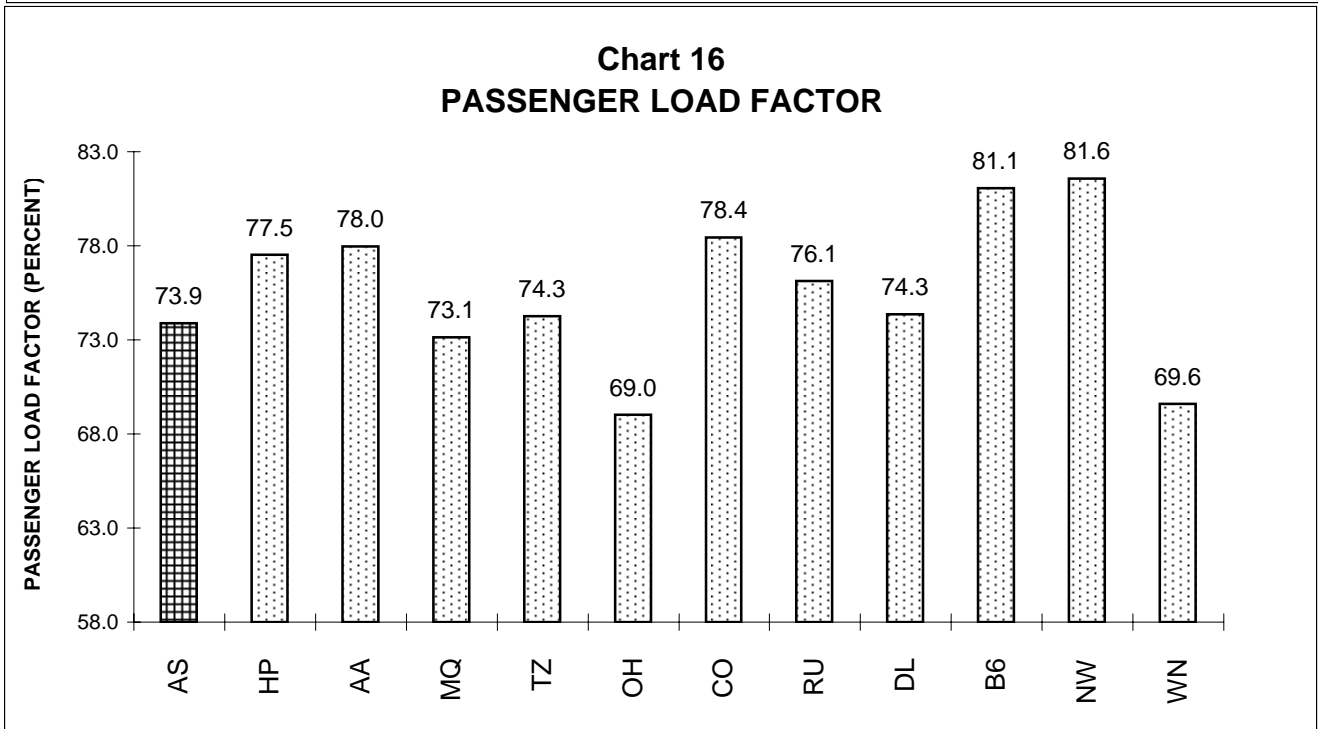
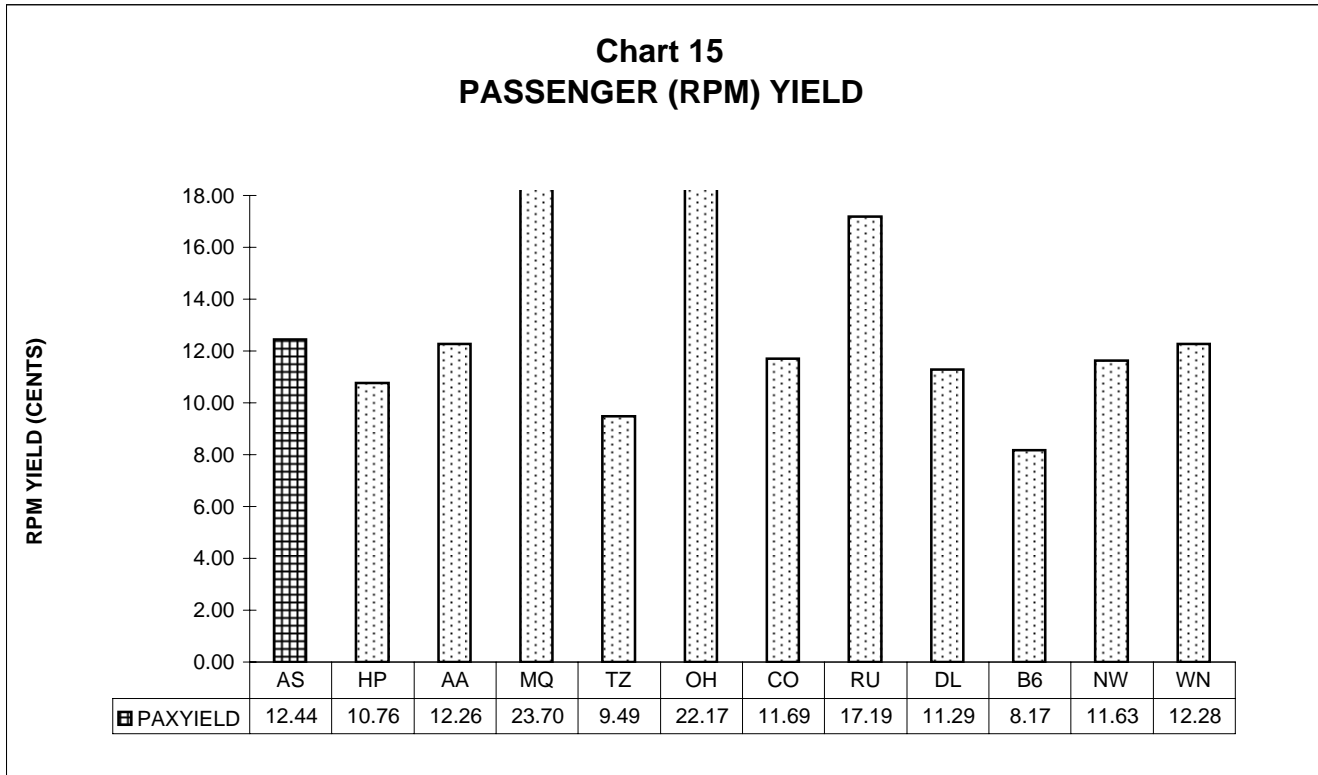


**TOTAL PASSENGER MAJORS (SYSTEM)  
QUARTERLY AND 12-MONTH BASIS (SCH. SVC.)**





## TOTAL PASSENGER MAJORS (SYSTEM) FOURTH QUARTER 2005



**QUARTERLY FINANCIAL & TRAFFIC REVIEW**  
**SYSTEM OPERATIONS**  
**Alaska Airlines**

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/12	2004/12	2005/12	2005/09	2005/06	2005/03	2004/12
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	587.2	531.3	2,416.1	2,360.3	2,312.1	2,273.4	2,241.4
2	Operating Expenses	608.7	585.6	2,423.9	2,400.8	2,386.5	2,335.2	2,279.7
3	Operating Profit (Loss)	-21.5	-54.3	-7.8	-40.5	-74.4	-61.7	-38.3
4	Net Income (Loss)	-26.8	-43.1	-2.3	-18.6	-34.8	-50.4	-14.0
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Svc.	4.1	4.0	16.9	16.8	16.8	16.5	16.2
6	ASMs - Scheduled Svc.	5.6	5.5	22.3	22.2	22.4	22.5	22.3
7	Overall RTMs (All Svc.)	0.4	0.4	1.8	1.8	1.8	1.7	1.7
8	Overall ATMs (All Svc.)	0.7	0.7	2.9	2.9	2.9	3.0	2.9
<u>YIELD &amp; UNIT COST &amp; PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	138.0	128.4	137.0	134.7	132.1	131.5	132.1
10	Operating Expense per RTM	143.1	141.5	137.5	137.0	136.4	135.1	134.4
11	Operating Profit (Loss) per RTM	-5.1	-13.1	-0.4	-2.3	-4.2	-3.6	-2.3
12	Operating Expense per ATM	83.7	81.4	83.1	82.6	81.0	78.7	77.7
13	Passenger Revenue per RPM	12.44	11.63	12.53	12.34	12.08	11.99	12.09
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	1.63	1.57	1.52	1.45	1.39
15	Times Interest Earned	*	*	3.79	3.29	2.67	2.13	0.58
16	Current Assets to Current Liabilities	*	*	0.95	1.04	1.13	1.23	1.33
17	No. of Days Cash Coverage of Cash Exp.	*	*	138.5	107.6	117.2	126.1	148.2
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	-3.7	-10.2	-0.3	-1.7	-3.2	-2.7	-1.7
19	Net Income to Stockholders Equity	*	*	-0.36	-2.80	-5.28	-7.52	-2.03
20	Corporate Return on Investment	*	*	2.8	1.7	0.7	-0.4	1.9
21	Debt to Total Investment	*	*	58.2	53.9	57.2	58.1	55.7
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	73.9	73.0	75.9	75.7	74.9	73.7	72.9
23	Breakeven	83.6	88.4	81.9	82.9	83.6	81.9	79.8
<u>Employment &amp; Productivity:</u>								
24	Employment, Total Weighted Avg CY	8,992	9,453	9,045	9,161	9,431	9,711	9,887
25	Overall RTM's per Employee (000)	47.3	43.8	194.9	191.2	185.6	178.0	171.6

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	10.5	5.3	7.8	6.6	7.1	8.7	10.6
27	Operating Expenses (%)	3.9	12.1	6.3	8.3	11.1	11.8	11.9
28	Operating Profit (Loss) (in Millions \$)	32.8	-36.4	30.5	-38.7	-85.6	-65.3	-27.7
29	Net Income (Loss)(in Millions \$)	16.3	-24.9	11.7	-29.5	-9.1	-64.1	-17.0
30	RPMs (Sch. Svc.) (%)	3.2	10.1	4.2	5.8	8.7	10.3	11.4
31	ASMs (Sch. Svc.) (%)	1.9	4.9	0.1	0.8	3.1	5.6	7.0
32	Operating Revenues per RTM (%)	7.5	-4.3	3.7	0.9	-1.2	-1.1	-0.4
33	Operating Expense per RTM (%)	1.1	1.8	2.3	2.6	2.5	1.7	0.8
34	Passenger Revenue per RPM (Sch. Svc.)(%)	6.9	-6.5	3.6	0.4	-2.4	-3.0	-1.9

**QUARTERLY FINANCIAL & TRAFFIC REVIEW**  
**SYSTEM OPERATIONS**  
**America West Airlines**

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/12	2004/12	2005/12	2005/09	2005/06	2005/03	2004/12
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	870.3	613.6	3,397.2	3,140.5	2,864.3	2,631.8	2,481.5
2	Operating Expenses	1,015.8	651.0	3,517.7	3,152.9	2,846.3	2,618.7	2,503.5
3	Operating Profit (Loss)	-145.5	-37.4	-120.5	-12.4	18.0	13.0	-22.0
4	Net Income (Loss)	-375.3	-68.2	-397.3	-90.2	-64.9	-68.5	-103.7
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Svc.	5.9	5.9	24.3	24.3	24.2	23.7	23.3
6	ASMs - Scheduled Svc.	7.6	7.6	30.5	30.5	30.3	30.1	30.1
7	Overall RTMs (All Svc.)	0.6	0.6	2.5	2.5	2.5	2.5	2.4
8	Overall ATMs (All Svc.)	1.0	1.0	4.1	4.1	4.1	4.0	4.0
<u>YIELD &amp; UNIT COST &amp; PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	143.2	100.6	135.4	125.1	114.7	107.6	103.3
10	Operating Expense per RTM	167.2	106.8	140.2	125.6	113.9	107.0	104.2
11	Operating Profit (Loss) per RTM	-24.0	-6.1	-4.8	-0.5	0.7	0.5	-0.9
12	Operating Expense per ATM	100.5	63.9	86.3	77.1	70.2	64.9	62.0
13	Passenger Revenue per RPM	10.76	9.29	10.35	9.99	9.59	9.42	9.40
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	3.42	3.04	2.63	2.37	2.19
15	Times Interest Earned	*	*	-1.09	-0.07	0.25	0.20	-0.20
16	Current Assets to Current Liabilities	*	*	1.19	0.91	0.89	0.84	0.93
17	No. of Days Cash Coverage of Cash Exp.	*	*	100.3	89.2	39.4	30.3	38.0
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	-16.7	-6.1	-3.5	-0.4	0.6	0.5	-0.9
19	Net Income to Stockholders Equity	*	*	-180.80	-28.70	-19.06	-19.57	-29.04
20	Corporate Return on Investment	*	*	-30.6	-0.6	2.0	1.5	-1.5
21	Debt to Total Investment	*	*	112.0	69.9	67.9	68.9	73.5
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	77.5	77.4	79.5	79.5	79.8	78.7	77.4
23	Breakeven	100.1	86.9	86.3	82.7	82.2	81.5	81.6
<u>Employment &amp; Productivity:</u>								
24	Employment, Total Weighted Avg CY	11,602	11,436	11,765	11,724	11,623	11,502	11,433
25	Overall RTM's per Employee (000)	52.4	53.3	213.3	214.2	214.9	212.7	210.2

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	41.8	10.3	36.9	29.6	19.8	13.8	11.6
27	Operating Expenses (%)	56.0	19.9	40.5	31.6	24.4	17.9	14.0
28	Operating Profit (Loss) (in Millions \$)	-108.1	-50.6	-98.5	-41.0	-84.8	-77.0	-49.5
29	Net Income (Loss)(in Millions \$)	-307.1	-72.3	-293.6	-58.8	-109.3	-178.8	-152.0
30	RPMs (Sch. Svc.) (%)	-0.2	11.3	4.0	6.8	9.1	9.1	9.6
31	ASMs (Sch. Svc.) (%)	-0.4	8.6	1.2	3.3	4.6	6.1	8.2
32	Operating Revenues per RTM (%)	42.3	-1.3	31.1	20.7	9.3	4.3	2.1
33	Operating Expense per RTM (%)	56.6	7.3	34.6	22.6	13.5	8.0	4.3
34	Passenger Revenue per RPM (Sch. Svc.)(%)	15.9	-5.7	10.1	4.8	-2.6	-4.7	-5.2

**QUARTERLY FINANCIAL & TRAFFIC REVIEW**  
**SYSTEM OPERATIONS**  
**American Airlines**

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/12	2004/12	2005/12	2005/09	2005/06	2005/03	2004/12
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	5,153.4	4,530.6	20,657.1	20,034.4	19,316.2	18,841.0	18,607.6
2	Operating Expenses	5,588.7	4,956.7	21,007.9	20,375.9	19,726.5	19,281.1	19,028.6
3	Operating Profit (Loss)	-435.3	-426.1	-350.7	-341.5	-410.3	-440.1	-421.0
4	Net Income (Loss)	-601.0	-400.5	-891.7	-691.3	-756.8	-810.5	-821.0
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Svc.	33.2	31.9	138.2	136.9	134.5	132.0	130.0
6	ASMs - Scheduled Svc.	42.6	42.9	175.9	176.2	175.1	174.1	173.8
7	Overall RTMs (All Svc.)	3.9	3.8	16.1	15.9	15.7	15.5	15.2
8	Overall ATMs (All Svc.)	6.7	7.0	28.0	28.2	28.2	28.2	28.2
<u>YIELD &amp; UNIT COST &amp; PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	132.2	120.0	128.7	125.7	123.1	122.0	122.2
10	Operating Expense per RTM	143.4	131.2	130.9	127.9	125.7	124.8	125.0
11	Operating Profit (Loss) per RTM	-11.2	-11.3	-2.2	-2.1	-2.6	-2.8	-2.8
12	Operating Expense per ATM	83.4	71.3	75.1	72.2	70.0	68.5	67.6
13	Passenger Revenue per RPM	12.26	11.30	11.99	11.76	11.53	11.47	11.52
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	2.08	1.96	1.84	1.75	1.69
15	Times Interest Earned	*	*	-0.74	-0.41	-0.57	-0.61	-0.60
16	Current Assets to Current Liabilities	*	*	0.73	0.75	0.71	0.72	0.71
17	No. of Days Cash Coverage of Cash Exp.	*	*	78.0	73.1	75.3	70.5	69.0
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	-8.4	-9.4	-1.7	-1.7	-2.1	-2.3	-2.3
19	Net Income to Stockholders Equity	*	*	&	&	&	-475.94	-317.17
20	Corporate Return on Investment	*	*	-3.8	-2.0	-2.6	-2.9	-2.8
21	Debt to Total Investment	*	*	112.4	103.6	102.2	101.0	101.0
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	78.0	74.3	78.6	77.7	76.8	75.9	74.8
23	Breakeven	92.9	88.5	85.6	84.4	83.9	83.2	82.1
<u>Employment &amp; Productivity:</u>								
24	Employment, Total Weighted Avg CY	74,983	78,406	76,059	76,915	77,494	78,320	79,068
25	Overall RTM's per Employee (000)	52.0	48.2	211.1	207.1	202.4	197.3	192.6

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	13.7	3.4	11.0	8.5	5.5	5.9	6.9
27	Operating Expenses (%)	12.8	5.7	10.4	8.6	7.1	5.0	1.0
28	Operating Profit (Loss) (in Millions \$)	-9.3	-120.6	70.3	-41.1	-298.5	125.9	1,023.0
29	Net Income (Loss)(in Millions \$)	-200.5	-270.8	-70.7	-141.0	-408.2	-341.9	497.5
30	RPMs (Sch. Svc.) (%)	4.2	7.8	6.3	7.2	7.0	7.8	8.3
31	ASMs (Sch. Svc.) (%)	-0.6	3.8	1.2	2.3	2.6	4.2	5.5
32	Operating Revenues per RTM (%)	10.2	-4.4	5.3	1.8	-1.1	-1.9	-1.4
33	Operating Expense per RTM (%)	9.3	-2.2	4.7	1.9	0.4	-2.7	-6.9
34	Passenger Revenue per RPM (Sch. Svc.)(%)	8.5	-6.7	4.0	0.4	-2.8	-3.4	-2.9

**QUARTERLY FINANCIAL & TRAFFIC REVIEW**  
**SYSTEM OPERATIONS**  
**American Eagle Airlines**

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/12	2004/12	2005/12	2005/09	2005/06	2005/03	2004/12
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	476.6	398.9	1,795.1	1,717.4	1,619.1	1,519.9	1,445.8
2	Operating Expenses	427.4	339.4	1,570.1	1,482.1	1,389.2	1,299.9	1,226.6
3	Operating Profit (Loss)	49.1	59.5	224.9	235.3	229.9	220.0	219.2
4	Net Income (Loss)	4.2	7.1	46.2	49.1	40.4	41.7	48.8
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Svc.	2.0	1.6	7.5	7.1	6.7	6.2	5.8
6	ASMs - Scheduled Svc.	2.7	2.3	10.5	10.1	9.6	9.0	8.5
7	Overall RTMs (All Svc.)	0.2	0.2	0.8	0.7	0.7	0.6	0.6
8	Overall ATMs (All Svc.)	0.3	0.3	1.3	1.2	1.2	1.1	1.0
<u>YIELD &amp; UNIT COST &amp; PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	238.0	250.8	239.2	242.2	243.2	246.1	248.5
10	Operating Expense per RTM	213.5	213.4	209.3	209.0	208.6	210.5	210.8
11	Operating Profit (Loss) per RTM	24.5	37.4	30.0	33.2	34.5	35.6	37.7
12	Operating Expense per ATM	130.0	121.0	124.1	121.8	120.4	119.9	119.7
13	Passenger Revenue per RPM	23.70	25.02	23.81	24.12	24.21	24.51	24.76
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	0.44	0.43	0.41	0.40	0.39
15	Times Interest Earned	*	*	1.27	1.29	1.29	1.26	1.33
16	Current Assets to Current Liabilities	*	*	0.69	0.57	0.63	0.42	0.47
17	No. of Days Cash Coverage of Cash Exp.	*	*	0.2	0.2	0.7	0.0	0.0
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	10.3	14.9	12.5	13.7	14.2	14.5	15.2
19	Net Income to Stockholders Equity	*	*	28.33	32.17	28.63	32.29	41.35
20	Corporate Return on Investment	*	*	4.7	4.8	4.5	4.5	4.7
21	Debt to Total Investment	*	*	95.6	95.6	96.1	96.4	96.5
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	73.1	68.4	71.3	70.1	69.5	68.7	68.5
23	Breakeven	64.7	57.1	61.3	59.4	58.5	57.6	57.0
<u>Employment &amp; Productivity:</u>								
24	Employment, Total Weighted Avg CY	9,466	9,088	9,423	9,328	9,171	8,900	8,551
25	Overall RTM's per Employee (000)	21.2	17.5	79.6	76.0	72.6	69.4	68.0

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	19.5	33.0	24.2	27.5	29.1	28.2	28.2
27	Operating Expenses (%)	25.9	42.5	28.0	31.7	33.4	32.5	28.9
28	Operating Profit (Loss) (in Millions \$)	-10.4	-2.3	5.7	13.8	17.0	15.9	42.7
29	Net Income (Loss)(in Millions \$)	-2.9	-14.2	-2.6	-13.9	-24.0	-45.3	-11.5
30	RPMs (Sch. Svc.) (%)	25.9	36.5	29.0	31.5	37.4	38.8	40.7
31	ASMs (Sch. Svc.) (%)	17.8	31.7	24.0	27.5	32.6	33.0	33.2
32	Operating Revenues per RTM (%)	-5.1	-2.6	-3.7	-3.0	-6.1	-7.6	-8.9
33	Operating Expense per RTM (%)	0.0	4.4	-0.7	0.2	-2.9	-4.5	-8.3
34	Passenger Revenue per RPM (Sch. Svc.)(%)	-5.3	-2.2	-3.8	-3.0	-6.0	-7.3	-8.4

**QUARTERLY FINANCIAL & TRAFFIC REVIEW**  
**SYSTEM OPERATIONS**  
**American Trans Air**

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/12	2004/12	2005/12	2005/09	2005/06	2005/03	2004/12
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	216.8	324.5	1,051.2	1,158.9	1,247.9	1,346.8	1,414.3
2	Operating Expenses	108.2	816.0	1,492.6	2,200.4	2,175.7	2,235.7	1,971.5
3	Operating Profit (Loss)	108.6	-491.5	-441.4	-1,041.5	-927.8	-888.9	-557.2
4	Net Income (Loss)	106.4	-494.9	-444.6	-1,045.9	-943.5	-917.4	-624.4
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Svc.	1.4	2.8	6.8	8.2	9.7	11.4	12.5
6	ASMs - Scheduled Svc.	1.8	3.9	9.6	11.6	13.6	15.6	17.2
7	Overall RTMs (All Svc.)	0.2	0.3	0.9	1.1	1.2	1.4	1.5
8	Overall ATMs (All Svc.)	0.3	0.6	1.7	2.0	2.3	2.5	2.7
<u>YIELD &amp; UNIT COST &amp; PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	123.7	96.7	117.6	109.9	102.7	97.6	94.9
10	Operating Expense per RTM	61.7	243.1	167.0	208.8	179.1	162.0	132.2
11	Operating Profit (Loss) per RTM	62.0	-146.4	-49.4	-98.8	-76.4	-64.4	-37.4
12	Operating Expense per ATM	31.8	129.7	85.9	108.5	95.3	89.5	74.3
13	Passenger Revenue per RPM	9.49	7.86	9.26	8.74	8.29	8.13	8.13
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	999.90	999.90	999.90	999.90	24.63
15	Times Interest Earned	*	*	-223.46	-183.41	-52.91	-29.71	-14.01
16	Current Assets to Current Liabilities	*	*	-0.22	-0.12	-0.07	-0.03	0.01
17	No. of Days Cash Coverage of Cash Exp.	*	*	19.9	12.7	14.0	17.5	27.1
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	50.1	-151.5	-42.0	-89.9	-74.3	-66.0	-39.4
19	Net Income to Stockholders Equity	*	*	&	&	&	&	&
20	Corporate Return on Investment	*	*	0.0	0.0	0.0	0.0	-1,015.0
21	Debt to Total Investment	*	*	-4.1	-2.8	-3.1	-18.7	-37.7
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	74.3	70.6	70.6	70.0	71.3	73.0	73.1
23	Breakeven	5.0	248.8	126.0	183.7	162.8	150.8	117.5
<u>Employment &amp; Productivity:</u>								
24	Employment, Total Weighted Avg CY	3,834	6,078	4,535	5,096	5,676	6,262	6,645
25	Overall RTM's per Employee (000)	45.7	55.2	197.1	206.8	214.0	220.4	224.4

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	-33.2	-3.6	-25.7	-18.7	-11.7	-4.5	1.1
27	Operating Expenses (%)	-86.7	130.5	-24.3	45.8	49.8	57.4	42.4
28	Operating Profit (Loss) (in Millions \$)	600.1	-474.0	115.8	-958.3	-888.4	-879.3	-571.3
29	Net Income (Loss)(in Millions \$)	601.3	-478.8	179.8	-900.3	-835.1	-877.9	-637.6
30	RPMs (Sch. Svc.) (%)	-50.5	-5.0	-46.1	-35.7	-22.5	-6.1	8.1
31	ASMs (Sch. Svc.) (%)	-53.0	-10.3	-44.1	-33.8	-22.4	-8.1	6.9
32	Operating Revenues per RTM (%)	28.0	2.6	24.0	16.6	8.2	-1.4	-9.1
33	Operating Expense per RTM (%)	-74.6	145.1	26.3	109.1	83.6	62.6	28.0
34	Passenger Revenue per RPM (Sch. Svc.)(%)	20.8	-8.5	13.9	5.5	-2.2	-4.8	-6.2

**QUARTERLY FINANCIAL & TRAFFIC REVIEW**  
**SYSTEM OPERATIONS**  
**Comair**

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/12	2004/12	2005/12	2005/09	2005/06	2005/03	2004/12
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	330.8	297.3	1,324.3	1,290.8	1,253.5	1,219.0	1,190.7
2	Operating Expenses	333.9	297.9	1,299.0	1,262.9	1,209.2	1,166.0	1,123.2
3	Operating Profit (Loss)	-3.1	-0.6	25.3	27.8	44.3	53.1	67.5
4	Net Income (Loss)	-10.2	-1,372.3	-19.0	-1,381.1	-1,359.8	-1,352.4	-1,342.1
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Svc.	1.5	1.5	6.1	6.2	6.2	6.3	6.3
6	ASMs - Scheduled Svc.	2.2	2.2	9.0	9.1	9.1	9.2	9.3
7	Overall RTMs (All Svc.)	0.2	0.2	0.6	0.6	0.7	0.7	0.7
8	Overall ATMs (All Svc.)	0.3	0.3	1.2	1.2	1.2	1.2	1.2
<u>YIELD &amp; UNIT COST &amp; PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	221.2	180.1	215.1	204.5	191.7	179.2	170.2
10	Operating Expense per RTM	223.2	180.5	211.0	200.1	184.9	171.4	160.5
11	Operating Profit (Loss) per RTM	-2.1	-0.4	4.1	4.4	6.8	7.8	9.6
12	Operating Expense per ATM	119.2	102.2	110.8	106.7	101.9	97.6	93.3
13	Passenger Revenue per RPM	22.17	19.71	21.55	20.95	20.25	19.49	19.00
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	0.99	0.72	0.56	0.48	0.43
15	Times Interest Earned	*	*	0.49	-26.11	-29.07	-33.95	-39.33
16	Current Assets to Current Liabilities	*	*	4.06	6.26	1.92	1.86	1.89
17	No. of Days Cash Coverage of Cash Exp.	*	*	29.7	9.8	20.4	15.7	33.4
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	-0.9	-0.2	1.9	2.2	3.5	4.4	5.7
19	Net Income to Stockholders Equity	*	*	-2.9	-148.6	-116.5	-94.1	-78.6
20	Corporate Return on Investment	*	*	2.76	-73.96	-58.46	-52.27	-47.14
21	Debt to Total Investment	*	*	18.5	0.0	63.6	63.7	63.8
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	69.0	67.3	68.1	67.7	67.8	68.1	67.8
23	Breakeven	69.7	67.5	66.7	66.1	65.1	64.8	63.5
<u>Employment &amp; Productivity:</u>								
24	Employment, Total Weighted Avg CY	6,474	6,029	6,483	6,372	6,144	5,991	5,882
25	Overall RTM's per Employee (000)	23.1	27.4	95.0	99.0	106.4	113.5	119.0

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	11.3	3.1	11.2	9.2	10.7	12.2	15.3
27	Operating Expenses (%)	12.1	23.7	15.7	18.5	21.0	23.6	25.4
28	Operating Profit (Loss) (in Millions \$)	-2.5	-48.2	-42.2	-87.9	-88.1	-90.1	-69.1
29	Net Income (Loss)(in Millions \$)	1,362.1	-1,399.7	1,323.1	-1,438.7	-1,429.3	-1,443.3	-1,430.7
30	RPMs (Sch. Svc.) (%)	-1.1	0.0	-2.0	-1.7	2.7	10.9	19.9
31	ASMs (Sch. Svc.) (%)	-3.5	1.3	-2.5	-1.3	2.4	8.5	17.2
32	Operating Revenues per RTM (%)	22.8	6.1	26.4	21.9	14.4	3.6	-4.7
33	Operating Expense per RTM (%)	23.7	27.3	31.4	32.2	24.9	14.2	3.6
34	Passenger Revenue per RPM (Sch. Svc.)(%)	12.5	3.1	13.5	11.1	7.9	1.2	-3.8

**QUARTERLY FINANCIAL & TRAFFIC REVIEW**  
**SYSTEM OPERATIONS**  
**Continental Airlines**

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/12	2004/12	2005/12	2005/09	2005/06	2005/03	2004/12
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	2,822.8	2,347.7	11,108.0	10,633.0	9,760.2	9,387.4	9,124.3
2	Operating Expenses	2,926.0	2,513.3	11,199.9	10,787.2	9,940.6	9,648.6	9,347.6
3	Operating Profit (Loss)	-103.3	-165.7	-91.8	-154.2	-180.5	-261.1	-223.4
4	Net Income (Loss)	-42.6	-205.8	-65.6	-228.8	-305.7	-422.4	-363.0
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Svc.	17.0	15.7	68.3	66.9	65.6	64.5	63.2
6	ASMs - Scheduled Svc.	21.6	20.0	85.5	83.9	82.4	81.6	81.2
7	Overall RTMs (All Svc.)	2.0	1.8	7.8	7.7	7.5	7.4	7.3
8	Overall ATMs (All Svc.)	3.0	2.8	12.1	11.9	11.6	11.4	11.2
<u>YIELD &amp; UNIT COST &amp; PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	144.6	128.2	142.7	138.7	129.5	126.1	124.8
10	Operating Expense per RTM	149.9	137.3	143.9	140.8	131.9	129.6	127.8
11	Operating Profit (Loss) per RTM	-5.3	-9.0	-1.2	-2.0	-2.4	-3.5	-3.1
12	Operating Expense per ATM	97.2	89.3	92.9	91.0	85.6	84.7	83.4
13	Passenger Revenue per RPM	11.69	10.93	11.64	11.46	11.27	11.15	11.19
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	1.90	1.77	1.58	1.47	1.39
15	Times Interest Earned	*	*	0.79	0.37	0.15	-0.19	-0.22
16	Current Assets to Current Liabilities	*	*	0.89	0.85	0.85	0.76	0.85
17	No. of Days Cash Coverage of Cash Exp.	*	*	74.1	75.9	87.1	54.3	68.0
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	-3.7	-7.1	-0.8	-1.5	-1.8	-2.8	-2.4
19	Net Income to Stockholders Equity	*	*	-42.81	-93.51	-86.56	-88.93	-58.61
20	Corporate Return on Investment	*	*	5.7	2.7	1.2	-0.7	0.2
21	Debt to Total Investment	*	*	95.9	97.8	98.8	98.7	95.6
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	78.4	78.2	79.8	79.8	79.6	79.0	77.8
23	Breakeven	86.3	87.5	84.3	84.4	84.7	84.4	82.0
<u>Employment &amp; Productivity:</u>								
24	Employment, Total Weighted Avg CY	32,716	33,536	32,479	32,684	33,227	33,784	34,372
25	Overall RTM's per Employee (000)	59.7	54.6	239.7	234.5	226.8	220.4	212.7

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	20.2	27.4	21.7	23.4	15.5	19.7	24.4
27	Operating Expenses (%)	16.4	35.6	19.8	24.2	17.4	25.4	28.0
28	Operating Profit (Loss) (in Millions \$)	62.4	-154.7	131.5	-85.5	-162.0	-410.0	-253.0
29	Net Income (Loss)(in Millions \$)	163.2	-252.9	297.3	-118.7	-344.9	-557.3	-401.1
30	RPMs (Sch. Svc.) (%)	8.4	10.3	8.0	8.5	8.9	10.8	11.1
31	ASMs (Sch. Svc.) (%)	8.0	6.7	5.3	4.9	5.0	7.2	8.3
32	Operating Revenues per RTM (%)	12.7	15.0	14.3	14.8	6.7	8.7	12.7
33	Operating Expense per RTM (%)	9.2	22.4	12.5	15.6	8.5	13.9	15.9
34	Passenger Revenue per RPM (Sch. Svc.)(%)	7.0	-4.4	4.0	1.3	-1.0	-2.6	-2.9



**QUARTERLY FINANCIAL & TRAFFIC REVIEW**  
**SYSTEM OPERATIONS**  
**Express One 1/**

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/12	2004/12	2005/12	2005/09	2005/06	2005/03	2004/12
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	405.0	387.0	1,562.7	1,544.7	1,536.7	1,518.9	1,507.5
2	Operating Expenses	364.1	332.0	1,403.7	1,371.6	1,350.3	1,322.8	1,302.1
3	Operating Profit (Loss)	40.9	55.0	159.0	173.2	186.4	196.1	205.4
4	Net Income (Loss)	24.0	33.6	92.0	101.7	106.5	114.7	122.8
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Svc.	2.4	2.0	8.9	8.6	8.2	7.8	7.4
6	ASMs - Scheduled Svc.	3.1	2.7	12.0	11.6	11.2	10.8	10.4
7	Overall RTMs (All Svc.)	0.2	0.2	0.9	0.9	0.8	0.8	0.7
8	Overall ATMs (All Svc.)	0.4	0.3	1.5	1.4	1.4	1.3	1.3
<u>YIELD &amp; UNIT COST &amp; PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	171.5	195.7	174.3	180.0	187.4	193.3	202.5
10	Operating Expense per RTM	154.2	167.9	156.6	159.8	164.7	168.3	174.9
11	Operating Profit (Loss) per RTM	17.3	27.8	17.7	20.2	22.7	24.9	27.6
12	Operating Expense per ATM	97.2	101.0	96.8	97.7	99.7	101.5	103.2
13	Passenger Revenue per RPM	17.19	19.63	17.48	18.05	18.80	19.39	20.31
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	4.76	4.82	4.78	4.76	4.89
15	Times Interest Earned	*	*	35.34	28.40	23.38	20.60	18.59
16	Current Assets to Current Liabilities	*	*	1.82	1.43	1.27	1.17	1.17
17	No. of Days Cash Coverage of Cash Exp.	*	*	60.2	53.4	54.8	60.1	55.3
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	10.1	14.2	10.2	11.2	12.1	12.9	13.6
19	Net Income to Stockholders Equity	*	*	&	&	&	&	&
20	Corporate Return on Investment	*	*	29.3	33.6	35.6	38.9	43.5
21	Debt to Total Investment	*	*	110.6	118.2	125.5	130.6	138.3
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	76.1	72.6	74.7	73.8	73.1	72.8	71.3
23	Breakeven	67.6	61.1	66.2	64.6	63.2	62.4	60.5
<u>Employment &amp; Productivity:</u>								
24	Employment, Total Weighted Avg CY	6,418	6,336	6,463	6,442	6,375	6,289	6,146
25	Overall RTM's per Employee (000)	36.8	31.2	138.7	133.2	128.6	125.0	121.2

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	4.7	13.5	3.7	5.7	8.3	11.0	15.0
27	Operating Expenses (%)	9.7	12.8	7.8	8.5	10.0	11.7	15.0
28	Operating Profit (Loss) (in Millions \$)	-14.1	8.5	-46.4	-23.8	-5.9	11.9	26.5
29	Net Income (Loss)(in Millions \$)	-9.7	5.7	-30.8	-15.4	-7.6	3.7	14.8
30	RPMs (Sch. Svc.) (%)	19.6	20.9	20.5	20.8	22.2	25.6	28.6
31	ASMs (Sch. Svc.) (%)	14.1	17.1	15.0	15.8	16.6	18.7	23.6
32	Operating Revenues per RTM (%)	-12.4	-6.1	-13.9	-12.5	-11.4	-11.7	-10.7
33	Operating Expense per RTM (%)	-8.2	-6.7	-10.5	-10.2	-9.9	-11.1	-10.7
34	Passenger Revenue per RPM (Sch. Svc.)(%)	-12.4	-6.1	-14.0	-12.5	-11.4	-11.6	-10.5

**QUARTERLY FINANCIAL & TRAFFIC REVIEW**  
**SYSTEM OPERATIONS**  
**Delta Air Lines**

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/12	2004/12	2005/12	2005/09	2005/06	2005/03	2004/12
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	3,964.9	3,675.0	16,111.7	15,821.9	15,484.5	15,262.2	15,154.5
2	Operating Expenses	4,452.4	4,279.0	17,308.9	17,135.5	17,033.5	16,888.1	16,767.2
3	Operating Profit (Loss)	-487.6	-604.0	-1,197.2	-1,313.6	-1,549.0	-1,625.8	-1,612.7
4	Net Income (Loss)	-1,229.5	-339.6	-3,797.6	-2,907.7	-2,444.2	-4,026.6	-3,362.2
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Svc.	23.4	24.3	103.6	104.4	102.6	100.7	98.0
6	ASMs - Scheduled Svc.	31.5	32.6	133.5	134.7	133.1	131.5	129.5
7	Overall RTMs (All Svc.)	2.7	2.8	11.7	11.8	11.7	11.5	11.3
8	Overall ATMs (All Svc.)	4.8	5.0	20.5	20.6	20.3	20.1	19.8
<u>YIELD &amp; UNIT COST &amp; PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	146.9	130.6	137.5	133.7	132.6	132.4	134.7
10	Operating Expense per RTM	165.0	152.1	147.8	144.9	145.8	146.5	149.0
11	Operating Profit (Loss) per RTM	-18.1	-21.5	-10.2	-11.1	-13.3	-14.1	-14.3
12	Operating Expense per ATM	92.4	86.0	84.6	83.2	83.8	84.0	84.6
13	Passenger Revenue per RPM	11.29	10.70	10.96	10.82	10.79	10.83	11.04
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	4.00	2.73	2.09	1.91	1.77
15	Times Interest Earned	*	*	-3.07	-2.29	-2.02	-2.37	-1.89
16	Current Assets to Current Liabilities	*	*	0.76	0.74	0.51	0.62	0.65
17	No. of Days Cash Coverage of Cash Exp.	*	*	42.3	29.8	34.6	39.0	37.5
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	-12.3	-16.4	-7.4	-8.3	-10.0	-10.7	-10.6
19	Net Income to Stockholders Equity	*	*	&	&	&	&	&
20	Corporate Return on Investment	*	*	-70.9	-33.7	-20.8	-40.1	-30.5
21	Debt to Total Investment	*	*	-520.2	-2,904.7	171.7	161.9	146.1
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	74.3	74.4	77.6	77.6	77.1	76.6	75.7
23	Breakeven	92.1	93.3	88.5	88.7	90.2	85.5	80.8
<u>Employment &amp; Productivity:</u>								
24	Employment, Total Weighted Avg CY	49,566	56,880	52,230	54,058	55,549	56,834	57,682
25	Overall RTM's per Employee (000)	54.4	49.5	224.3	218.8	210.3	202.9	195.1

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	7.9	0.8	6.3	4.6	3.9	5.8	6.7
27	Operating Expenses (%)	4.1	11.1	3.2	4.9	7.5	9.1	9.2
28	Operating Profit (Loss) (in Millions \$)	116.4	-401.3	415.6	-102.1	-599.9	-569.8	-455.6
29	Net Income (Loss)(in Millions \$)	-889.9	16.5	-435.4	471.0	469.4	-3,215.3	-2,466.6
30	RPMs (Sch. Svc.) (%)	-3.6	7.6	5.6	8.4	9.2	12.0	10.0
31	ASMs (Sch. Svc.) (%)	-3.5	6.2	3.1	5.6	6.6	9.3	8.0
32	Operating Revenues per RTM (%)	12.5	-6.2	2.1	-2.2	-3.9	-4.8	-2.4
33	Operating Expense per RTM (%)	8.5	3.5	-0.8	-1.9	-0.6	-1.9	-0.2
34	Passenger Revenue per RPM (Sch. Svc.)(%)	5.5	-7.7	-0.8	-3.8	-5.5	-5.8	-4.2

**QUARTERLY FINANCIAL & TRAFFIC REVIEW**  
**SYSTEM OPERATIONS**  
**JetBlue Airways**

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/12	2004/12	2005/12	2005/09	2005/06	2005/03	2004/12
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	446.0	334.0	1,708.7	1,591.2	1,461.5	1,351.2	1,266.0
2	Operating Expenses	463.7	321.8	1,647.2	1,499.5	1,361.1	1,245.0	1,152.8
3	Operating Profit (Loss)	-17.7	12.3	61.5	91.8	100.4	106.2	113.1
4	Net Income (Loss)	-42.4	2.4	-20.9	24.2	30.0	39.2	47.5
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Svc.	5.2	4.2	20.3	19.3	18.0	17.0	15.7
6	ASMs - Scheduled Svc.	6.4	5.1	24.0	22.6	21.2	20.3	19.0
7	Overall RTMs (All Svc.)	0.5	0.4	2.0	1.9	1.8	1.7	1.6
8	Overall ATMs (All Svc.)	0.8	0.6	2.9	2.7	2.5	2.4	2.2
<u>YIELD &amp; UNIT COST &amp; PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	86.1	78.7	83.8	82.3	81.0	79.4	80.3
10	Operating Expense per RTM	89.5	75.9	80.7	77.5	75.5	73.2	73.1
11	Operating Profit (Loss) per RTM	-3.4	2.9	3.0	4.7	5.6	6.2	7.2
12	Operating Expense per ATM	60.8	52.7	57.6	55.8	54.0	51.7	52.8
13	Passenger Revenue per RPM	8.17	7.58	8.01	7.90	7.80	7.66	7.77
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	0.62	0.63	0.62	0.62	0.63
15	Times Interest Earned	*	*	0.73	1.41	1.77	2.18	2.72
16	Current Assets to Current Liabilities	*	*	0.94	0.99	1.15	1.33	1.06
17	No. of Days Cash Coverage of Cash Exp.	*	*	115.3	128.6	162.0	205.0	152.3
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	-4.0	3.7	3.6	5.8	6.9	7.9	8.9
19	Net Income to Stockholders Equity	*	*	-2.60	3.14	3.94	5.30	6.59
20	Corporate Return on Investment	*	*	2.5	4.0	4.0	4.2	4.6
21	Debt to Total Investment	*	*	71.3	73.2	71.4	70.7	66.5
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	81.1	82.9	84.8	85.4	84.8	83.7	82.8
23	Breakeven	87.1	80.7	83.0	81.2	79.3	77.2	75.2
<u>Employment &amp; Productivity:</u>								
24	Employment, Total Weighted Avg CY	8,293	6,570	5,040	7,130	6,731	3,625	5,956
25	Overall RTM's per Employee (000)	62.5	64.6	404.8	271.2	268.0	469.3	264.8

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	33.5	27.0	35.0	33.2	27.6	26.3	26.8
27	Operating Expenses (%)	44.1	41.2	42.9	41.6	39.1	37.9	39.0
28	Operating Profit (Loss) (in Millions \$)	-29.9	-22.9	-51.6	-44.2	-66.4	-61.1	-56.0
29	Net Income (Loss)(in Millions \$)	-44.8	-17.1	-68.4	-40.4	-55.3	-62.5	-56.4
30	RPMs (Sch. Svc.) (%)	22.0	36.0	29.2	31.9	31.6	35.4	36.5
31	ASMs (Sch. Svc.) (%)	24.8	35.6	26.2	27.7	29.7	35.4	38.7
32	Operating Revenues per RTM (%)	9.3	-6.6	4.3	0.9	-3.0	-6.7	-7.0
33	Operating Expense per RTM (%)	18.0	3.9	10.5	7.3	5.7	1.9	2.0
34	Passenger Revenue per RPM (Sch. Svc.)(%)	7.7	-7.2	3.2	0.0	-3.7	-7.3	-7.3

**QUARTERLY FINANCIAL & TRAFFIC REVIEW**  
**SYSTEM OPERATIONS**  
**Northwest Airlines**

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/12	2004/12	2005/12	2005/09	2005/06	2005/03	2004/12
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	2,940.7	2,767.8	12,315.5	12,142.6	11,799.5	11,461.9	11,265.6
2	Operating Expenses	3,192.8	3,182.8	13,210.8	13,200.8	12,610.5	12,090.1	11,699.6
3	Operating Profit (Loss)	-252.1	-415.1	-895.2	-1,058.2	-811.1	-628.3	-434.0
4	Net Income (Loss)	-1,158.3	-417.6	-2,309.7	-1,569.1	-1,150.5	-1,050.8	-757.3
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Svc.	17.2	18.1	75.8	76.7	76.0	74.8	73.3
6	ASMs - Scheduled Svc.	21.1	23.0	91.8	93.7	93.3	92.3	91.4
7	Overall RTMs (All Svc.)	2.3	2.5	9.9	10.0	9.9	9.8	9.7
8	Overall ATMs (All Svc.)	3.6	3.9	15.3	15.6	15.5	15.3	15.1
<u>YIELD &amp; UNIT COST &amp; PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	126.5	112.9	125.0	121.7	119.0	116.6	116.4
10	Operating Expense per RTM	137.3	129.8	134.1	132.3	127.1	123.0	120.9
11	Operating Profit (Loss) per RTM	-10.8	-16.9	-9.1	-10.6	-8.2	-6.4	-4.5
12	Operating Expense per ATM	88.3	82.3	86.3	84.8	81.5	79.0	77.4
13	Passenger Revenue per RPM	11.63	11.02	11.66	11.51	11.40	11.36	11.50
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	1.84	1.40	1.12	1.07	1.03
15	Times Interest Earned	*	*	-2.91	-1.60	-0.97	-0.91	-0.53
16	Current Assets to Current Liabilities	*	*	1.08	1.29	0.74	0.76	0.80
17	No. of Days Cash Coverage of Cash Exp.	*	*	51.95	59.74	78.52	75.40	84.71
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	-8.6	-15.0	-7.3	-8.7	-6.9	-5.5	-3.9
19	Net Income to Stockholders Equity	*	*	-153.14	-74.47	-46.59	-38.02	-24.71
20	Corporate Return on Investment	*	*	-25.9	-11.4	-5.7	-5.0	-2.4
21	Debt to Total Investment	*	*	89.9	19.7	82.8	80.4	77.0
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	81.6	78.7	82.6	81.9	81.5	81.0	80.2
23	Breakeven	96.9	99.6	95.0	95.6	92.8	90.7	88.1
<u>Employment &amp; Productivity:</u>								
24	Employment, Total Weighted Avg CY	32,185	37,962	35,736	37,180	38,074	38,238	38,219
25	Overall RTM's per Employee (000)	72.2	64.6	275.6	268.3	260.5	257.0	253.2

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	6.2	17.9	9.3	12.0	15.0	19.2	22.7
27	Operating Expenses (%)	0.3	34.8	12.9	21.3	23.2	25.1	23.7
28	Operating Profit (Loss) (in Millions \$)	162.9	-400.8	-461.2	-1,025.0	-828.9	-574.1	-157.5
29	Net Income (Loss)(in Millions \$)	-740.7	-1,012.9	-1,552.4	-1,824.6	-1,480.7	-1,713.0	-1,235.4
30	RPMs (Sch. Svc.) (%)	-4.9	8.9	3.4	6.8	7.0	9.0	7.1
31	ASMs (Sch. Svc.) (%)	-8.2	7.4	0.4	4.3	4.5	5.0	3.1
32	Operating Revenues per RTM (%)	12.1	8.2	7.4	6.4	9.0	10.7	14.8
33	Operating Expense per RTM (%)	5.8	23.7	11.0	15.3	16.7	16.1	15.8
34	Passenger Revenue per RPM (Sch. Svc.)(%)	5.6	-4.9	1.3	-1.1	-0.9	-0.2	3.4

**QUARTERLY FINANCIAL & TRAFFIC REVIEW**  
**SYSTEM OPERATIONS**  
**Southwest Airlines**

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/12	2004/12	2005/12	2005/09	2005/06	2005/03	2004/12
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	1,987.2	1,655.0	7,583.8	7,251.6	6,937.4	6,709.1	6,529.6
2	Operating Expenses	1,823.8	1,535.9	6,763.8	6,475.9	6,243.4	6,095.8	5,976.0
3	Operating Profit (Loss)	163.4	119.0	820.1	775.7	694.0	613.3	553.6
4	Net Income (Loss)	86.1	55.5	548.4	517.9	409.8	363.8	313.4
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Svc.	15.1	13.1	60.2	58.2	56.0	54.9	53.4
6	ASMs - Scheduled Svc.	21.8	20.2	85.2	83.7	81.3	78.7	76.9
7	Overall RTMs (All Svc.)	1.6	1.4	6.2	6.0	5.8	5.7	5.5
8	Overall ATMs (All Svc.)	3.0	2.7	11.6	11.3	11.0	10.7	10.4
<u>YIELD &amp; UNIT COST &amp; PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	126.4	120.8	121.6	120.1	119.3	117.9	117.9
10	Operating Expense per RTM	116.0	112.1	108.4	107.3	107.4	107.1	107.9
11	Operating Profit (Loss) per RTM	10.4	8.7	13.1	12.8	11.9	10.8	10.0
12	Operating Expense per ATM	61.9	56.0	58.6	57.1	56.6	57.0	57.2
13	Passenger Revenue per RPM	12.28	11.74	11.78	11.64	11.57	11.43	11.45
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	0.92	0.91	0.91	0.92	0.94
15	Times Interest Earned	*	*	11.63	11.71	10.59	10.71	11.03
16	Current Assets to Current Liabilities	*	*	0.95	1.19	1.11	1.12	1.01
17	No. of Days Cash Coverage of Cash Exp.	*	*	146.79	158.65	143.03	123.27	86.52
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	8.2	7.2	10.8	10.7	10.0	9.1	8.5
19	Net Income to Stockholders Equity	*	*	8.74	8.57	7.14	6.63	5.94
20	Corporate Return on Investment	*	*	7.6	7.4	6.3	5.8	5.2
21	Debt to Total Investment	*	*	23.0	22.9	24.1	24.7	25.0
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	69.6	65.0	70.7	69.6	68.9	69.7	69.5
23	Breakeven	62.8	59.4	61.6	60.7	60.7	62.1	62.5
<u>Employment &amp; Productivity:</u>								
24	Employment, Total Weighted Avg CY	31,547	31,063	31,292	31,171	31,083	31,139	31,364
25	Overall RTM's per Employee (000)	49.8	44.1	199.4	193.7	187.0	182.8	176.5

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	20.1	9.1	16.1	13.5	10.6	10.5	10.0
27	Operating Expenses (%)	18.7	9.2	13.2	10.8	8.9	9.1	9.6
28	Operating Profit (Loss) (in Millions \$)	44.4	8.1	266.5	230.2	154.5	130.3	71.5
29	Net Income (Loss)(in Millions \$)	30.5	-10.3	235.0	194.2	99.2	-79.8	-128.3
30	RPMs (Sch. Svc.) (%)	15.3	12.6	12.7	12.1	10.7	12.3	11.4
31	ASMs (Sch. Svc.) (%)	7.6	10.5	10.8	11.6	10.4	8.2	7.1
32	Operating Revenues per RTM (%)	4.7	-3.9	3.1	1.0	-0.5	-2.1	-1.8
33	Operating Expense per RTM (%)	3.5	-3.8	0.4	-1.4	-2.0	-3.3	-2.1
34	Passenger Revenue per RPM (Sch. Svc.)(%)	4.6	-4.3	2.9	0.7	-0.8	-2.5	-2.2

**QUARTERLY FINANCIAL & TRAFFIC REVIEW**  
**SYSTEM OPERATIONS**  
**US Airways**

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/12	2004/12	2005/12	2005/09	2005/06	2005/03	2004/12
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	1,755.5	1,654.4	7,212.4	7,111.3	7,017.0	7,011.6	7,073.1
2	Operating Expenses	1,826.5	1,782.4	7,425.4	7,381.3	7,426.9	7,395.4	7,421.1
3	Operating Profit (Loss)	-71.0	-128.0	-213.1	-270.1	-409.9	-383.8	-347.9
4	Net Income (Loss)	-120.2	-218.4	159.9	61.7	-735.4	-655.9	-577.9
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Svc.	8.5	9.8	40.1	41.4	41.6	41.3	40.5
6	ASMs - Scheduled Svc.	11.7	13.4	53.4	55.1	55.4	54.6	54.0
7	Overall RTMs (All Svc.)	0.9	1.1	4.3	4.4	4.4	4.4	4.4
8	Overall ATMs (All Svc.)	1.7	2.0	7.8	8.0	8.1	8.0	7.9
<u>YIELD &amp; UNIT COST &amp; PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	190.2	157.0	168.7	161.4	157.9	158.1	161.2
10	Operating Expense per RTM	197.9	169.1	173.7	167.5	167.2	166.7	169.1
11	Operating Profit (Loss) per RTM	-7.7	-12.1	-5.0	-6.1	-9.2	-8.7	-7.9
12	Operating Expense per ATM	106.4	91.3	95.2	91.8	92.0	92.7	93.9
13	Passenger Revenue per RPM	13.68	11.98	12.57	12.20	12.03	12.13	12.47
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	3.22	2.90	2.71	2.56	2.50
15	Times Interest Earned	*	*	1.56	1.20	-1.67	-1.58	-1.46
16	Current Assets to Current Liabilities	*	*	0.52	0.43	0.38	0.37	0.44
17	No. of Days Cash Coverage of Cash Exp.	*	*	29.91	19.12	27.91	25.89	37.17
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	-4.0	-7.7	-3.0	-3.8	-5.8	-5.5	-4.9
19	Net Income to Stockholders Equity	*	*	&	&	&	&	&
20	Corporate Return on Investment	*	*	19.8	14.5	-17.6	-14.6	-12.0
21	Debt to Total Investment	*	*	107.3	100.6	135.3	124.8	119.1
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	72.9	73.0	75.1	75.1	75.2	75.6	75.0
23	Breakeven	81.7	82.8	79.1	79.3	81.8	83.7	82.9
<u>Employment &amp; Productivity:</u>								
24	Employment, Total Weighted Avg CY	20,243	24,937	21,894	23,068	24,217	25,175	25,784
25	Overall RTM's per Employee (000)	45.6	42.3	195.3	191.0	183.5	176.2	170.2

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	6.1	-5.0	2.0	-0.7	-1.5	1.1	4.6
27	Operating Expenses (%)	2.5	-1.8	0.1	-1.0	1.8	1.3	3.3
28	Operating Profit (Loss) (in Millions \$)	57.0	-54.8	134.9	23.1	-238.3	-18.1	73.4
29	Net Income (Loss)(in Millions \$)	98.2	-129.4	737.7	510.1	-413.0	-314.4	-2,029.9
30	RPMs (Sch. Svc.) (%)	-12.6	4.4	-0.9	3.2	5.3	6.9	7.3
31	ASMs (Sch. Svc.) (%)	-12.6	4.0	-1.0	3.1	4.6	4.4	4.9
32	Operating Revenues per RTM (%)	21.2	-7.5	4.6	-1.7	-4.5	-3.9	-1.3
33	Operating Expense per RTM (%)	17.0	-4.4	2.7	-2.0	-1.3	-3.7	-2.6
34	Passenger Revenue per RPM (Sch. Svc.)(%)	14.2	-10.8	0.8	-4.8	-7.1	-6.7	-4.5

**QUARTERLY FINANCIAL & TRAFFIC REVIEW**  
**SYSTEM OPERATIONS**  
**United Airlines**

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/12	2004/12	2005/12	2005/09	2005/06	2005/03	2004/12
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	4,365.8	3,887.4	17,304.2	16,825.8	16,403.1	15,991.6	15,701.2
2	Operating Expenses	4,567.5	4,541.5	17,545.5	17,519.5	17,423.5	17,088.4	16,867.5
3	Operating Profit (Loss)	-201.7	-654.2	-241.3	-693.8	-1,020.4	-1,096.8	-1,166.4
4	Net Income (Loss)	-16,912.5	-819.1	-21,036.4	-4,942.9	-3,639.2	-2,471.7	-2,002.1
<u>TRAFFIC: (Billions)</u>								
5	RPMs - Scheduled Svc.	27.8	27.7	113.9	113.8	114.7	115.0	114.5
6	ASMs - Scheduled Svc.	34.7	35.9	139.8	141.0	142.8	143.9	144.6
7	Overall RTMs (All Svc.)	3.3	3.4	13.5	13.5	13.6	13.6	13.5
8	Overall ATMs (All Svc.)	5.6	5.7	22.4	22.6	22.8	22.9	22.9
<u>YIELD &amp; UNIT COST &amp; PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	131.0	115.9	128.6	124.8	120.5	117.3	116.1
10	Operating Expense per RTM	137.1	135.4	130.4	130.0	128.0	125.3	124.8
11	Operating Profit (Loss) per RTM	-6.1	-19.5	-1.8	-5.1	-7.5	-8.0	-8.6
12	Operating Expense per ATM	82.3	79.5	78.3	77.6	76.4	74.6	73.5
13	Passenger Revenue per RPM	11.21	10.34	10.94	10.73	10.48	10.38	10.44
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	999.90	6.28	4.81	3.80	3.22
15	Times Interest Earned	*	*	-39.41	-8.96	-7.10	-4.44	-3.34
16	Current Assets to Current Liabilities	*	*	0.60	0.64	0.52	0.52	0.40
17	No. of Days Cash Coverage of Cash Exp.	*	*	59.70	58.59	57.37	51.18	31.79
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	-4.6	-16.8	-1.4	-4.1	-6.2	-6.9	-7.4
19	Net Income to Stockholders Equity	*	*	&	&	&	&	&
20	Corporate Return on Investment	*	*	0.0	-166.1	-93.5	-48.0	-31.6
21	Debt to Total Investment	*	*	-72.6	955.2	821.3	403.2	277.8
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	80.2	77.2	81.5	80.7	80.3	80.0	79.2
23	Breakeven	88.1	92.4	85.3	86.3	87.4	86.9	86.2
<u>Employment &amp; Productivity:</u>								
24	Employment, Total Weighted Avg CY	53,684	58,107	54,801	55,906	57,051	58,094	58,680
25	Overall RTM's per Employee (000)	62.1	57.7	245.5	241.1	238.5	234.8	230.4

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	12.3	11.1	10.2	9.9	10.5	14.9	17.2
27	Operating Expenses (%)	0.6	20.9	4.0	8.9	12.7	14.6	12.8
28	Operating Profit (Loss) (in Millions \$)	452.4	-396.6	925.0	76.1	-409.8	-107.9	387.4
29	Net Income (Loss)(in Millions \$)	-16,093.5	-189.2	-19,034.3	-3,130.0	-1,748.2	-228.8	1,084.1
30	RPMs (Sch. Svc.) (%)	0.4	4.4	-0.6	0.4	3.8	9.3	10.3
31	ASMs (Sch. Svc.) (%)	-3.3	3.9	-3.3	-1.5	1.7	5.7	6.4
32	Operating Revenues per RTM (%)	13.1	3.6	10.7	8.4	4.9	4.4	6.9
33	Operating Expense per RTM (%)	1.3	12.8	4.5	7.4	7.0	4.1	2.9
34	Passenger Revenue per RPM (Sch. Svc.)(%)	8.4	0.1	4.8	2.8	-0.7	-0.8	2.1

**QUARTERLY FINANCIAL & TRAFFIC REVIEW**  
**SYSTEM OPERATIONS**  
**System Cargo Majors**

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/12	2004/12	2005/12	2005/09	2005/06	2005/03	2004/12
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	6,658.4	5,994.6	24,638.6	23,974.8	23,226.1	22,674.8	22,067.8
2	Operating Expenses	5,979.3	5,484.7	22,748.3	22,253.7	21,521.5	20,953.2	20,495.5
3	Operating Profit (Loss)	679.1	509.8	1,890.4	1,721.1	1,704.6	1,721.6	1,572.3
4	Net Income (Loss)	400.7	206.7	1,072.9	878.8	856.6	861.1	765.0
<u>TRAFFIC: (Billions)</u>								
5	RTMs - Scheduled Svc.	4.3	4.0	15.7	15.4	15.2	15.1	15.0
6	ATMs - Scheduled Svc.	6.8	6.2	24.9	24.4	24.0	23.7	23.4
7	Overall RTMs (All Svc.)	4.3	4.0	15.8	15.6	15.5	15.4	15.3
8	Overall ATMs (All Svc.)	6.8	6.3	25.1	24.7	24.4	24.2	23.9
<u>YIELD &amp; UNIT COST &amp; PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	155.9	148.3	155.7	153.7	150.0	147.3	144.2
10	Operating Expense per RTM	140.0	135.7	143.8	142.7	139.0	136.1	134.0
11	Operating Profit (Loss) per RTM	15.9	12.6	11.9	11.0	11.0	11.2	10.3
12	Operating Expense per ATM	87.8	86.7	90.5	90.3	88.2	86.6	85.7
13	Passenger Revenue per RPM	*	*	*	*	*	*	*
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	1.97	1.97	1.95	1.94	1.92
15	Times Interest Earned	*	*	21.67	13.54	11.20	10.10	8.54
16	Current Assets to Current Liabilities	*	*	1.00	0.99	0.95	0.92	0.94
17	No. of Days Cash Coverage of Cash Exp.	*	*	6.28	5.28	5.13	5.30	4.97
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	10.2	8.5	7.7	7.2	7.3	7.6	7.1
19	Net Income to Stockholders Equity	*	*	10.06	8.44	8.40	9.19	8.94
20	Corporate Return on Investment	*	*	9.2	8.1	8.3	8.6	8.0
21	Debt to Total Investment	*	*	15.8	16.2	14.4	13.2	13.5
<u>TON LOAD FACTOR: (%)</u>								
22	Scheduled Svc.	62.7	63.9	63.0	63.2	63.5	63.7	64.1
23	All Services	62.7	63.9	62.9	63.3	63.5	63.7	64.0
<u>Employment &amp; Productivity:</u>								
24	Employment, Total Weighted Avg CY	119,987	118,455	119,247	118,864	118,221	118,012	117,989
25	Overall RTM's per Employee (000)	35.6	34.1	132.7	131.2	130.9	130.5	129.7

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	11.1	15.1	11.6	12.7	11.8	11.9	11.2
27	Operating Expenses (%)	9.0	13.8	11.0	12.2	8.7	8.0	7.0
28	Operating Profit (Loss) (in Millions \$)	169.2	120.9	318.1	269.7	741.2	855.0	870.0
29	Net Income (Loss)(in Millions \$)	194.0	49.3	307.8	163.1	410.5	475.6	474.9
30	RTMs (All Svc.) (%)	7.5	6.3	4.9	4.6	4.9	6.0	7.5
31	ATMs (All Svc.) (%)	9.5	-7.3	6.8	2.1	-2.7	-3.4	-3.9
32	Operating Revenues per RTM (%)	5.1	8.2	8.0	8.8	7.1	5.7	3.3
33	Operating Expense per RTM (%)	3.2	7.0	7.3	8.4	4.0	2.0	-0.6
34	Passenger Revenue per RPM (Sch. Svc.)(%)	*	*	**	**	**	**	**



**QUARTERLY FINANCIAL & TRAFFIC REVIEW**  
**SYSTEM OPERATIONS**  
**Domestic Cargo Majors**

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/12	2004/12	2005/12	2005/09	2005/06	2005/03	2004/12
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	4,606.5	4,217.2	17,101.6	16,712.3	16,225.3	15,974.1	15,598.1
2	Operating Expenses	4,260.6	3,991.6	16,281.0	16,011.9	15,579.7	15,181.3	14,855.7
3	Operating Profit (Loss)	345.9	225.6	820.7	700.4	645.7	792.8	742.4
4	Net Income (Loss)	204.6	68.9	503.1	367.4	270.2	359.4	324.9
<u>TRAFFIC: (Billions)</u>								
5	RTMs - Scheduled Svc.	2.5	2.4	9.4	9.3	9.3	9.3	9.3
6	ATMs - Scheduled Svc.	4.2	4.0	15.3	15.1	15.0	15.0	14.9
7	Overall RTMs (All Svc.)	2.5	2.5	9.5	9.4	9.4	9.4	9.4
8	Overall ATMs (All Svc.)	4.2	4.0	15.3	15.2	15.1	15.1	15.0
<u>YIELD &amp; UNIT COST &amp; PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	181.2	171.5	180.7	178.2	173.3	170.5	166.4
10	Operating Expense per RTM	167.6	162.4	172.1	170.7	166.4	162.1	158.5
11	Operating Profit (Loss) per RTM	13.6	9.2	8.7	7.5	6.9	8.5	7.9
12	Operating Expense per ATM	102.4	99.8	106.2	105.5	102.9	100.4	98.9
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	7.5	5.3	4.8	4.2	4.0	5.0	4.8
19	Net Income to Stockholders Equity	*	*	**	**	**	**	**
20	Corporate Return on Investment	*	*	6.4	5.2	4.3	5.6	5.3
21	Debt to Total Investment	*	*	**	**	**	**	**
<u>TON LOAD FACTOR: (%)</u>								
22	Scheduled Svc.	61.2	61.5	61.7	61.8	61.8	62.0	62.3
23	All Services	61.1	61.5	61.7	61.8	61.8	62.0	62.4
<u>Employment &amp; Productivity:</u>								
24	Employment, Total Weighted Avg CY	*	*	**	**	**	**	**
25	Overall RTM's per Employee (000)	*	*	**	**	**	**	**

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	9.2	11.6	9.6	10.2	8.4	10.2	10.4
27	Operating Expenses (%)	6.7	12.9	9.6	11.2	7.8	7.9	7.5
28	Operating Profit (Loss) (in Millions \$)	120.3	-20.7	78.3	-62.8	136.8	376.5	425.4
29	Net Income (Loss)(in Millions \$)	135.7	-26.4	178.3	16.2	54.7	209.1	226.5
30	RTMs (All Svc.) (%)	4.2	3.5	1.6	1.4	2.0	3.8	5.9
31	ATMs (All Svc.) (%)	4.6	-7.2	2.7	-0.6	-3.9	-4.1	-4.5
32	Operating Revenues per RTM (%)	5.6	7.8	8.6	9.2	6.4	6.2	4.0
33	Operating Expense per RTM (%)	3.2	9.2	8.6	10.2	5.8	3.9	1.3
34	Passenger Revenue per RPM (Sch. Svc.)(%)	*	*	**	**	**	**	**

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

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/12	2004/12	2005/12	2005/09	2005/06	2005/03	2004/12
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	2,051.8	1,777.4	7,537.0	7,262.5	7,000.8	6,700.7	6,469.6
2	Operating Expenses	1,718.7	1,493.1	6,467.3	6,241.7	5,941.9	5,771.9	5,639.8
3	Operating Profit (Loss)	333.2	284.2	1,069.7	1,020.7	1,058.9	928.8	829.8
4	Net Income (Loss)	196.2	137.8	569.7	511.4	586.4	501.7	440.2
<u>TRAFFIC: (Billions)</u>								
5	RTMs - Scheduled Svc.	1.7	1.5	6.3	6.1	5.9	5.8	5.7
6	ATMs - Scheduled Svc.	2.6	2.2	9.7	9.3	9.0	8.7	8.5
7	Overall RTMs (All Svc.)	1.7	1.6	6.4	6.2	6.1	6.0	5.9
8	Overall ATMs (All Svc.)	2.7	2.3	9.8	9.5	9.3	9.1	8.9
<u>YIELD &amp; UNIT COST &amp; PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	118.7	112.3	118.5	116.8	114.4	111.1	109.2
10	Operating Expense per RTM	99.4	94.3	101.7	100.4	97.1	95.7	95.2
11	Operating Profit (Loss) per RTM	19.3	18.0	16.8	16.4	17.3	15.4	14.0
12	Operating Expense per ATM	64.9	64.3	65.9	65.8	64.2	63.6	63.5
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	16.2	16.0	14.2	14.1	15.1	13.9	12.8
19	Net Income to Stockholders Equity	*	*	**	**	**	**	**
20	Corporate Return on Investment	*	*	15.7	14.8	17.6	15.7	14.3
21	Debt to Total Investment	*	*	**	**	**	**	**
<u>TON LOAD FACTOR: (%)</u>								
22	Scheduled Svc.	65.4	68.2	64.9	65.7	66.4	66.7	67.0
23	All Services	65.2	68.2	64.9	65.6	66.1	66.4	66.7
<u>Employment &amp; Productivity:</u>								
24	Employment, Total Weighted Avg CY	*	*	**	**	**	**	**
25	Overall RTM's per Employee (000)	*	*	**	**	**	**	**

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	15.4	24.5	16.5	18.7	20.7	16.1	13.1
27	Operating Expenses (%)	15.1	16.2	14.7	14.9	11.1	8.5	5.7
28	Operating Profit (Loss) (in Millions \$)	48.9	141.6	239.8	332.5	604.4	478.5	444.6
29	Net Income (Loss)(in Millions \$)	58.3	75.7	129.6	146.9	355.8	266.6	248.3
30	RTMs (All Svc.) (%)	12.7	11.1	10.3	9.9	9.8	9.8	10.4
31	ATMs (All Svc.) (%)	18.2	-7.5	14.0	7.0	-0.7	-2.2	-3.0
32	Operating Revenues per RTM (%)	5.7	12.0	8.5	10.1	11.1	6.3	2.7
33	Operating Expense per RTM (%)	5.4	4.5	6.8	6.6	2.3	-0.7	-4.0
34	Passenger Revenue per RPM (Sch. Svc.)(%)	*	*	**	**	**	**	**

**QUARTERLY FINANCIAL & TRAFFIC REVIEW**  
**SYSTEM OPERATIONS**  
**Federal Express Corporation**

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/12	2004/12	2005/12	2005/09	2005/06	2005/03	2004/12
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	5,514.1	5,041.9	20,533.4	20,061.3	19,561.8	19,079.1	18,675.5
2	Operating Expenses	4,924.3	4,633.0	18,936.9	18,645.6	18,099.2	17,703.3	17,327.5
3	Operating Profit (Loss)	589.7	409.0	1,596.5	1,415.7	1,462.6	1,375.8	1,348.0
4	Net Income (Loss)	361.4	237.4	963.9	839.8	858.2	795.3	771.6
<u>TRAFFIC: (Billions)</u>								
5	RTMs - Scheduled Svc.	2.7	2.5	9.9	9.8	9.7	9.7	9.7
6	ATMs - Scheduled Svc.	4.2	3.9	15.6	15.4	15.2	15.0	14.9
7	Overall RTMs (All Svc.)	2.7	2.6	10.0	10.0	10.0	10.0	10.0
8	Overall ATMs (All Svc.)	4.2	4.1	15.8	15.6	15.5	15.5	15.4
<u>YIELD &amp; UNIT COST &amp; PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	205.3	192.8	204.8	201.5	196.5	191.0	186.9
10	Operating Expense per RTM	183.3	177.2	188.8	187.3	181.8	177.3	173.4
11	Operating Profit (Loss) per RTM	22.0	15.6	15.9	14.2	14.7	13.8	13.5
12	Operating Expense per ATM	116.3	114.2	119.9	119.4	116.6	114.4	112.4
13	Passenger Revenue per RPM	*	*	*	*	*	*	*
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	2.76	2.76	2.75	2.75	2.75
15	Times Interest Earned	*	*	999.90	194.11	50.98	28.38	22.06
16	Current Assets to Current Liabilities	*	*	1.17	1.19	1.16	1.14	1.14
17	No. of Days Cash Coverage of Cash Exp.	*	*	5.27	4.17	4.37	5.04	4.79
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	10.7	8.1	7.8	7.1	7.5	7.2	7.2
19	Net Income to Stockholders Equity	*	*	15.02	13.60	14.38	13.82	13.87
20	Corporate Return on Investment	*	*	12.8	11.7	12.5	12.1	12.2
21	Debt to Total Investment	*	*	12.5	13.1	13.4	15.0	15.5
<u>TON LOAD FACTOR: (%)</u>								
22	Scheduled Svc.	63.4	64.5	63.5	63.7	64.2	64.5	64.9
23	All Services	63.5	64.5	63.5	63.7	64.1	64.5	64.8
<u>Employment &amp; Productivity:</u>								
24	Employment, Total Weighted Avg CY	114,061	112,336	113,436	113,005	112,304	112,021	111,897
25	Overall RTM's per Employee (000)	23.5	23.3	88.4	88.1	88.7	89.1	89.3

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	9.4	14.3	9.9	11.2	11.3	11.0	11.1
27	Operating Expenses (%)	6.3	12.8	9.3	11.0	7.2	7.0	6.1
28	Operating Profit (Loss) (in Millions \$)	180.8	103.7	248.5	171.4	769.2	740.4	874.2
29	Net Income (Loss)(in Millions \$)	124.0	66.9	192.3	135.1	468.7	449.3	521.4
30	RTMs (All Svc.) (%)	5.3	5.1	2.7	2.6	3.0	3.8	5.1
31	ATMs (All Svc.) (%)	6.9	3.3	4.9	3.9	2.6	1.5	0.9
32	Operating Revenues per RTM (%)	6.5	8.7	9.5	10.1	9.0	7.2	5.5
33	Operating Expense per RTM (%)	3.5	7.3	8.9	9.9	5.0	3.3	0.7
34	Passenger Revenue per RPM (Sch. Svc.)(%)	*	*	**	**	**	**	**

**QUARTERLY FINANCIAL & TRAFFIC REVIEW**  
**SYSTEM OPERATIONS**  
**United Parcel Service**

ITEMS		QUARTER ENDED		12 MONTHS ENDED				
		2005/12	2004/12	2005/12	2005/09	2005/06	2005/03	2004/12
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	1,144.3	952.6	4,105.2	3,913.5	3,664.3	3,595.7	3,392.2
2	Operating Expenses	1,055.0	851.7	3,811.3	3,608.1	3,422.4	3,249.9	3,168.0
3	Operating Profit (Loss)	89.4	100.9	293.9	305.4	242.0	345.7	224.3
4	Net Income (Loss)	39.3	-30.7	109.0	39.0	-1.6	65.8	-6.6
<u>TRAFFIC: (Billions)</u>								
5	RTMs - Scheduled Svc.	1.6	1.4	5.8	5.6	5.5	5.4	5.3
6	ATMs - Scheduled Svc.	2.6	2.3	9.3	9.0	8.8	8.7	8.5
7	Overall RTMs (All Svc.)	1.6	1.4	5.8	5.6	5.5	5.4	5.3
8	Overall ATMs (All Svc.)	2.6	2.3	9.3	9.0	8.9	8.7	8.5
<u>YIELD &amp; UNIT COST &amp; PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	72.2	66.8	70.8	69.4	66.3	66.5	63.9
10	Operating Expense per RTM	66.5	59.7	65.8	64.0	62.0	60.1	59.7
11	Operating Profit (Loss) per RTM	5.6	7.1	5.1	5.4	4.4	6.4	4.2
12	Operating Expense per ATM	40.9	37.6	40.8	40.0	38.6	37.3	37.3
13	Passenger Revenue per RPM	*	*	*	*	*	*	*
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	0.81	0.79	0.76	0.76	0.72
15	Times Interest Earned	*	*	2.46	1.36	0.74	1.82	0.67
16	Current Assets to Current Liabilities	*	*	0.38	0.37	0.30	0.24	0.26
17	No. of Days Cash Coverage of Cash Exp.	*	*	11.74	11.61	9.57	6.86	6.06
<u>FINANCIAL PERCENTAGES:</u>								
18	Operating Profit (Loss) to Operating Revenue	7.8	10.6	7.2	7.8	6.6	9.6	6.6
19	Net Income to Stockholders Equity	*	*	2.56	0.92	-0.04	1.82	-0.22
20	Corporate Return on Investment	*	*	4.0	2.9	2.1	3.5	2.0
21	Debt to Total Investment	*	*	20.6	20.6	15.9	10.6	10.3
<u>TON LOAD FACTOR: (%)</u>								
22	Scheduled Svc.	61.2	62.8	62.1	62.4	62.4	62.2	62.7
23	All Services	61.5	63.0	62.0	62.4	62.3	62.1	62.5
<u>Employment &amp; Productivity:</u>								
24	Employment, Total Weighted Avg CY	5,926	6,119	5,811	5,859	5,917	5,991	6,092
25	Overall RTM's per Employee (000)	267.5	233.2	997.2	961.9	933.5	903.1	871.4

		CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER						
26	Operating Revenues (%)	20.1	19.8	21.0	21.0	14.8	16.8	11.4
27	Operating Expenses (%)	23.9	19.7	20.3	19.2	17.1	14.1	12.4
28	Operating Profit (Loss) (in Millions \$)	-11.5	17.2	69.6	98.3	-28.0	114.6	-4.2
29	Net Income (Loss)(in Millions \$)	70.0	-17.6	115.6	28.0	-58.2	26.4	-46.5
30	RTMs (All Svc.) (%)	11.3	8.5	9.0	8.2	8.5	10.2	12.4
31	ATMs (All Svc.) (%)	14.1	-21.3	10.1	-0.8	-10.7	-10.9	-11.5
32	Operating Revenues per RTM (%)	8.1	10.2	10.9	11.5	5.3	5.8	-0.9
33	Operating Expense per RTM (%)	11.5	10.1	10.2	9.8	7.5	3.4	0.1
34	Passenger Revenue per RPM (Sch. Svc.)(%)	*	*	**	**	**	**	**

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

<b>Operating Profit (Loss) (\$Millions)</b>						
<b>Group/Carrier</b>	<b>Quarterly Data</b>			<b>12 Month Ended Data</b>		
	<b>12/2004</b>	<b>12/2005</b>	<b>\$Chg</b>	<b>12/2004</b>	<b>12/2005</b>	<b>\$Chg</b>
<b>System Passenger Majors</b>	(2,730.8)	(1,376.7)	1,354.1	(3,664.1)	(2,268.2)	1,395.9
Alaska Airlines	(54.3)	(21.5)	32.8	(38.3)	(7.8)	30.5
America West Airlines	(37.4)	(145.5)	(108.1)	(22.0)	(120.5)	(98.5)
American Airlines	(426.1)	(435.3)	(9.3)	(421.0)	(350.7)	70.3
American Eagle Airlines	59.5	49.1	(10.4)	219.2	224.9	5.7
American Trans Air	(491.5)	108.6	600.1	(557.2)	(441.4)	115.8
Comair	(0.6)	(3.1)	(2.5)	67.5	25.3	(42.2)
Continental Airlines	(165.7)	(103.3)	62.4	(223.4)	(91.8)	131.5
Continental Express Airlines	55.0	40.9	(14.1)	205.4	159.0	(46.4)
Delta Air Lines	(604.0)	(487.6)	116.4	(1,612.7)	(1,197.2)	415.6
JetBlue Airways	12.3	(17.7)	(29.9)	113.1	61.5	(51.6)
Northwest Airlines	(415.1)	(252.1)	162.9	(434.0)	(895.2)	(461.2)
Southwest Airlines	119.0	163.4	44.4	553.6	820.1	266.5
United Airlines	(654.2)	(201.7)	452.4	(1,166.4)	(241.3)	925.0
US Airways	(128.0)	(71.0)	57.0	(347.9)	(213.1)	134.9
<b>System Cargo Majors</b>	509.8	679.1	169.2	1,572.3	1,890.4	318.1
Federal Express Corporation	409.0	589.7	180.8	1,348.0	1,596.5	248.5
United Parcel Service	100.9	89.4	(11.5)	224.3	293.9	69.6
<b>System Total Majors</b>	(2,221.0)	(697.6)	1,523.4	(2,091.8)	(377.8)	1,714.0

<b>Net Income (Loss) (\$Millions)</b>						
<b>Group/Carrier</b>	<b>Quarterly Data</b>			<b>12 Month Ended Data</b>		
	<b>12/2004</b>	<b>12/2005</b>	<b>\$Chg</b>	<b>12/2004</b>	<b>12/2005</b>	<b>\$Chg</b>
<b>System Passenger Majors</b>	(4,280.8)	(20,298.2)	(16,017.4)	(9,435.0)	(28,138.6)	(18,703.6)
Alaska Airlines	(43.1)	(26.8)	16.3	(14.0)	(2.3)	11.7
America West Airlines	(68.2)	(375.3)	(307.1)	(103.7)	(397.3)	(293.6)
American Airlines	(400.5)	(601.0)	(200.5)	(821.0)	(891.7)	(70.7)
American Eagle Airlines	7.1	4.2	(2.9)	48.8	46.2	(2.6)
American Trans Air	(494.9)	106.4	601.3	(624.4)	(444.6)	179.8
Comair	(1,372.3)	(10.2)	1,362.1	(1,342.1)	(19.0)	1,323.1
Continental Airlines	(205.8)	(42.6)	163.2	(363.0)	(65.6)	297.3
Continental Express Airlines	33.6	24.0	(9.7)	122.8	92.0	(30.8)
Delta Air Lines	(339.6)	(1,229.5)	(889.9)	(3,362.2)	(3,797.6)	(435.4)
JetBlue Airways	2.4	(42.4)	(44.8)	47.5	(20.9)	(68.4)
Northwest Airlines	(417.6)	(1,158.3)	(740.7)	(757.3)	(2,309.7)	(1,552.4)
Southwest Airlines	55.5	86.1	30.5	313.4	548.4	235.0
United Airlines	(819.1)	(16,912.5)	(16,093.5)	(2,002.1)	(21,036.4)	(19,034.3)
US Airways	(218.4)	(120.2)	98.2	(577.9)	159.9	737.7
<b>System Cargo Majors</b>	206.7	400.7	194.0	765.0	1,072.9	307.8
Federal Express Corporation	237.4	361.4	124.0	771.6	963.9	192.3
United Parcel Service	(30.7)	39.3	70.0	(6.6)	109.0	115.6
<b>System Total Majors</b>	(4,074.1)	(19,897.5)	(15,823.4)	(8,670.0)	(27,065.8)	(18,395.7)

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

<b>Passenger Load Factor (Percent)</b>						
<b>Group/Carrier</b>	<b>Quarterly Data</b>			<b>12 Month Ended Data</b>		
	<b>12/2004</b>	<b>12/2005</b>	<b>Pt.Chg.</b>	<b>12/2004</b>	<b>12/2005</b>	<b>Pt.Chg.</b>
System Passenger Majors	74.7	76.8	2.1	76.1	78.3	2.2
Alaska Airlines	73.0	73.9	0.9	72.9	75.9	3.0
America West Airlines	77.4	77.5	0.1	77.4	79.5	2.2
American Airlines	74.3	78.0	3.6	74.8	78.6	3.8
American Eagle Airlines	74.7	76.8	2.1	76.1	78.3	2.2
American Trans Air	70.6	74.3	3.7	73.1	70.6	(2.5)
Comair	77.4	77.5	0.1	77.4	79.5	2.2
Continental Airlines	78.2	78.4	0.2	77.8	79.8	2.0
Continental Express Airlines	68.4	73.1	4.7	68.5	71.3	2.7
Delta Air Lines	74.4	74.3	(0.1)	75.7	77.6	1.8
JetBlue Airways	67.3	69.0	1.7	67.8	68.1	0.3
Northwest Airlines	78.7	81.6	2.8	80.2	82.6	2.4
Southwest Airlines	72.6	76.1	3.5	71.3	74.7	3.4
United Airlines	77.2	80.2	2.9	79.2	81.5	2.2
US Airways	82.9	81.1	(1.9)	82.8	84.8	2.0
System Cargo Majors	78.7	81.6	2.8	80.2	82.6	2.4
Federal Express Corporation	65.0	69.6	4.7	69.5	70.7	1.2
United Parcel Service	77.2	80.2	2.9	79.2	81.5	2.2
System Total Majors	73.0	72.9	(0.1)	75.0	75.1	0.1

<b>Scheduled Passenger Yield (Cents)</b>						
<b>Group/Carrier</b>	<b>Quarterly Data</b>			<b>12 Month Ended Data</b>		
	<b>12/2004</b>	<b>12/2005</b>	<b>Pct.Chg.</b>	<b>12/2004</b>	<b>12/2005</b>	<b>Pct.Chg.</b>
System Passenger Majors	11.15	12.00	7.59	11.35	11.70	3.08
Alaska Airlines	11.63	12.44	6.93	12.09	12.53	3.61
America West Airlines	9.29	10.76	15.89	9.40	10.35	10.09
American Airlines	11.30	12.26	8.47	11.52	11.99	4.04
American Eagle Airlines	25.02	23.70	(5.25)	24.76	23.81	(3.81)
American Trans Air	7.86	9.49	20.77	8.13	9.26	13.86
Comair	19.71	22.17	12.48	19.00	21.55	13.45
Continental Airlines	10.93	11.69	7.00	11.19	11.64	3.98
Continental Express Airlines	19.63	17.19	(12.43)	20.31	17.48	(13.96)
Delta Air Lines	10.70	11.29	5.51	11.04	10.96	(0.75)
JetBlue Airways	7.58	8.17	7.69	7.77	8.01	3.21
Northwest Airlines	11.02	11.63	5.59	11.50	11.66	1.35
Southwest Airlines	11.74	12.28	4.57	11.45	11.78	2.86
United Airlines	10.34	11.21	8.42	10.44	10.94	4.82
US Airways	11.98	13.68	14.19	12.47	12.57	0.78
System Cargo Majors	-	-	-	-	-	-
Federal Express Corporation	-	-	-	-	-	-
United Parcel Service	-	-	-	-	-	-
System Total Majors	11.15	12.00	7.59	11.35	11.70	3.08

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

<b>Operating Profit Margin (Percent)</b>						
<b>Group/Carrier</b>	<b>Quarterly Data</b>			<b>12 Month Ended Data</b>		
	<b>12/2004</b>	<b>12/2005</b>	<b>Pt. Chg</b>	<b>12/2004</b>	<b>12/2005</b>	<b>Pt. Chg.</b>
System Passenger Majors	(11.7)	(5.2)	6.4	(3.9)	(2.1)	1.7
Alaska Airlines	(10.2)	(3.7)	6.5	(1.7)	(0.3)	1.4
America West Airlines	(6.1)	(16.7)	(10.6)	(0.9)	(3.5)	(2.7)
American Airlines	(9.4)	(8.4)	1.0	(2.3)	(1.7)	0.6
American Eagle Airlines	14.9	10.3	(4.6)	15.2	12.5	(2.6)
American Trans Air	(151.5)	50.1	201.6	(39.4)	(42.0)	(2.6)
Comair	(0.2)	(0.9)	(0.7)	5.7	1.9	(3.8)
Continental Airlines	(7.1)	(3.7)	3.4	(2.4)	(0.8)	1.6
Continental Express Airlines	14.2	10.1	(4.1)	13.6	10.2	(3.4)
Delta Air Lines	(16.4)	(12.3)	4.1	(10.6)	(7.4)	3.2
JetBlue Airways	3.7	(4.0)	(7.6)	8.9	3.6	(5.3)
Northwest Airlines	(15.0)	(8.6)	6.4	(3.9)	(7.3)	(3.4)
Southwest Airlines	7.2	8.2	1.0	8.5	10.8	2.3
United Airlines	(16.8)	(4.6)	12.2	(7.4)	(1.4)	6.0
US Airways	(7.7)	(4.0)	3.7	(4.9)	(3.0)	2.0
System Cargo Majors	(151.5)	50.1	201.6	(39.4)	(42.0)	(2.6)
Federal Express Corporation	8.1	10.7	2.6	7.2	7.8	0.6
United Parcel Service	10.6	7.8	(2.8)	6.6	7.2	0.5
System Total Majors	14.2	10.1	(4.1)	13.6	10.2	(3.4)

<b>Group/Carrier</b>	<b>Debt To Investment (Percent)</b>			<b>Total Debt (\$Billions)</b>		
	<b>Quarterly Data</b>			<b>Quarterly Data</b>		
	<b>12/2004</b>	<b>12/2005</b>	<b>Pt.Chg.</b>	<b>12/2004</b>	<b>12/2005</b>	<b>\$ Chg.</b>
System Passenger Majors	101.7	235.6	133.9	60.1	48.3	(11.7)
Alaska Airlines	55.7	58.2	2.5	0.8	0.9	0.0
America West Airlines	73.5	112.0	38.5	0.8	1.0	0.2
American Airlines	101.0	112.4	11.4	10.4	10.7	0.2
American Eagle Airlines	96.5	95.6	(0.9)	3.8	4.0	0.2
American Trans Air	(37.7)	(4.1)	33.6	0.2	0.1	(0.2)
Comair	63.8	18.5	(45.3)	1.1	0.1	(1.0)
Continental Airlines	95.6	95.9	0.4	5.8	5.4	(0.5)
Continental Express Airlines	138.3	110.6	(27.7)	0.5	0.4	(0.1)
Delta Air Lines	146.1	(520.2)	(666.3)	11.6	8.1	(3.5)
JetBlue Airways	66.5	71.3	4.8	1.5	2.3	0.8
Northwest Airlines	77.0	89.9	12.9	8.2	1.2	(7.0)
Southwest Airlines	25.0	23.0	(2.0)	1.8	2.0	0.1
United Airlines	277.8	(72.6)	(350.4)	10.3	10.4	0.1
US Airways	119.1	107.3	(11.9)	3.1	2.0	(1.1)
System Cargo Majors	13.5	15.8	2.3	1.6	2.1	0.5
Federal Express Corporation	15.5	12.5	(3.1)	1.1	1.0	(0.1)
United Parcel Service	10.3	20.6	10.3	0.5	1.1	0.6
System Total Majors	87.0	149.0	61.9	61.6	50.4	(11.2)

## FOOTNOTES

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



EXPLANATION OF LINE ITEMS

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

EXPLANATION OF LINE ITEMS

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