

North America

April – June 2008 Estimate*



Passenger Numbers by Route (millions)

	Jan-Mar '08	Jan-Mar '07	% change	Apr-Jun '07	Estimate
Domestic	159.34	158.49	0.54%	177.49	178.44
International	39.53	36.67	7.78%	40.63	43.79
Total	198.87	195.17	1.90%	218.12	222.26

This quarter experiences a major increase in the international passenger numbers at 7.78% and a slight increase in domestic passenger numbers at 0.54%.

Passenger Numbers by Seat Class (millions)

	Jan-Mar '08	Jan-Mar '07	% change	Apr-Jun '07	Estimate
First	14.99	14.72	1.90%	16.45	16.76
Business	5.65	5.54	1.90%	6.19	6.31
Coach	178.23	174.91	1.90%	195.48	199.19

In this quarter, the passenger numbers by seat class increase by 1.90% for all classes.

Estimated Complimentary Meal Numbers and Type by Route (millions)

	Jan-Mar '08	Jan-Mar '07	% change	Apr-Jun '07	Estimate
Domestic					
Snack	94.76	93.93	0.88%	105.78	106.72
Breakfast	12.40	12.29	0.88%	13.84	13.97
Lunch/Dinner	39.91	39.56	0.88%	44.55	44.94
International					
Snack/Breakfast	31.00	29.26	5.93%	32.42	34.34
Lunch/Dinner	30.88	29.15	5.93%	32.30	34.21

The increase of domestic and international passenger numbers are reflected in the estimated complimentary meal numbers, respectively at 0.88% and 5.93%.

Passenger Numbers by Carrier (millions)

	Jan-Mar '08	Jan-Mar '07	% change	Apr-Jun '07	Estimate
American	23.04	23.30	-1%	25.30	25.03
Continental	11.70	11.56	1%	12.92	13.07
Delta	17.04	17.39	-2%	18.94	18.56
North West	11.83	12.78	-7%	13.66	12.65
United	15.03	15.93	-6%	17.95	16.94
US Airways*	13.54	8.91	52%	9.87	14.99
Southwest	24.72	23.23	6%	26.90	28.62
Others	81.96	82.05	0%	92.56	92.46

US Air continues to lead in this quarter at 52% followed by Southwest at 6%. The major increase for US Airways is due to a merger between America West Airlines and US Airways on September 27th, 2007. North West and United Airlines experiences a slight downturn respectively at -7% and -6%, followed by Delta (-2%) and American Airlines (-1%).

* The passenger number for US Air includes the passenger number for both American West Airlines and US Airways due to merger on September 27th, 2007.

Current Headlines

US Airways eliminates free snacks on domestic flights

The Tempe, Ariz.-based airline eliminates free snacks on its domestic flights, due to the cost-cutting measure stems from the impact of rising fuel costs. In addition to charging travellers for checking a second bag and premium coach seating, US Airways is evaluating other fees for services.

10 June 2008, #834.CAT18 Momberger

Delta Air Lines Inc. and Northwest Airlines Corporation to combine as Delta

Delta Air Lines Inc. and Northwest Airlines Corporation announced an agreement in which the two carriers will combine in an all-stock transaction with a combined enterprise value of \$17.7 billion, creating America's premier global airline. The new airline, which will be called Delta, will have the world headquarters in Atlanta, and executive offices in Atlanta, Minneapolis/St. Paul and New York, and international executive offices in Amsterdam, Paris and Tokyo. Combined, the company and its regional partners will provide access to more than 390 destinations in 67 countries. Delta and Northwest, together, will have more than \$35 billion in aggregate annual revenues, operate a mainline fleet of nearly 800 aircraft and employ approximately 75,000 people worldwide.

Apr 14, 2008, www.btctravel.com

Virgin Atlantic Launches 2nd Daily Flight between London and Washington

Virgin Atlantic is launching a second daily service to Washington Dulles International Airport, which will operate from 20 April to 25 October 2008. The introduction of this second daily service follows the success of the seasonal service that operated during summer 2007. The airline first launched its daily service from London Heathrow Airport to Washington Dulles International Airport in June 1996 and since then Virgin has carried over two million passengers on the route.

Apr 14, 2008, www.btctravel.com

American Airlines's offerings for its route to India

First and Business Class passengers on American Airlines flights from Chicago-O'Hare to Delhi will dine on entrees from the Vermillion restaurant and created by its chef Maneet Chauhan. In addition to the restaurant, American's caterers - Gate Gourmet in Chicago and Taj SATS in Delhi - worked on the new offerings.

25 June 2008, #835.CAT19 Momberger

Explanations

** The North American Report is classed as an estimate rather than a forecast because of the time lag in receiving data. There is a three month delay in domestic passenger data being inputted into the Intermodal Transportation Database and a four month delay for international numbers.*

Passenger Numbers by Route

The data in this table is derived from the Intermodal Transportation Database available on the Bureau of Transportation Statistics website.

% change - This compares the last full quarter of this year with the same quarter in the previous year.

Estimate - The estimate is based on the trend derived from the equivalent quarter of the previous year and the percentage change in the last full quarter.

Passenger Numbers by Seat Class

The data in this table is derived from data found on Euromonitor's web pages. The seat class data is defined by country and is then applied to the major carrier for that country.

Estimated Complimentary Meal Numbers and Type by Route

The data in this table is calculated by taking the total passenger numbers by route and applying a formula to provide an estimate of the types of meals provided to passengers. This figure is then manipulated to consider the take up of this particular meal type (i.e. snack, breakfast, lunch or dinner) by passengers (based on load factor data). The formulae used to arrive at these figures are based upon consensus meal values agreed upon by a panel of experts. In the future these formulae will be subject to change on a monthly basis.

% change – Please see above.

Estimate – Please see above.

Passenger Numbers by Carrier

The data in this table is derived from the Intermodal Transportation Database available on the Bureau of Transportation Statistics website. Southwest Airlines is the only major carrier specified whose passenger numbers are for domestic (intra-continental) flights only.

The 'Others' category includes passenger numbers from other US based airlines such as Alaska Airlines and American Eagle Airlines as well as including all international carriers who have routes into/within and from the USA.

% change – Please see above.

Estimate – Please see above.