

Korean Air IR Release (FY03-014)

Oct 27, 2003 / IR Team

September, 2003 Operating Results

1. Passenger

China route traffic increased (+17.4% yoy) together with the load factor

High traffic growth rate in SEA, Oceania & America routes caused the overall traffic to rise 4.4%(yoy)

L/F dropped slightly as capacity was proactively adjusted to meet the increasing demand

(Unit : Mil)

	Total	Dom	Japan	China	SEA	Oceania	America	Europe
Traffic(RPK)	3,431.2	341.1	217.6	88.3	485.2	338.1	1,330.5	630.4
Changes(yoy)	4.4%	-4.7%	-11.6%	17.4%	10.8%	11.6%	3.2%	8.9%
L/F	68.6%	58.9%	72.3%	64.3%	62.7%	61.2%	70.7%	81.0%
Changes(yoy)	-0.4%p	-3.3%p	-5.8%p	0.5%p	-0.4%p	-6.5%p	2.3%p	1.9%p

2. Cargo

Overall traffic increased due to;

- Increased growth rate in China and America routes
- Narrowing down of reduction rate in Oceania route
- Continuous strong demand in Europe and SEA routes

Slight fall of L/F was due to the proactive supply management based on the rising demand

(Unit : Mil)

	Total	Dom	Japan	China	SEA	Oceania	America	Europe
Traffic(FTK)	608.5	8.4	11.9	6.6	97.1	12.6	326.5	145.4
Changes(yoy)	12.3%	-9.4%	4.0%	57.4%	15.6%	-0.6%	7.4%	25.4%
L/F	72.2%	39.6%	74.5%	80.0%	72.7%	70.2%	70.7%	79.1%
Changes(yoy)	-1.7%p	-7.8%p	-1.7%p	0.9%p	-6.8%p	4.3%p	-0.5%p	-3.3%p

Attachment : Sept 2003 Operating Results

2003 Operating Results (FY03August)

		August			Jan. ~ Aug.		
		FY03	FY02	Change	FY03	FY02	Change
Dom Pax	Supply ('000ASK)	686,092	587,172	16.8%	4,638,883	4,271,168	8.6%
	Traffic ('000RPK)	461,736	429,357	7.5%	2,989,222	2,894,458	3.3%
	Carried (Persons)	1,314,687	1,234,343	6.5%	8,752,419	8,625,627	1.5%
	Load Factor (%)	67.3%	73.1%	-5.8%p	64.4%	67.8%	-3.3%p
	Yield(KRW/KM)	160.9	162.3	-0.9%	158.1	159.2	-0.7%
	Yield(Cents/KM)	13.63	13.58	0.4%	13.17	12.51	5.3%
Int'l Pax	Supply ('000ASK)	5,148,047	5,079,348	1.4%	34,091,433	34,495,538	-1.2%
	Traffic ('000RPK)	3,945,726	3,905,552	1.0%	23,317,327	25,226,102	-7.6%
	Carried (Persons)	912,507	955,703	-4.5%	5,408,132	6,120,104	-11.6%
	Load Factor (%)	76.6%	76.9%	-0.2%p	68.4%	73.1%	-4.7%p
	Yield(KRW/KM)	72.0	78.3	-8.0%	69.4	72.9	-4.8%
	Yield(Cents/KM)	6.11	6.55	-6.7%	5.80	5.76	0.7%
Total Pax	Supply ('000ASK)	5,834,139	5,666,520	3.0%	38,730,316	38,766,706	-0.1%
	Traffic ('000RPK)	4,407,462	4,334,909	1.7%	26,306,549	28,120,560	-6.5%
	Carried (Persons)	2,227,194	2,190,046	1.7%	14,160,551	14,745,731	-4.0%
	Load Factor (%)	75.5%	76.5%	-1.0%p	67.9%	72.5%	-4.6%p
	Yield(KRW/KM)	81.4	86.6	-6.0%	79.5	81.8	-2.8%
	Yield(Cents/KM)	6.89	7.25	-5.0%	6.64	6.45	2.9%
Cargo Total	Supply ('000AFTK)	871,659	754,001	15.6%	6,255,027	5,744,761	8.9%
	Traffic ('000FTK)	602,033	545,009	10.5%	4,459,054	4,242,201	5.1%
	Carried (Ton)	113,267	104,487	8.4%	871,582	827,057	5.4%
	Load Factor (%)	69.1%	72.3%	-3.2%p	71.3%	73.8%	-2.6%p
	Yield(KRW/KM)	242.3	241.3	0.4%	251.1	246.8	1.7%
	Yield(Cents/KM)	20.54	20.19	1.7%	20.90	19.40	7.7%

Sales Commission has been excluded from yield calculation.