



July 2005

Summary of Monthly Operating Results (Estimated)

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Passenger

Domestic passenger traffic in July jumped 8.5% on strong traffic to Jeju and increase in overall number of travelers flying with KAL as Asiana cut many of its domestic lines due to the pilot strike. International traffic rose 8.6% on 7.4% overall capacity increase. By region, RPK for Japan rose 1.8% on 11.8% capacity increase while RPK for Oceania declined from a year ago due to 8.6% capacity cut. On the other hand, traffic to China was up 9.2%, thanks to the strong summer traffic and to S.E Asia was also up by 29% as more people flew out on vacation or to study abroad. RPKs for Americas and Europe regions, too, rose 5.3% and 12.2% respectively, helped by an increase in transit passengers flying from the U.S and mounting number of high yield passengers plus leisure travelers visiting Europe.



Cargo

Overall cargo traffic during the month of July went down 8.8% yoy, mainly due to weak worldwide cargo demand and absence of the Olympic-related shipments, which helped boost cargo traffic in July 2004. Japan and Americas regions in particular were hit hard by this absence, as electronic goods and equipments in large quantities were transported in the same period last year. However, load factors of those regions improved yoy, Americas by 2.2%p and Europe by 5.1%p, and helped overall load factor go up by 2.1%p, thanks to KAL's flexible fleet operations. In the meantime, FTKs for S.E Asia and Oceania regions both declined more than 20% due to route adjustments following the disposal of 3 MD11Fs (returned to lessor in the first half of this year). However, FTK for China jumped more than 44% during the month as large quantities of textiles were exported to the U.S before the textile quota set by the U.S is filled up.



Company Highlights

Korean Air began providing inflight internet service through 'Connexion by Boeing' beginning July 2005. This service is currently available on LA and New York routes.

Korean Air plans on providing this service on all mid-long haul flights by the end of 2006.

Passengers flying on Korean Air flights can now have access to LAN and this will greatly enhance their travel experience.

July 2005 Traffic Data

Passenger		ASK (in million)			RPK (in million)			Load Factor		
		2005	2004	change	2005	2004	change	2005	2004	change
July	Domestic	494.6	495.8	-0.2%	314.7	289.9	8.5%	63.6%	58.5%	5.1%p
	Japan	376.2	336.5	11.8%	269.2	264.4	1.8%	71.6%	78.6%	-7.0%p
	China	328.6	301.0	9.2%	236.4	216.5	9.2%	71.9%	71.9%	0.0%p
	S.E Asia	831.0	738.5	12.5%	656.3	508.9	29.0%	79.0%	68.9%	10.1%p
	Oceania	513.1	561.2	-8.6%	388.5	405.1	-4.1%	75.7%	72.2%	3.5%p
	Americas	2,604.2	2,426.6	7.3%	2,033.2	1,931.6	5.3%	78.1%	79.6%	-1.5%p
	Europe	1,143.1	1,030.9	10.9%	854.9	762.1	12.2%	74.8%	73.9%	0.9%p
	Int'l Total	5,796.3	5,394.7	7.4%	4,438.5	4,088.6	8.6%	76.6%	75.8%	0.8%p
	Total	6,290.8	5,890.4	6.8%	4,753.1	4,378.6	8.6%	75.6%	74.3%	1.2%p
Year to Date	Domestic	3,419.5	3,852.8	-11.2%	2,142.3	2,344.0	-8.6%	62.7%	60.8%	1.8%p
	Japan	2,515.9	2,269.8	10.8%	1,772.1	1,653.5	7.2%	70.4%	72.8%	-2.4%p
	China	2,080.7	1,790.6	16.2%	1,456.0	1,198.7	21.5%	70.0%	66.9%	3.0%p
	S.E Asia	5,678.8	5,242.2	8.3%	3,860.3	3,671.0	5.2%	68.0%	70.0%	-2.1%p
	Oceania	3,867.4	4,296.1	-10.0%	2,816.6	2,855.9	-1.4%	72.8%	66.5%	6.4%p
	Americas	15,101.3	13,783.1	9.6%	11,410.6	10,682.4	6.8%	75.6%	77.5%	-1.9%p
	Europe	6,808.1	5,605.9	21.4%	4,596.2	3,933.8	16.8%	67.5%	70.2%	-2.7%p
	Int'l Total	36,052.2	32,987.8	9.3%	25,911.7	23,995.2	8.0%	71.9%	72.7%	-0.9%p
	Total	39,471.7	36,840.7	7.1%	28,054.1	26,339.2	6.5%	71.1%	71.5%	-0.4%p

Cargo		AFTK (in million)			FTK (in million)			Load Factor		
		2005	2004	change	2005	2004	change	2005	2004	change
July	Domestic	9.7	15.0	-35.7%	6.5	7.0	-7.1%	67.2%	46.5%	20.7%p
	Japan	18.2	17.8	2.7%	12.2	13.7	-10.6%	66.9%	76.8%	-10.0%p
	China	47.0	31.5	48.9%	32.5	22.6	44.1%	69.3%	71.6%	-2.3%p
	S.E Asia	97.4	128.6	-24.3%	75.8	102.8	-26.2%	77.9%	79.9%	-2.0%p
	Oceania	17.4	20.4	-14.7%	10.0	13.3	-24.9%	57.3%	65.2%	-7.8%p
	Americas	432.3	534.5	-19.1%	347.7	418.4	-16.9%	80.4%	78.3%	2.2%p
	Europe	270.4	256.6	5.4%	224.3	199.9	12.2%	83.0%	77.9%	5.1%p
	Int'l Total	882.7	989.5	-10.8%	702.7	770.6	-8.8%	79.6%	77.9%	1.7%p
	Total	892.4	1,004.5	-11.2%	709.1	777.6	-8.8%	79.5%	77.4%	2.1%p
Year to Date	Domestic	98.7	122.6	-19.5%	55.1	63.2	-12.9%	55.8%	51.6%	4.3%p
	Japan	122.7	118.6	3.5%	85.6	89.1	-4.0%	69.8%	75.2%	-5.4%p
	China	294.0	180.8	62.6%	196.9	137.6	43.1%	67.0%	76.1%	-9.1%p
	S.E Asia	723.2	854.7	-15.4%	519.0	680.8	-23.8%	71.8%	79.7%	-7.9%p
	Oceania	129.6	137.5	-5.8%	68.8	85.2	-19.2%	53.1%	61.9%	-8.8%p
	Americas	2,985.8	3,248.8	-8.1%	2,281.5	2,504.4	-8.9%	76.4%	77.1%	-0.7%p
	Europe	1,851.4	1,511.2	22.5%	1,459.1	1,206.4	20.9%	78.8%	79.8%	-1.0%p
	Int'l Total	6,106.7	6,051.5	0.9%	4,611.0	4,703.6	-2.0%	75.5%	77.7%	-2.2%p
	Total	6,205.3	6,174.2	0.5%	4,666.0	4,766.8	-2.1%	75.2%	77.2%	-2.0%p

		July			Year to Date		
		2005	2004	change	2005	2004	change
Persons Carried	Domestic	877,004	822,871	6.6%	6,027,215	6,770,562	-11.0%
	International	1,043,289	968,943	7.7%	6,401,904	5,838,242	9.7%
	Total	1,920,293	1,791,814	7.2%	12,429,119	12,608,804	-1.4%
Tonnes Carried		167,981	180,984	-7.2%	1,133,397	1,156,052	-2.0%

* Above table includes estimated figures and is subject to change

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