



August 2005

Summary of Monthly Operating Results (Estimated)

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Passenger

Passenger unit, which has shown a steady growth since the beginning of the year, recorded RPK or revenue passenger kilometers of 5.09 billion in August, up 9.4% from 4.66 billion last year on increasing travel demand during the year's peak season. The overall load factor also rose by 3.5%p. By region, domestic traffic, despite a 11.7% cut in capacity, went up by 4.4% yoy with a load factor increase of 11.6%p. International passenger traffic was up 9.8% yoy and showed load factor rise of 2.6%p on strong international travel demand during the month. Southeast Asia, Europe and Oceania regions in particular showed double-digit growth rates over the same period in 2004. In addition, Japan and China regions each recorded higher RPKs of 8.6% and 8.1%, thanks to the strong seasonal demand to the regions. Moreover, Americas region, on which Korean Air introduced all-new B777s with individual AVOD available in all classes, carried more passengers and posted RPK rise of 5% yoy. In the meantime, Oceania region filled 81.6% of available seats, up 11.1%p from a year earlier as RPK rose more than 10% despite a 4.1% capacity cut.



Cargo

Cargo filled 76.3% of available space in August, up 7.3%p from a year ago as traffic went down 0.6% despite a 10.1% capacity reduction. By region, FTK for Japan was down by 2.2% as the demand for special holiday shipments was relatively weak compared with that of last year. For Southeast Asia and Americas regions, load factors were up 7.4%p and 8%p respectively despite the seasonal slowdown in cargo demand. China, on the other hand, posted FTK increase of 58.6%, thanks to the heavy shipment of garments and exports. Likewise, Europe also recorded 6.3% yoy increase in FTK during the month due to the rise in outbound shipments from Korea and China.



Company Highlights

Korean Air has introduced its first fully equipped aircraft with Audio Visual on Demand(AVOD) for all three classes of service, inflight internet options, new comfortable seats, and new interior environment. The new incoming aircraft this year will be fully equipped and the first to enter the service is a B777-200ER, which was added to the Incheon-New York flight in August. Korean Air plans to fully equip its aircraft to be used on all mid to long haul routes. By the end of this year, currently operating aircraft including five B747-400s and two B777s will be in service and by 2007, all B747 and B777 to be used on long haul fleets will be equipped with this service.

August 2005 Traffic Data

Passenger		ASK (in million)			RPK (in million)			L/F		
		2005	2004	Change	2005	2004	Change	2005	2004	Change
August	Domestic	524.4	593.9	-11.7%	395.3	378.7	4.4%	75.4%	63.8%	11.6%p
	Japan	417.0	361.2	15.4%	324.1	298.5	8.6%	77.7%	82.6%	-4.9%p
	China	337.4	324.9	3.8%	262.7	243.0	8.1%	77.9%	74.8%	3.1%p
	S.E Asia	886.4	788.4	12.4%	703.8	582.3	20.9%	79.4%	73.9%	5.5%p
	Oceania	553.8	577.7	-4.1%	452.0	407.5	10.9%	81.6%	70.5%	11.1%p
	Americas	2,593.0	2,437.7	6.4%	2,135.5	2,033.7	5.0%	82.4%	83.4%	-1.1%p
	Europe	1,133.2	1,082.1	4.7%	818.0	711.4	15.0%	72.2%	65.7%	6.4%p
	Int'l Total	5,920.8	5,572.0	6.3%	4,696.0	4,276.3	9.8%	79.3%	76.7%	2.6%p
	Total	6,445.2	6,165.9	4.5%	5,091.3	4,655.1	9.4%	79.0%	75.5%	3.5%p
Year to Date	Domestic	3,943.9	4,446.7	-11.3%	2,537.6	2,722.7	-6.8%	64.3%	61.2%	3.1%p
	Japan	2,932.9	2,631.1	11.5%	2,096.1	1,952.0	7.4%	71.5%	74.2%	-2.7%p
	China	2,418.1	2,115.6	14.3%	1,718.7	1,441.6	19.2%	71.1%	68.1%	2.9%p
	S.E Asia	6,565.2	6,030.7	8.9%	4,564.1	4,253.3	7.3%	69.5%	70.5%	-1.0%p
	Oceania	4,421.2	4,873.8	-9.3%	3,268.6	3,263.4	0.2%	73.9%	67.0%	7.0%p
	Americas	17,694.3	16,220.8	9.1%	13,546.1	12,716.0	6.5%	76.6%	78.4%	-1.8%p
	Europe	7,940.2	6,688.0	18.7%	5,414.2	4,645.2	16.6%	68.2%	69.5%	-1.3%p
	Int'l Total	41,971.8	38,559.8	8.8%	30,607.7	28,271.6	8.3%	72.9%	73.3%	-0.4%p
	Total	45,915.7	43,006.5	6.8%	33,145.3	30,994.3	6.9%	72.2%	72.1%	0.1%p

Cargo		AFTK (in million)			FTK (in million)			L/F		
		2005	2004	Change	2005	2004	Change	2005	2004	Change
August	Domestic	10.5	17.5	-40.0%	6.9	7.2	-4.1%	66.0%	41.3%	24.7%p
	Japan	19.0	18.0	5.3%	11.5	11.7	-2.2%	60.5%	65.2%	-4.7%p
	China	45.5	32.5	39.9%	31.6	19.9	58.6%	69.5%	61.3%	8.2%p
	S.E Asia	102.6	129.4	-20.7%	79.6	90.8	-12.4%	77.6%	70.2%	7.4%p
	Oceania	18.9	19.9	-5.0%	10.1	11.2	-9.4%	53.4%	56.0%	-2.6%p
	Americas	432.7	502.9	-14.0%	336.6	350.9	-4.1%	77.8%	69.8%	8.0%p
	Europe	248.9	256.9	-3.1%	193.7	182.2	6.3%	77.8%	70.9%	6.9%p
	Int'l Total	867.5	959.6	-9.6%	663.1	666.8	-0.6%	76.4%	69.5%	6.9%p
	Total	878.0	977.1	-10.1%	670.0	674.0	-0.6%	76.3%	69.0%	7.3%p
Year to Date	Domestic	113.2	140.1	-19.2%	62.0	70.4	-12.0%	54.8%	50.3%	4.5%p
	Japan	142.3	136.6	4.2%	97.1	100.9	-3.8%	68.2%	73.8%	-5.6%p
	China	339.6	213.3	59.2%	228.5	157.6	45.0%	67.3%	73.9%	-6.6%p
	S.E Asia	826.2	984.0	-16.0%	598.6	771.6	-22.4%	72.4%	78.4%	-6.0%p
	Oceania	148.5	157.4	-5.7%	78.9	96.3	-18.0%	53.2%	61.2%	-8.0%p
	Americas	3,439.7	3,751.7	-8.3%	2,618.1	2,855.3	-8.3%	76.1%	76.1%	0.0%p
	Europe	2,103.0	1,768.0	18.9%	1,652.8	1,388.6	19.0%	78.6%	78.5%	0.1%p
	Int'l Total	6,999.3	7,011.2	-0.2%	5,273.9	5,370.4	-1.8%	75.3%	76.6%	-1.2%p
	Total	7,112.6	7,151.3	-0.5%	5,335.9	5,440.8	-1.9%	75.0%	76.1%	-1.1%p

		August			Year to Date		
		2005	2004	Change	2005	2004	Change
Persons Carried	Domestic	1,093,910	1,048,920	4.3%	7,121,125	7,819,482	-8.9%
	International	1,160,668	1,045,358	11.0%	7,562,572	6,883,600	9.9%
	Total	2,254,578	2,094,278	7.7%	14,683,697	14,703,082	-0.1%
Tonnes Carried		163,745	161,154	1.6%	1,297,008	1,317,205	-1.5%

* Above table includes estimated figures and is subject to change

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