



September 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 4.04 billion in August, up 8.3% from 3.73 billion last year on increasing travel demand. The overall load factor also rose by 1.7%p.

By region, domestic traffic, despite a 2.3% cut in capacity, went up by 2.6% yoy resulting in a load factor increase of 3.0%p. International passenger traffic was up 8.8% yoy and showed load factor rise of 1.5%p on strong international travel demand during the month. China, Southeast Asia, and Americas regions in particular showed double-digit growth rates over the same period in 2004.



Cargo

Cargo filled 76.6% of available space in September, up 3.7%p from a year ago on account of a 8.2% capacity reduction despite the decrease in traffic of 3.5%. By region, FTK for Americas and Japan was down by 10.4% and 7.4% as relatively weak demand compared with those of last year. China and Europe, on the other hand, posted FTK increase of 29.2% and 7.3% respectively.

A new Boeing 747-400ERF, which will be introduced in October, is expected to cover the peak season demand of the coming 4th quarter.



Company Highlights

Korean Air has signed a \$200 million contract with The Boeing Company to manufacture wingtips for the 787 Dreamliner aircraft. This is the first time for a Korean carrier to be one of the lead companies in the joint development and manufacturing of an aircraft. Korean Air is one of seven global partners jointly developing the B787 structure. The other partners are Vought and Spirit (U.S.), Alenia (Italy), Kawasaki Heavy Industries/Fuji Heavy Industries/ Mitsubishi Heavy Industries (Japan). Korean Air has signed agreements with its partners for fuselage and wingtip parts development totaling approximately \$1.5 billion.

September 2005 Traffic Data

Passenger		ASK (in million)			RPK (in million)			L/F		
		2005	2004	Change	2005	2004	Change	2005	2004	Change
September	Domestic	463.5	474.3	-2.3%	288.5	281.3	2.6%	62.3%	59.3%	3.0%p
	Japan	380.3	330.2	15.1%	264.1	249.6	5.8%	69.4%	75.6%	-6.1%p
	China	299.8	273.2	9.8%	202.4	176.3	14.8%	67.5%	64.6%	3.0%p
	S.E Asia	808.1	741.8	8.9%	514.0	456.9	12.5%	63.6%	61.6%	2.0%p
	Oceania	482.3	519.9	-7.2%	328.2	323.6	1.4%	68.0%	62.3%	5.8%p
	Americas	2,211.8	2,046.5	8.1%	1,657.8	1,503.2	10.3%	75.0%	73.5%	1.5%p
	Europe	1,060.4	1,008.9	5.1%	783.7	736.8	6.4%	73.9%	73.0%	0.9%p
	Int'l Total	5,242.7	4,920.6	6.5%	3,750.2	3,446.6	8.8%	71.5%	70.0%	1.5%p
	Total	5,706.2	5,394.9	5.8%	4,038.7	3,727.8	8.3%	70.8%	69.1%	1.7%p
Year to Date	Domestic	4,407.4	4,921.0	-10.4%	2,826.1	3,003.9	-5.9%	64.1%	61.0%	3.1%p
	Japan	3,313.1	2,961.3	11.9%	2,360.2	2,201.6	7.2%	71.2%	74.3%	-3.1%p
	China	2,718.1	2,388.7	13.8%	1,921.1	1,618.0	18.7%	70.7%	67.7%	2.9%p
	S.E Asia	7,373.3	6,772.5	8.9%	5,078.1	4,710.2	7.8%	68.9%	69.5%	-0.7%p
	Oceania	4,903.5	5,393.7	-9.1%	3,596.8	3,587.0	0.3%	73.4%	66.5%	6.8%p
	Americas	19,906.1	18,267.3	9.0%	15,203.8	14,219.3	6.9%	76.4%	77.8%	-1.5%p
	Europe	9,000.6	7,696.9	16.9%	6,197.9	5,382.0	15.2%	68.9%	69.9%	-1.1%p
	Int'l Total	47,214.8	43,480.4	8.6%	34,357.9	31,718.1	8.3%	72.8%	72.9%	-0.2%p
	Total	51,622.1	48,401.5	6.7%	37,184.1	34,722.1	7.1%	72.0%	71.7%	0.3%p

Cargo		AFTK (in million)			FTK (in million)			L/F		
		2005	2004	Change	2005	2004	Change	2005	2004	Change
September	Domestic	14.0	14.7	-4.9%	8.3	8.5	-2.8%	59.5%	58.2%	1.3%p
	Japan	17.2	18.1	-4.5%	12.5	13.5	-7.4%	72.3%	74.5%	-2.2%p
	China	40.0	29.2	36.8%	29.0	22.5	29.2%	72.5%	76.8%	-4.3%p
	S.E Asia	102.0	118.0	-13.6%	83.7	89.3	-6.4%	82.0%	75.7%	6.3%p
	Oceania	17.3	17.4	-0.3%	10.6	10.6	-0.2%	61.1%	61.1%	0.0%p
	Americas	420.3	504.0	-16.6%	328.6	366.6	-10.4%	78.2%	72.7%	5.4%p
	Europe	271.5	260.1	4.4%	203.6	189.8	7.3%	75.0%	73.0%	2.0%p
	Int'l Total	868.3	946.7	-8.3%	667.9	692.2	-3.5%	76.9%	73.1%	3.8%p
	Total	882.3	961.4	-8.2%	676.2	700.8	-3.5%	76.6%	72.9%	3.7%p
Year to Date	Domestic	131.3	154.8	-15.2%	70.3	79.0	-11.0%	53.5%	51.0%	2.5%p
	Japan	159.0	154.7	2.8%	109.5	114.3	-4.2%	68.9%	73.9%	-5.0%p
	China	379.6	242.6	56.5%	257.5	180.0	43.1%	67.9%	74.2%	-6.4%p
	S.E Asia	928.6	1,102.0	-15.7%	682.2	861.0	-20.8%	73.5%	78.1%	-4.7%p
	Oceania	165.8	174.8	-5.2%	89.5	106.9	-16.3%	54.0%	61.2%	-7.2%p
	Americas	3,882.7	4,255.7	-8.8%	2,946.8	3,221.9	-8.5%	75.9%	75.7%	0.2%p
	Europe	2,385.7	2,028.1	17.6%	1,856.3	1,578.4	17.6%	77.8%	77.8%	0.0%p
	Int'l Total	7,901.3	7,957.9	-0.7%	5,941.8	6,062.6	-2.0%	75.2%	76.2%	-1.0%p
	Total	8,032.6	8,112.6	-1.0%	6,012.1	6,141.6	-2.1%	74.8%	75.7%	-0.9%p

		September			Year to Date		
		2005	2004	Change	2005	2004	Change
Persons Carried	Domestic	817,315	797,015	2.5%	7,938,440	8,616,497	-7.9%
	International	918,048	843,926	8.8%	8,480,620	7,727,526	9.7%
	Total	1,735,363	1,640,941	5.8%	16,419,060	16,344,023	0.5%
Tonnes Carried		168,736	171,354	-1.5%	1,465,744	1,488,560	-1.5%

* Above table includes estimated figures and is subject to change

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