

NBTA Business Travel Financial Forum

“A Wall Street Perspective”

Michael J. Linenberg
Managing Director

Airline Industry Update

March 30, 2009

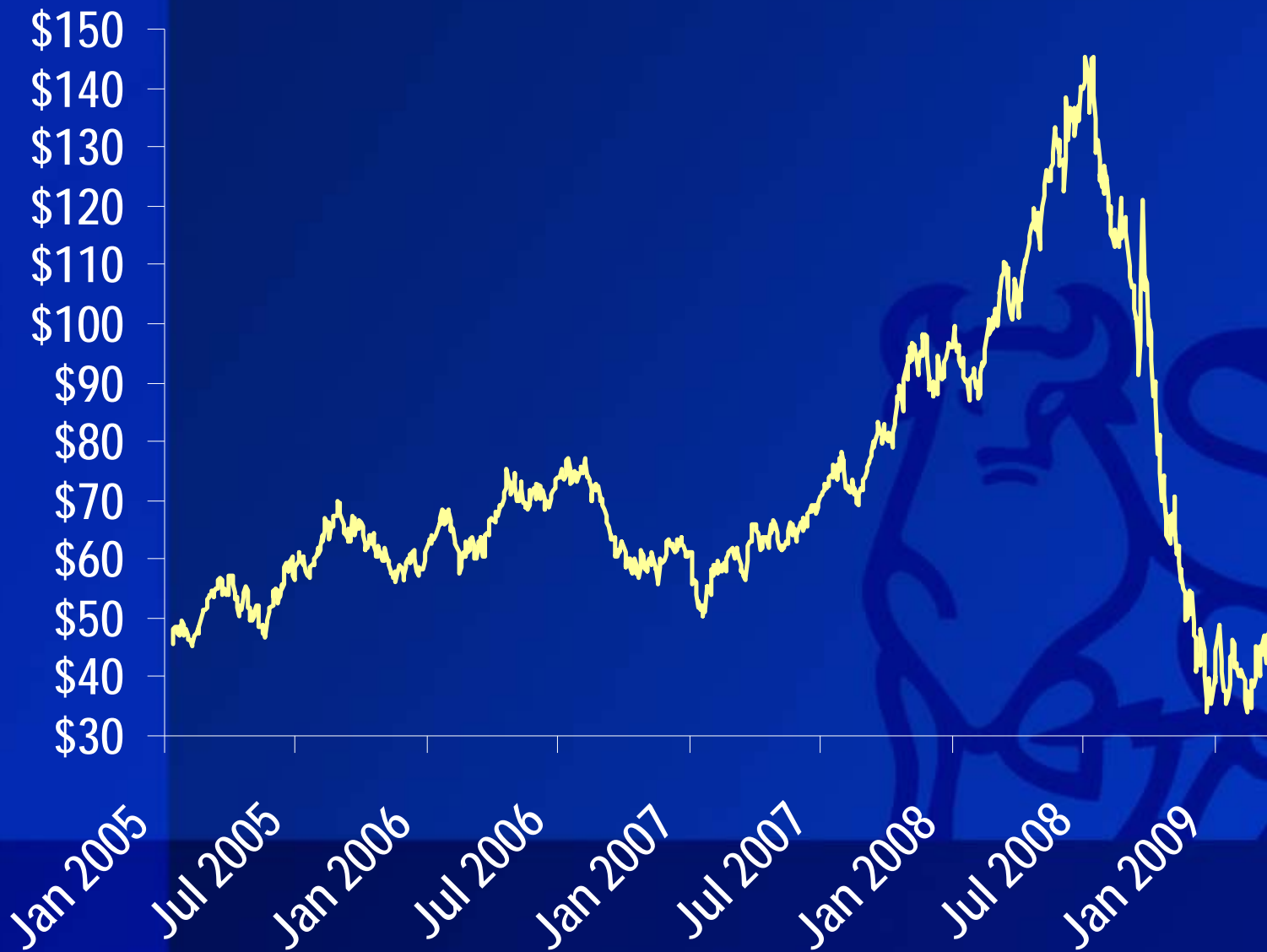
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Crude Oil Prices

January 2005 – Present

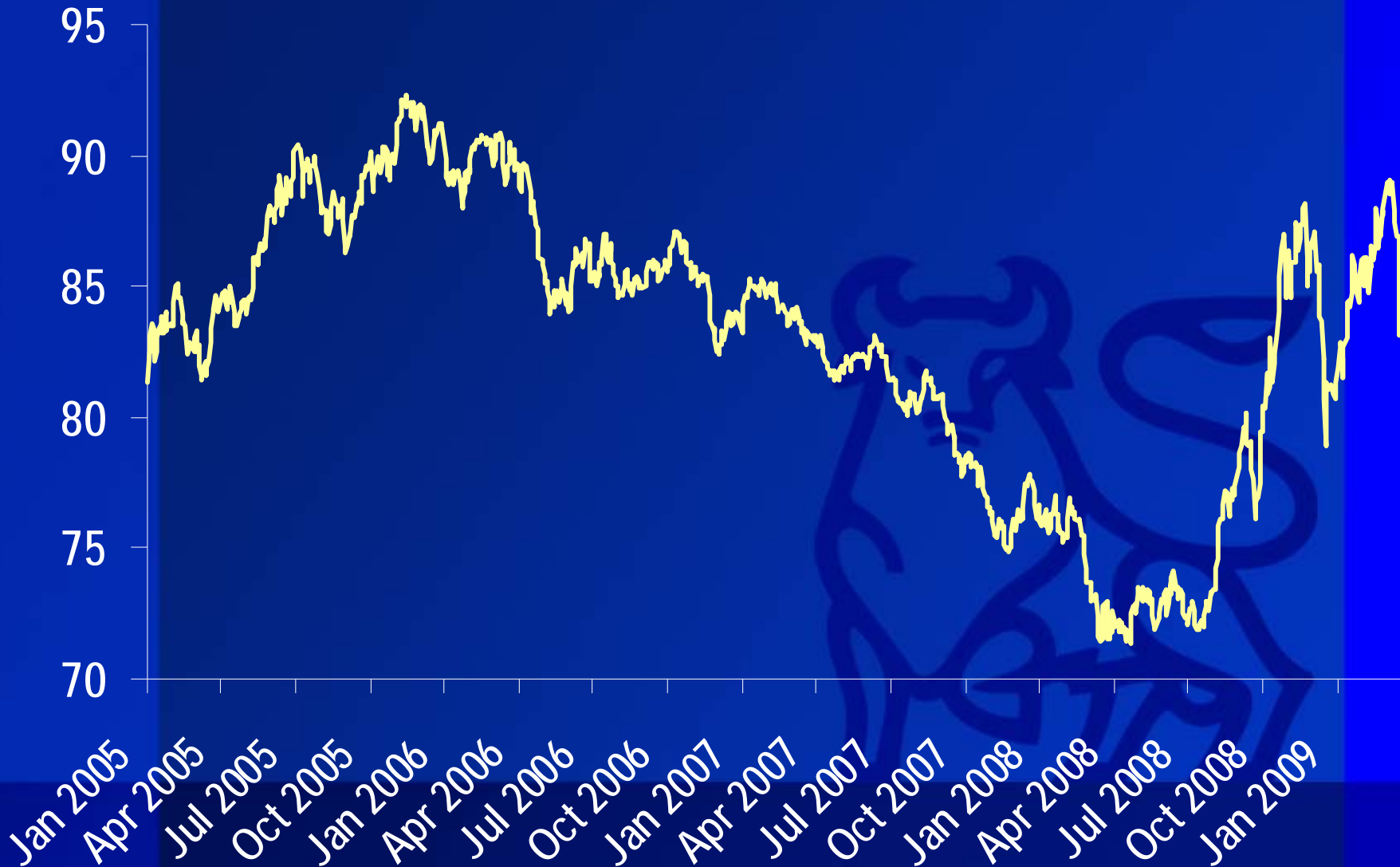


Note: WTI crude represents closing prices for the first nearby contract.

Sources: BAS-ML Airline Research and Bloomberg.

US Dollar Index

January 2005 – Present

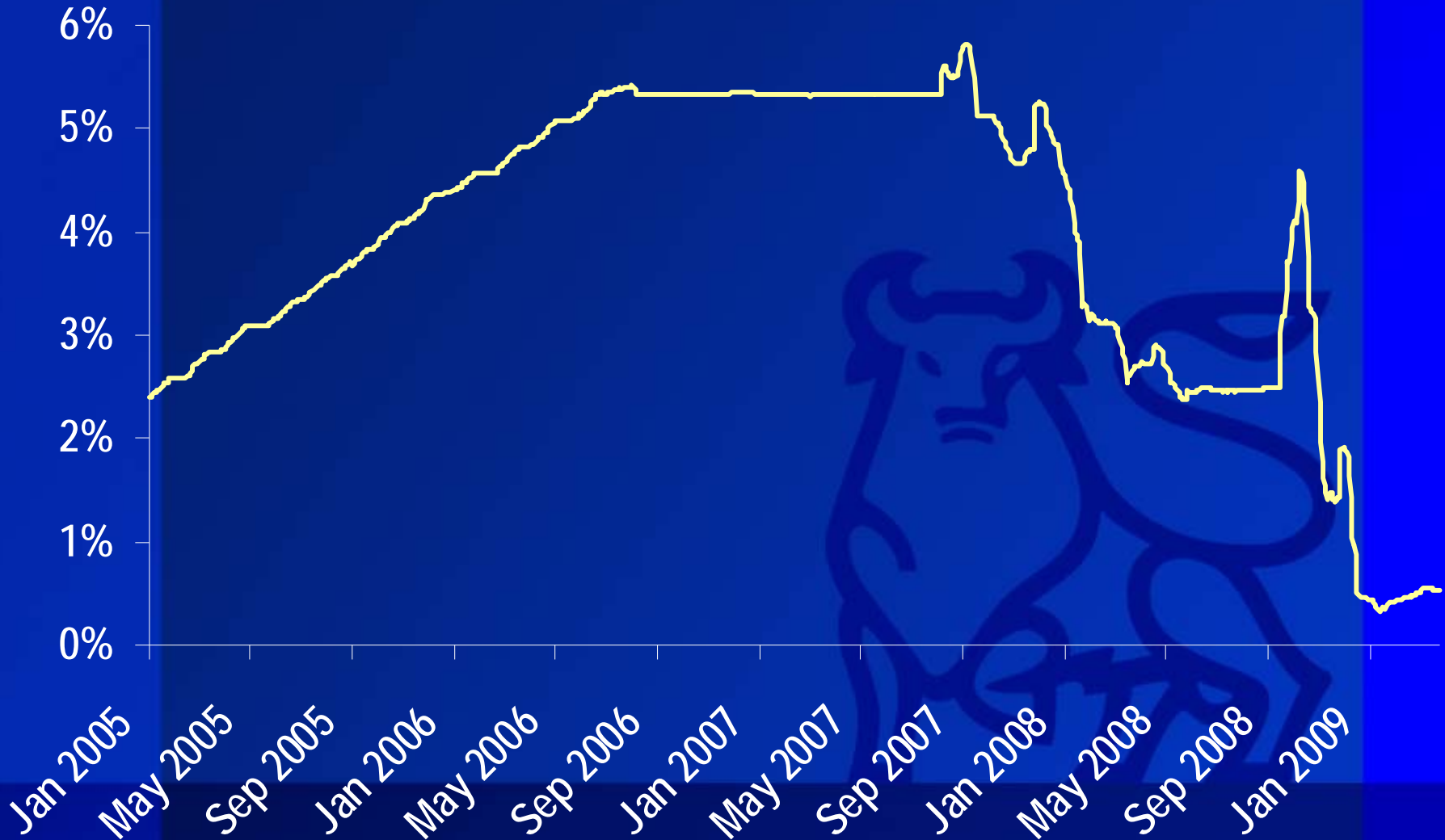


Note: The US Dollar Index indicates the general international value of the USD. The USDX is the average of the exchange rates between the USD and 6 major world currencies.

Sources: BAS - ML Airline Research and Reuters.

1 Month LIBOR

January 2005 – Present



Merrill Lynch's High Yield Index

January 2005 – Present



Note: Merrill Lynch's US High Yield Master II Index (H0A0) comprised of 1,730 issues as of 3/26/2009.
Sources: BAS -ML Airline Research and Bloomberg.

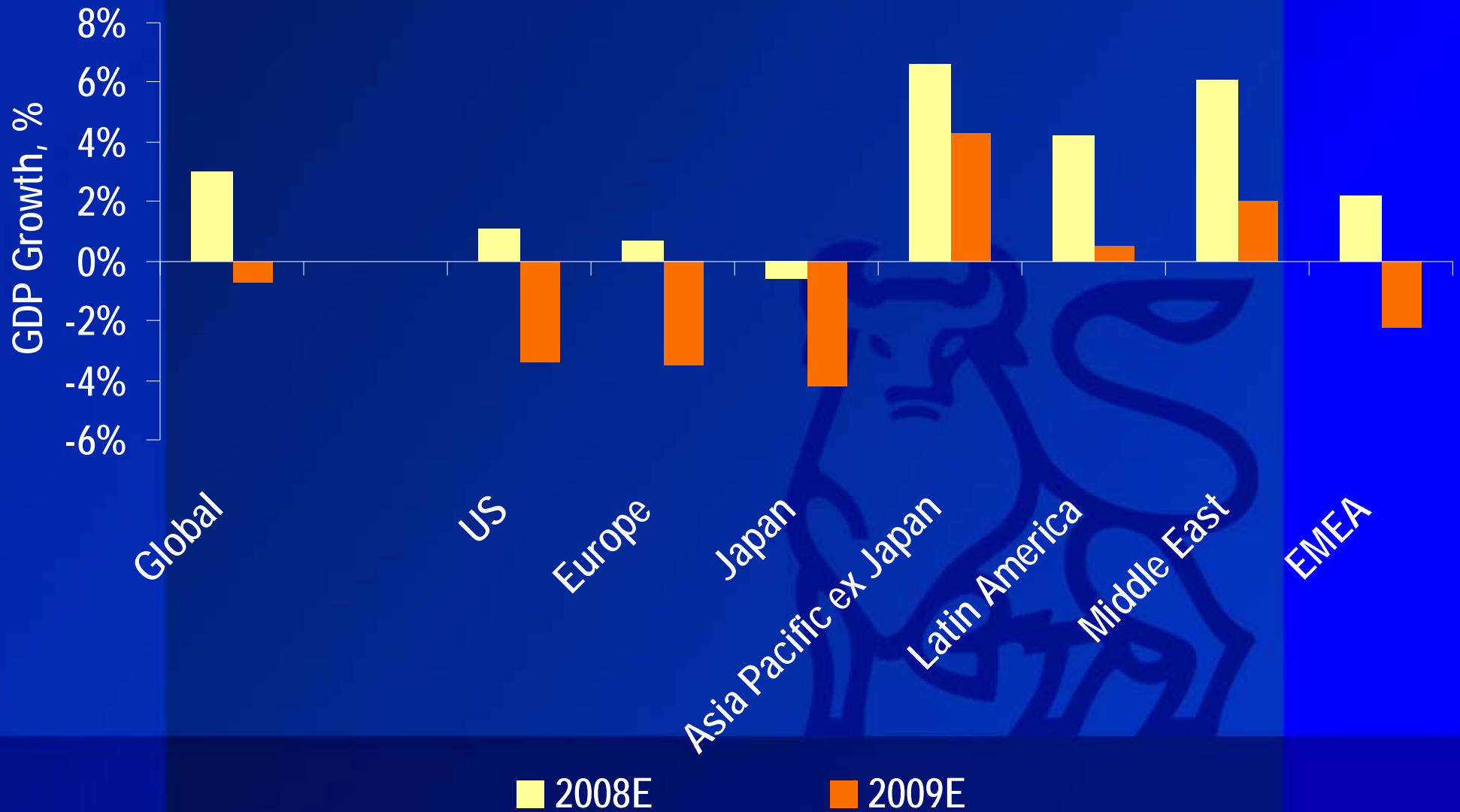
World Market Cap

January 2005 – Present

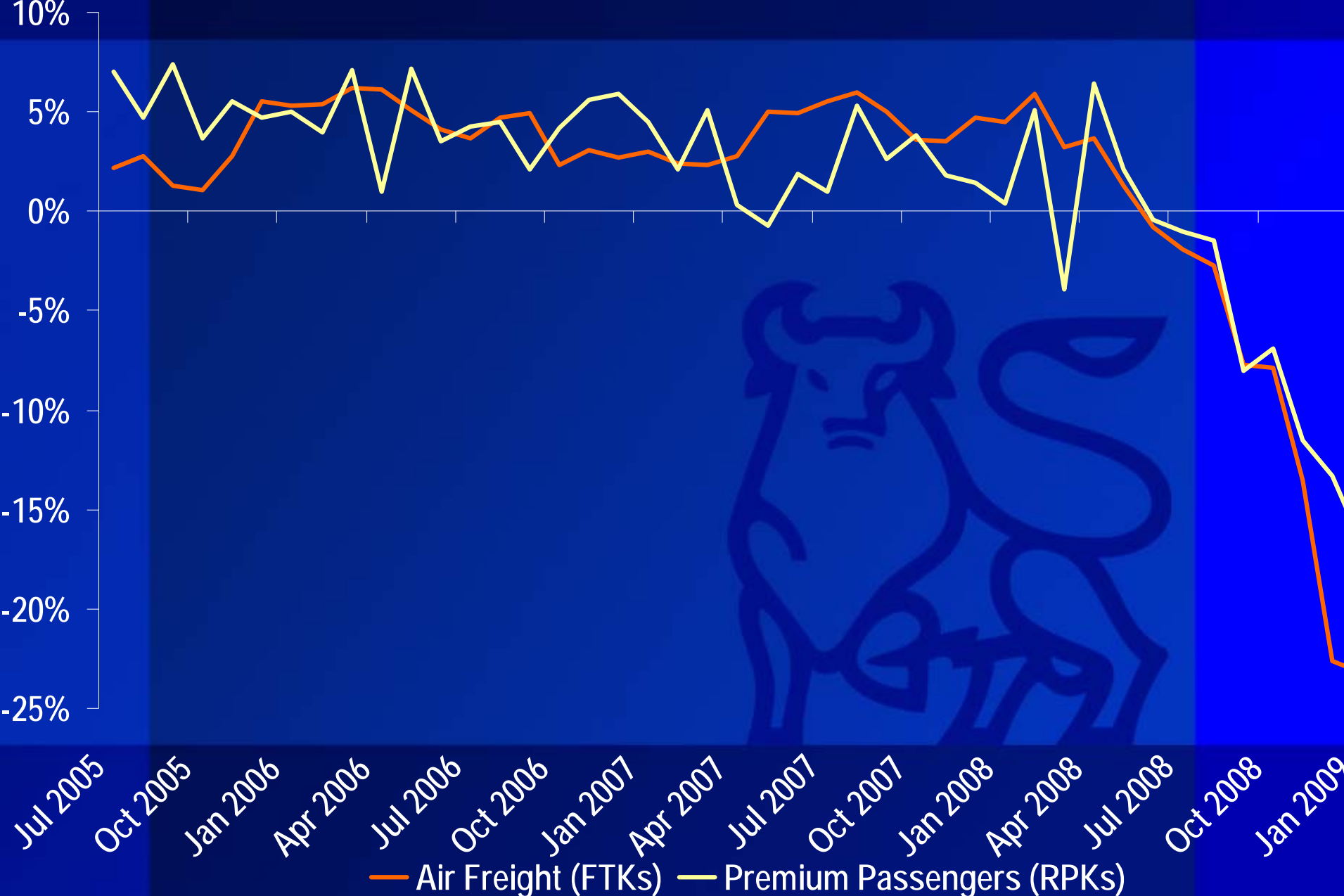


Sources: BAS - ML Airline Research and Bloomberg.

BAS-ML GDP Growth Forecasts



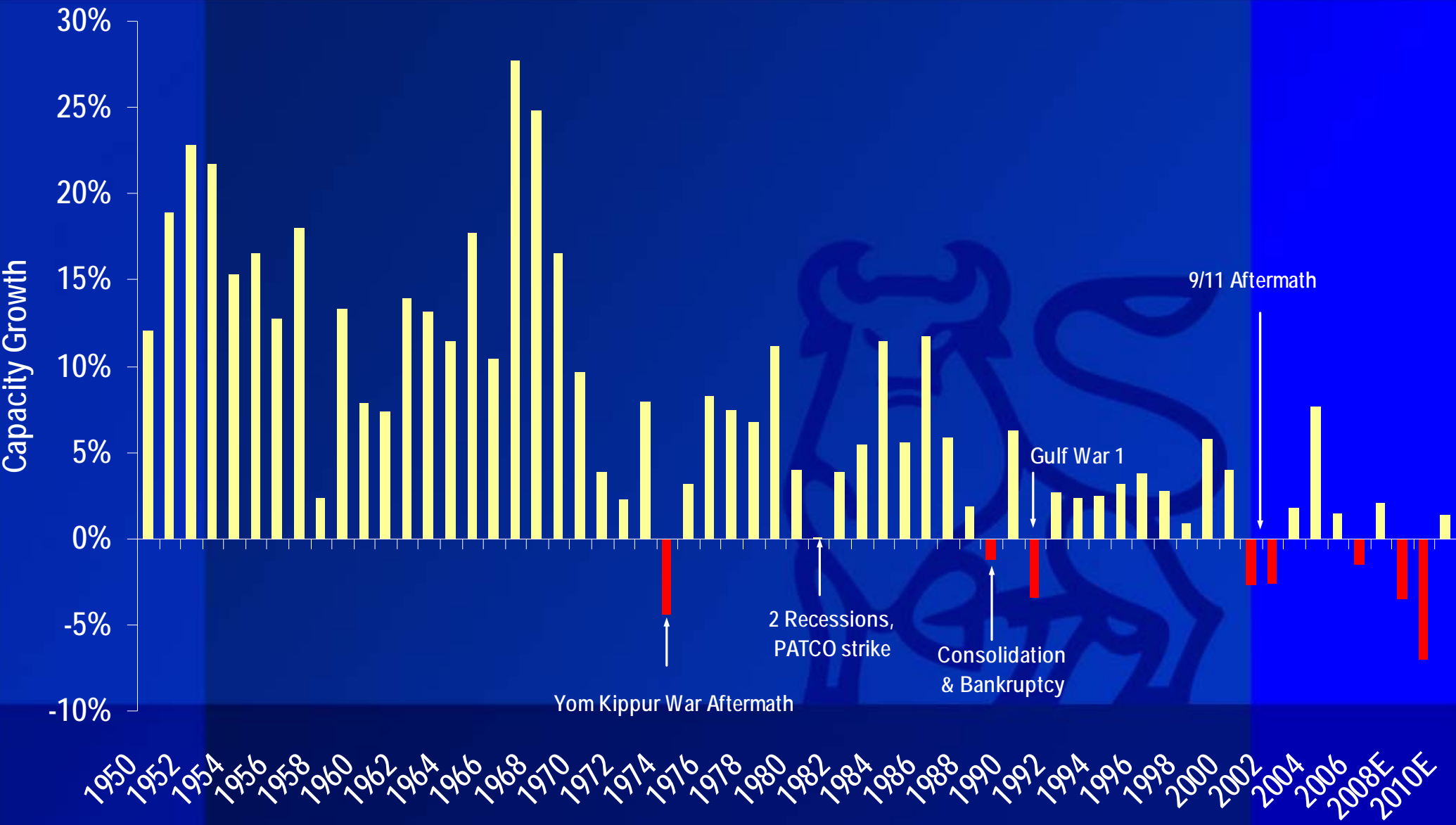
Air Freight and Premium Travel



Source: IATA

Domestic Capacity Growth

Industry Domestic Capacity Growth 1950 – 2010E



Sources: BAS - ML Airline Research and Air Transport Association.

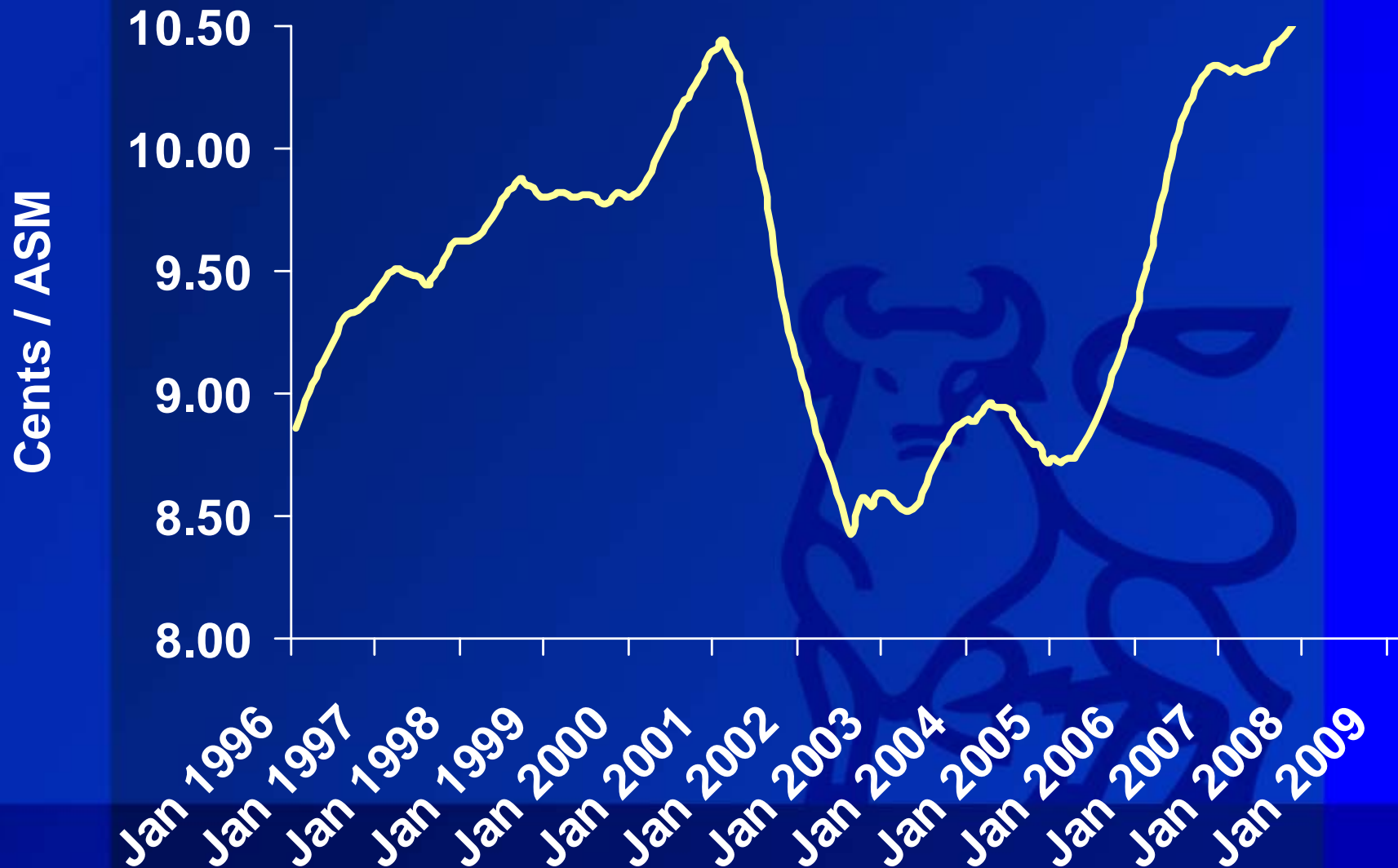
IATA Industry Loss Forecast



Source: IATA

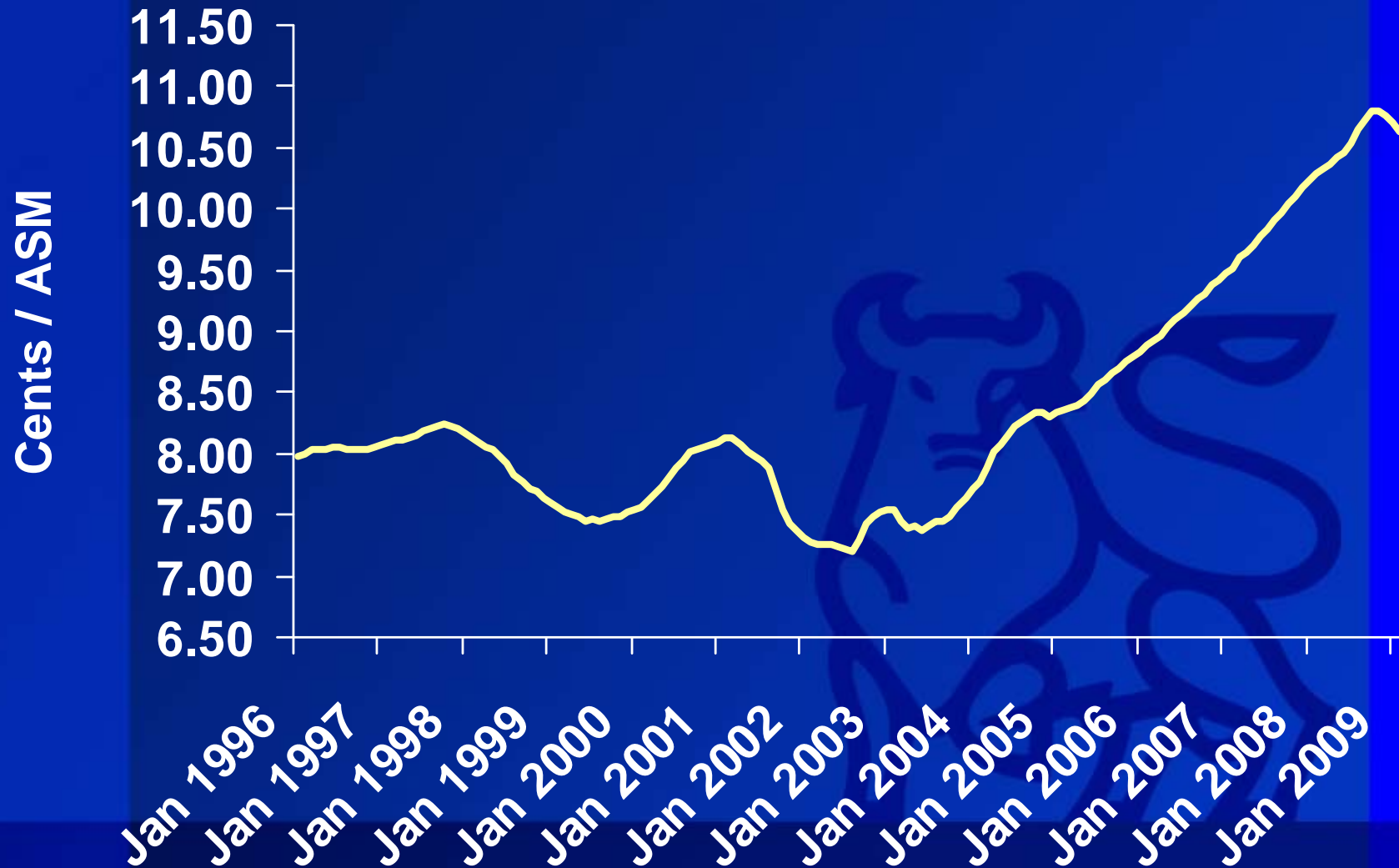
Domestic RASM

12 Months Ended February 2009



International RASM

12 Months Ended February 2009



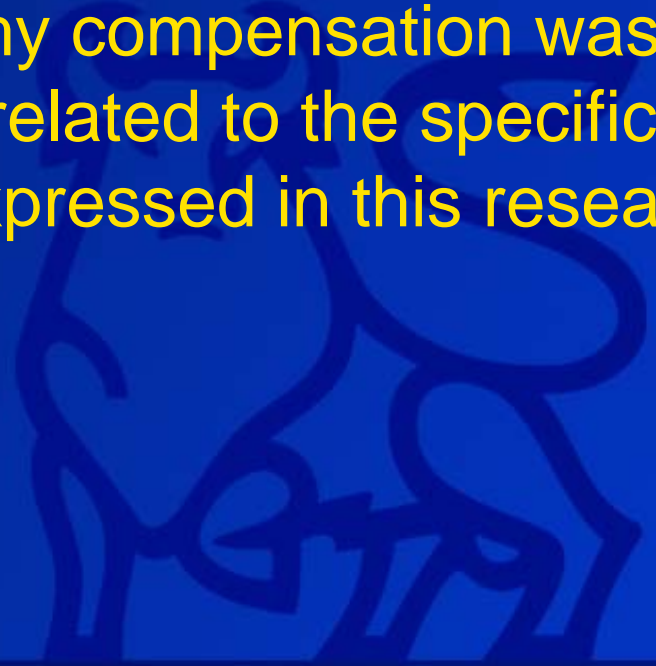
Concerns / Risks for Investors

- Macroeconomic
- Competition
- Regulatory
- Infrastructure
- Safety / Security
- Transparency
- Labor
- Liquidity



Analyst Certification

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