

MAJOR UNITED KINGDOM AIRLINES - PROFIT AND LOSS

Table 2.3

ACCOUNT SUMMARY 1998-1999

(£ Million)

	1998			1999		
	Total	British Airways	Other UK Airlines (a)(b)	Total	British Airways	Other UK Airlines (b)(c)
<b>REVENUES</b>						
1 Scheduled Passenger (a) First Class						
(b) Normal Economy	9 226.9	6 732.1	2 494.7	9 276.8	6 600.2	2 676.6
(c) Other Scheduled Service Pax						
2 Scheduled Excess Baggage	27.5	22.1	5.3	25.3	21.6	3.7
3 Scheduled Freight and Diplomatic bags	106.0	-	106.0	128.0	-	128.0
4 Scheduled and Non-scheduled Mail	552.4	550.5	2.0	562.0	543.8	18.3
5 Non-scheduled flights (a) Inclusive Tours						
(b) ABC other than part charter						
(c) Cargo	2 595.0	17.6	2 577.4	2 808.2	20.3	2 787.9
(d) Other						
6 Incidental Revenue	228.5	17.2	211.3	307.5	24.9	282.5
<b>7 Total Operating Revenues</b>	<b>12 736.3</b>	<b>7 339.5</b>	<b>5 396.8</b>	<b>13 107.8</b>	<b>7 210.8</b>	<b>5 897.0</b>
<b>EXPENSES</b>						
8 Flight crew salaries						
9 Flight crew allowances and expenses	1 103.4	624.4	479.0	1 218.0	640.1	577.9
10 Cabin crew salaries (including training)						
11 Cabin crew allowances and expenses	246.9	215.9	30.9	264.9	226.9	38.0
12 Aircraft fuel and oil	1 064.5	558.6	505.9	1 439.0	820.5	618.5
13 Flight equipment insurance and uninsured losses	25.3	3.7	21.6	38.3	6.3	32.1
14 Rental of flight equipment	1 175.0	423.2	751.9	1 306.7	513.0	793.8
15 Flight crew training (when not amortised)	40.4	8.9	31.6	70.7	6.6	64.1
16 Flight crew expenses other than items 8-15	106.2	-	106.2	92.1	-	92.1
17 Maintenance and overhaul (a) Fixed	1 044.5	770.2	274.3	1 046.6	703.8	342.8
(b) Variable	257.1	-	257.1	273.0	-	273.0
18 Depreciation of aircraft fleet (including spares)	619.8	499.6	120.2	650.3	507.6	142.7
19 Depreciation of ground property and equipment	131.4	94.6	36.8	152.9	111.4	41.5
20 Amortisation of development and pre-operating costs	3.4	-	3.4	(2.3)	-	(2.3)
21 Flight crew training (when amortised)	5.6	-	5.6	1.2	-	1.2
22 Landing and departure fees	392.9	176.6	216.3	420.8	181.4	239.4
23 En-route and other Navigation service charges	603.4	286.6	316.9	605.0	273.5	331.6
24 Handling charges and parking fees	590.2	207.1	383.1	595.1	212.0	383.1
25 Station costs	466.7	374.4	92.3	532.6	369.5	163.0
26 Passenger services (a) Fixed	481.1	391.3	89.8	432.2	420.8	11.4
(b) Variable	239.3	-	239.3	299.0	-	299.0
27 Passenger embarkation fees	488.3	158.4	330.0	382.2	91.8	290.4
28 Passenger insurance	36.5	29.0	7.5	32.9	26.8	6.1
29 Sales	137.2	112.7	24.5	143.3	115.4	27.9
30 Reservations	58.8	-	58.8	64.5	-	64.5
31 Advertising and promotion	498.4	413.1	85.3	504.4	398.5	106.0
32 Commission	1 029.8	847.4	182.4	1 008.5	824.9	183.6
33 General and administrative	763.9	373.9	390.0	771.3	343.6	427.7
34 Specific cargo costs	349.4	309.0	40.5	329.3	305.3	24.0
35 Other operating expenses	10.7	-	10.7	107.1	14.6	92.5
<b>36 Total Operating Expenses</b>	<b>11 970.4</b>	<b>6 878.4</b>	<b>5 092.0</b>	<b>12 779.6</b>	<b>7 114.3</b>	<b>5 665.3</b>
<b>37 Operating Profit (or Loss)</b>	<b>765.9</b>	<b>461.1</b>	<b>304.8</b>	<b>328.1</b>	<b>96.4</b>	<b>231.7</b>
38 Profit or Loss on disposal of fixed assets	52.2	49.4	2.8	285.5	254.7	30.8
39 Interest payable less receivable (Net)	(371.9)	(396.6)	24.7	(432.9)	(431.0)	(2.0)
40 Direct subsidies from public funds	-	-	-	-	-	-
41 Other payments from public funds	-	-	-	-	-	-
42 Dividends receivable	6.0	6.0	-	280.0	280.0	-
43 Other non-operating items	(58.0)	(56.1)	(1.9)	(1.6)	(0.4)	(1.1)
<b>44 Non-Operating Items (Net)</b>	<b>(394.6)</b>	<b>(397.3)</b>	<b>2.7</b>	<b>131.0</b>	<b>103.3</b>	<b>27.7</b>
<b>45 Profit or Loss (-) before Taxation</b>	<b>371.3</b>	<b>63.8</b>	<b>307.5</b>	<b>459.1</b>	<b>199.8</b>	<b>259.4</b>

(a) Airline Management Ltd, ceased operations November 1998.

(b) British Midland Airways includes British Midland Commuter results.

(c) JMC Airlines financial report covers a 14 month period.