TRAFFIC DEVELOPMENT

The total number of passengers flown in July 2010 was 1,322,695 compared to 1,048,684 last year, an increase of 274,011 passengers (26%).

Compared to the same period last year:
- Total passenger traffic (RPK) increased by 30%
- Total capacity (ASK) increased by 34%
- The load factor was 85%, down 3 p.p.

The increase in passenger traffic, production and passengers is related to the Group’s expansion in established markets and to the introduction of new routes from August 2009 to July 2010, as well as adjustments to production capacity.

Compared to the same period last year the Group has a significantly larger operation across all three Scandinavian countries.

The average flying distance for the Group increased by 3% in July compared to the same period last year.

PASSENGER REVENUES

The unit revenue (RASK) is estimated at 0.46 for the period (-12%). Approximately 1/3 of the y.o.y. RASK decrease is related to the introduction 11 new Boeing 737-800 aircraft with higher capacity and lower unit cost since July 2009.

OPERATING PERFORMANCE

In July the Group operated 99.7% of its scheduled flights, whereof 79.2% departed on time.

Punctuality was influenced by industrial actions by air traffic controllers in Greece and France, as well as heavy slot delays in Northern Spain, France, Greece and Croatia due to congested airspace.

HEDGE POSITIONS

The Group has not entered into new term contracts during the period. By the end of July the Group estimates a quarter-to-date loss of approximately MNOK 13 related to the hedge positions.

The Group has future term contracts for Jet Fuel and currency as set out in the table to the right.