

Swiss International Air Lines (Group), Basel
Consolidated income statement for the 1st quarter, unaudited

in CHF million	1 st Quarter 2004	1 st Quarter 2003
Revenue from scheduled services	688	880
Revenue from cargo services	109	130
Revenue from charter services	12	22
Revenue from other operations	10	12
Total revenue	819	1 044
Other operating income	27	22
Total income from operating activities	846	1 066
Cost of materials	-234	-348
Cost of services	-305	-415
Personnel expenses	-202	-270
Depreciation and amortisation	-72	-58
Other operating expenses	-102	-174
Operating result (EBIT)	-69	-199
Income from associates	0	0
Financial expenses	-13	-12
Financial income	5	12
Loss before tax (EBT)	-77	-199
Income taxes	-1	-1
Loss after tax	-78	-200
Minority interest	0	0
Net loss for the period	-78	-200
in CHF		
Earnings per share (EPS)	-1.48	-3.81

Year-on-year comparability: Revenue and income results for the first quarter of 2004 are only comparable with their prior-year equivalents to a limited degree, because SWISS effected a radical corporate restructuring in the second half of 2003 which included a substantial downsizing of the company's route network. In view of the reduced business volumes and the substantial cost economies achieved in the company's flight operations and administrative areas, first-quarter cost comparisons are of similarly negligible value.

Swiss International Air Lines (Group), Basel
Consolidated balance sheet, unaudited

in CHF million	At March 31, 2004	At December 31, 2003
Cash and cash equivalents	414	503
Fixed-term deposits (3-12 months)	5	0
Derivative assets	9	52
Trade receivables	404	362
Other receivables	160	163
Inventories	31	33
Prepaid expenses and accrued income	27	34
Current assets	1 050	1 147
Aircraft fleet	2 217	2 247
Property, plant and equipment	238	246
Intangible assets	21	19
Investments in associates	6	6
Loans and other investments	209	208
Deferred tax assets	1	1
Non-current assets	2 692	2 727
Total assets	3 742	3 874
Trade payables	248	277
Interest-bearing liabilities	281	286
Derivative liabilities	2	20
Other payables	58	54
Unearned transportation revenue	529	519
Accrued expenses and prepaid income	379	345
Current liabilities	1 497	1 501
Interest-bearing liabilities	903	920
Employee benefit obligations	19	19
Provisions	380	406
Non-current liabilities	1 302	1 345
Total liabilities	2 799	2 846
Minority interest	6	6
Share capital	1 685	1 685
Treasury shares	0	0
Reserves	-748	-663
Total shareholders' equity	937	1 022
Total shareholders' equity and liabilities	3 742	3 874

Swiss International Air Lines (Group), Basel
Consolidated cash flow statement for the 1st quarter, condensed and unaudited

in CHF million	1 st Quarter 2004	1 st Quarter 2003
Net loss for the period	-78	-200
Adjustments for income and expenses not involving the movement of funds	83	58
Changes in net working capital (other than cash and cash equivalents)	-10	-55
Net cash used in operating activities	-5	-197
Net cash used in investing activities	-40	-43
Net cash used in financing activities	-45	-51
Increase/(decrease) in cash and cash equivalents	-90	-291
Effect of exchange-rate differences	1	2
Cash and cash equivalents at January 1	503	1 128
Cash and cash equivalents at March 31	414	835
Cash and cash equivalents comprise cash on hand, postal and bank account balances and short-term deposits with an original maturity of up to 90 days.		