

Q1 – Q3 Results 2004



Basel, November 16, 2004



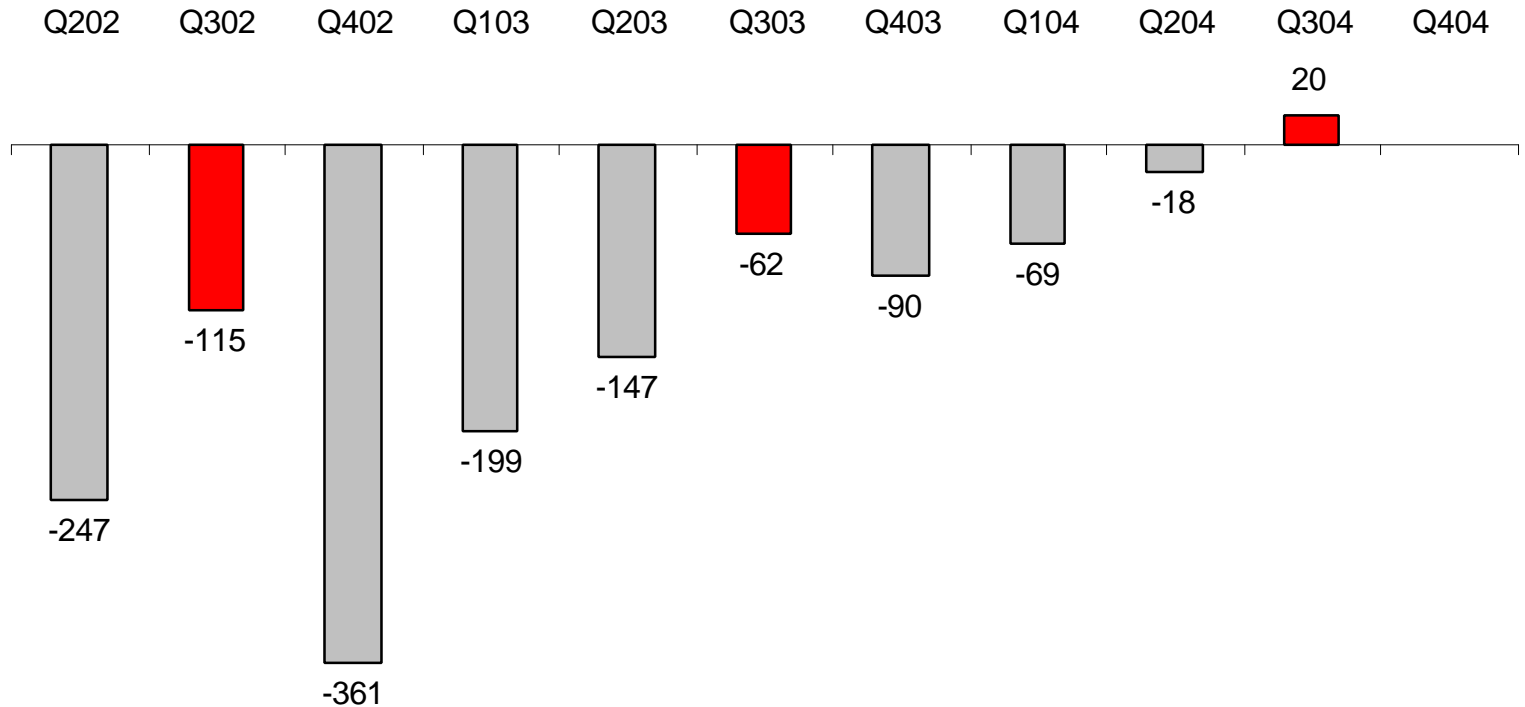
Highlights Q3 and first nine months

- Q3: profit from operating activities (EBIT): CHF 20 million.
- Jan-Sep: profit from operating activities (EBIT): CHF 1 million.
- SWISS generated cash at the operating level.
- Jan-Sep: increase in seat load factor (Europe and Intercontinental), increase in yield (Intercontinental).
- Jan-Sep: cost reduction (-23%) exceeded capacity cuts (-20%).
- Jan-Sep: additional costs through fuel price rises: CHF 64 million.
- Positive Jan-Sep cargo trends:
cargo load factor 85.8%, up 2.2 percentage points.
- Secured credit facility concluded.
- Stable schedules: 70 worldwide destinations in Winter 04/05.
- Standardised Airbus medium and long-haul fleet (after phase-out of last MD-11).



SWISS has markedly improved the operating result

EBIT (before restructuring costs) CHFM



Q2 2004 excludes the one off gains from the HOLCO legal case of CHFM 68



Large improvements in EBIT over the prior year

Profit & Loss Account (in CHFM)	First 9m 2004	First 9m 2003
Total income from operating activities	2'695	3'174
Operating Costs	2'694	3'582
EBIT	1	-408
Net Income before restructuring costs	-17	-609



The Third Quarter 2004 shows a positive result

Profit & Loss Account (in CHFM)	Q3 2004	Q3 2003
Total income from operating activities	927	1'076
Operating Costs	907	1'138
EBIT	20	-62
Net Income before restructuring costs	16	-276



The Seat Load Factor has increased, but European yields have declined

Europe	Jan-Sep 2003	Jan-Sep 2004	Change
Seat Load Factor	59.0 %	62.1 %	+ 5.3 % (+ 3.1% pts)
Yield [CHF]	0.242	0.229	- 5.2 %

Intercontinental	Jan-Sep 2003	Jan-Sep 2004	Change
Seat Load Factor	77.3 %	80.9 %	+ 4.7 % (+ 3.6% pts)
Yield [CHF]	0.082	0.085	+ 2.9 %



Improvements in costs are in excess of capacity cuts

(First 9m 2004 with change on the same period for 2003 in CHFM)

Available Seat Kilometer

Total Op. Expenses* 2,762

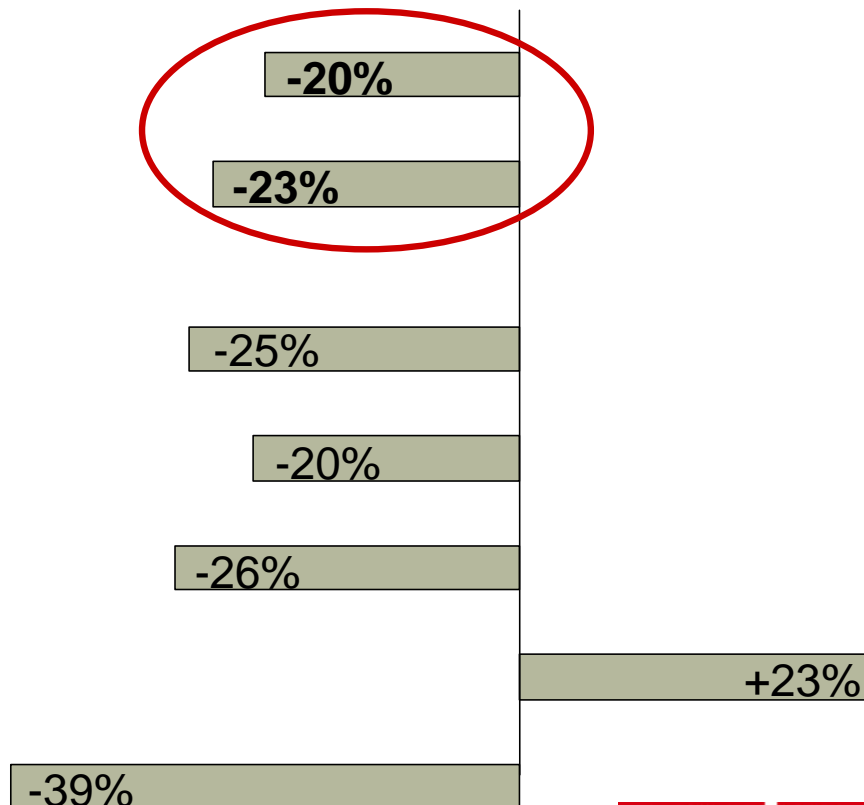
Materials 751

Services 902

Personnel 589

Depreciation 222

Other Ops.* 298



*before onetime positive effect of legal settlement, which reduced the position of other operating expenses by an additional CHFM 68.

SWISS is now generating cash at the operating level

Cash Flow Statement (in CHFM)	First 9m 2004	First 9m 2003
Cash from operating activities	120	-299
Cash from investing activities	-37	-225
Cash from financing activities	-227	30
Net increase or decrease in liquid assets	-144	-494
Exchange rate effects	2	-20
Cash at Sept. 30	361	614



SWISS is now generating cash at the operating level

Cash Flow Statement (in CHFM)	Q3 2004	Q3 2003
Cash from operating activities	127	-62
Cash from investing activities	0	-114
Cash from financing activities	-119	51
Net increase or decrease in liquid assets	8	-125
Exchange rate effects	0	-18
Cash at Sept. 30	361	614



* Including one off gains from the HOLCO legal case of CHFM 68



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