

EL AL

Israel Airlines Ltd.

Q1/07



Statement of Operations for Quarter Q1

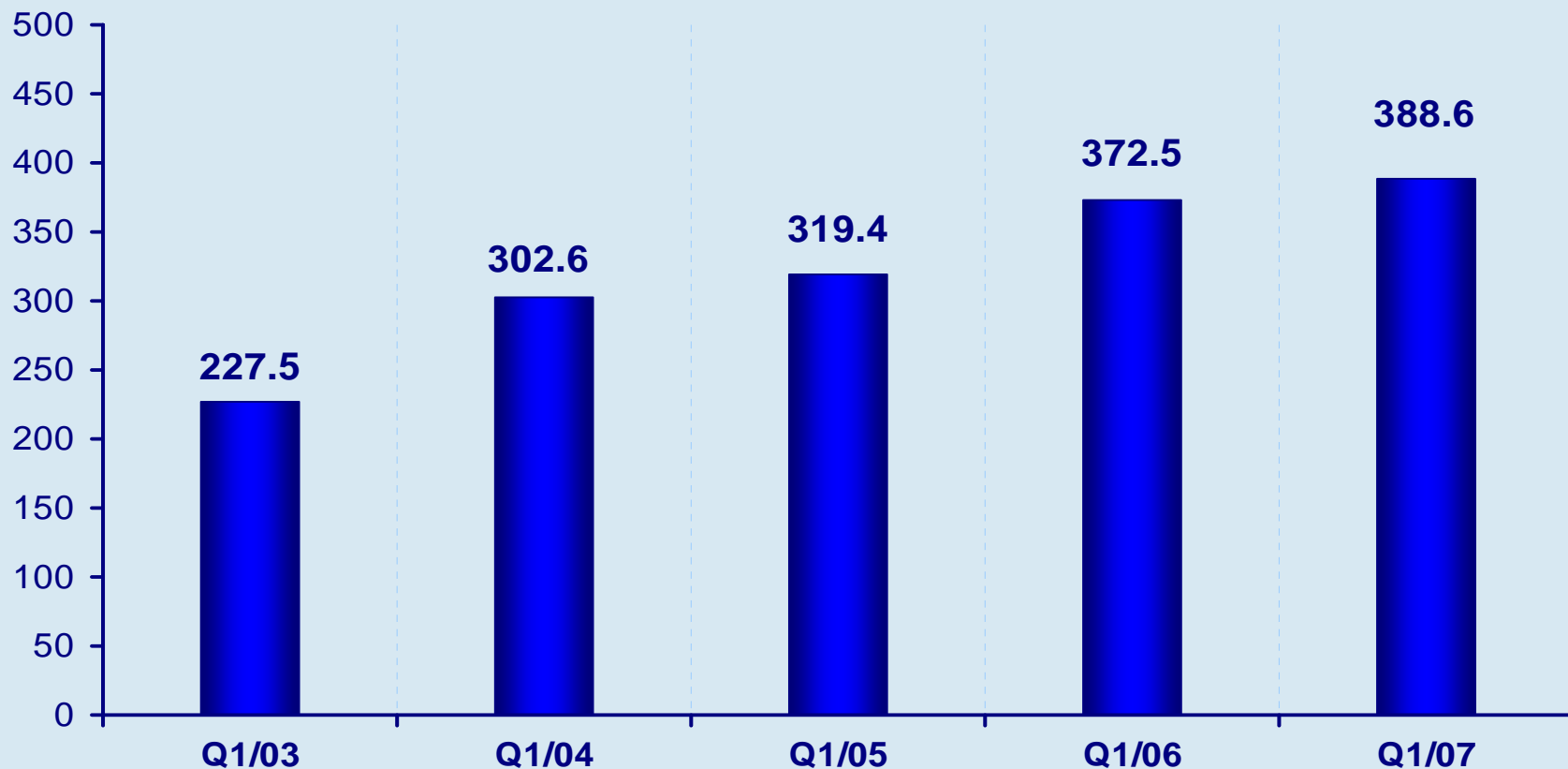
(in millions USD)

	Q1/07		Q1/06		Q1/07 vs. Q1/06	
	\$	% of operating revenues	\$	% of operating revenues	difference	index (%)
Operating revenues	388.6	100%	372.5	100%	16.1	104%
Operating expenses	341.1	87.8%	312.3	83.8%	28.8	109%
Gross profit	47.5	12.2%	60.2	16.2%	(12.7)	79%
Selling expenses	42.3	10.9%	41.1	11.0%	1.2	103%
General and administr. Expenses	22.5	5.8%	22.4	6.0%	0.1	100%
Operating loss	(17.3)	-4.4%	(3.3)	-0.9%	(13.9)	
Net financing expenses	8.4	2.2%	7.0	1.9%	1.4	121%
Other expenses (income)	(5.9)	-1.5%	(0.4)	-0.1%	(5.5)	
Income Tax	(6.1)	-1.6%	(0.9)	-0.2%	(5.2)	
Net loss	(13.6)	-3.5%	(9.0)	-2.4%	(4.6)	



Total income for quarter Q1 in the years 2003-2007

M \$



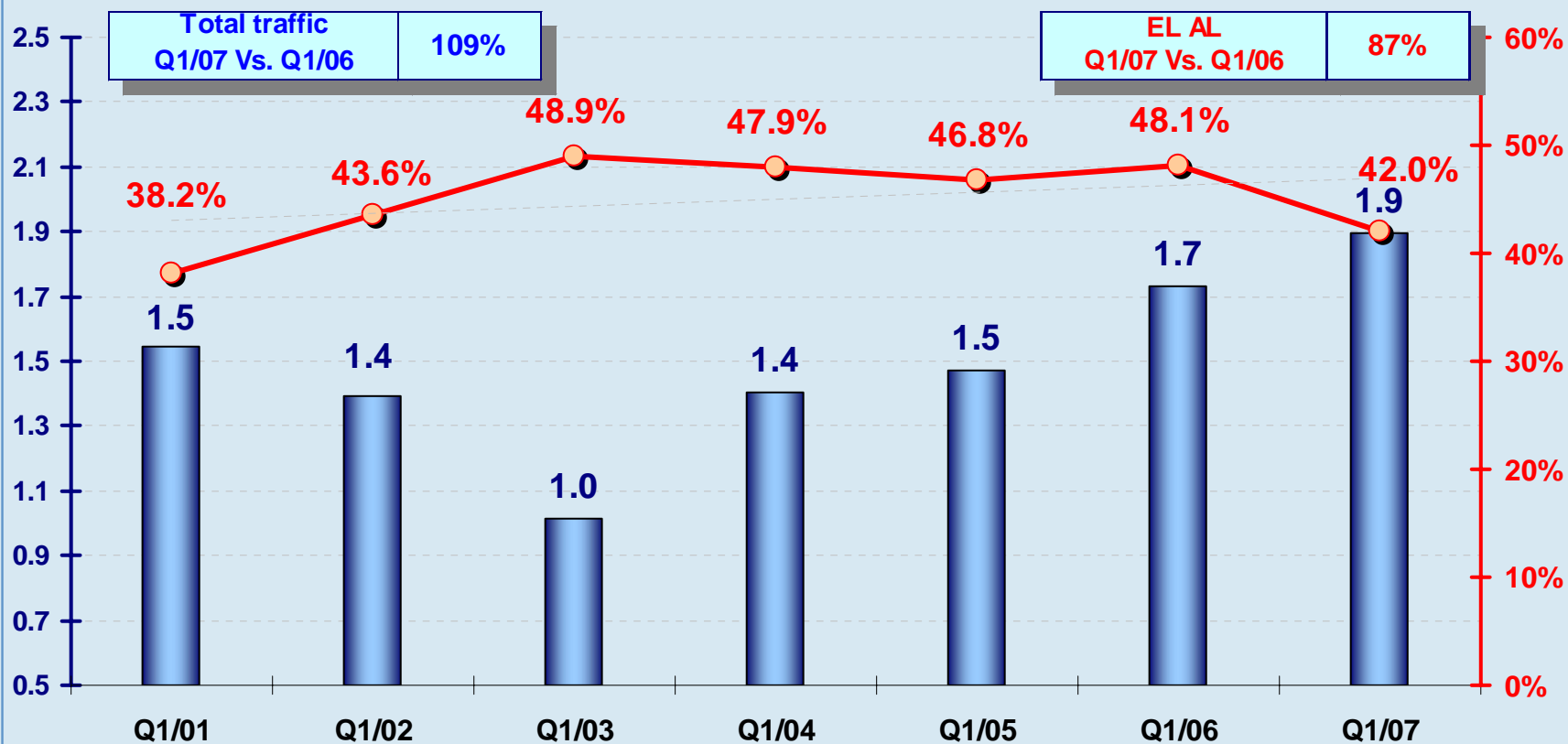


El Al & Sun D'or (scheduled+charter) share in total traffic at BGA

for Q1 in years 2001-2007

total traffic (mill. passeng. Leg)

El Al & Sun D'or share in total traffic (%)

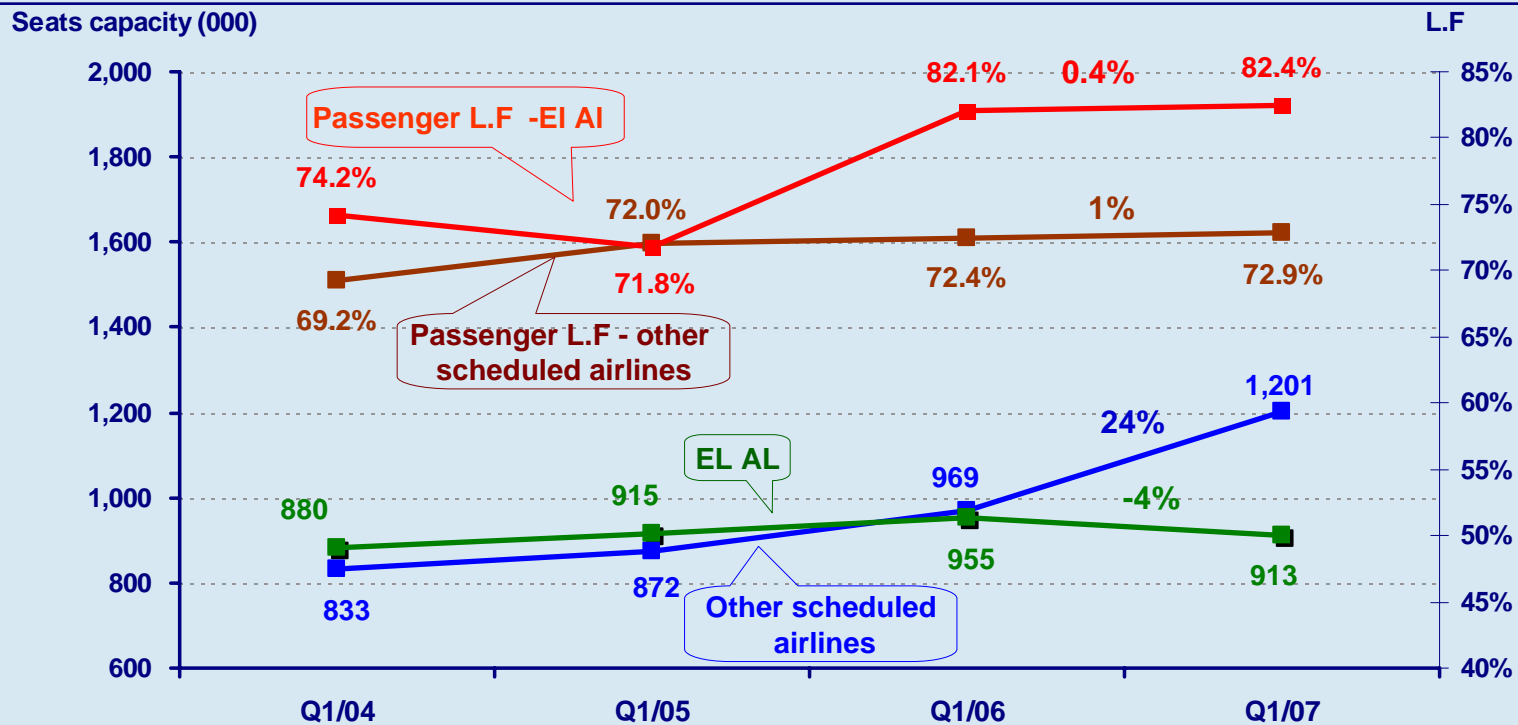


Source of data: Commercial Planning & Market Research



Seats capacity and passenger load factor at scheduled airlines (*)

for quarter Q1 in the years 2004-2007



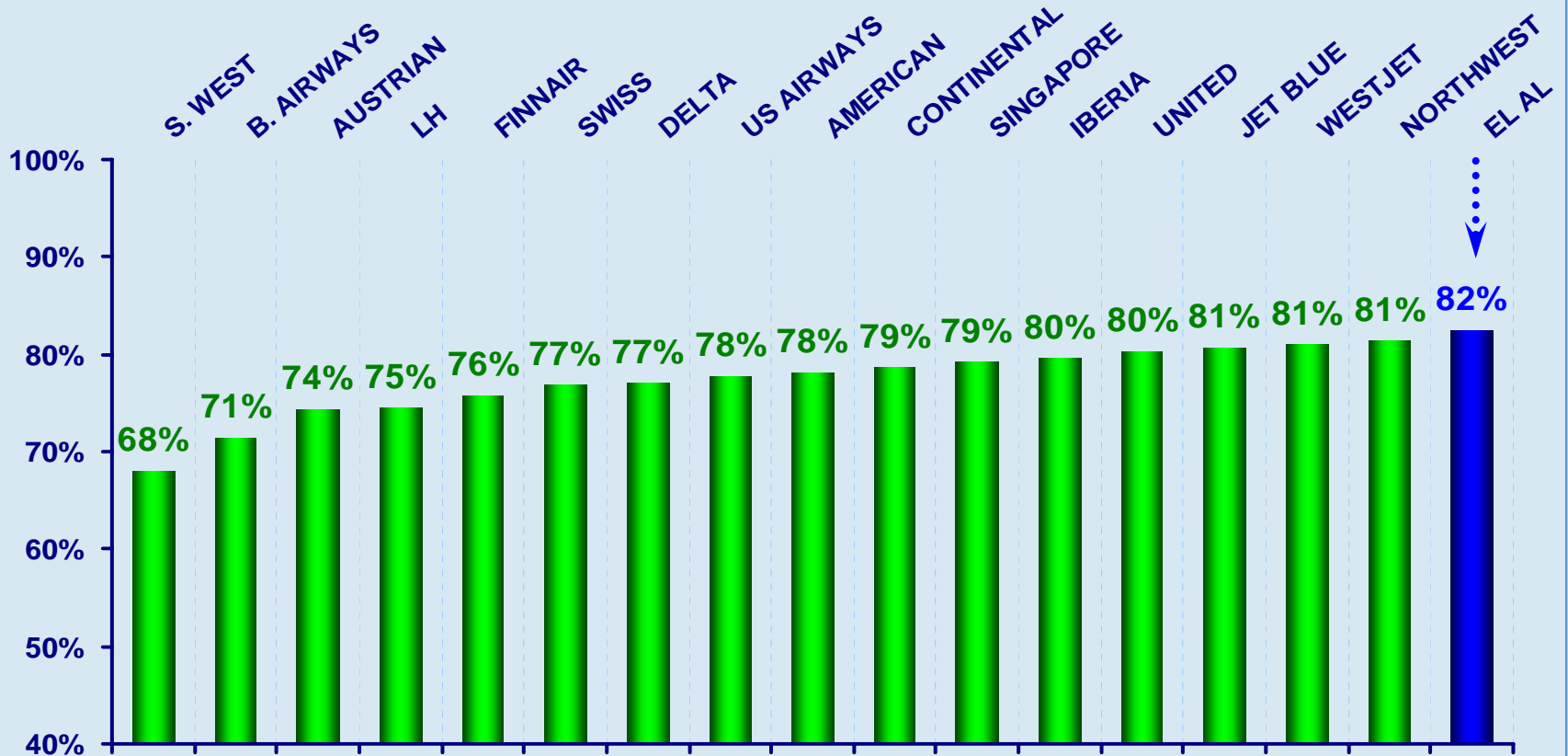
Total seats capacity at BGA- Scheduled **1,714** **1,787** **1,924** **2,114**

Source of data: Commercial Planning & Market Research (*) other scheduled airlines LF - Percentage of total passenger occupancy of available



Load Factor - compared to other airlines

Q1/07





Balance Sheet 31.03.07

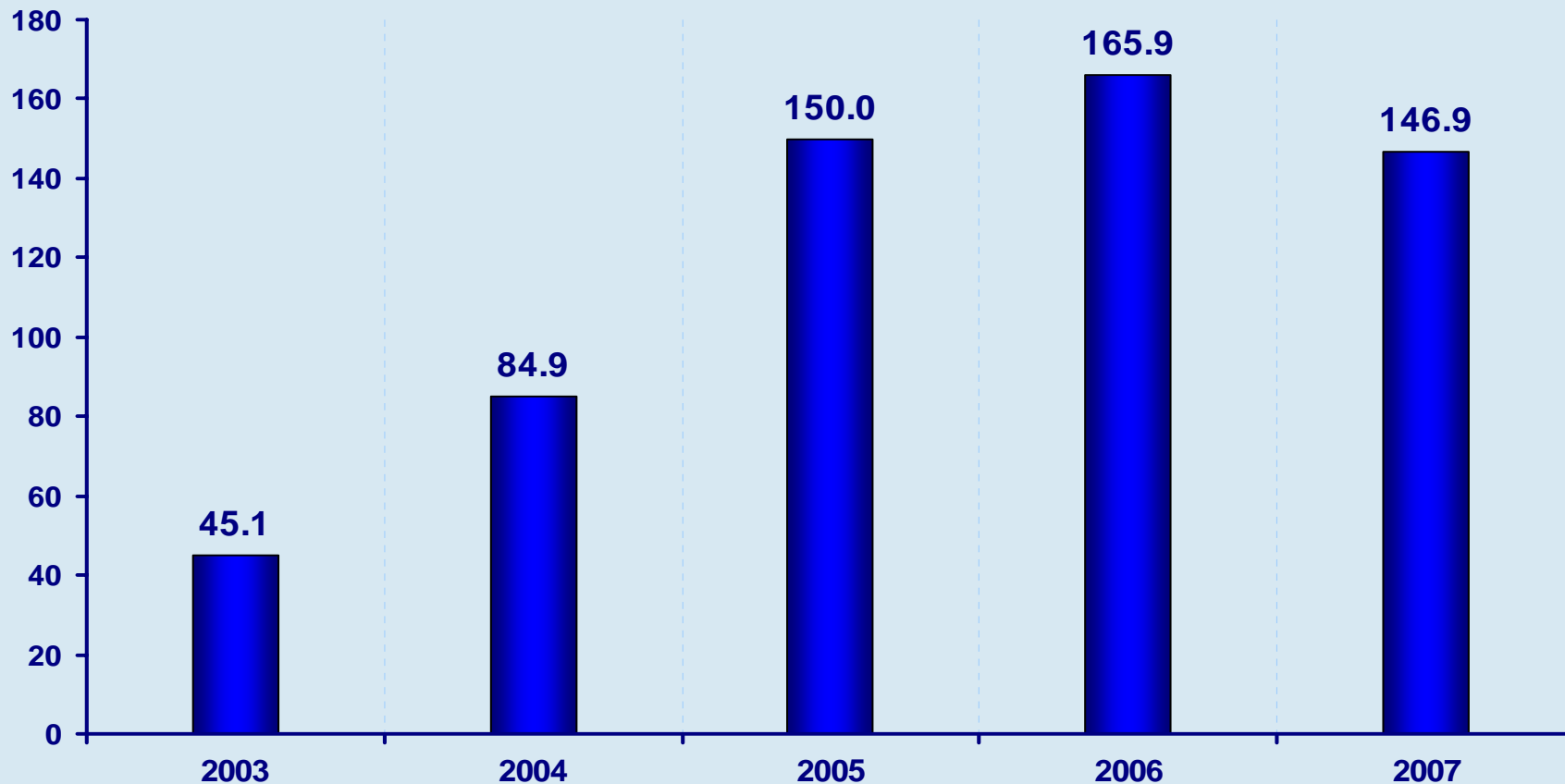
(in millions USD)

Assets			Liabilities		
	31/03/2007	31/12/2006		31/03/2007	31/12/2006
Current assets	428	379	Current liabilities	645	583
Investments	6	6	Long-term liabilities	755	768
Fixed assets	1,164	1,177	Share holders' equity	201	214
Other assets	3	3			
Total	1,602	1,564	Total	1,602	1,564



Cash balances, including deposits at March 31 for the years 2003-2007 (El Al solo)

M \$





Cash flows from operating activities for Q1 in the years 2003-2007 (Consolidated)

