

**EL AL**

**Israel Airlines Ltd.**

**Q3/10**



## Consolidated Statements of Operations

(in millions USD)

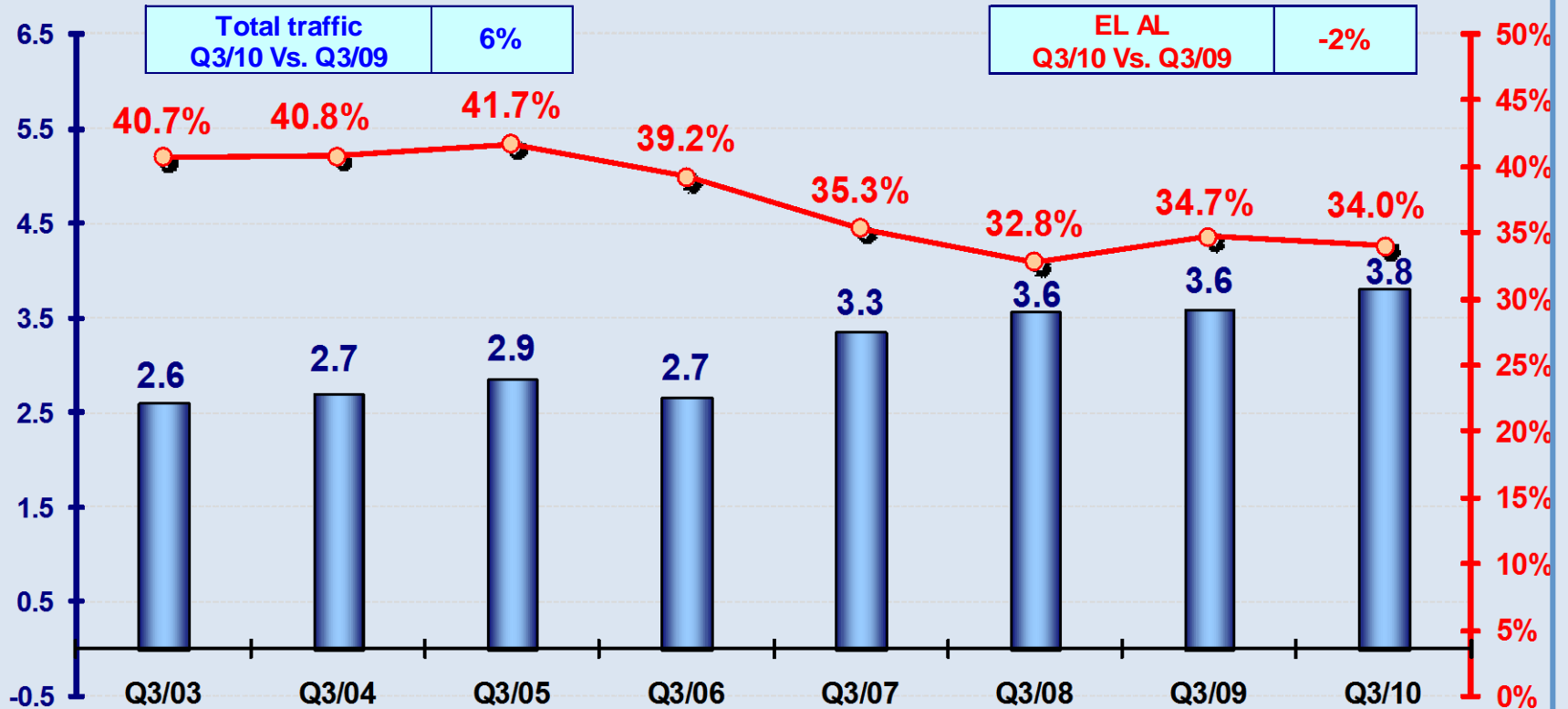
	Q3/10		Q3/09		Q3/10 Vs. Q3/09	
	\$	% of operating revenues	\$	% of operating revenues	difference	%
Operating revenues	561.2	100%	496.1	100%	65.1	13%
Operating expenses	426.2	75.9%	400.7	80.8%	25.5	6%
Gross profit	135.0	24.1%	95.4	19.2%	39.6	42%
Selling expenses	54.6	9.7%	49.3	9.9%	5.3	11%
General and administr. Expenses	23.2	4.1%	21.1	4.3%	2.1	10%
Other expenses ,net	1.6	0.3%	1.1	0.2%	0.5	39%
Operating profit	55.6	9.9%	23.8	4.8%	31.9	134%
Net financing expenses	8.6	1.5%	13.1	2.6%	(4.5)	-34%
Income before income tax	47.1	8.4%	10.7	2.2%	36.4	340%
Income Tax (savings) expenses	4.6	0.8%	(1.6)	-0.3%	6.2	
Net Income for the period	42.5	7.6%	12.3	2.5%	30.2	245%

## EL AL & Sun D'or (scheduled+charter) share in total traffic at BGA

for quarter Q3 in years 2003-2010

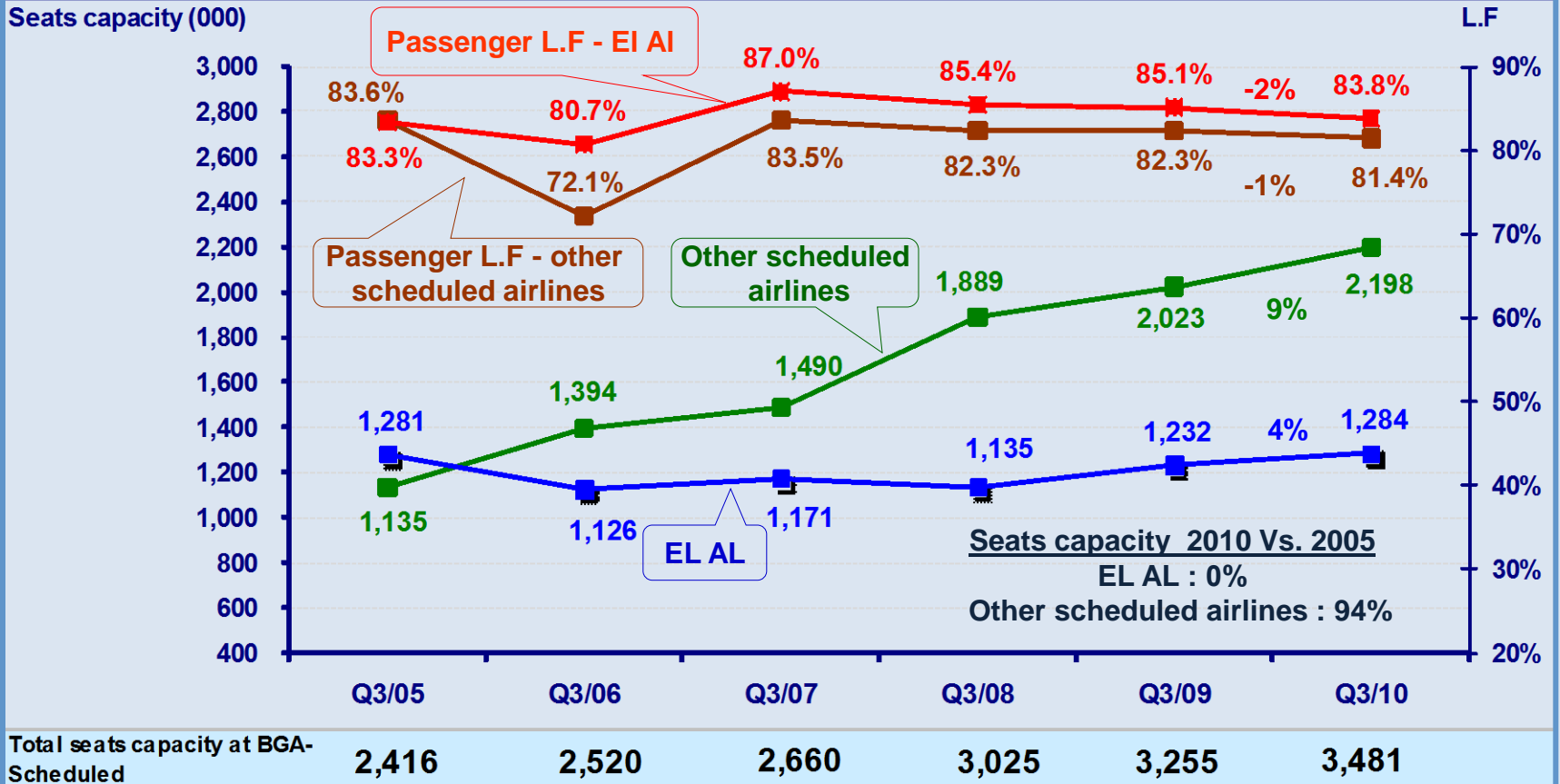
total traffic (mill. - per passeng. Leg)

EL AL & Sun D'or share in total traffic (%)



## Seats capacity and passenger load factor of scheduled airlines at Ben Gurion (\*)

for quarter Q3 in years 2005-2010

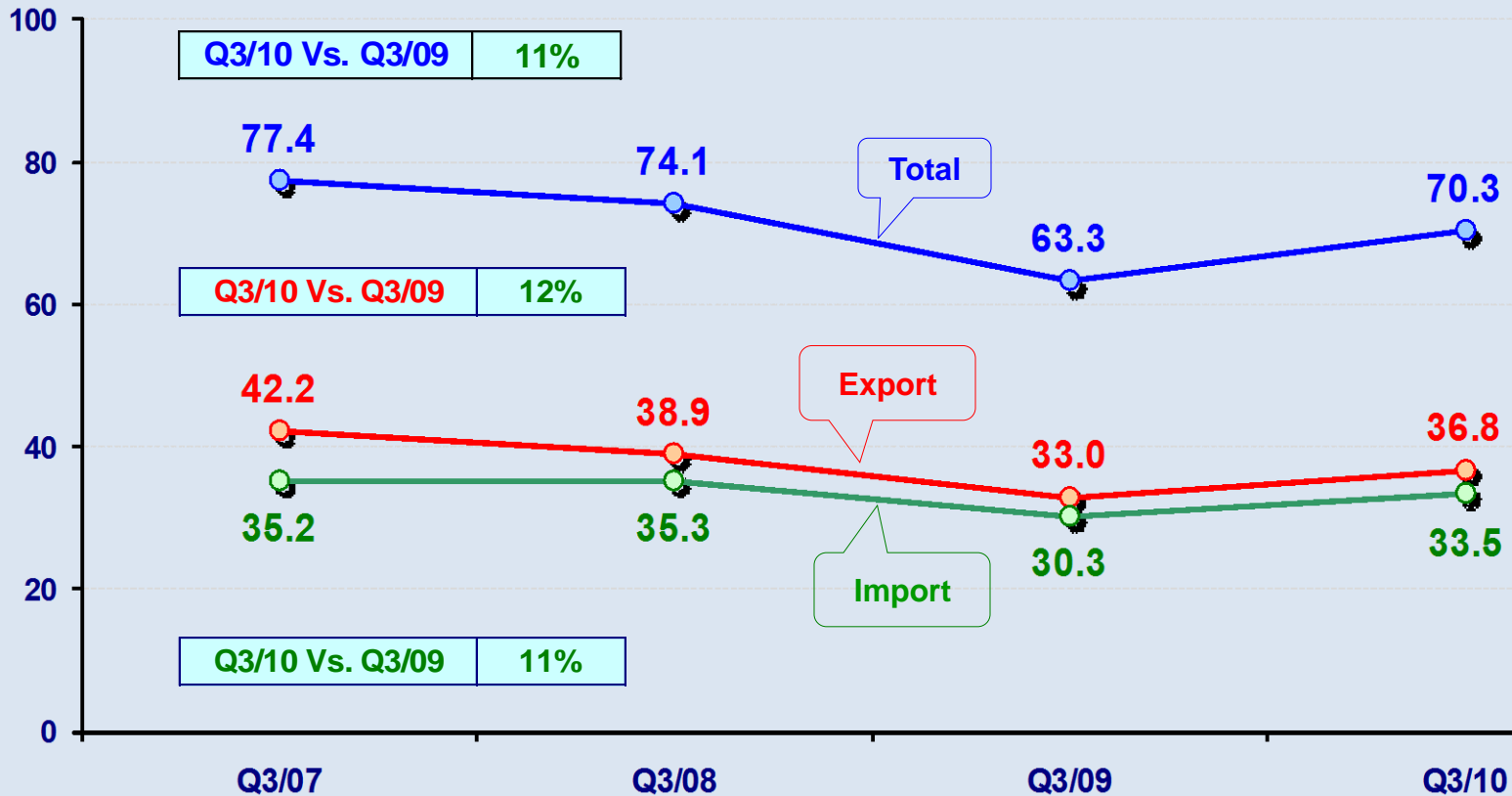


(\*) LF of other scheduled airlines - Percentage of total passenger occupancy of available seats

## Cargo traffic through BGN

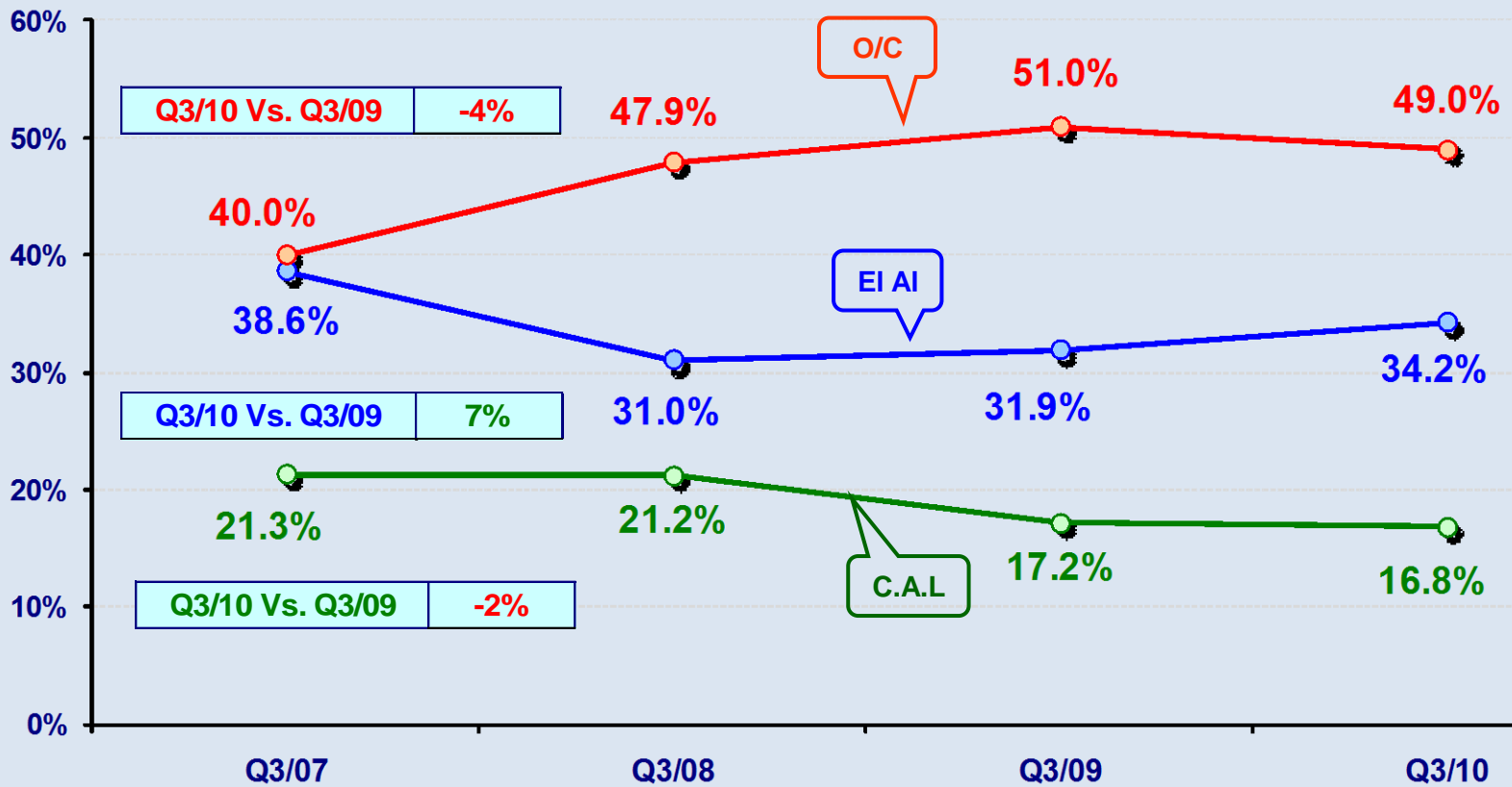
for quarter Q3 in years 2007-2010

Thousands of Tons



## Cargo market share at BGA

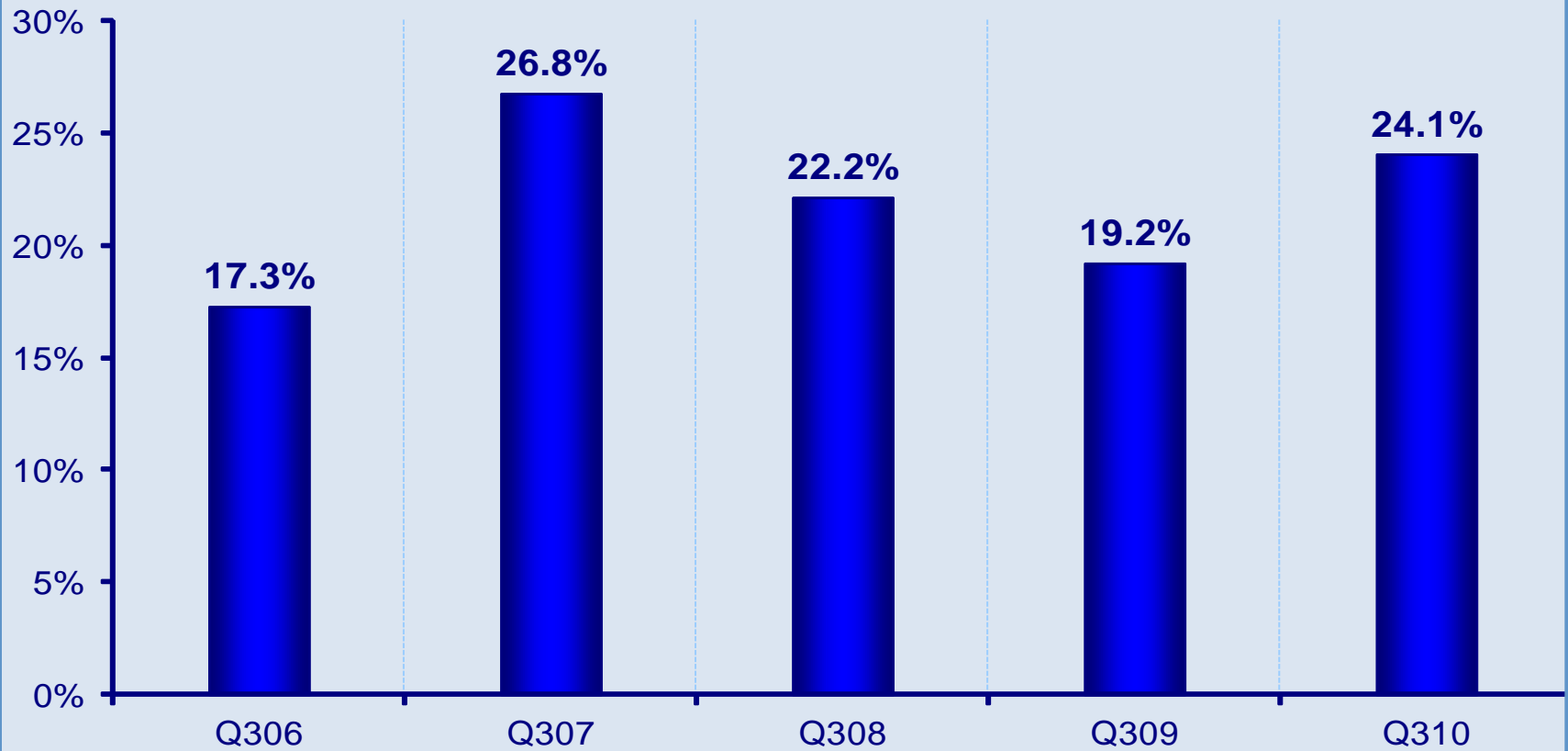
for quarter Q3 in years 2007-2010



Excluding transit cargo

## Gross profit percentage

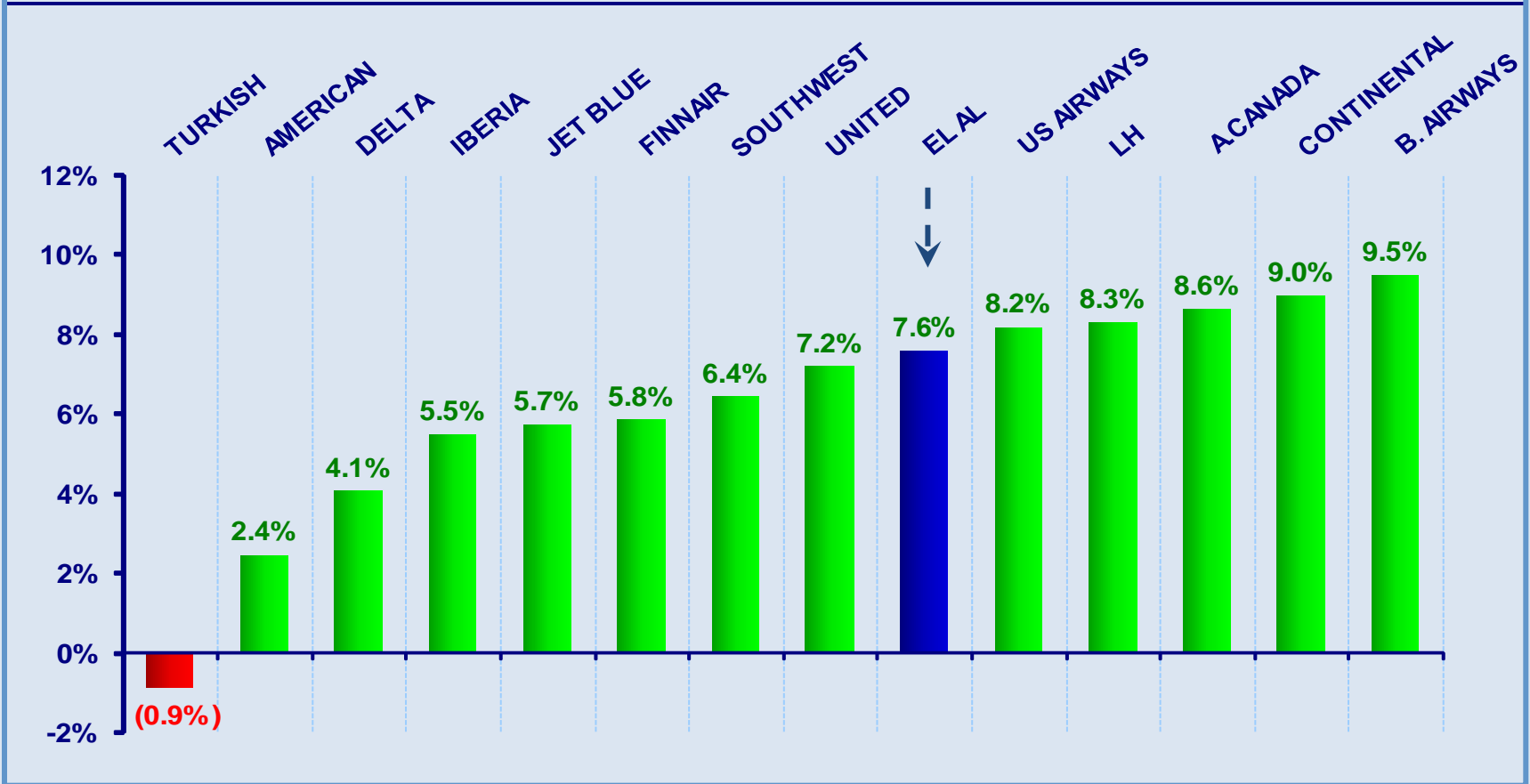
for quarter Q3 in years 2006-2010



Year 2006: Excluding adjustment for IFRS

## Net income ratio over turnover - compared to other airlines

Q3/10

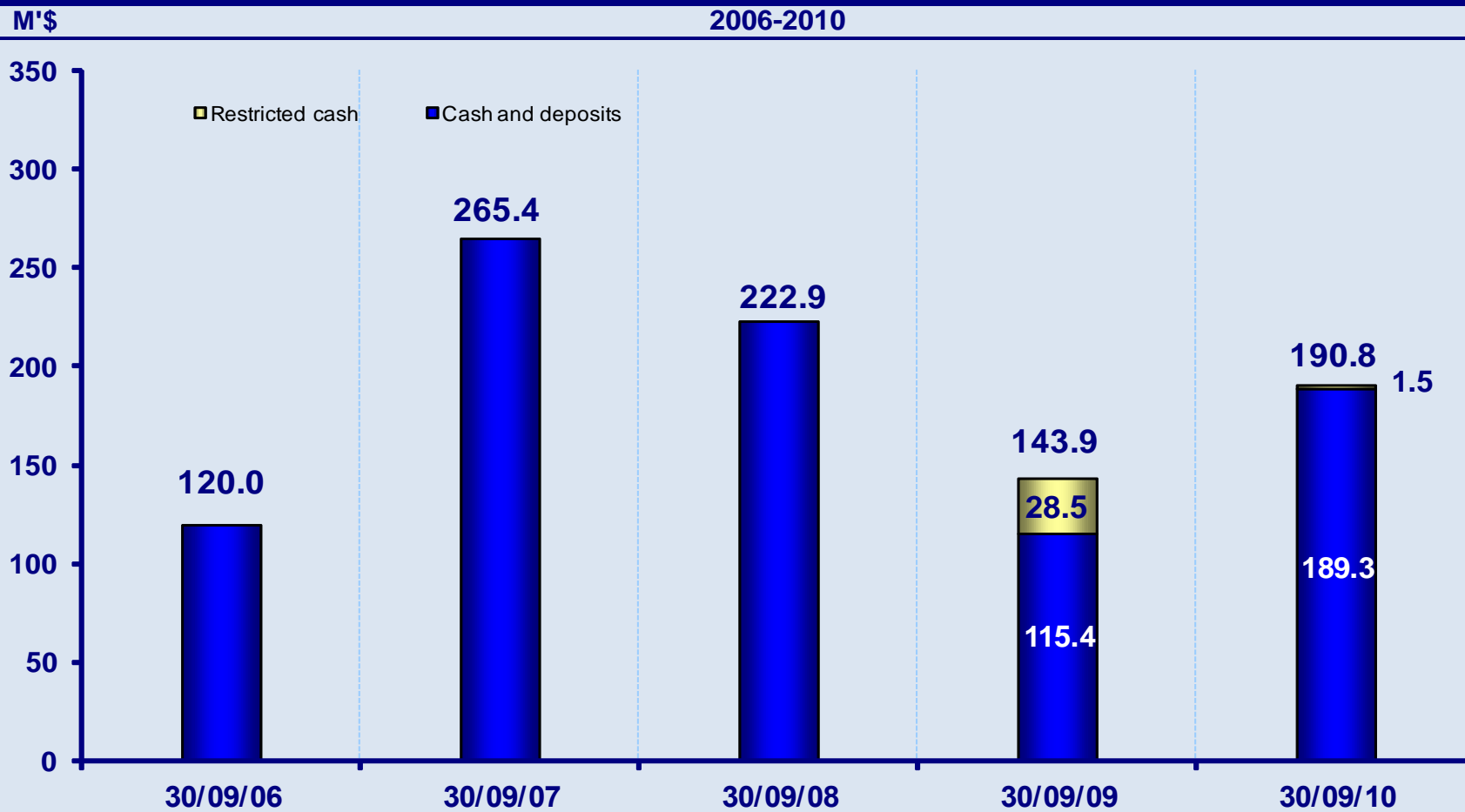


## Balance sheet

(in millions USD)

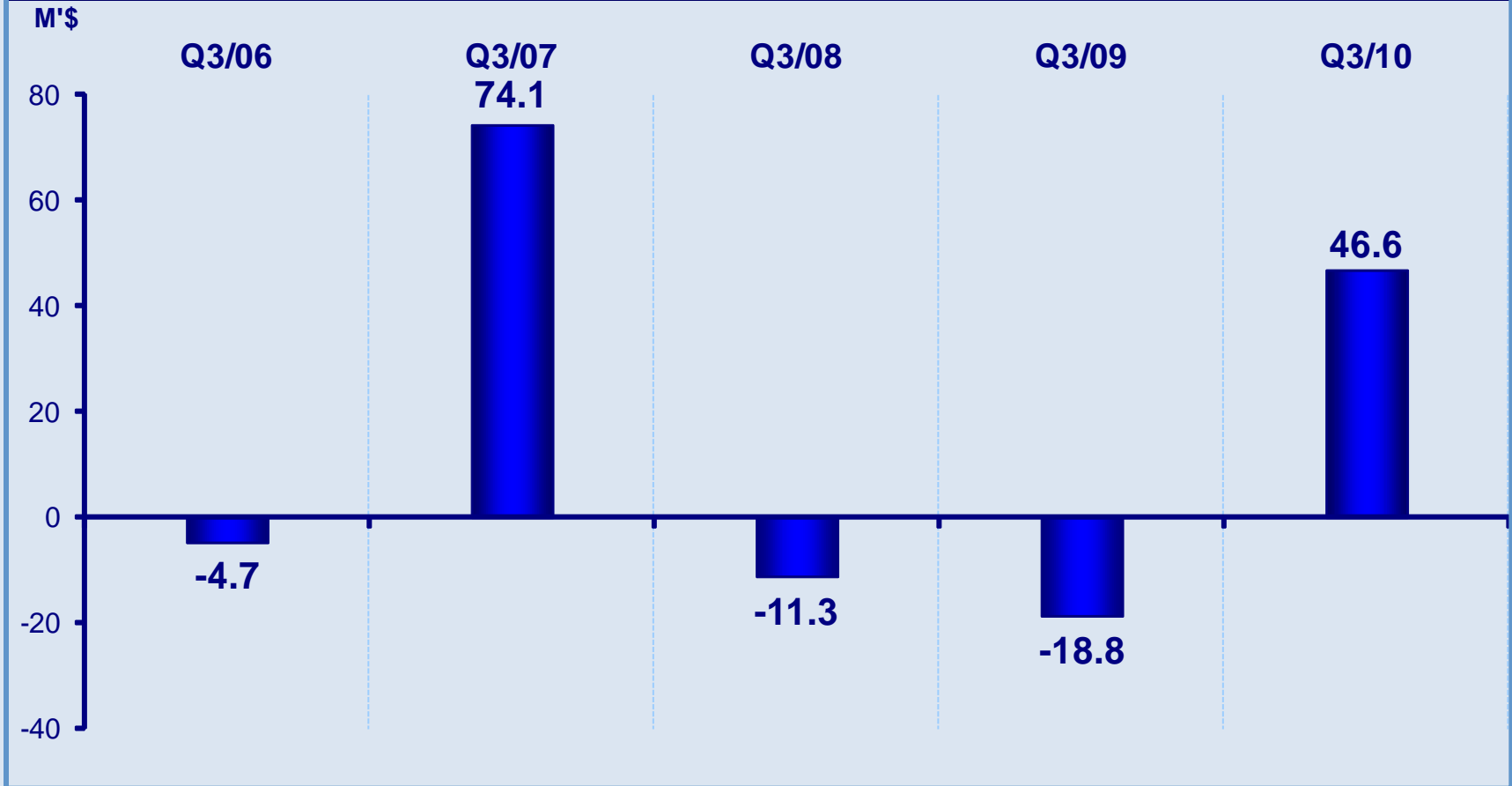
Assets			Liabilities		
	30/09/2010	31/12/2009		30/09/2010	31/12/2009
Current assets	427	308	Current liabilities	770	688
Non-current assets	1,304	1,364	Long-term liabilities	751	860
			Share holders' equity	211	124
<b>Total</b>	<b>1,731</b>	<b>1,672</b>	<b>Total</b>	<b>1,731</b>	<b>1,672</b>

## Cash balances, including deposits at September 30 (El Al solo)



## Cash flows from operating activities

2006-2010



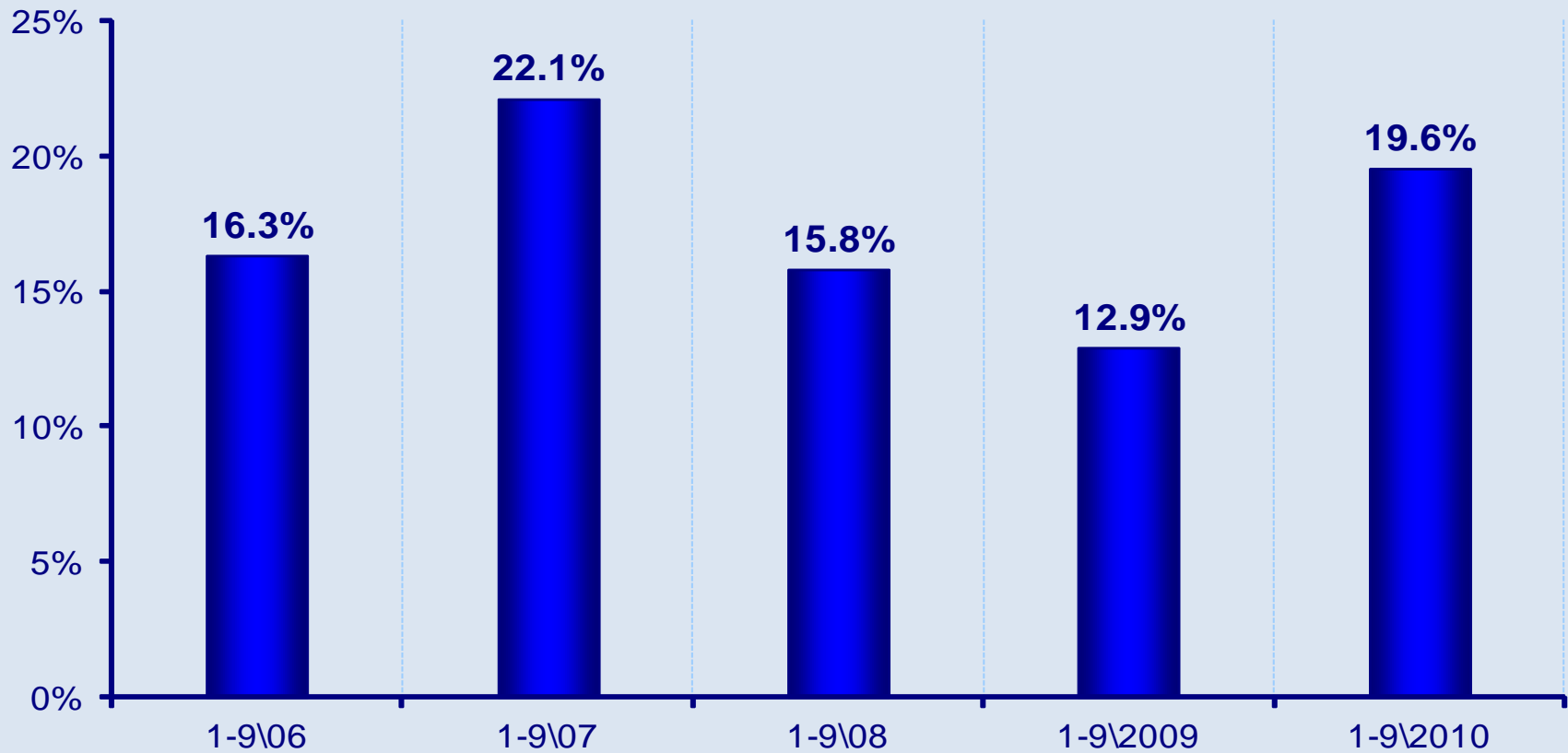
## Consolidated Statements of Operations

(in millions USD)

	1-9/10		1-9/09		1-9/10 Vs. 1-9/09	
	\$	% of	\$	% of	difference	%
Operating revenues	1,480.2	100%	1,242.2	100%	238.1	19%
Operating expenses	1,190.7	80.4%	1,081.7	87.1%	109.0	10%
Gross profit	289.5	19.6%	160.5	12.9%	129.1	80%
Selling expenses	149.6	10.1%	138.4	11.1%	11.2	8%
General and administr. Expenses	69.8	4.7%	64.3	5.2%	5.5	9%
Other expenses ,net	4.2	0.3%	1.0	0.1%	3.2	328%
Operating profit (loss)	65.9	4.5%	(43.2)	-3.5%	109.1	
Net financing expenses	21.0	1.4%	23.0	1.9%	(2.0)	-9%
Income (Loss) before income tax	45.0	3.0%	(66.2)	-5.3%	111.1	
Income Tax (savings) expenses	4.2	0.3%	(18.9)	-1.5%	23.1	
Net Income (Loss) for the period	40.8	2.8%	(47.3)	-3.8%	88.1	

## Gross profit percentage

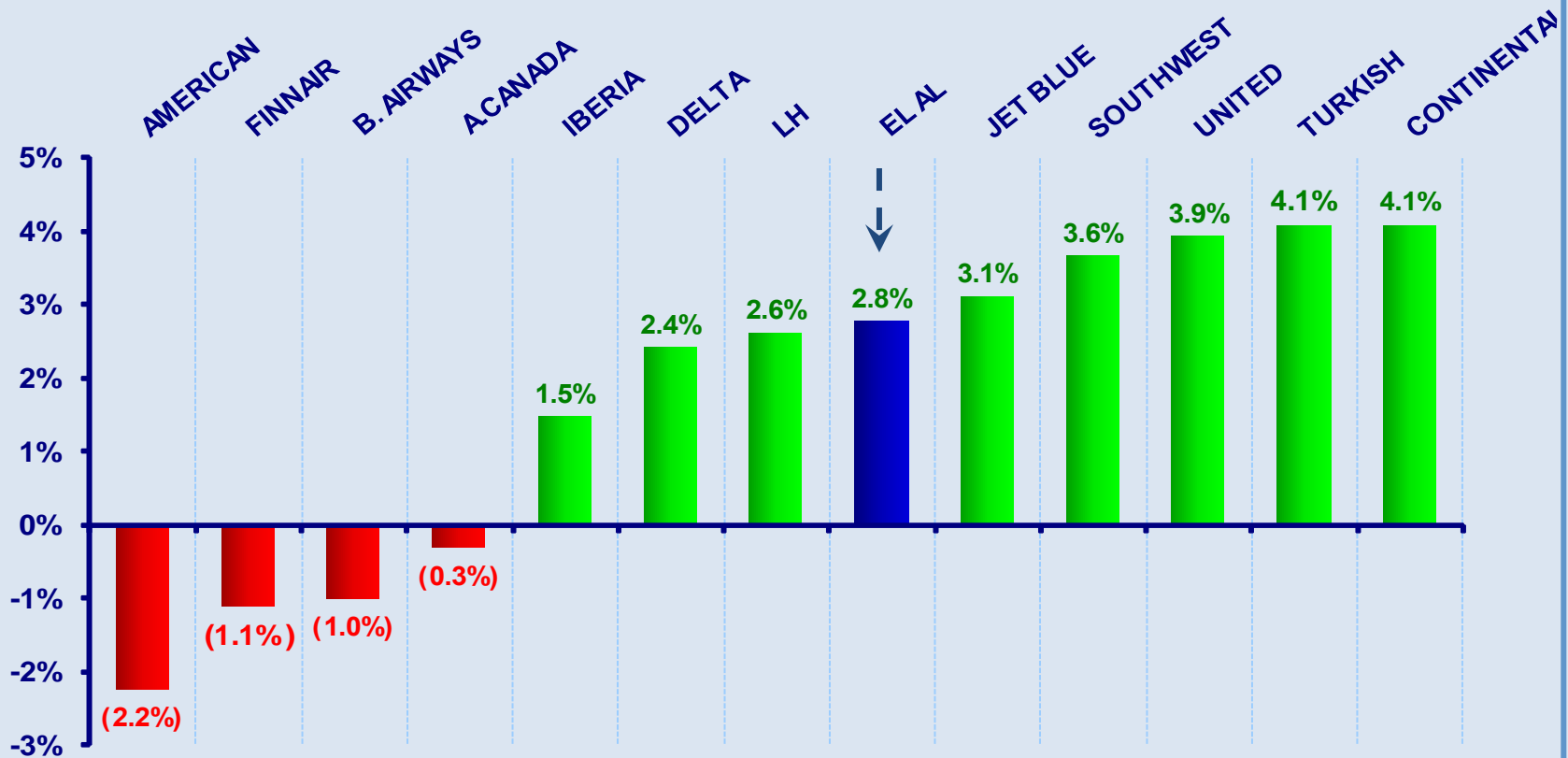
for Jan. - Sep. in the years 2006-2010



Year 2006: Excluding adjustment for IFRS

## Net income ratio over turnover - compared to other airlines

1-9/2010



A woman in a white dress is seen from behind, standing in a vast field of golden wheat. She is holding a string that goes up to a white kite flying in a clear blue sky with scattered white clouds. The kite is a simple diamond shape with a tail.

**Thank you.**