

The Sabre Group Holdings, Inc.
Condensed Consolidated Statements of Income
Three months ended June 30
(In millions, except per share amounts and percents)

	<u>1999</u>	<u>1998</u>	
	<u>Actual</u>	<u>Actual</u>	<u>Change*</u>
Revenues			
Electronic travel distribution	\$388	\$339	14.6%
Information technology solutions	<u>251</u>	<u>238</u>	5.3%
Total revenues	639	577	10.8%
Operating expenses	<u>543</u>	<u>467</u>	16.2%
Operating income	96	109	(12.2%)
Other income (expense)			
Interest income (expense), net	4	1	**
Other, net	<u>0</u>	<u>(0)</u>	**
Income before provision for income taxes	100	110	(9.3%)
Provision for income taxes	<u>36</u>	<u>41</u>	(12.4%)
Net earnings	<u>\$63</u>	<u>\$69</u>	(7.4%)
Operating Margin	15.0%	18.9%	(3.9) pts
Earnings per common share, basic	\$0.49	\$0.53	
Earnings per common share, diluted	\$0.48	\$0.52	
Weighted average shares, basic	129.7	130.1	
Weighted average shares, diluted	131.2	130.8	
Direct reservations booked using the Sabre system (1)	97	92	5.7%
Total reservations processed using the Sabre system (2)	116	107	8.5%

* Percents shown reflect changes in unrounded figures and may not agree to the percent changes in figures after rounding.

** Greater than 100%

(1) CRS reservations for which Sabre collects a CRS booking fee - excluding Asia/Pacific bookings transferred to Abacus International, our joint venture partner in that region.

(2) Includes direct reservations plus CRS reservations processed by joint venture partners using the Sabre system.