

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

**Statement of Income Before Special Items**

|   | <u>1999</u>         | <u>1998</u>         |                |
|---|---------------------|---------------------|----------------|
|   | <u>Actual</u>       | <u>Actual</u>       | <u>Change*</u> |
| Revenues  |                     |                     |                |
| Electronic travel distribution                          | \$769               | \$684               | 12.5%          |
| Information technology solutions                        | <u>508</u>          | <u>447</u>          | 13.6%          |
| Total revenues  | 1,277               | 1,131               | 12.9%          |
| Operating expenses                                      | <u>1,044</u>        | <u>905</u>          | 15.4%          |
| Operating income  | 233                 | 226                 | 3.0%           |
| Other income (expense)                                  |                     |                     |                |
| Interest income (expense), net                          | 6                   | 3                   | **             |
| Other, net  | <u>0</u>            | <u>0</u>            | (39.9%)        |
| Income before provision for income taxes                | 239                 | 229                 | 4.5%           |
| Provision for income taxes                              | <u>89</u>           | <u>87</u>           | 1.8%           |
| Net earnings  | <u><u>\$150</u></u> | <u><u>\$142</u></u> | 6.2%           |
| Operating Margin  | 18.2%               | 20.0%               | (1.8) pts      |
| Earnings per common share, basic                        | \$1.16              | \$1.09              |                |
| Earnings per common share, diluted                      | \$1.15              | \$1.08              |                |
| Weighted average shares, basic                          | 129.7               | 130.2               |                |
| Weighted average shares, diluted                        | 130.9               | 130.8               |                |
| Direct reservations booked using the Sabre system (1)   | 196                 | 185                 | 5.9%           |
| Total reservations processed using the Sabre system (2) | 232                 | 211                 | 10.0%          |

\* 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.