

The SABRE Group Holdings, Inc.
Condensed Statements of Income
Twelve months ended December 31
(In millions, except per share amounts)

	<u>1998</u>	<u>1997</u>	
	<u>Actual*</u>	<u>Actual*</u>	<u>Change**</u>
Revenues			
Electronic travel distribution	\$1,325	\$1,205	9.9%
Information technology solutions	<u>982</u>	<u>583</u>	68.3%
Total revenues	2,306	1,788	29.0%
Operating expenses	<u>1,956</u>	<u>1,476</u>	32.5%
Operating income	350	313	12.1%
Other income (expense)			
Interest income (expense), net	7	8	(21.1%)
Other, net	<u>15</u>	<u>3</u>	***
Income before provision for income taxes	371	324	14.8%
Provision for income taxes	<u>140</u>	<u>124</u>	12.7%
Net earnings	<u>\$232</u>	<u>\$200</u>	16.1%
Earnings per common share, basic	\$1.78	\$1.53	
Earnings per common share, diluted	\$1.78	\$1.53	
Weighted average shares, basic	129.9	130.6	
Weighted average shares, diluted	130.5	131.0	
Direct reservations booked using SABRE (1)	354	344	2.8%
Total reservations processed using SABRE (2)	409	371	10.2%

* Columns may not add due to rounding

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

*** Greater than 100%

Note: Certain reclassifications have been made to the 1997 financial statements to conform to the 1998 presentation.

(1) CRS reservations for which The SABRE Group 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.