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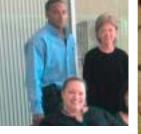
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05.1999 USA Networks - now InterActiveCorp (IAC), acquires Hotel Reservation Network - now Hotels.com
11.1999 Initial Public Offering: Expedia listed on NASDAQ
02.2002 USA Networks - now InterActiveCorp (IAC), led by Barry Diller buys the controlling stake in Expedia.com
03.2002 Hotels.com brand/site launched

12

10.1996 Expedia.com debuts on Internet whollyowned division within Microsoft

- **07.2002** IAC acquires Metropolitan Travel, a Seattlebased corporate travel provider
- **10.2002** IAC acquires Newtrade; launches direct connect to hotel suppliers
- 08.2003 IAC acquires remainder of Expedia, forms IAC Travel
- **12.2004** IAC announces spin-off of Expedia, Inc.
- **08.2005** IAC and Expedia, Inc. are separated into two publicly traded companies
- **11.2005** Expedia, Inc. and UN Foundation form World Heritage Alliance partnership
- 12.2005 Expedia.com.au launches
- 10.2006 Expedia celebrates 10th Anniversary

................

11.2006 Expedia.co.jp launches

mile005



NOW WE'RE HERE...and going fast













highlights Full-year gross bookings totaled \$19.983 • from 2007

- billion, up 16% Expedia sites grew bookings 21% worldwide,
- Hotels.com sites grew 27% worldwide, Hotwire almost doubled bookings in Q4 and secured J.D. Power's #1 ranking for "Highest **Customer Satisfaction for Independent Travel** Websites" for the second straight year
- Transactions and revenues grew 18% and 25% - highest rate of growth since 2004; worldwide air revenue grew 13%

- Continued investments in the business
- International revenues continued to accelerate - 36% of total revenue in Q4 2007 vs. 31% in Q4 2006

mile**006**

· Advertising and media businesses had \$183 million in revenue for the year, up 93% and accounting for 7% of total revenue



















site launches

Tend water 19

- New Expedia sites: Expedia.es (Spain), Expedia.nl (Netherlands), Expedia.at (Austria), Expedia.co.nz (New Zealand), Expedia.ie (Ireland)
- Hotels.com launches a Spanish siteespanol.hotels.com and five European local language sites in Greece, Turkey, lceland, Hungary and the Czech Republic
- Egencia launches in Italy (expediacorporate.it) and in Spain (expediacorporate.es)
- Tripadvisor.de (Germany) and tripadvisor.fr (France) launch

- Smarter Travel Media launches BookingBuddy.co.uk
- Expedia Japan partners with 4travel.jp, the largest travel media site in Japan
- TravelPod and TripAdvisor launch travel applications on facebook – Travel IQ Challenge[™], Cities I've Visited[™], My Travel Blogs and Local Picks[™] – and exceed 6 million installations



mile008











other exciting milestones in 2007



- ECT extends to China through a partnership with eLong
- TripAdvisor reaches more than 10 million reviews and opinions
- Expedia Japan launches affiliate partnership with Japan Airlines, the largest airline in both Japan and Asia
- Air Pacific and Expedia enter new global partnership. Air Pacific will utilize WWTE private label service. Australia is the first go live site. Expedia.com.au partners with Ninemsn, Australia's number one interactive media company

- USA Today names TripAdvisor "top travel milestone." The list features 25 pivotal changes that transformed the way we travel. TripAdvisor was the only company to be singled out as a milestone
- Cruise Critic and Seat Guru named best travel sites by *Travel & Leisure* Magazine
- Expedia.com partners with the National Football League (NFL) to become the official travel sponsor for more than 140 million fans worldwide
- Hotwire rated "Best Independent Travel Site" (2 years in a row) by J.D. Power and Associates for sites satisfying customers who book reservations online













other

exciting

in 2007

milestones

20'



- Expedia.co.uk named "Best Online Booking" Website" by the UK's Travel Weekly Magazine
- · ECT wins UK award for "Best Website for Business Travel" for fourth year in a row by **Buying Business Travel Magazine**
- TripAdvisor acquired CruiseCritic.com, IndependentTraveler.com, smartertravel.com, bookingbuddy.com, SeatGuru.com, TravelPod.com and Travel-Library.com
- Hotwire.com rated #1 for customer service on Market Metrix Hospitality Index (again!)
- Hotels.com adds 1.000th Bed and Breakfast to its extensive property selection
- Estonian Air signs Expedia private

WE ARE HERE...and going fast



mile**009**

label partnership

- Expedia.com unveils the Expedia[®] Insider's Select[™] list of the world's best hotels
- · Air One, Italy's second largest airline and Expedia Private Label signs a partnership to offer hotels and destination services
- Expedia reaches global agreement with Shangri-La Hotels and Resorts, Asia Pacific's leading luxury hotel group
- · Expedia.com will power travel bookings for Sam's Club, a division of Wal-Mart Stores and one of the largest U.S. warehouse clubs with more than 47 million members













and in

2008

(first quarter)



- International points of sale account for nearly one-third of worldwide bookings
- New Expedia sites: Expedia.co.in (India) and Expedia.be (Belgium) – the 17th and 18th Expedia-branded points of sale
- Expedia, Inc. expands its brand portfolio with CarRentals.com, HolidayWatchdog.com and airfarewatchdog.com
- TripAdvisor enters content distribution partnership with Visit London
- Total reviews and opinions on TripAdvisor sites reach the 15-million mark
- hotels.com named the "Best Site for Booking Hotels in the United States" and "Best Site for Booking Hotels in Europe" by Condé Nast Traveler Magazine

WE ARE HERE...and going fast

mile**010**



- Egencia announces its flight price guarantee
- New York Post names TripAdvisor "Best Hotel Portal" ("our favorite source for candid hotel info") and airfarewatchdog.com "Top Fare Finder"
- Hotwire launches its "Hotel Deal Engine" feature, allowing visitors to see a current list of Hotwire's very best hotel deals
- Expedia.co.jp introduces a lowest price guarantee and eliminates cancellation fee (and offers the broadest selection of hotels of any travel site in Japan – more than 40,000 properties!)













in 2008 (second quarter)

20'

- European bookings increased 30%
- Expedia acquires Venere SpA, a leading European online travel provider
- · hotels.com launches its 42nd point of sale with Japan.hotels.com
- TripAdvisor acquires VirtualTourist and its affiliate OneTime. With these acquisitions, the TripAdvisor Media Network attracts 32 million unique monthly visitors
- Expedia Corporate Travel launches its own • distinct brand, Egencia
- Expedia QuickConnect has been adopted by over 1.000 hotels in 35 countries worldwide

- · Expedia unveils its 2nd annual Insider's Select list
- Hotwire launches TripWatcher, their latest cost-and time saving tool
- Expedia adds 1,700 European merchant hotels during the second quarter, largely through partnerships with Barcelo Hotels & Resorts and Sol Mediá Hotels & Resorts, bringing the European total to nearly 16,000
- · Worldwide merchant portfolio grew 23% to over 42,000 properties

WE ARE HERE...and going fast mile**011**





Expedia, Inc. customers worldwide can book reservations with nearly 80,000 hotel properties in 1,500 markets, including more than 34,000 merchant hotel properties.

what our customers & partners say **about us...**

"A BIG thank you to the staff at Expedia. You really came up trumps in assisting us. You cleverly sorted out our problem and we were most impressed. Expedia is the one to book with hereafter!"

Customer Rosemary, UK









"Supporting our partner's success, Expedia has proven to be one of my strongest channels of revenue..." Charleston Harbor "Your agent was extremely helpful. She made sure I was completely satisfied and went above and beyond in getting my 89-year-old mother a front-row seat since she is in a wheelchair. Thank you for such great service!"

Customer John, Florida, U.S.

"During the last 6 months of 2007 bookings were not simply maintained but grew by more than 900% per month, year-over-year." Rancho Las Palmas Resort & Spa



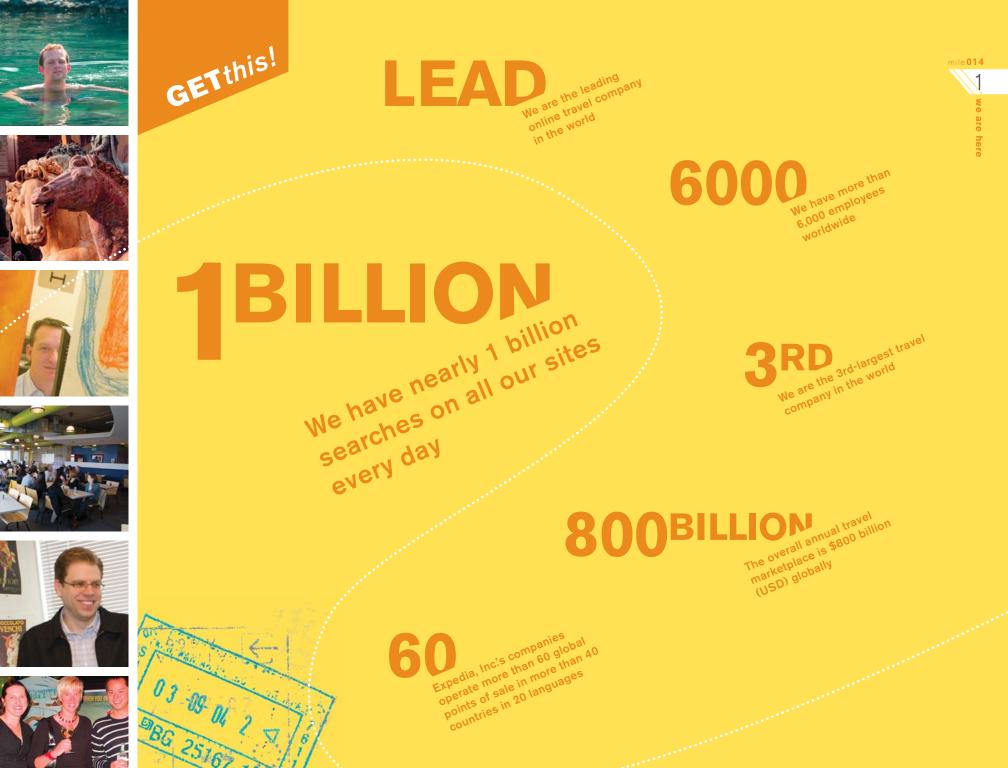








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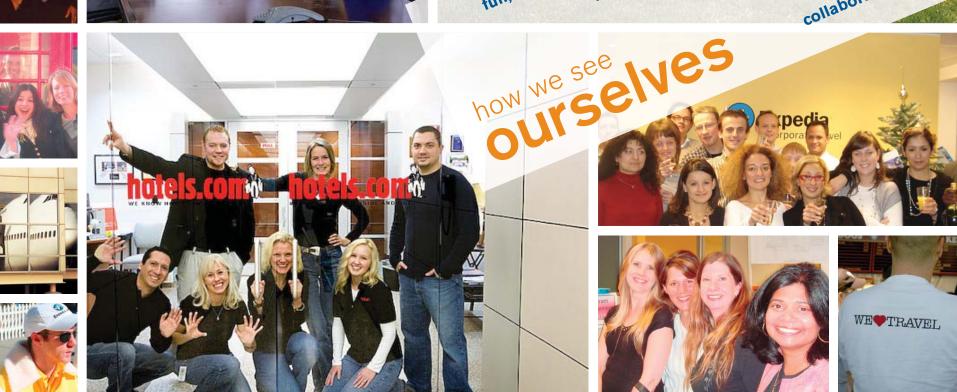












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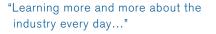
WHAT DRIVES

"The chance to inspire people to travel and help them get to where they want to go, no matter what their budget." Christine Sarkis Smarter Travel, Associate Editor Berkeley, CA

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Suzanne Meyer Market Coordinator Spain & Portugal

Robert Morrison

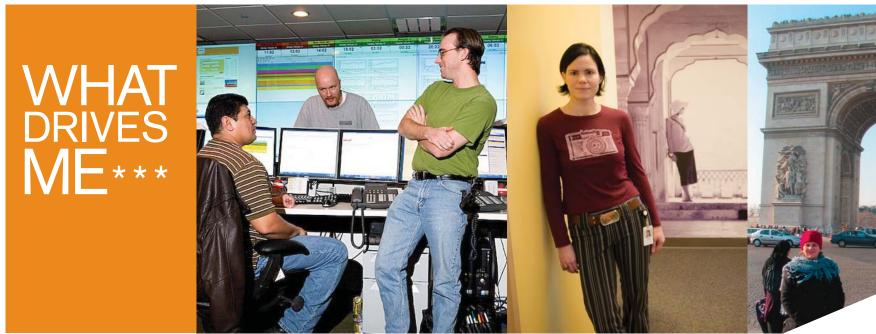
Bellevue, WA

IT Solutions Analysis Team

"Helping others. I enjoy researching difficult problems that people have and helping to resolve them.

Cheri Warden TravelNow Springfield, MO "The people I work with and personal satisfaction that we are building something together."

Scott Mowrer Egencia Bellevue, WA





"Three things: good, solid, trustworthy peers who know having fun in the office is just as important as anything else to get the job done; a problem to fix whether it be a bugged system or a broken process that needs streamlining, then taking it upon yourself or team to resolve it; having a boss that respects your ability to make your own decisions but is always there to provide direction." "Everyone here!"

HR Bellevue, WA





"Facing and tackling the array of challenges in this industry. Every day is different and this makes me excited about what might come next."

Chris Wallis EU Air Team London "Having a mentor – especially one who drives you to do your best work ever."

Lisa Foster Senior Content Editor Lodging Americas, Bellevue, WA "Being part of a team that works together and helps each other all for the common goal of having satisfied customers who continue to come back to our company."

Conny Tracy Customer Ops, Classic Vacations San Jose, CA









WHAT DRIVES ME***

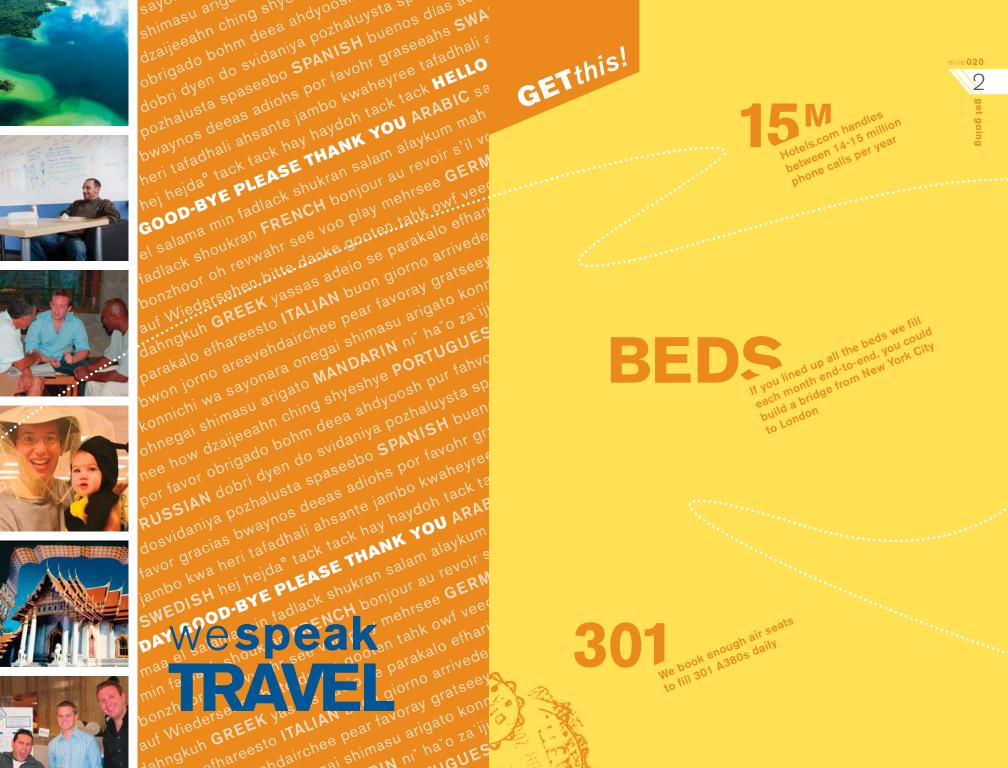


"I am driven by those moments when the code challenges me..."

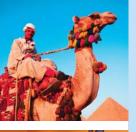
Zachary Dwight Technology Bellevue, WA "I get to help people with their travel plans and help them be happy about their reservations!"

Ryan Shannon Redemption Agent Las Vegas, NV "The friendly environment of my team and the fun to working with Eastern Europe hotel partners – so many different ways of working compared to our western habits."

Julie Cheneau Market Manager Germany

















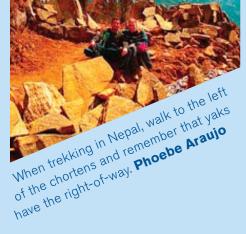












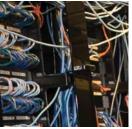












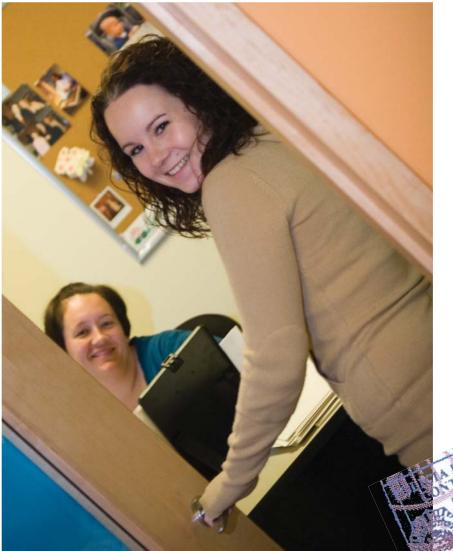








letters & quotes CUSTOMET



"I want to acknowledge one of your representatives. She assisted me and was creative in resolving my problem. Not only did she save me money, she was courteous and innovative. She is one of the many reasons I continue to use Expedia."

ATESTICACIO MIGRATORIO From Annette, a traveler out there

mile**023**

do it right









Louise Florida, U.S. "Your agent spent considerable time on the phone with me. I have been a management consultant for years and I know good customer service when I encounter it. Your agent was an excellent example of great customer service – professional, pleasant and persistent to help me." Robert Las Vegas, U.S. Your employee was the most efficient and pleasant customer service person I have dealt with in years and this includes all aspects of my professional and personal life. I suspect one of the reasons Expedia is so great is because you select the right people – thanks!

Ranajit India

The person helping me was very patient and helpful in understanding MY situation. He acted as if it were his own problem and was diligent in follow up. Thank you for your hard work in putting together such a great team!

A happy and efficient corporate travel customer

When they started working with us we had a series of accordion file folders with hand-written purchase orders. We made a bet in working with Egencia to challenge them and ourselves to get adoption of our global travel program. Today, we can provide immediate access and insight into our travel policy and compliance. It is amazing!









We have been given a mission to improve our IT processes and procedures and every member of our team works to do just that. Coming together as a team to identify a pain point or gap, working cross functionally and cross-departmentally to devise a solution to enact (and document) is a very fulfilling way to not only help the company, but drive community at Expedia.

Robert Morrison IT, Bellevue, WA















"We are passionate about our customers!"

We are obsessive about figuring out what our readers want to know. We listen to the feedback and analyze popular stories to determine our future stories. **Christine Sarkis** *Smarter Travel*

Our team is dedicated to getting the best rates, inventory and promotions in order to provide our customers with extremely attractive booking options. In sourcing the best hotels in the best locations and making sure we are giving them value for the money is how I demonstrate my passion for our customers.

UK & Ireland team

One time, I discovered a bug in our TravelShops functionality resulting in a woman and her child not receiving their Disney Park passes. I bought Disney passes on my own credit card and had them delivered to her room so they would be waiting for her when she arrived. She never had any idea there was an issue!

Adam Cohn Sr. Program Manager, Bellevue, WA

In our Worldwide Product Development group we host our infamous "Hack Day" where all and any Developers, Project Managers, and Testers can try their hand at product development from scratch with their own ideas for services they feel would be best used on the Expedia site for customers.

Cyndi Cross Expedia Technology Group, Bellevue, WA

I am passionate about accuracy and honesty. I do whatever I can to make sure we have only accurate information on our sites.

Cheri Warden TravelNow, Springfield, MO

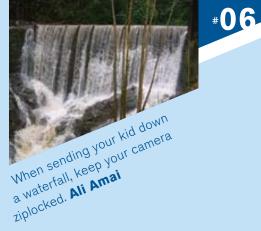






















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get going





WE'RE EVERYWHERE...almost

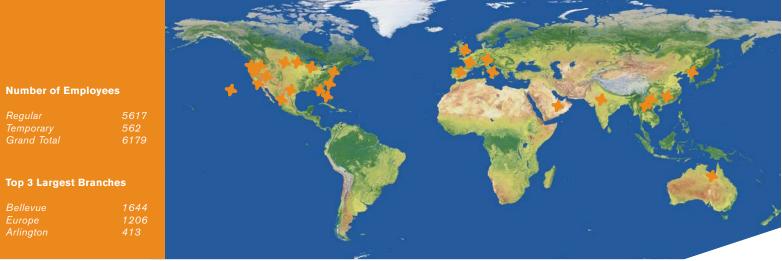












Expedia, Inc. as of 06/30/2008

Number of Employees

Temporary Grand Total

			Grand				Grand
Location	Reg	Temp	Total	Location	Reg	Temp	Total
Arlington	369	44	413	Hawaii - Expedia!Fun	209	7	216
Asia Pacific	61	5	66	India	9		9
Bangkok	2		2	Las Vegas	293	77	370
Bellevue	1567	77	1644	Mexico	6		6
Canada - Montreal	79	4	83	Needham	167	19	186
Canada - Toronto	55	2	57	Orlando - Premier Getaways	96	1	97
Charlestown - Smarter Travel	76	6	82	Pennington - Ind Traveler	13		13
China	6		6	San Francisco - Hotwire	187	11	198
Dallas	385	105	490	San Jose	187	7	194
Dubai	4		4	Singapore	2		2
Europe	1091	115	1206	Springfield	223	40	263
Ft. Lauderdale	24		24	Tacoma	226	38	264
Grand Rapids - PSG	8		8	US Remote	272	4	276











a few of our $\ensuremath{\textbf{JOBS\&ROLES}}$













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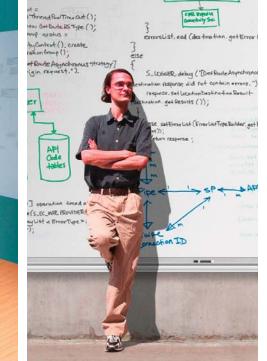
Amy Heinen

I am a Software Test Engineer for the Expedia North America test team. I verify functionality and user experience for the ENA points of sale. I also consult on testing issues with projects and write test automation. How I describe what I do to others: I verify a new feature on our site works like it is supposed to and then I try to break it.



Arpan Sinha

I am a Program Manager, Technology Platform. I support early-adopter projects migrating Expedia's retail and transactional functionality to a new technology platform. How I describe what I do to others: Trust me...I am not a travel agent.



a few of our JOBS & ROLES

mile031

4

take off

Jason Enevoldsen

I am a Senior Software Design Engineer on the Cruise, Cars, Destination and Trains team. I come up with new ways to solve problems within the Supply Layer, and design new architectures and code to improve scalability, flexibility, and extendibility. I am also writing new supply services for the Car LOB - one to retrieve data about internallymanaged inventory and another for GDS connectivity. I provide support and do maintenance work to keep the Car and Cruise LOBs running. How I describe what I do to others: I design and write software that allows Expedia to communicate better/faster/more reliably with our vendors.















Laura Forsythe

call center sales agent

Travel agent.

I am a telesales agent for the Tacoma

call center. I assist customers with the

planning and purchasing of travel. I went

to the Manila office in the Philippines to

customers get the best service possible!

assist our new sales agents, providing

training and verbiage so that our

How I describe what I do to others:



Indrajit Bavan

air account director

I am an Air Account Director. I manage many of Expedia's key airline relationships and negotiate our airline agreements. How I describe what I do to others-I'm sort of a travel agent who takes a lot of punishment from the airlines :^)

Heather Morelli

Expedia Technology Group

I am a Tester. I get paid to pretend to go on vacation every day. How cool and fun is that? As testers at Expedia, we find ways to break our website and that means we have to use our website as our customers do or might. mile032

take off

















I am the Director of Corporate Social Responsibility and have an incredible opportunity twice a year to lead teams of Expedians into small communities surrounding World Heritage sites to help develop sustainable tourism economic development plans.





I am a concierge at the Hyatt Regency and the Hawaii Prince Hotels in Honolulu, Hawaii. My job is to service both English and Japanese-speaking guests. I arrange tours and other activities. Hawaiian customs and traditions have taught us to share what little we have with those around us – simple things like a happy smile, a piece of coconut or a piece of good counsel.



expedia

I got my friend a great job and all I got was this T-shirt ...and a nice bonus plus the chance to work with friends and travel the world.

Set yours at myfriendrules.com

supports the Partner Services Group and points of sale. The team has about 180 members in Bellevue, Tacoma, San Francisco, Arlington, Dallas, Toronto, London and Paris. GSO serves its customers by supporting air ticketing; supplying correct hotel information, photos and maps; offering various destination activities; and assisting when hotels overbook or airlines require paper tickets. mile033

take off





2.8M











We have more than 2.8 million

lines of database code at

Expedia.com alone



and 2 million car searches

on the Expedia.com

18 MILLION Every day, there are over 18 million flight searches, 14 million hotel searches









































- drive innovation 🗯
- improve pricing & availability #
- build on our lead in travel media 🗯
 - always push forward 🗯
- constantly improve customer service *
- react quickly to the changing markets 🗯





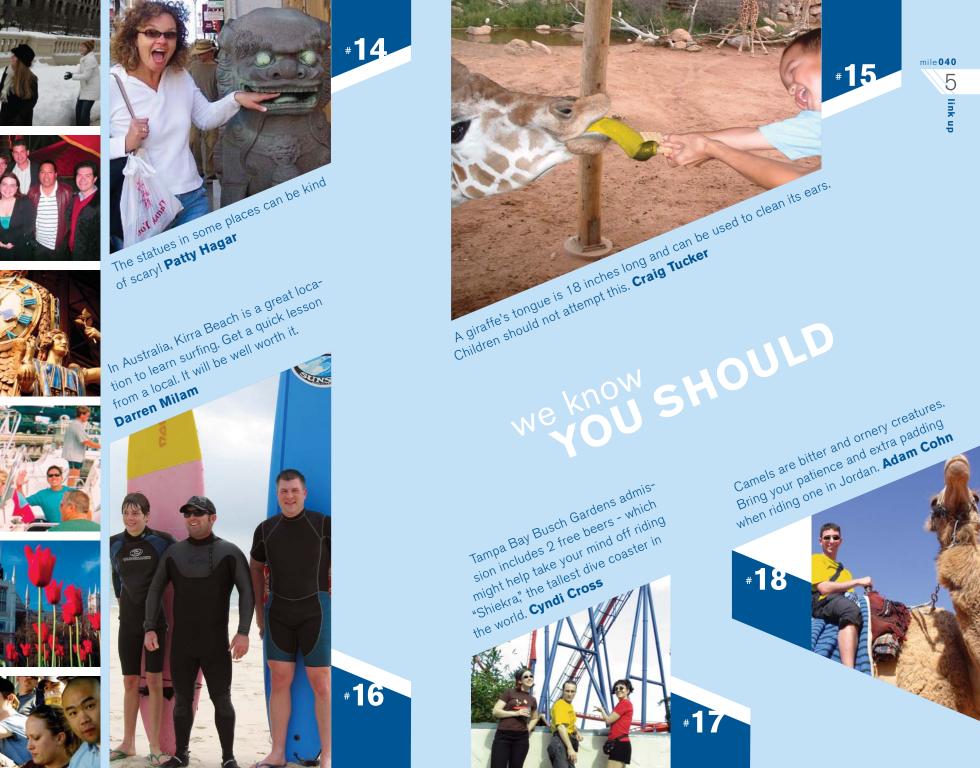












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You & Than A







































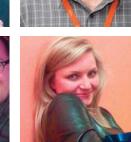
























giveback







WORLDHERITAGE The World Heritage Alliance (WHA) is a 15-member partnership founded by Expedia, Inc. and the United Nations Foundation in 2005 to support conservation, sustainable tourism and local economic development.







Thank You" Points







Five Expedia employees visited the Caribbean as part of the World Heritage Alliance partnership. The employee team included Diego Lofeudo (Madrid), Brenda Semrow (San Francisco), Sonja Bjork (Boston), Kristen Lee (Bellevue) and David Brigham (London). This was Expedia's third trip to develop tourism assets around WHA sites. In March 2008, an employee team went to Baja California Sur in Mexico. mile043



giveback









Expedia is involved with partners such as National Geographic, Rain Forest Alliance and other organizations to offer travelers options for green travel.

Classic Vacations donated \$50 for every new booking made to the Yucatan region from January through March 2007... all told, a \$10,000 donation to a local branch of Caritas Internationalis to aid in rebuilding efforts.

Egencia offers carbon neutral through its program to offset carbon for its corporate travel customer by partnering with TerraPass, a leading retailer of greenhouse gas reduction projects. Hotels.com has been supporting a football/ soccer team in South Africa for over four years. All players are 19 or younger and from underprivileged backgrounds. Hotels.com pays for their schooling, transportation and sports equipment. Two players have made the South African national team and many go on to continue their education and achieve success.

In May 2007, members of the TravelNow supervisor team spent the day building a house with Habitat for Humanity.

In January, the Springfield Accounting team volunteered for the Ozarks Food Harvest Mobile Food Pantry.

mile044



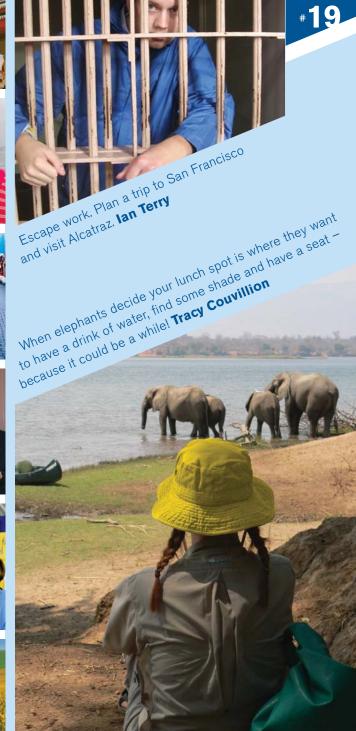












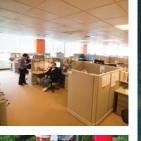
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mile 047

We are passionate about our customers Our employees are the life of our business We are transparent We move quickly but with discipline Innovation + execution = success

·· We have fun

















GETthis! **Z**MILLION Last year, we helped people book more than 23 million rooms for the night and put more than 22 million travelers

on airplanes

ENTIREYP Expedia cruise passengers could fill every transatiantic could milevery transatiantic II, voyage of the Queen Mary II, the world's largest cruise ship,

for an entire year

66 MILLION

1.5BILLION 1.5 billion air itineraries are priced each year

More than 66 million unique visitors each Expedia, Inc. network month visit the of global brands

7 must do





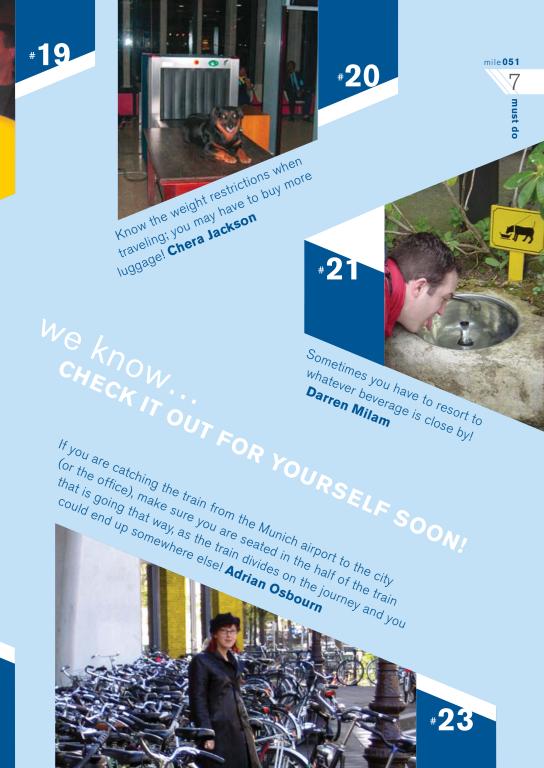












Content & project management



Concept, design & production

