

**TRAFFIC AND CAPACITY STATISTICS – February 2008***Summary of the headline figures*

In February 2008, passenger capacity, measured in Available Seat Kilometres, was 4.4 per cent above February 2007. Traffic, measured in Revenue Passenger Kilometres, rose by 5.3 per cent. This resulted in a passenger load factor increase of 0.6 points versus last year, to 68.4 per cent. Traffic comprised a 15.1 per cent increase in premium traffic and a 3.4 per cent rise in non-premium traffic. Comparatives between February 2007 and 2008 are difficult due to the additional day in the month and the lingering effects of the threat of industrial action on the first few days of February 2007.

Cargo, measured in Cargo Tonne Kilometres, rose by 19.8 per cent.

*Market conditions*

Longhaul premium traffic remains strong, while shorthaul premium and longhaul non-premium continue to show weakness. The company will provide a further update on market conditions at its Investor Day tomorrow, March 6. This event will be available as a webcast at [www.bashares.com](http://www.bashares.com).

*Strategic Developments*

British Airways said it will launch double daily business class-only flights from London City airport to New York next year. The new flights will operate on Airbus A318 aircraft with 32 seats onboard.

British Airways announced it is to partner with the London Olympic Games Organising Committee (LOCOG) to become the 'Official Airline of the London 2012 Olympic and Paralympic Games' and a Top Tier sponsor of the London 2012 Games. The deal combines air travel for Britain's Olympic hopefuls as well as financial support for staging the London 2012 Olympic and Paralympic Games.

British Airways increased its fuel surcharge on all longhaul tickets issued from Monday, February 25, 2008. The decision reflected continuing high oil prices. The surcharge for longhaul flights of less than nine hours increased by £5 per flight from £48 to £53 (£106 return) and flights of more than nine hours increased by £6 from £58 to £64 per flight (£128 return). There was no change to the shorthaul fuel surcharge which remained at £10 per flight (£20 return).

British Airways and Virgin Atlantic agreed in principle a settlement to resolve the class action litigation pending in the United States District Court for the Northern District of California, brought on behalf of US and UK passengers relating to alleged overcharges on longhaul passenger fuel surcharges.

British Airways became the first airline to achieve the City & Guilds Approved Centre Status. New entrants on the cabin crew-training programme are now eligible to obtain a National Vocational Qualification (NVQ) Level 2 – equivalent to 5 GCSE's.

*March 5, 2008*

**BRITISH AIRWAYS SCHEDULED SERVICES**

	Month of February			Financial year		
	2008	2007	Change (%)	2008	2006/07	Change (%)
<b>Passengers carried (000)</b>						
UK/Europe	1398	1301	+7.5	18620	18555	+0.4
Americas	494	455	+8.4	6868	6756	+1.7
Asia Pacific	134	125	+7.3	1665	1681	-1.0
Africa and Middle East	289	293	-1.2	3246	3272	-0.8
Total	2315	2174	+6.5	30399	30263	+0.4
<b>Revenue passenger km (m)</b>						
UK/Europe	1337	1245	+7.3	18367	18343	+0.1
Americas	3343	3084	+8.4	46253	45563	+1.5
Asia Pacific	1399	1291	+8.4	17143	17177	-0.2
Africa and Middle East	1965	2018	-2.6	21781	22080	-1.4
Total	8044	7638	+5.3	103545	103161	+0.4
<b>Available seat km (m)</b>						
UK/Europe	2196	2097	+4.7	26684	25658	+4.0
Americas	5122	4745	+8.0	60559	59457	+1.9
Asia Pacific	1807	1779	+1.6	21342	21941	-2.7
Africa and Middle East	2641	2651	-0.4	28436	28567	-0.5
Total	11766	11272	+4.4	137021	135622	+1.0
<b>Passenger load factor (%)</b>						
UK/Europe	60.9	59.4	+1.5 pts	68.8	71.5	-2.7 pts
Americas	65.3	65.0	+0.3 pts	76.4	76.6	-0.2 pts
Asia Pacific	77.4	72.6	+4.8 pts	80.3	78.3	+2.0 pts
Africa and Middle East	74.4	76.1	-1.7 pts	76.6	77.3	-0.7 pts
Total	68.4	67.8	+0.6 pts	75.6	76.1	-0.5 pts
<b>Revenue tonne km (RTK) (m)</b>						
Cargo tonne km (CTK)	405	338	+19.8	4462	4326	+3.1
Total RTK	1206	1118	+7.8	14885	14768	+0.6
Available tonne km (m)	1777	1717	+3.5	20959	21009	-0.2
Overall load factor (%)	67.9	65.1	+2.8 pts	71.0	70.4	+0.6 pts

Certain information included in these statements is forward-looking and involves risks and uncertainties that could cause actual results to differ materially from those expressed or implied by the forward looking statements.

Forward-looking statements include, without limitation, projections relating to results of operations and financial conditions and the Company's plans and objectives for future operations, including, without limitation, discussions of the Company's Business Plan programs, expected future revenues, financing plans and expected expenditures and divestments. All forward-looking statements in this report are based upon information known to the Company on the date of this report. The Company undertakes no obligation to publicly update or revise any forward-looking statement, whether as a result of new information, future events or otherwise.

It is not reasonably possible to itemize all of the many factors and specific events that could cause the Company's forward looking statements to be incorrect or that could otherwise have a material adverse effect on the future operations or results of an airline operating in the global economy. Fuller information on some factors which could result in material difference to the results is available in the company's Annual Report for the year ended 31 March 2007, which is available on [www.bashareholders.com](http://www.bashareholders.com).