

QANTAS AIRWAYS LIMITED
ABN 16 009 661 901

PRELIMINARY MONTHLY TRAFFIC AND CAPACITY STATISTICS
JULY 2006

Summary of Traffic and Capacity Statistics

Month of July 2006

July Group (comprising Qantas Domestic, QantasLink, Jetstar and Qantas International) passenger numbers increased by 7.9 per cent over the previous year. RPKs increased by 7.7 per cent, while ASKs were up 5.0 per cent, resulting in a revenue seat factor of 81.1 per cent, which was 2.1 percentage points higher than the previous year.

Total Domestic (Qantas, QantasLink and Jetstar domestic operations) yield excluding exchange for month of July 2006 increased by 0.4 per cent when compared to the same period last year. Total International (Qantas and Jetstar Trans-Tasman operations) yield excluding exchange increased by 7.8 per cent over the same period.

Recent Developments

On 17 August 2006, Qantas announced its financial results for the year ended 30 June 2006. Highlights included a profit before tax of \$671 million, a net profit after tax of \$480 million, revenue of \$13.6 billion, earnings per share of 24.9 cents and a fully franked final dividend of 11 cents per share, taking total fully franked dividends for the year to 22 cents per share.

On 26 July 2006, Jetstar announced the launch fares and flight schedules for its long-haul international operation which, subject to regulatory approval, will commence in November 2006. Jetstar said it would initially fly to six international destinations including Bangkok, Phuket, Ho Chi Minh City, Osaka, Bali and Honolulu. Jetstar will operate an initial fleet of Airbus A330-200 aircraft, offering two classes of service including StarClass, its premium cabin. Jetstar also said over the next four years it will develop a significant international network to a large number of Australian and overseas destinations.

Also on 26 July 2006, Jetstar announced that carriers within the Jetstar group of airlines, including Jetstar Asia, have been re-positioned under one single brand. The alignment of brands follows the successful convergence of both Jetstar Asia and Jetstar Airways websites into one enhanced, integrated site at Jetstar.com. Jetstar said with the Australian based Jetstar's commercial launch of long-haul international services, successful pursuit of a single brand and alignment of some core functions including distribution channels, revenue and inventory management would support predicted growth of the Jetstar brand globally.

On 7 July 2006, Qantas said it welcomed the removal of limitations on the number of air services that can be operated between the UK and Australia. Qantas said that the UK was an important market and that the development would enable Qantas to grow in the future. Qantas also said it welcomed the increased opportunities to operate at intermediate points and beyond the United Kingdom, but was disappointed that this did not extend to points in China and the USA.

QANTAS AIRWAYS LIMITED
ABN 16 009 661 901

PRELIMINARY MONTHLY TRAFFIC AND CAPACITY STATISTICS

JULY 2006

	Month			Financial Year to Date		
	2006/07	2005/06	Change	2006/07	2005/06	Change
Qantas Domestic						
Passengers carried ('000)	1,386	1,353	2.4%	1,386	1,353	2.4%
Revenue Passenger Kilometres (m)	2,040	1,962	3.9%	2,040	1,962	3.9%
Available Seat Kilometres (m)	2,509	2,430	3.3%	2,509	2,430	3.3%
Revenue Seat Factor (%)	81.3	80.8	0.5 pts	81.3	80.8	0.5 pts
QantasLink						
Passengers carried ('000)	317	265	19.6%	317	265	19.6%
Revenue Passenger Kilometres (m)	217	165	31.5%	217	165	31.5%
Available Seat Kilometres (m)	290	228	27.3%	290	228	27.3%
Revenue Seat Factor (%)	74.8	72.4	2.4 pts	74.8	72.4	2.4 pts
Jetstar						
Passengers carried ('000)	648	443	46.2%	648	443	46.2%
Revenue Passenger Kilometres (m)	815	465	75.4%	815	465	75.4%
Available Seat Kilometres (m)	988	615	60.7%	988	615	60.7%
Revenue Seat Factor (%)	82.5	75.6	6.9 pts	82.5	75.6	6.9 pts
Qantas International *						
Passengers carried ('000)	779	839	(7.2)%	779	839	(7.2)%
Revenue Passenger Kilometres (m)	5,405	5,280	2.4%	5,405	5,280	2.4%
Available Seat Kilometres (m)	6,671	6,690	(0.3)%	6,671	6,690	(0.3)%
Revenue Seat Factor (%)	81.0	78.9	2.1 pts	81.0	78.9	2.1 pts
Total Group Operations						
Passengers carried ('000)	3,130	2,900	7.9%	3,130	2,900	7.9%
Revenue Passenger Kilometres (m)	8,477	7,872	7.7%	8,477	7,872	7.7%
Available Seat Kilometres (m)	10,458	9,962	5.0%	10,458	9,962	5.0%
Revenue Seat Factor (%)	81.1	79.0	2.1 pts	81.1	79.0	2.1 pts

Notes

Any adjustments to preliminary statistics will be included in the year to date results next month. Where figures have been rounded, discrepancies may occur between the sum of the components of items and the total and in percentage changes which are derived from figures prior to rounding.

The number of passengers carried is calculated on the basis of origin/destination (ie. one origin/destination journey represents one passenger regardless of the number of stage lengths undertaken).

* Includes prior year statistics for Australian Airlines which, effective 1 July 2006, provides wet lease services to Qantas mainline.

Key

(m): Millions

RPKs: The number of paying passengers carried multiplied by the number of kilometres flown

ASKs: The number of seats available for sale multiplied by the number of kilometres flown