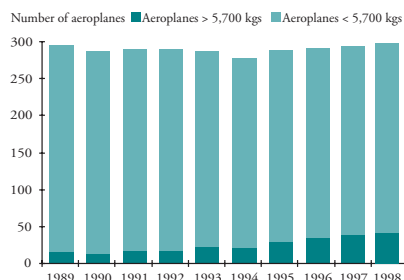


AVIATION FACT FILE

Air transport • Aircraft fleet • Personnel Licences • Air Traffic

AIRCRAFT FLEET

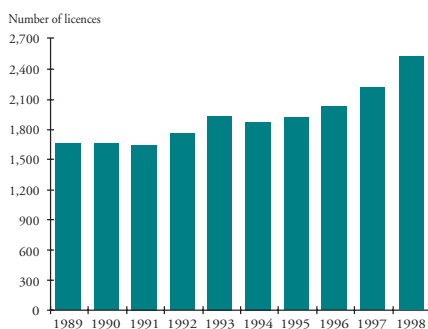


There were 336 aircraft registered in Iceland at the end of the year 1998, as compared to 332 the preceding year, an increase of 1%. The number of registered aircraft has never been higher in the last ten years.

The number of heavy aeroplanes (> 5,700 kgs) increased by four while light aeroplanes (< 5,700 kgs) decreased by one. Gliders increased by one while the number of helicopters is unchanged.

Over the past ten years the number of Icelandic aircraft has increased by an average of 1% annually. The same applies to the past five years.

PERSONNEL LICENCES



There were 2,528 valid personnel licences at year end 1997, an increase of 14% from the preceding year.

The main groups of licences include: 633 private pilots, 569 commercial pilots, 259 aircraft maintenance technicians, 183 student pilots, 152 flight instructors, 88 air traffic controllers, 44 glider pilots, 42 flight engineers, and 35 flight dispatchers.

At the end of 1998 there were 274 valid IFR ratings.

From 1997 to 1998 the number of licences changed in varying proportions in the following categories: 21% flight dispatchers, 12% student pilots, 10% glider pilots, 10% private pilots, commercial pilots 5% and aircraft maintenance technicians 5%. Pilots with IFR licences increased by 9.2%. On the other hand, the number of licences in the following categories dropped: Flight engineers 4% and air traffic controllers by 1%.

Over the past ten years the number of valid personnel licences has increased by an average of 5% annually. The average annual increase over the past five years is 6%.

REYKJAVÍK OCEANIC AIR TRAFFIC

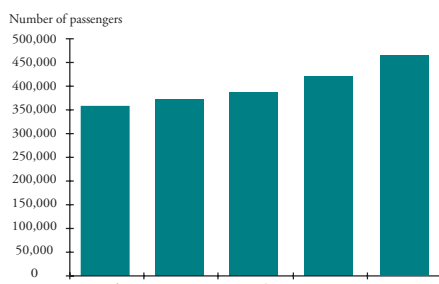
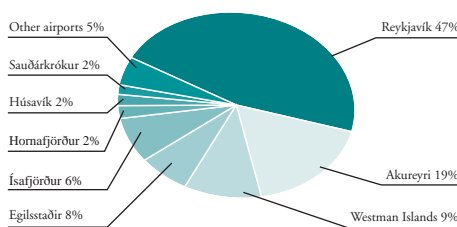


In all 83,295 aircraft entered the Reykjavik Oceanic Control Area in 1998, a 14% increase from the preceding year.

In 1998 commercial flights comprised 85% of the total traffic, military flights 8% and general aviation 7%.

Over the past ten years air traffic in the area has increased by an average of 5% annually. The average annual change over the past five years is 3% increase.

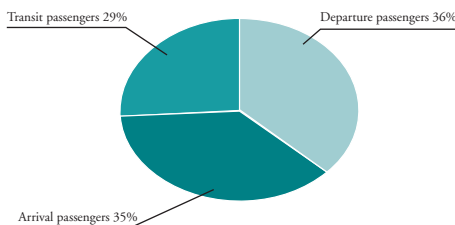
DOMESTIC PASSENGERS



In all, 463,414 domestic passengers embarked at Icelandic airports with scheduled services in 1998, an increase of 8% from the preceding year.

Over the past ten years the total number of domestic passengers embarking at airports with scheduled services has increased by an average of 3% annually. The average annual increase over the past five years is 7%.

INTERNATIONAL PASSENGERS

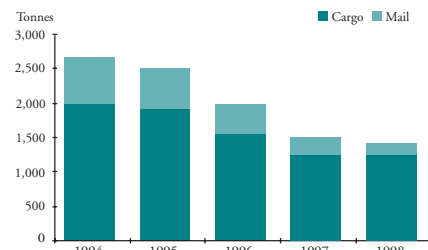


A total of 1,251,353 international passengers used Icelandic airports with scheduled services in 1998, an increase of 11% from the preceding year.

From 1997 to 1998 the number of international passengers went up by 12% in Keflavik and 2% in Reykjavik. On the other hand, international passengers dropped by 43% in Akureyri and 19% in Egilsstaðir.

Over the past five years the volume of international passengers at Icelandic airports has increased by an average of 11% annually.

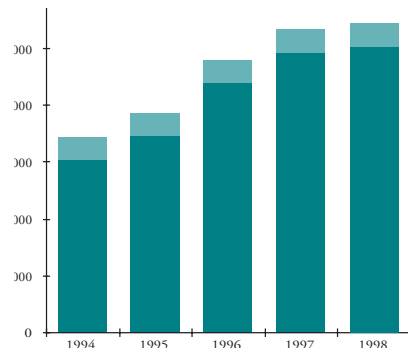
DOMESTIC MAIL AND CARGO



A total of 1,431 tonnes of mail and cargo were transported domestically in 1998, a drop of 1% from the preceding year. Cargo transport increased by 1% while mail declined by 30%.

Over the past ten years total domestic mail and cargo have dropped by an average of 11% annually. The average annual decrease over the past five years is 13%.

INTERNATIONAL MAIL AND CARGO

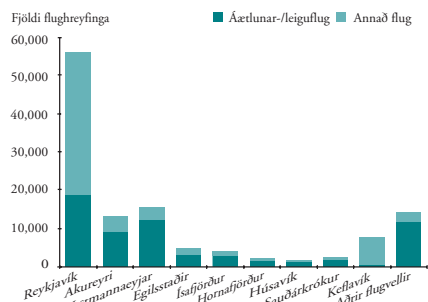


International cargo and mail increased by 2% in 1998, amounting to a total of 27,109 tonnes. Cargo increased by 2% while mail decreased by 8%.

In 1998 international cargo and mail transported through Reykjavik decreased by 87% but increased in Keflavik by 5%.

Over the past five years international cargo and mail transported through Icelandic airports has increased by an average of 12% annually.

AIRCRAFT MOVEMENTS



Domestic aircraft movements (take-offs and landings) increased in the area of scheduled and charter services by 15%, to a total of 64,975. Touch-and-go landings numbered 66,702, an increase of 2%, and other domestic movements were 56,464 giving an increase of 16% over the preceding year.

Total aircraft movements at Icelandic airports with scheduled services in 1995 were 214,143, an increase of 10% from the preceding year. 188,141 were domestic movements and 26,002 international movements.



AVIATION FACT FILE

Air transport • Aircraft fleet • Personnel Licences • Air Traffic

Aircraft on Icelandic register 1989 - 1998

Year	Aeropl.> 5,700 kgs	Aeropl.< 5,700 kgs	Gliders	Helicopters	Total	Change f.prec. year
1989	16	279	24	4	323	3.9%
1990	14	273	25	3	315	-2.5%
1991	18	273	24	5	320	1.6%
1992	19	271	24	5	319	-0.3%
1993	24	264	26	5	319	0.0%
1994	22	257	29	5	313	-1.9%
1995	30	259	29	6	324	3.5%
1996	35	259	31	5	330	1.9%
1997	41	255	31	5	332	0.6%
1998	45	254	32	5	336	1.2%

Valid personnel licences 1989 - 1998

Year	Issued	Renewal	Number of licences	Change from prec. year
1989	311	360	1,649	1.2%
1990	267	337	1,659	0.6%
1991	232	423	1,642	-1.0%
1992	230	532	1,753	6.8%
1993	256	155	1,920	9.5%
1994	260	148	1,865	-2.9%
1995	267	309	1,910	2.4%
1996	391	448	2,031	6.3%
1997	486	525	2,210	8.8%
1998	758	230	2,528	14.4%

Valid personnel licences 31/12 1998

Licence type	Issued	Renewal	Number	Change 98/97	Part
Commercial pilots / aeroplane	38	21	295	8.5%	11.7%
Commercial pilots / helicopter	6	1	11	10.0%	0.4%
Airline transport pilots / aeroplane	10	34	257	2.8%	10.2%
Airline transport pilots / helicopter	0	0	6	-25.0%	0.2%
Instrument ratings	35	26	274	9.2%	10.8%
Private pilots / aeroplane	140	72	632	10.5%	25.0%
Private pilots / helicopter	1	0	1	-66.7%	0.0%
Flight instructors	21	30	152	31.0%	6.0%
Student pilots	177	10	183	11.6%	7.2%
Air traffic controllers	2	4	88	-1.1%	3.5%
Flight dispatchers	12	8	35	20.7%	1.4%
Flight engineers	2	0	42	-4.5%	1.7%
Aircraft maintenance technicians	19	18	259	5.3%	10.2%
Validation of licences	289	72	249	114.7%	9.8%
Glider pilots	6	6	44	10.0%	1.7%
	558	230	2,528	14.4%	100.0%

Traffic in the Icelandic oceanic area 1989 - 1998

Year	To/from Iceland	Overflights	Number of flights	Change from prec. year
1989	-	-	66,929	7.6%
1990	-	-	70,589	5.5%
1991	-	-	64,660	-8.4%
1992	-	-	63,102	-2.4%
1993	18,142	46,813	64,955	2.9%
1994	18,706	49,973	68,679	5.7%
1995	20,940	45,352	66,292	-3.5%
1996	22,382	49,249	71,631	8.1%
1997	23,576	49,779	73,355	2.4%
1998	25,282	58,013	83,295	13.6%

Traffic in the Icelandic oceanic area by category 1994 - 1998

Year	Civil flights	General aviation	Military flights	Total	Part of military flights
1994	57,160	5,086	6,433	68,679	9%
1995	54,338	5,130	6,824	66,292	10%
1996	58,824	5,191	7,616	71,631	11%
1997	61,343	5,671	6,341	73,355	9%
1998	70,913	5,783	6,595	83,291	7.9%

Domestic passengers in Icelandic airports with scheduled services 1998*)

Airport	Number of passengers	Change 97/96	Part
Reykjavik	440,585	6.1%	47.5%
Akureyri	181,234	16.1%	19.6%
Westman Islands	83,660	19.4%	9.0%
Egilsstaðir	70,916	7.0%	7.7%
Ísafjörður	56,301	-6.9%	6.1%
Hornafjörður	17,714	-4.3%	1.9%
Húsavík	18,109	10.6%	2.0%
Sauðárkrúkur	14,326	-4.3%	1.5%
Other airports	43,983	13.2%	4.7%
	926.828	8.1%	100.0%

*) Each passenger is counted twice, i.e. both departing and arriving, but 7.734 transit passengers are excluded.

International passengers in Icelandic airports with scheduled services 1998

Airport	Dep./arr. passengers	Transit passengers	Total	Change 98/97	Part
Keflavik	859,571	366,824	1,226,395	11.7%	98.0%
Reykjavik	22,171	0	22,171	1.6%	1.8%
Akureyri	2,222	0	2,222	-42.7%	0.2%
Egilsstaðir	136	429	565	-19.3%	0.0%
	884.100	367.253	1.251.353	11.3%	100.0%

Domestic cargo and mail in Icelandic airports with scheduled services 1998**)

Airport	Cargo / Tonnes	Mail / Tonnes	Total / Tonnes	Change 98/97	Part
Reykjavik	1,197,5	145,0	1,342,5	10.2%	44.9%
Akureyri	550,7	33,2	584,0	5.6%	19.5%
Egilsstaðir	220,4	0,1	220,5	-3.5%	7.4%
Ísafjörður	176,9	0,0	176,9	-6.2%	5.9%
Vestm.eyjar	131,5	22,1	153,6	0.9%	5.1%
Sauðárkrúkur	45,2	0,0	45,2	-56.3%	1.5%
Hornafjörður	57,8	0,0	57,9	-14.5%	1.9%
Húsavík	28,0	0,0	28,0	-28.2%	0.9%
Aðrir flugvelli	241,3	137,5	378,8	-19.8%	12.7%
	2.649,3	338,0	2.987,2	-1.2%	100.0%

***) Cargo and mail is counted twice, i.e. both departing and arriving.

International cargo and mail in Icelandic airports with scheduled services 1998

Airport	Cargo / Tonnes	Mail / Tonnes	Total / Tonnes	Change 98/97	Part
Keflavik	25,036,9	1,941,0	26,977,9	5.3%	99.5%
Reykjavik	114,2	16,6	130,8	-87.4%	0.5%
	25.151,1	1.957,6	27.108,7	1,7%	100,0%

Domestic a/c movements in Icelandic airports with scheduled services 1998

Airport	Scheduled/charter services	Other flights	Touch-and-go land.	Total	Change 98/97	Part
Reykjavik	20,668	38,540	31,421	90,629	-3.2%	48.2%
Akureyri	9,067	3,636	2,152	14,855	0.8%	7.9%
Vestm.eyjar	12,340	2,860	244	15,444	20.3%	8.2%
Egilsstaðir	3,177	1,147	662	4,986	-2.0%	2.7%
Ísafjörður	2,670	728	11	3,409	-4.5%	1.8%
Hornafjörður	1,306	520	47	1,873	-1.2%	1.0%
Húsavík	1,420	182	117	1,719	12.1%	0.9%
Sauðárkrúkur	1,688	244	0	1,932	-10.3%	1.0%
Keflavik	212	7,132	31,505	38,849	22.1%	21.6%
Aðrir flugvelli	12,427	1,475	543	14,445	86.6%	7.7%
	64.975	56.464	66.702	188.141	7,5%	100,0%

International a/c movements in Icelandic airports with scheduled services 1998

Airport	Scheduled/charter services	Other flights	Total	Change 98/97	Part
Keflavik	15,396	6,599	21,995	12.9%	84.6%
Reykjavik	1,098	2,592	3,690	-3.5%	14.2%
Akureyri	273	0	273	-12.8%	1.0%
Egilsstaðir	35	9	44	-17.0%	0.2%
	16.802	9.200	26.002	9,9%	100,0%