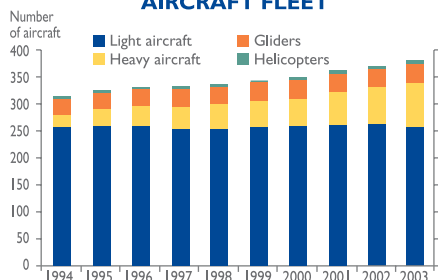


AVIATION FACT FILE

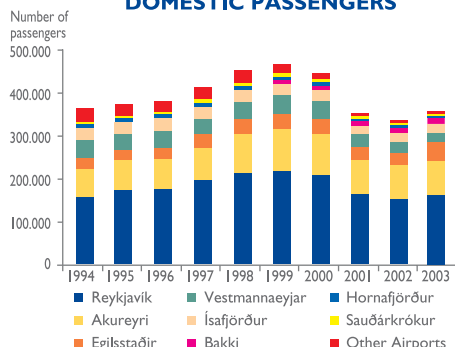
Air Transport • Aircraft Fleet • Personnel Licences • Air Traffic

AIRCRAFT FLEET



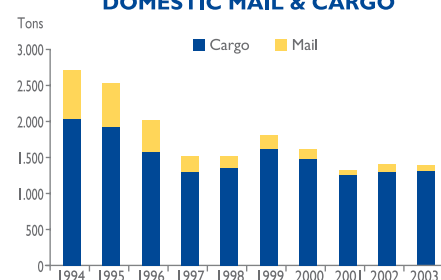
There were 376 aircraft registered in Iceland at the end of 2003 as compared to 369 the previous year, an expansion of 1.9%. The number of heavy aircraft (over 5,700 kg) increased by 13 and light aircraft (under 5,700 kg) decreased by 8. Number of gliders increased by 1 and helicopters also by 1. Over the past ten years the number of heavy aircraft has increased by an average of 13,4% annually and 12,5% the last five years.

DOMESTIC PASSENGERS



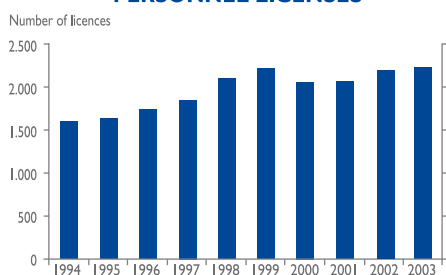
About 355,700 passengers passed through Icelandic airports in 2003, an increase of 5,9%. Traffic increased by 34,5% at Egilsstaðir, 5,5% at Reykjavik, 5,0% at Akureyri, 3,1% at Ísafjörður and by 1,3% at Bakki. The traffic decreased by 22,7% at Hórnafjörður, 12,0% at Sauðárkrúkur, 8,5% at Vestmannaeyjar and other airports by 2,0%. Over the past decade the total number of domestic passengers has increased by an average of 1,3% annually. The annual average decrease over the past five years is 4,2%.

DOMESTIC MAIL & CARGO



A total of 1,351 tones of cargo and mail were transported domestically in 2003, a decrease of 2,7% from the preceding year. Cargo transport increased by 1,1% but mail decreased by 48,5%. Over the past ten years total domestic cargo and mail have dropped by an average of 6,4% annually. The average annual decrease over the past five years is 1,1%.

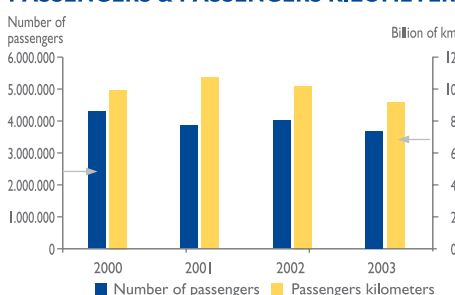
PERSONNEL LICENCES*



There were 2,223 valid personnel licences in the year 2003, an increase of 1,4% from the preceding year. The main groups of licences include: 686 commercial pilots, 593 private pilots, 340 aircraft maintenance technicians, 119 student pilots, 108 air traffic controllers, 52 flight dispatchers, 49 glider pilots and 26 flight engineers. From 2002 to 2003 the number of licences increased in varying proportions in the following categories: 8,9% glider pilots, 8,0% air traffic controllers, 7,3% aircraft maintenance technicians, 4,0% flight dispatchers and flight engineers and 3,0% commercial pilots. On the other hand, the number of student pilots reduced by 19,0%, and private pilots by 3,1%. Over the past decade the number of valid licences has increased by an average of 3,0% annually and by 1,2% over the past five years.

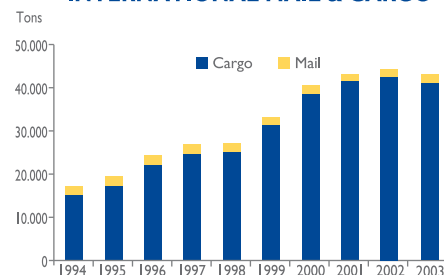
* Instrument Ratings and Flight Instructor Ratings are not included in the number of licences.

PASSENGERS & PASSENGERS KILOMETERS



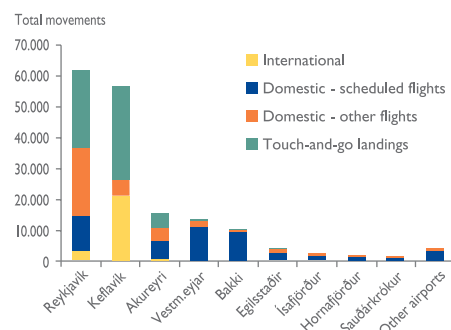
Icelandic registered aircrafts transferred about 4,3 million passengers in the year 2000. In the year 2001 the number of passengers dropped to 3,8 million, a decrease of 10,1%. In the year 2002 the number of passengers increased again up to almost 4,1 million passengers or by 4,1%. In the year 2003 the passengers' number decreased to 3,7 million or 7,9%. Total passengers' kilometers was around 10 billion km in the year 2000 (estimated figure), 10,8 billion km in the year 2001 and decreased to 10,5 billion km in 2002 or by 2,5%. In the year 2003 the number decreased to 9,3 billion km or by 12%. These figures are found by multiplying the total number of revenue passengers with flown stage distances based on information from all airline operators registered in Iceland.

INTERNATIONAL MAIL & CARGO



In 2003 international cargo and mail traffic decreased by 3,0% amounting to a total of 42,685 tones, nearly 1,315 tones less than in 2002. Cargo transport in 2003 was 40,828 tones while mail accounted for 1,857 tones. Cargo decreased by 3,0% or 1,253 tones and mail by 3,3%. Over the last decade total cargo and mail traffic increased by an average of 11,0% annually and by 10,0% over the past five years.

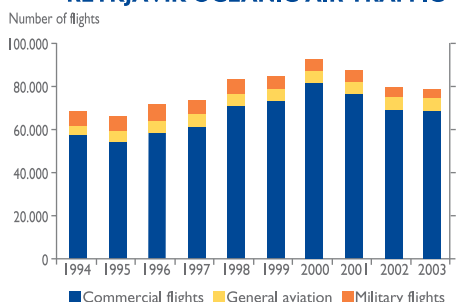
AIRCRAFT MOVEMENTS**



Total aircraft movements at Icelandic airports (take-offs and landings) in 2003 were 168,619, a 3,2% decline from the previous year. Of the total movements 144,298 were domestic and 24,321 international. Scheduled and charter flights numbered 48,003, an increase of 1,6%. Touch-and-go landings numbered 61,463, a decrease of 11,2% and other domestic movements were 34,802 giving an increase of 1,2% over the preceeding year.

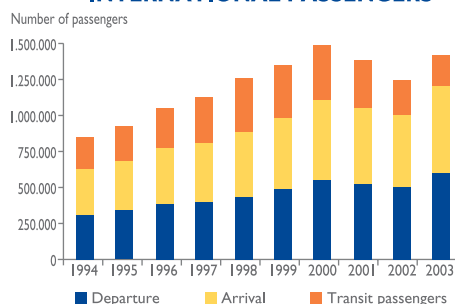
** Touch-and-go landings are counted as two movements. Military flights are included in these figures.

REYKJAVÍK OCEANIC AIR TRAFFIC



In all 78,642 aircraft entered the Reykjavík Oceanic Control Area in 2003, down by 1,0% from the previous year. In 2003 commercial flights comprised 87,5% of the total air traffic, military flights 5,3% and general aviation accounted for 7,2%. Over the last ten years oceanic air traffic in the area has increased by an average of 2,2% annually but decreased by 0,9% over the past five years.

INTERNATIONAL PASSENGERS



A total of 1,404,552 int. pass. went through Icelandic airports in 2003, an increase by 12,7% from the preceding year. The majority or 97,4% went through Keflavik Airport. At Akureyri an increase of 381% was experienced but during a part of the year the airport enjoyed direct flight to Copenhagen. There was an increase by 12,2% at Keflavik, 8,1% at Reykjavik and at Egilsstaðir by 5,8%. Over the past decade the volume of int. pass. has increased by an average of 6,6% annually and 2,8% annually over the past five years.

AVIATION FACT FILE

Air Transport • Aircraft Fleet • Personnel Licences • Air Traffic

Aircraft on Icelandic register 1994-2003

Year	Aeroplane >5,700 kg	Aeroplane <5,700 kg	Gliders	Helicopters	Total	Change from prec. year
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%
1999	46	259	33	5	343	2,1%
2000	50	260	33	5	348	1,5%
2001	60	263	32	5	360	3,4%
2002	67	264	33	5	369	2,5%
2003	80	256	34	6	376	1,9%

Valid personnel licences 1994-2003*

Year	Issued	Renewal	Number of licences	Change from prec. year
1994	221	115	1.600	-5,0%
1995	228	234	1.634	2,1%
1996	324	349	1.738	6,4%
1997	416	382	1.843	6,0%
1998	702	174	2.102	14,1%
1999	594	154	2.208	5,0%
2000	461	238	2.054	-7,0%
2001	426	329	2.064	0,5%
2002	561	365	2.193	6,3%
2003	499	221	2.223	1,4%

* Instrument Ratings and Flight Instructor Ratings are not included in the number of licences.

Valid personnel licences 2003

Licence type	Issued	Renewal	Number	Change 03/02	Part
Commercial pilots/aeroplane	45	45	374	5,1%	16,8%
Commercial pilots/helicopter	8	2	16	23,1%	0,7%
Airline transp. pilots/aeroplane	27	31	290	-0,3%	13,0%
Airline transp. pilots/helicopter	1	0	6	0,0%	0,3%
Private pilots/aeroplane	54	88	584	-3,5%	26,3%
Private pilots/helicopter	3	3	9	28,6%	0,4%
Student pilots	49	6	119	-19,0%	5,4%
Air traffic controllers	5	10	108	8,0%	4,9%
Flight dispatchers	3	10	52	4,0%	2,3%
Flight engineers	1	1	26	4,0%	1,2%
Aircraft maintenance technicians	0	19	340	7,3%	15,3%
Aircraft maintenance JAR-66	49	Inc. in the total nr. of Aircraft maint. techn. partition commenced in 2002			
Validation of licences	250	0	250	8,2%	11,2%
Glider pilots	4	6	49	8,9%	2,2%
Total	499	221	2.223	1,4%	100,0%

Traffic in the Icelandic oceanic area 1994-2003

Year	To/from Iceland	Overflights	Number of flights	Change from prec. year
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	23.162	50.193	73.355	2,4%
1998	25.282	58.013	83.295	13,6%
1999	26.028	58.977	85.005	2,1%
2000	26.910	65.775	92.685	9,0%
2001	25.378	61.959	87.337	-5,8%
2002	22.606	56.854	79.460	-9,0%
2003	23.517	55.125	78.642	-1,0%

Traffic in the Icelandic oceanic area by category 1994-2003

Year	Civil flights	General aviation	Military flights	Total	% Civil	% General	% Military
1994	57.160	5.086	6.433	68.679	83,2%	7,4%	9,4%
1995	54.338	5.130	6.824	66.292	82,0%	7,7%	10,3%
1996	58.824	5.191	7.616	71.631	82,1%	7,2%	10,6%
1997	61.343	5.671	6.341	73.355	83,6%	7,7%	8,6%
1998	70.913	5.787	6.595	83.295	85,1%	6,9%	7,9%
1999	73.475	5.282	6.248	85.005	86,4%	6,2%	7,4%
2000	81.666	5.703	5.316	92.685	88,1%	6,2%	5,7%
2001	76.538	5.528	5.271	87.337	87,6%	6,3%	6,0%
2002	69.013	5.609	4.838	79.460	86,9%	7,1%	6,1%
2003	68.838	5.669	4.135	78.642	87,5%	7,2%	5,3%

Domestic passengers in Icelandic airports with scheduled services 2003 **

Airport	Number of passengers	Change 03/02	Part
Reykjavík	321.507	5,5%	45,2%
Akureyri	162.873	5,0%	22,9%
Egilsstaðir	83.747	34,5%	11,8%
Vestmannaeyjar	45.156	-8,5%	6,3%
Ísafjörður	40.060	3,1%	5,6%
Bakki	25.615	1,3%	3,6%
Hornafjörður	8.260	-22,7%	1,2%
Sauðárkrökur	8.392	-12,0%	1,2%
Other Airports	15.790	-2,0%	2,2%
Total	711.400	5,9%	100,0%

** Total of departing and arriving passengers

International passengers in Icelandic airports with scheduled services 2003

Airport	Dep./arr. passengers	Transit passengers	Total	Change 03/02	Part
Keflavík	1.156.592	211.904	1.368.496	12,2%	97,4%
Reykjavík	25.289		25.289	8,1%	1,8%
Akureyri	9.129		9.129	381,0%	0,6%
Egilsstaðir	1.484		1.484	5,8%	0,1%
Other Airports	154		154	275,6%	0,0%
Total	1.192.648	211.904	1.404.552	12,7%	100,0%

Domestic cargo and mail in Icelandic airports with scheduled services 2003***

Airport	Cargo/Tones	Mail/Tones	Total/Tones	Change 02/01	Part
Reykjavík	1.221,7	18,4	1.240,1	-5,5%	45,9%
Akureyri	552,5	0,5	553,0	-2,7%	20,5%
Egilsstaðir	246,3	0,0	246,3	24,0%	9,1%
Ísafjörður	159,2	0,0	159,2	4,1%	5,9%
Vestmannaeyjar	120,6	18,4	139,0	-10,8%	5,1%
Bildudalur	49,0	66,2	115,2	-9,6%	4,3%
Vopnafjörður	101,4	0,0	101,4	5,4%	3,8%
Hornafjörður	44,7	0,0	44,7	-22,3%	1,7%
Other Airports	98,3	5,6	104,0	-4,3%	3,8%
Total	2.593,8	109,2	2.703,0	-2,7%	100,0%

*** Total of cargo and mail transport via each airport.

International cargo and mail in Icelandic airports with scheduled services 2003

Airport	Cargo/Tones	Mail/Tones	Total/Tones	Change 03/02	Part
Keflavík	40.554,0	1.832,0	42.386,0	-3,1%	99,3%
Reykjavík	183,0	24,7	207,6	0,7%	0,5%
Akureyri	91,1	0	91,1	0	0,2%
Total	40.828,1	1.856,7	42.684,7	-3,0%	100,0%

Domestic a/c movements in Icelandic airports with scheduled services 2003

Airport	Scheduled/charter services	Other flights	Touch-and-go landings	Total	Change 03/02	Part
Reykjavík	13.242	20.009	25.336	58.587	-0,9%	40,6%
Keflavík	139	5.129	30.587	35.855	-16,1%	24,8%
Akureyri	6.026	4.224	4.510	14.760	0,2%	10,2%
Vestmannaeyjar	10.974	1.998	272	13.244	-0,4%	9,2%
Bakki	8.936	754	290	9.980	22,6%	6,9%
Egilsstaðir	2.491	858	158	3.507	3,5%	2,4%
Ísafjörður	1.418	700	36	2.154	-12,2%	1,5%
Hornafjörður	865	344	118	1.327	-59,1%	0,9%
Sauðárkrökur	804	310	156	1.270	-6,7%	0,9%
Other Airports	3.138	476	0	3.614	-5,0%	2,5%
Total	48.003	34.802	61.463	144.298	-4,4%	100,0%

International a/c movements in Icelandic airports with scheduled services 2003

Airport	Scheduled/charter services	Other****	Total	Change 03/02	Part
Keflavík	15.387	5.424	20.811	3,9%	85,6%
Reykjavík	1.096	2.130	3.226	3,3%	13,3%
Akureyri	172	0	172	45,8%	0,7%
Egilsstaðir	63	0	63	28,6%	0,3%
Other Airports	49	0	49	22,5%	0,2%
Total	16.767	7.554	24.321	4,1%	100%

**** Military flights are included.