

Fourth Quarter and Full Year 2008 Financial Update

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- **Statements in this presentation which are not purely historical facts, including statements about forecasted revenue or earnings growth, cost estimates, expected operating margins or cash flow, future bookings outlook and technology adoption trends, or other statements about anticipations, beliefs, expectations, hopes, intentions or strategies for the future, may be forward-looking statements. Readers are cautioned not to place undue reliance on forward-looking statements. All forward-looking statements are based upon information available to Sabre on the date this presentation was first published. Sabre undertakes no obligation to publicly update or revise any forward-looking statements, whether as a result of new information, future events or otherwise. Any forward-looking statements involve risks and uncertainties that could cause actual events or results to differ materially from the events or results described in the forward-looking statements, including risks or uncertainties related to competition from established and emerging travel distribution channels; travel agency consolidation and increased competition for travel agency subscribers; airlines limiting their participation in travel marketing and distribution services; changes in relationships with principal customers; rapid technological changes; systems failures or constraints and business interruptions; revenues being highly dependent on the travel and transportation industries; risks of international operations, challenges of successfully making and integrating business combinations and strategic alliances. Sabre may not succeed in addressing these and other risks.**
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Fourth Quarter and Full Year Results

Fourth Quarter Summary – Sabre Holdings

(\$ M)	4Q '08 Actual	Fav / (Unfav) to PY		2008 Full Year	Fav / (Unfav) to PY	
Adjusted Revenues	603	(69)	(10%)	2,881	(8)	(0%)
Adjusted Expenses	536	28	5%	2,380	(6)	(0%)
Adjusted Operating Income	67	(42)	(38%)	500	(15)	(3%)
Adjusted EBITDA	88	(37)	(29%)	578	(2)	(0%)
Adjusted EBITDA Margin	15%	(3.9 pts)		20%	(0.0 pts)	
Goodwill & Intangibles Writedown	(382)	NM	NM	(382)	NM	NM
Discontinued Ops EBITDA	(15)	(15)	NM	(24)	(27)	NM
GAAP Net Income	(319)	(284)	<(100%)	(320)	(235)	<(100%)

Business Unit Metrics

(millions)		4Q '08 Actual	Fav / (Unfav) versus PY		2008 Full Year	Fav / (Unfav) versus PY	
	Travel Network Transactions	76	(13)	(15%)	383	(11)	(3%)
	Travelocity Gross Travel Booked	\$1,982	(\$358)	(15%)	\$10,567	(\$122)	(1%)
	Airline Solutions Passengers Boarded	71	6	10%	278	15	6%

GAAP Reconciliation

(M)	4Q' 08	Full Year
GAAP Net Income	(\$319)	(\$320)
Interest	67	273
Taxes	(153)	(153)
D&A	69	274
GAAP EBITDA	(\$336)	\$74
Adjustments:		
Goodwill & Intangible Impairment	382	382
Cost Initiatives - One-time expenses	23	73
Discontinued Operations	15	24
Other	4	25
Total Adjustments	\$424	\$504
Adjusted EBITDA	\$88	\$578

Condensed Financial Statements Prepared in Accordance with GAAP

Condensed Income Statement

(millions)	(Successor)	(Successor + Predecessor)
	Fiscal Year Ended December 31, 2008	Fiscal Year Ended December 31, 2007
Revenues	\$ 2,876	\$ 2,852
COR	1,602	1,628
Stock compensation txn related expenses	1	19
Gross profit	1,273	1,205
Selling, general and administrative	929	876
Amortization of other intangible assets	128	104
Impairment of goodwill and intangible assets	312	-
Transaction related expense	-	34
Stock compensation expenses	3	42
Total other operating expenses	1,373	1,056
Operating (loss) income	(100)	149
Other income (expense)		
Interest income	8	19
Interest expense	(281)	(257)
Other, net	3	0
Total other income (expense)	(270)	(238)
(Loss) income from continuing operations before provision for income taxes	(369)	(90)
Income tax (benefit) expense	(117)	(14)
(Loss) earnings from continuing operations	(253)	(76)
(Loss) earnings from discontinued operations, net of tax	(67)	(9)
Net (loss) earnings	\$ (320)	\$ (84)

Condensed Balance Sheet

	<u>(Successor)</u>	<u>(Successor)</u>
	<u>December 31, 2008</u>	<u>December 31, 2007</u>
(millions)		
Assets		
Current assets		
Cash	\$ 204	\$ 87
Restricted cash	5	9
Other current assets	638	849
Total current assets	847	946
Total property and equipment	367	313
Goodwill and intangible assets, net	4,916	5,331
Other assets, net	336	340
Total assets	\$ 6,466	\$ 6,930
Liabilities and stockholders' equity		
Total current liabilities	934	1,223
Deferred income taxes	189	378
Other liabilities	337	242
Revolving credit facility	297	-
Long-term debt	3,795	3,792
Total stockholders' equity	914	1,295
Total liabilities and stockholders' equity	\$ 6,466	\$ 6,930

Condensed Cash Flow Statement

(millions)	(Successor)	(Successor + Predecessor)
	Fiscal Year Ended December 31, 2008	Fiscal Year Ended December 31, 2007
Cash provided by (used for) operating activities	39	136
Cash provided by (used for) investing activities	(165)	(4,006)
Cash provided by (used for) financing activities	240	4,069
Effect of exchange rate changes on cash and cash equivalents	(16)	4
Increase (decrease) in cash	117	107
Cash at beginning of period	87	249
Cash at end of period	<u>\$ 204</u>	<u>\$ 356</u>