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Sabre Holdings (TSG)

NY Analyst Meeting

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Chairman and Chief Executive Officer

Sabre

Overview

- New Participation Level – DCA Three Year Option
 - Launch Partner US Airways
 - Available to all carriers with US POS
- Today's agenda includes:
 - Current industry situation
 - DCA Three Year Option overview
 - Benefits to Sabre and industry
 - Financial implications

Current Industry Situation

- All constituents seeking change
 - Airlines
 - Travel agencies
 - GDS's
- Channel shift has been accelerating

Overview of DCA Three Year Option

- Definition
 - Available to all carriers with US POS at DCA level (highest connectivity level)
 - Extends 30 day terms to 3 years
 - Comprehensive content for all Sabre distribution channels – Traditional; Travelocity; GetThere
 - Goes well beyond web fares

Benefits to Sabre and Industry

Sabre

- Long term commitment from airlines at highest PCA level
- Traditional pricing model intact for other participation levels
- Slows the rate of channel shift
- Solves content issue for offline and online agencies
- Dampens incentive growth

Industry

- Long term price certainty for booking fees at DCA level
- Eliminates fare confusion for agencies, consumers and corporations
- Eliminates need for agencies and suppliers to spend on various bypass schemes

Financial Implications

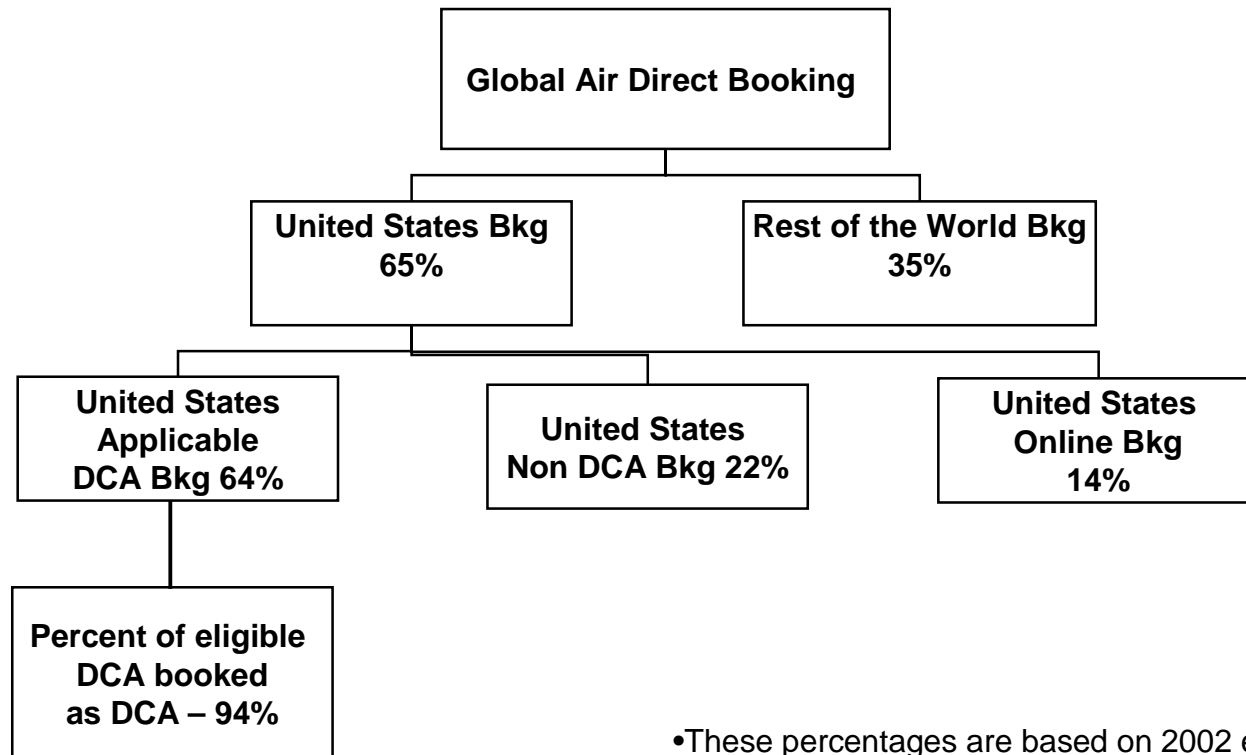
✦ US Airways Specific

- Effective discount of 8.8% across all bookings
 - Average \$0.40 off DCA booking rate for next 3 years
 - No reduction in cancel fees or any other participation level
 - Estimated revenue impact in the range of \$4 to \$5 million

Financial Implications

✦ If all carriers participate

- Approximately 40% of all Global Direct Air Bookings are eligible for DCA Three Year Option



•These percentages are based on 2002 estimates and subject to change

Financial Implications

➤ If all carriers participate

- If all carriers participate, estimated \$30 to \$40 million impact to revenue
- Possible offsets to dilution
 - Reduced pressure on incentives:
 - Less money in the system
 - More leverage with agencies
 - Impeded channel shift
 - No change to pricing model for non-participants
 - On going cost cutting efforts

Summary

- DCA Three Year Option is positive for Sabre, and the industry
- Broad based acceptance unknown

Cautionary Statement

- Statements in this presentation which are not purely historical facts, including statements about airlines' acceptance of the new participation level, the effect on the number of reservations made through Sabre, the effect on revenue, or other statements about anticipations, beliefs, expectations, hopes, intentions or strategies for the future, may be forward-looking statements within the meaning of Section 21E of the Securities Exchange Act of 1934, as amended. 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 issued. 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: airlines limiting their participation in travel marketing and distribution services; and Sabre's revenues being highly dependent on the travel and transportation industries. Sabre may not succeed in addressing these and other risks. Further information regarding factors that could affect Sabre's financial and other results can be found in the risk factors section of Sabre's most recent filing on Form 10-Q with the Securities and Exchange Commission.