

All Nippon Airways Financial Results First-Quarter 2006

July 31, 2006



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Financial Results FY2006 Q1

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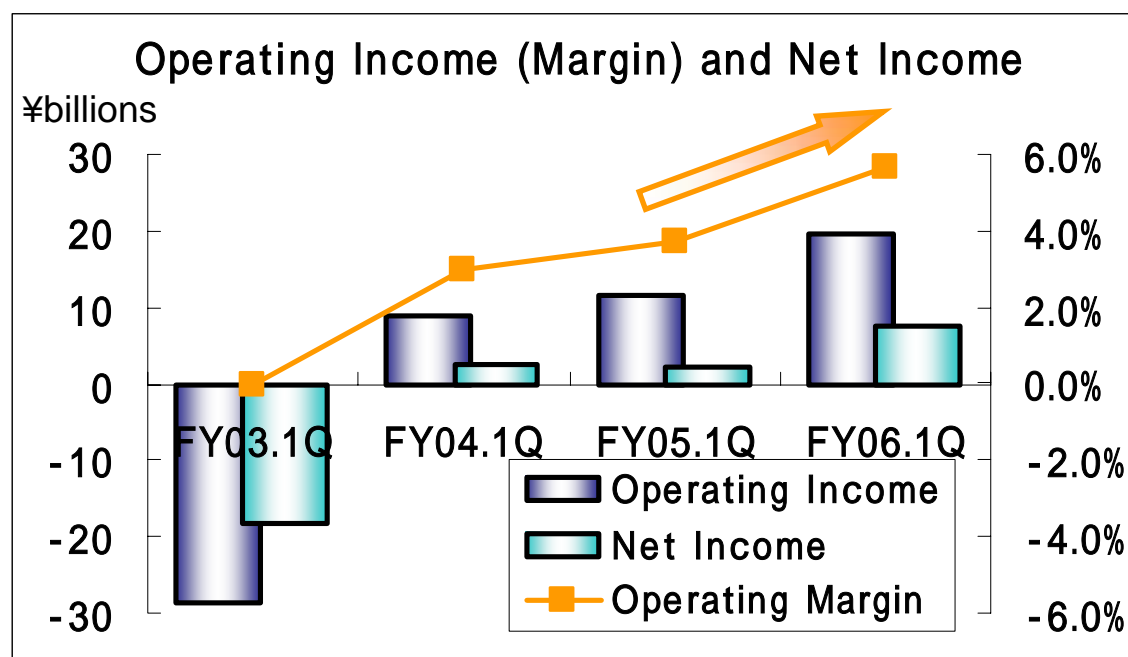


Cautionary Statement

Forward-Looking Statements. This material contains statements based on ANA's current Plans, estimates, strategies and beliefs; all statements that are not statements of historical fact are forward-looking statements. These statements represent the judgments and hypotheses of the Company's managers based on currently available information. Air transportation, the Company's core business, involves government-mandated costs that are beyond the Company's control, such as airport utilization fees and fuel taxes. In additions, conditions in the markets served by the Company are subject to significant fluctuations. It is possible that these conditions will change dramatically due to a number of factors, such as trends in technologies, demand, prices and economic environments; foreign exchange rate fluctuations; and others. Due to these risks and uncertainties, it is possible that the Company's future performance will differ significantly from the contents of this material. Accordingly, there is no assurance that the forward-looking statements in this material will prove to be accurate.

Financial Review

- ANA's first quarter FY2006 ended June 30. Consolidated revenues were a record ¥345.2 billion, up 10.5% from first quarter 2005. Consolidated net income was up 255.7% from 2005.
- Operating margin rose by 1.9% to 5.7% vs 2005.
- Despite the strong Q1 earnings, the forecast for the whole year will not change, taking into account cost increases due to soaring oil prices and fierce domestic competition.



Consolidated Statements of Income (Summary)

	FY2005 Q1 05/Apr-Jun	FY2006 Q1 06/Apr-Jun	Change
Operating Revenues	312.3	345.2	32.8
Operating Expenses	300.5	325.6	25.0
Operating Income	11.7	19.5	7.7
Operating Margin (%)	3.8	5.7	1.9
Non-Op. Income/Expenses	5.5	5.0	0.4
Recurring Income	6.2	14.4	8.2
Extraordinary Gains/Losses	2.4	0.9	1.4
Net Income	2.1	7.6	5.5

¥ billions

Consolidated Balance Sheets (Summary)

	Mar.31, 2006	Jun.30, 2006	Change
Assets	1,666.8	1,631.7	35.0
Shareholders' Equity	346.3	377.0	30.7
Ratio of Shareholders' Equity (%)	20.8	23.1	2.3
Interest Bearing Debts	846.3	817.2	29.0
including off balanced transaction	1,169.0	1,148.2	20.8
Debt/Equity Ratio (times)	2.4	2.2	0.2
including off balanced transaction	3.4	3.0	0.4

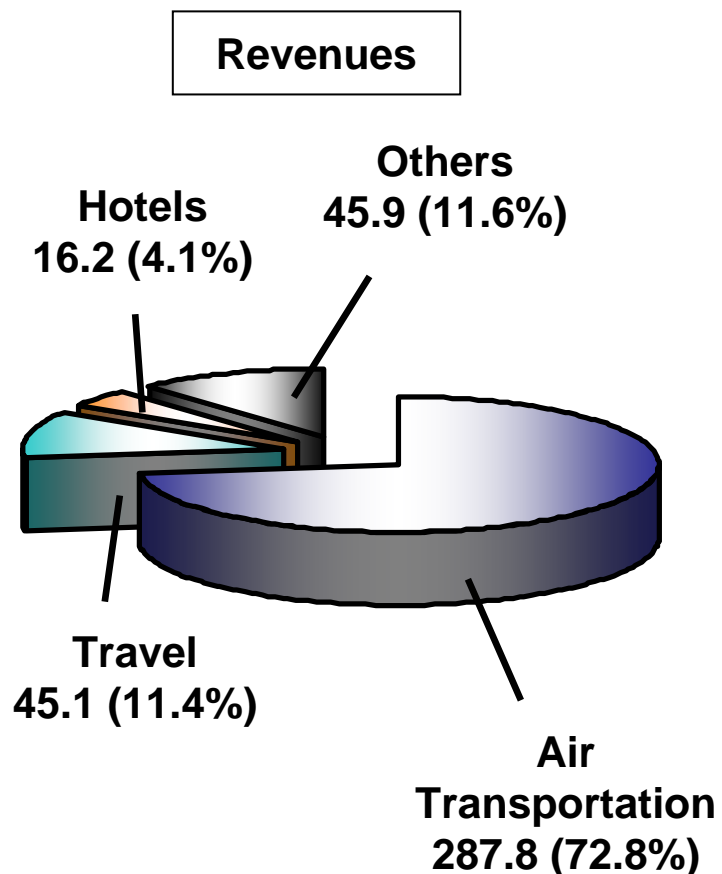
¥billions

Consolidated Statements of Cash Flows (Summary)

	FY2005 05/Apr-Jun	FY2006 06/Apr-Jun	Change
Cash Flow from Operating Activities	2.2	17.3	15.1
Cash Flow from Investing Activities	0.9	49.8	50.8
Cash Flow from Financing Activities	35.6	34.9	0.7
Net Increase or Decrease	32.2	67.5	35.3
Cash and Cash Equivalent at the beginning	163.1	242.7	} 67.5
Cash and Cash Equivalent at the end	131.0	175.2	
Depreciation and Amortization	18.3	18.8	0.5
Capital Expenditures	48.7	69.0	20.3

¥ billions

Segment Data



Revenues	FY2005 05/Apr-Jun	FY2006 06/Apr-Jun	Change
Air Transportation	258.4	287.8	29.3
Travel	41.9	45.1	3.2
Hotels	15.4	16.2	0.7
Others	45.4	45.9	0.4
Total	361.3	395.1	33.7

Operating Income	FY2005 05/Apr-Jun	FY2006 06/Apr-Jun	Change
Air Transportation	10.1	17.4	7.2
Travel	0.2	0.3	0.1
Hotels	0.0	1.0	1.0
Others	1.0	0.6	0.4
Total	11.5	19.5	7.9

¥ billions

Air Transportation

		FY2005 05/Apr-Jun	FY2006 06/Apr-Jun	Change
Operating Revenues	Domestic Passengers	157.0	167.3	10.3
	International Passengers	52.7	65.0	12.3
	Cargo and Mail	22.1	24.1	2.0
	Others	26.6	31.2	4.6
	Total	258.4	287.8	29.3
Operating Expenses	Fuel and Fuel Tax	40.0	49.8	9.7
	Landing and Navigation Fees	24.2	25.6	1.4
	Aircraft Leasing Fee	22.8	21.5	1.2
	Depreciation and Amortization	16.1	17.0	0.8
	Aircraft Maintenance	12.4	13.5	1.0
	Personnel	55.6	57.0	1.3
	Sales Commission	18.9	21.1	2.2
	Contracts	17.3	19.2	1.8
	Others	40.5	45.3	4.7
	Total	248.2	270.4	22.1
Income	Operating Income	10.1	17.4	7.2

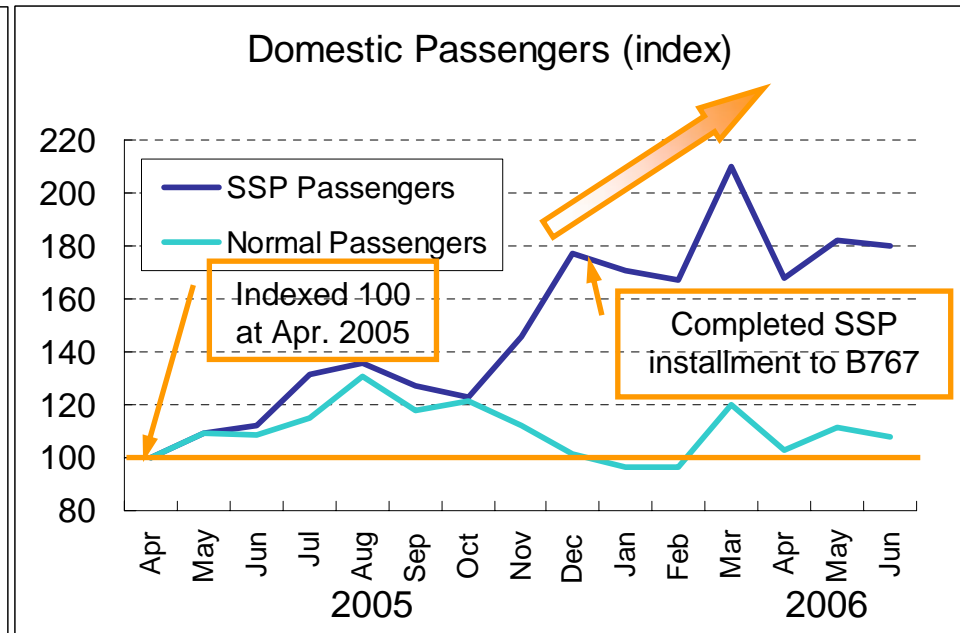
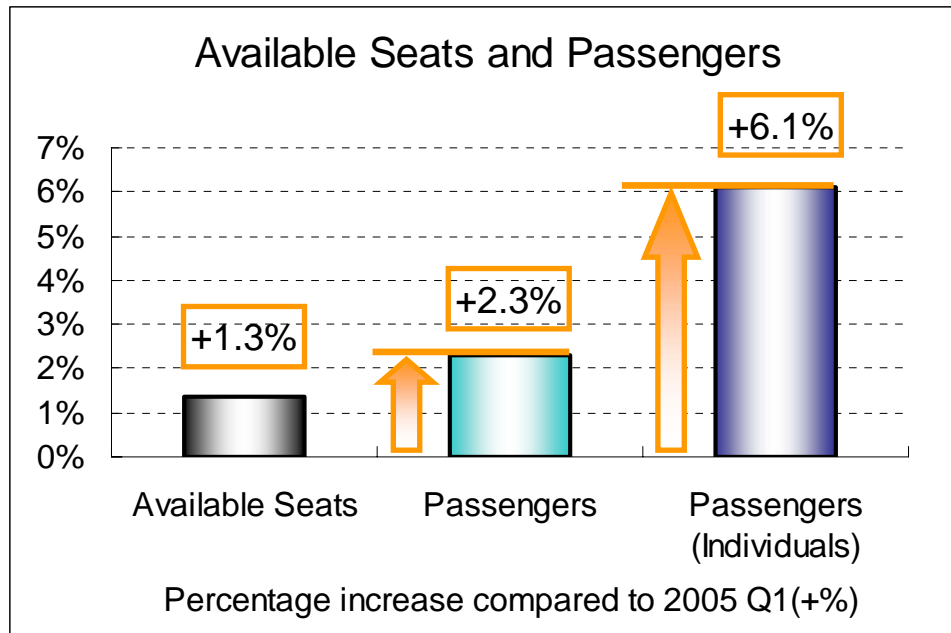
Domestic Flight Operations

	FY2005 05/Apr-Jun	FY2006 06/Apr-Jun	Change	
Passengers (thousands)	10,855	11,107	251	102.3%
Available Seat Km (millions)	15,046	15,270	223	101.5%
Revenues Passenger Km (millions)	9,361	9,630	269	102.9%
Load Factor (%)	62.2	63.1	0.9	-
Passenger Revenues (¥billions)	157.0	167.3	10.3	106.6%
Unit Revenue (¥/ASK)	10.4	11.0	0.5	105.0%
Yield (¥/RPK)	16.8	17.4	0.6	103.6%
Unit Price (¥)	14,464	15,070	606	104.2%

Domestic Flight Operations Highlights

✓ Strong demand boosted by individual passengers

✓ Increasing number of passengers using Super Seat Premium



Topics for Domestic Flight Operations during FY2006 Q1

- Domestic fare price was adjusted upward (April)
- Code sharing with Skynet Asia Airways started (April)
- A new fare class “Tabi-Wari” sold (for passengers flying from April)

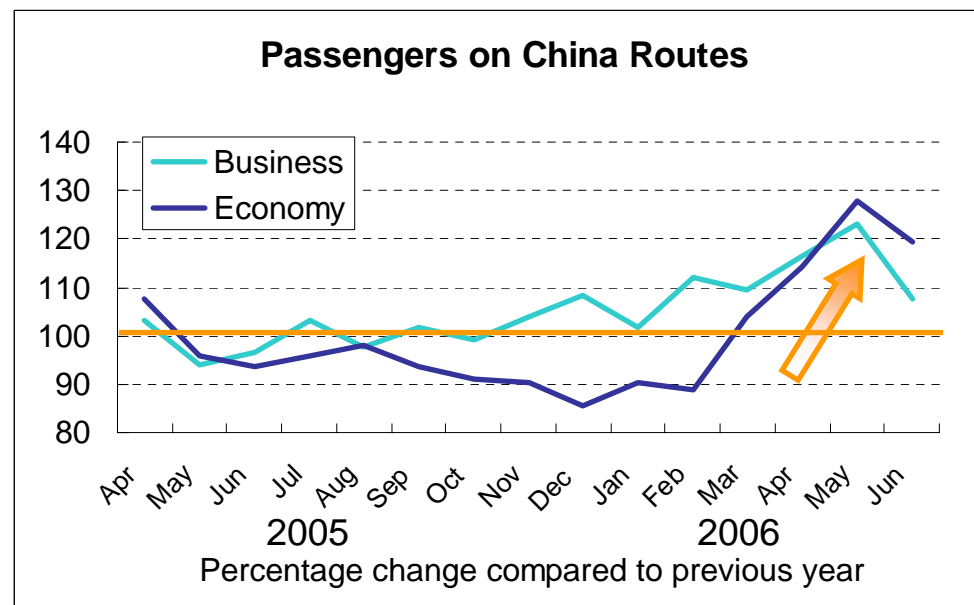
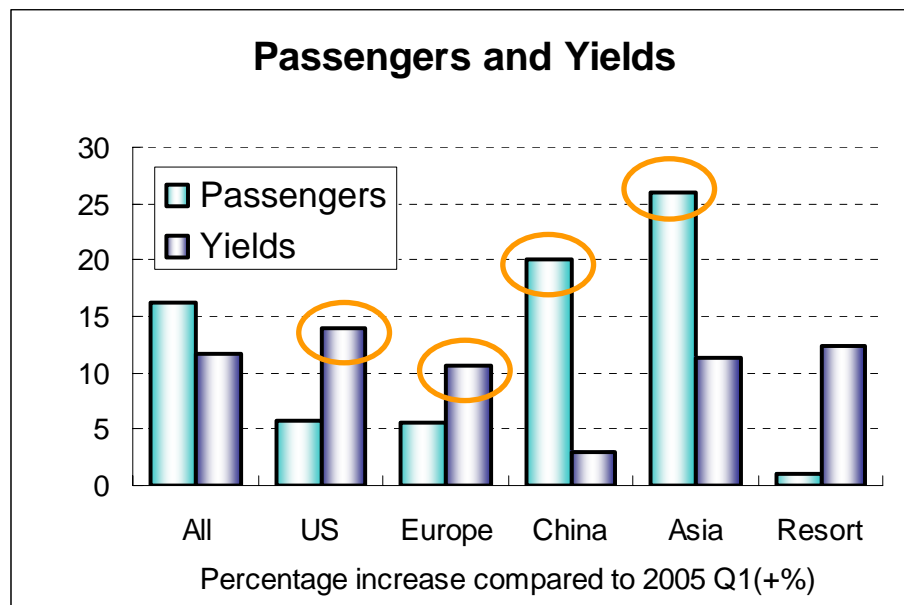
International Flight Operations

	FY2005 05/Apr-Jun	FY2006 06/Apr-Jun	Change	
Passengers (thousands)	940	1,092	151	116.2%
Available Seat Km (millions)	6,206	6,457	250	104.0%
Revenues Passenger Km (millions)	4,457	4,923	466	110.5%
Load Factor (%)	71.8	76.2	4.4	-
Passenger Revenues (¥billions)	52.7	65.0	12.3	123.4%
Unit Revenue (¥/ASK)	8.5	10.1	1.6	118.6%
Yield (¥/RPK)	11.8	13.2	1.4	111.7%
Unit Price (¥)	56,111	59,618	3,507	106.2%

International Flight Operations Highlights

✓ Improved Numbers of Passengers and Yields to all destinations

✓ Full-scale recovery of demand on China Routes



Topics for International Flight Operations during FY2006 Q1

- ANA and Star Alliance carriers moved to Narita Airport Terminal 1 South Wing (June)
- New aircraft type B777-300ER employed on Narita – Washington route, following New York and Los Angeles (July)

Cargo Operations

		FY2005 05/Apr-Jun	FY2006 06/Apr-Jun	Change
Domestic Cargo	Cargo ton (tons)	100,816	107,689	106.8%
	Revenues Ton Km (thousands)	97,774	104,273	106.6%
	Cargo Revenues (¥billions)	7.0	7.3	103.4%
International Cargo	Cargo ton (tons)	57,588	61,516	106.8%
	Revenues Ton Km (thousands)	266,748	282,296	105.8%
	Cargo Revenues (¥billions)	12.4	13.8	111.2%
Freighter (Int/Dom)	Cargo ton (tons)	5,490	16,062	292.6%

Note: revenues include inter-segment transactions

Jet Fuel and Currency Hedging Policy

Dubai Crude Oil (Spot Price)



<Jet Fuel Hedging>

Policy: Hedge up to 100% of aggregate of fuel purchase
 Method: 8% per quarter, 12 quarters beforehand
 (By the year 2008, 12 % per quarter, 8 quarters beforehand)

	FY2006	FY2007
Hedging Ratio	85%	40%

<Foreign Currency Hedging for Jet Fuel>

Policy: Hedge 80% of annual dollar payments (FY06: 95%)
 Method: 10% per year 5 years beforehand, making up the balance in the final year.

	FY2006	FY2007
Hedging Ratio	85%	35%

Non-hedged impact of Dubai crude oil price and currency fluctuations on recurring profit basis

- (1) US\$1 change per barrel: 2.3 billion per year
- (2) 1 yen change: 1.2 billion yen per year

Outlook (same as of 06.4.28)

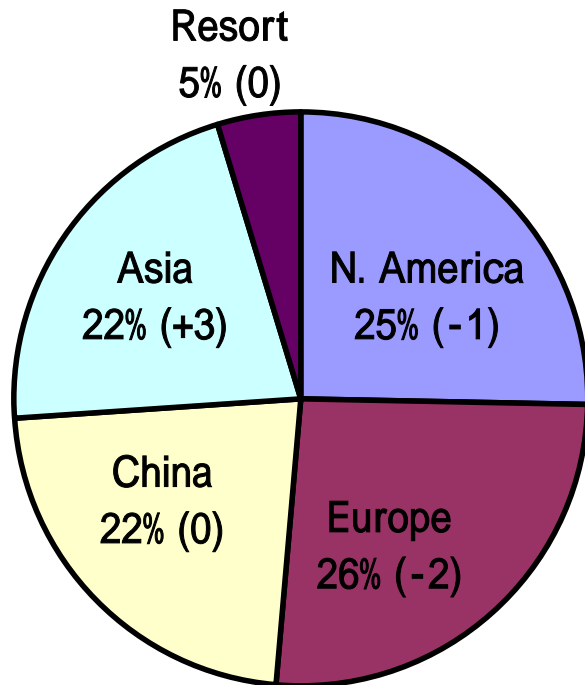
	FY2005	FY2006	Change
Operating Revenues	1,368.7	1,420.0	51.3
Operating Expenses	1,279.9	1,344.0	64.1
Operating Income	88.8	76.0	12.8
Operating Profit Margin (%)	6.5	5.4	1.1
Recurring Income	66.7	47.5	19.2
Net Income	26.7	27.0	0.3

¥ billions

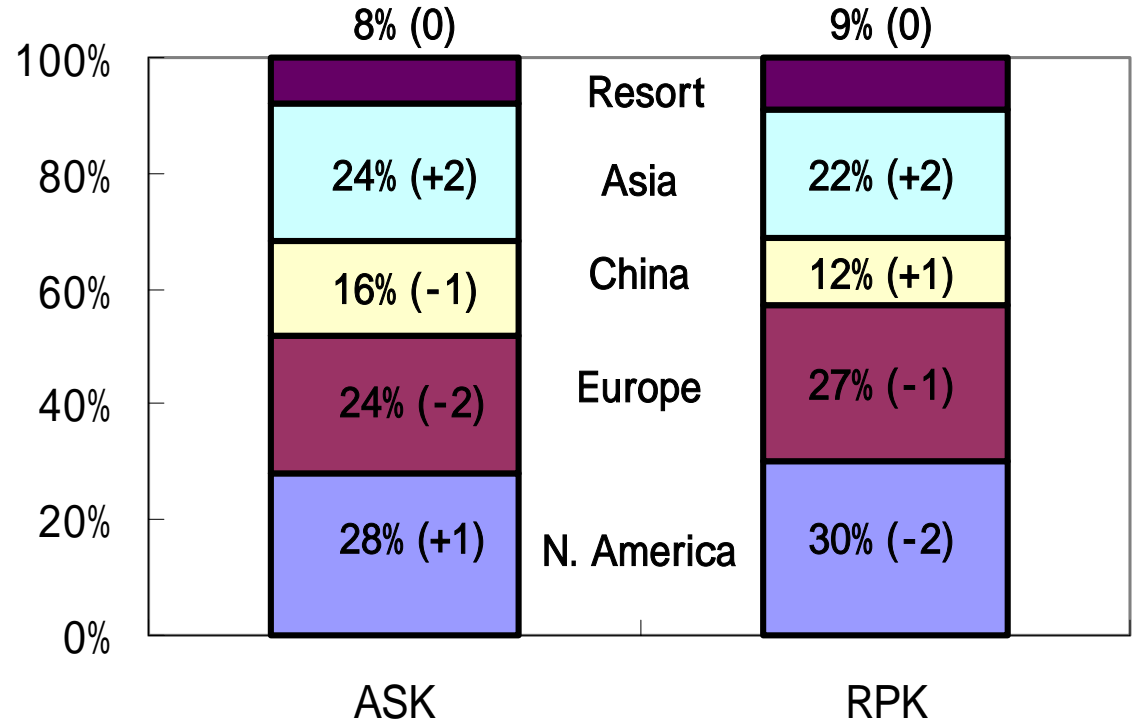
Financial Results FY2006 Q1 Supplemental Data

International Flight Operations Supplemental Data

Operating Revenue



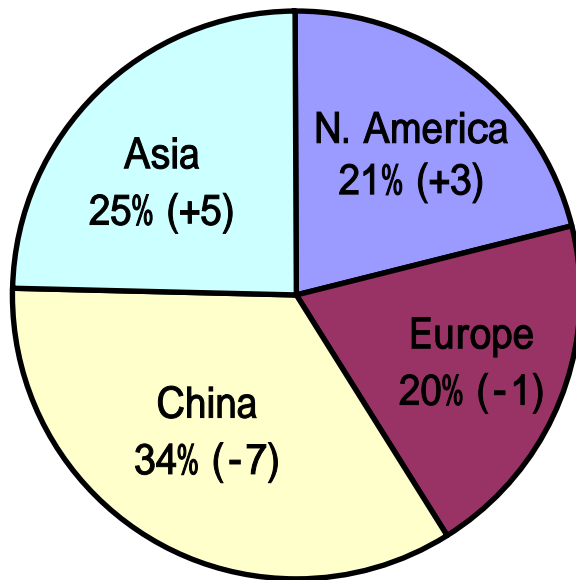
ASK and RPK



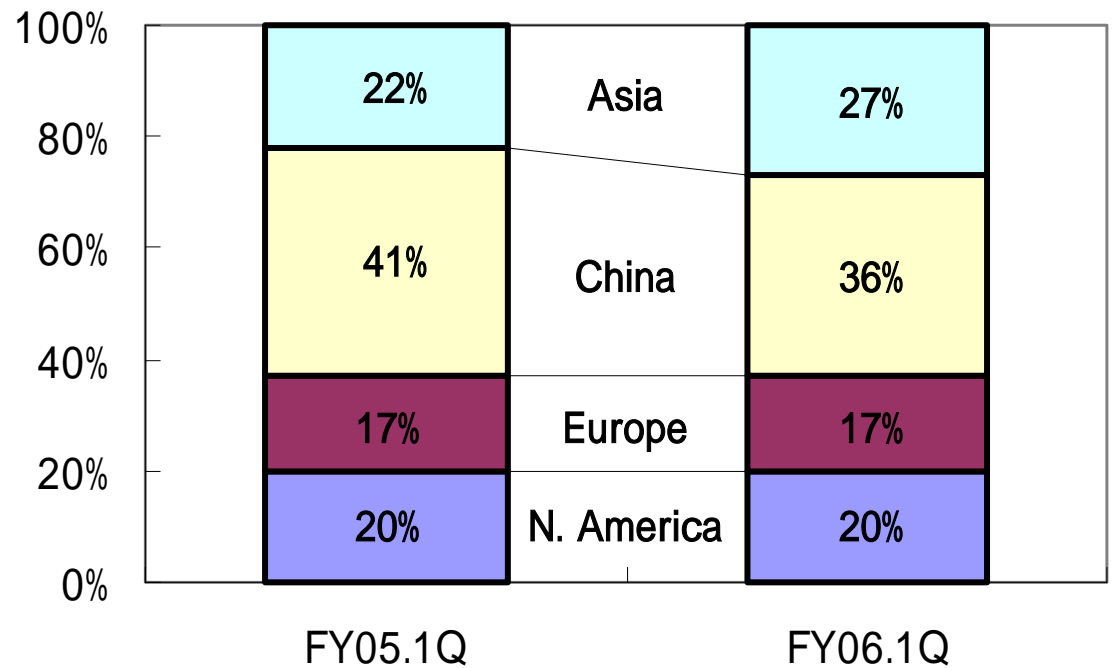
Note: Figures in parenthesis denote change in percent compared to 2005 Q1

Cargo Operations Supplemental Data

Operating Revenue



Cargo Tons



Note: Figures in parenthesis denote change in percent compared to 2005 Q1

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