

Passenger Traffic Snapshot ('000), January 2016

Total	2016	2015	% YOY	2016	2015	%YOY
	Jan			'LTM		
KLIA	4,171	3,997	4.4%	49,110	48,693	0.9%
MASB Airports	2,676	2,640	1.4%	32,930	34,334	-4.1%
Total	6,847	6,637	3.2%	82,039	83,027	-1.2%
Istanbul SGIA ²	2,252	1,886	19.4%	28,652	23,908	19.8%
Total MAHB System	9,099	8,523	6.8%	110,691	106,935	3.5%

International	2016	2015	% YOY	2016	2015	%YOY
	Jan			LTM		
KLIA	3,069	2,939	4.4%	34,888	34,710	0.5%
MASB Airports	466	398	17.3%	5,354	5,305	0.9%
Total	3,535	3,336	6.0%	40,242	40,015	0.6%
Istanbul SGIA	760	652	16.5%	9,811	8,699	12.8%
Total MAHB System	4,295	3,988	7.7%	50,053	48,714	2.7%

Domestic	2016	2015	% YOY	2016	2015	%YOY
	Jan			LTM		
KLIA	1,103	1,058	4.2%	14,222	13,983	1.7%
MASB Airports	2,209	2,242	-1.5%	27,576	29,029	-5.0%
Total	3,312	3,300	0.3%	41,798	43,012	-2.8%
Istanbul SGIA	1,493	1,234	21.0%	18,841	15,209	23.9%
Total MAHB System	4,805	4,535	6.0%	60,639	58,221	4.2%

* January is preliminary, where main variations if any lie largely from the non-scheduled or charter flights at domestic airports

¹LTM refers to the last twelve months, up to and including the month in question

²Istanbul SGIA is Istanbul Sabiha Gokcen International Airport with the SAW three-letter International Air Transport Association (IATA) code

KLIA Main & klia2 Passenger Traffic Snapshot, January 2016

Airport	2016	2015	% YOY	2016	2015	%YOY
	Jan			LTM		
KLIA Main						
Total	1,725	1,983	-13.0%	22,363	24,641	-9.2%
International	1,369	1,568	-12.7%	17,383	18,842	-7.7%
Domestic	357	414	-13.9%	4,981	5,800	-14.1%
klia2						
Total	2,446	2,014	21.4%	26,749	24,051	11.2%
International	1,700	1,370	24.1%	17,506	15,868	10.3%
Domestic	746	644	15.8%	9,243	8,183	13.0%

** January comparison is on same airline basis

Aircraft Traffic Snapshot, January 2016

Total	2016	2015	% YOY	2016	2015	%YOY
	Jan			LTM		
KLIA	29,732	30,089	-1.6%	352,913	340,447	3.7%
MASB Airports	38,135	39,326	-2.8%	460,604	454,804	1.3%
Total	67,867	69,415	-2.2%	813,517	795,251	2.3%
Istanbul SGIA	16,702	13,767	22.4%	209,115	174,533	19.8%
Total MAHB System	84,569	83,182	1.7%	1,022,632	969,784	5.4%

International	2016	2015	% YOY	2016	2015	%YOY
	Jan			LTM		
KLIA	20,288	20,615	-1.6%	238,017	228,754	4.0%
MASB Airports	4,890	5,031	-2.8%	56,981	60,164	-5.3%
Total	25,178	25,646	-1.8%	294,998	288,918	2.1%
Istanbul SGIA	6,420	5,247	22.4%	77,721	67,627	14.9%
Total MAHB System	31,598	30,893	2.3%	372,719	356,545	4.5%

Domestic	2016	2015	% YOY	2016	2015	%YOY
	Jan			LTM		
KLIA	9,444	9,474	-0.3%	114,896	111,693	2.9%
MASB Airports	33,245	34,295	-3.1%	403,623	394,640	2.3%
Total	42,689	43,769	-2.5%	518,519	506,333	2.4%
Istanbul SGIA	10,282	8,520	20.7%	131,394	106,906	22.9%
Total MAHB System	52,971	52,289	1.3%	649,913	613,239	6.0%

MAHB system's airport traffic performance

Passenger movements at MAHB system of airports (including Istanbul SGIA) grew by 6.8%, registering 9.1million passenger movements in January 2016 compared to the same month last year. International traffic recorded 4.3million passengers, a year-on-year increase of 7.7% while domestic traffic recorded 4.8million passengers, a year-on-year increase of 6.0% compared to the same corresponding period in 2015. On a last-twelve-month basis, the total MAHB system (with Istanbul SGIA) registered 3.5%% growth with 111.7million passengers. Overall aircraft movements increased by 1.7% with international and domestic movements increasing by 2.3% and 1.3% respectively over January 2015.

Malaysian airports registered 6.8million passengers in January 2016, an increase of 3.2% year-on-year over January 2015. International and domestic sectors recorded 3.5million and 3.3million passengers, an increase of 6.0% and 0.3% respectively. Overall aircraft movements decreased by 2.2% with a reduction of international and domestic movements by 1.8% and 2.5% respectively over January 2015.

KLIA passenger movements increased by 4.4% in January 2016. KLIA Main Terminal traffic decreased by 13.0% while klia2 grew by 21.4%. The last twelve months passenger traffic for KLIA Main terminal recorded 22.4million passengers, a decline of 9.2%, while klia2 recorded 26.7million, an increase of 11.2% over the same corresponding period. Overall aircraft movements at KLIA in January 2016 decreased by 1.6% over the same month last year. International and domestic aircraft movements at KLIA registered a reduction of 1.6% and 0.3% respectively. KLIA Main's negative growth was mainly contributed by the absence and high growth of Malindo/Lion Air and Jetstar Asia which have moved to klia2 apart from frequencies cut by Malaysia Airlines.

Istanbul SGIA passengers continued with its double-digit growth at 19.4% for January 2016 over January 2015. The international and domestic sectors grew by 16.5% and 21.0% respectively. Overall aircraft movements increased by 22.4%, with new daily flights to Dubai from both Emirates and Turkish Airlines completing their first full month of operations in January 2016.

Overview of traffic

The 6.8% increase in passenger movements in January is a positive start for 2016. While Istanbul SGIA's 19.4% growth remains robust, Malaysian Airports' growth of 3.2% was broad based and higher than expected despite cuts from Malaysia Airlines. The growth at Malaysian airports was contributed by pre-Chinese New Year traffic and the additional traffic carried by new airlines that started operations in 2015. Both local and foreign carriers are reacting very strongly to pick up the

withdrawn capacity by Malaysia Airlines. There was significant growth in AirAsia's and Malindo's traffic by above 10% and 35% respectively. Foreign airlines' contribution as a whole also increased significantly through a year-on-year growth of more than 10%. Many foreign airlines registered more than 20% year-on-year increase in passengers including Qatar Airways, Lion Air, Royal Jordanian, Shanghai Airlines, China Air, China Southern, Iran Air, Turkish Airlines, Mahan Air, Xiamen Airlines, Oman Air, Jin Air and National Air Services. Rayani Air which began operations in December 2015 added more than 18,000 passengers to the domestic sector. There was also an increase in the average load factors by 3.5 percentage points as reflected in the passenger movements increase in spite of lower aircraft movements. There was double-digit decline in Malaysia Airlines traffic. It is a significant positive that whilst Malaysia Airlines' reduction in capacity was often on short notice, other airlines have continued to react to contribute a net growth impact.

There was a notable 6.0% growth in international passengers for Malaysian airports. This was largely contributed by above 20% growth in the North East Asia sector and above 10% growth in the Middle East sector. Mainland China's passenger traffic recovered to levels before the unfortunate event surrounding MH370. Among the domestic airports, Kota Kinabalu international traffic increased by nearly 30%, buoyed perhaps in part by the synergistic single-terminal operations, while Langkawi traffic increased by over 20% with various factors including the inclusion of Langkawi as a new cruise stop for the leading TUI Group integrated operator, notable amongst a plethora of milestones achieved. Penang grew by over 10% while KLIA grew by over 4%. Ipoh's passenger traffic grew by over 100% albeit from a small passenger volume base of just over 10,000.

For the domestic sector, Langkawi grew by over 10% while Penang, Alor Setar and KLIA grew by between 4% and 7%. There was very high double-digit- growth in traffic at the Sabah and Sarawak STOLports.

Istanbul SGIA's passenger traffic performance despite some cancellations due to bad weather recorded an encouraging 19.4% growth for January 2016.

The overall outlook remains positive for both Istanbul SGIA and Malaysian traffic, although macroeconomic forecasts for Malaysia has been reduced to 4.0-4.5% for 2016 compared to 4.0-5.0% previously.