



Dear Shareholders,

It has now been just over three months since I joined Orbitz Worldwide, and I am pleased to have this opportunity to share my thoughts with you directly about our performance in 2008 and our strategic roadmap going forward. While ours is a competitive and dynamic sector, I am excited about the opportunities that lie ahead of us in 2009 and beyond. Orbitz Worldwide has played a significant role to date in transforming the way the world buys travel, and I am convinced that there is still much we can contribute.

Technology is at the heart of what we do. We are focused on building the world's most intelligent travel marketplace, using technology to match up consumers and suppliers in the most sophisticated ways possible. Through this we can make trip planning easier and more affordable for consumers, deliver value and support to our supplier partners, and build a strong business that creates meaningful, long-term value for our shareholders.

2008 was a challenging year for Orbitz Worldwide, as it was for much of the travel industry and the overall economy. The company's gross bookings were flat versus 2007 at \$10.8 billion. Revenues were up 1% versus 2007 at \$870 million. Adjusted EBITDA was down 6% versus 2007 at \$136 million. And while our operating results were partially impacted by the global economic situation in the fourth quarter, we were not happy with our relative performance in the sector.

There were however a number of highlights in 2008:

- Orbitz led the industry with the launch of Orbitz Price AssuranceSM in July. With Price Assurance, if a customer books an airline ticket on Orbitz.com and another Orbitz customer subsequently books the same airline ticket for less, Orbitz will automatically send a cash refund for the difference, up to \$250 per traveler. Since the launch of Price Assurance, Orbitz has been sending out thousands of checks per month to our customers. This program provides meaningful differentiation that we believe has resonated well with our customers.
- We completed the process of migrating all thirteen of our ebookers country websites in Europe to a common technology platform. The new technology platform powering ebookers provides customers with access to three times more hotel inventory than we previously offered. It also offers flight + hotel packages. The consolidation of many old platforms and back office systems into one new and efficient platform will also help us reduce complexity in our technology organization and should enable us to streamline a number of management functions.
- Our dynamic packaging product also saw strong growth, in particular in the fourth quarter, as our supplier partners experienced a heightened need for incremental demand to fill empty beds and seats. Our customers can tap into significant "package savings" when they book their flights and hotel rooms together. By offering the airline ticket and hotel room as a package, we are able to give customers access to highly discounted rates on airline tickets and hotel rooms that would otherwise go unsold, rates that the airlines and hotels would not otherwise allow us to offer on a standalone basis.

Towards the end of the year and in early 2009, we confronted the challenge of a slowdown in the travel business, by taking immediate steps to remove between \$40 and 45 million from our annual cash operating and capital cost structure. We undertook these actions to ensure that Orbitz Worldwide would stay competitive in a weakening economic environment.

Orbitz Worldwide is a strong business, with more than 14 million unique visitors coming to our websites every month. Our brands Orbitz, CheapTickets, Orbitz for Business, Away.com, HotelClub and ebookers serve customers in over 120 countries around the world. We are one of the clear leaders in the global online travel industry.

As we look forward to the rest of 2009 and beyond, our primary focus is on building our hotel business. We are investing in building hotel infrastructure; we are committed to ensuring our overall hotel competitiveness, and we are excited by the global opportunity that we see. On Orbitz.com, we just introduced the revolutionary hotel Total Price display, showing customers the Total Price including taxes and fees on the initial hotel search results page. Designed with the customer's best interests in mind, our hotel Total Price display represents the introduction of industry-leading innovation in the hotel arena much like the introduction of Orbitz Price Assurance in 2008.

In marketing, we are investing in driving cost-effective traffic to our sites through improved search engine optimization (SEO) and customer relationship management (CRM) efforts. We are also focused on rationalizing our spend levels in various emarketing channels.

Central to our marketing and operating strategy is the vision of creating the world's most intelligent marketplace, one in which we match supply and demand in an increasingly sophisticated manner. Our goal is to be able to deliver increased value to customers and suppliers through better personalization, targeting and segmentation.

I am excited to be joining Orbitz Worldwide at this time, and I would like to take the opportunity to thank you, our shareholders, for your continued support. I look forward to updating you on the progress of our business throughout 2009.

Sincerely,



Barney Harford
President and Chief Executive Officer

April 22, 2009

Steven D. Barnhart, as Chief Executive Officer, certified to the New York Stock Exchange that he was not aware of any violation by the Company of any New York Stock Exchange corporate governance listing standard as of the date of the certification. This certification was submitted to the New York Stock Exchange on August 15, 2008.

We filed with the Securities and Exchange Commission ("SEC") certifications made by our Chief Executive Officer and Chief Financial Officer regarding the quality of our public disclosures. These certificates are included as exhibits to our Annual Report on Form 10-K for the fiscal year ended December 31, 2008 ("Form 10-K").

EBITDA and Adjusted EBITDA are non-GAAP financial measures as defined by the SEC. EBITDA, a performance measure used by management, is defined as net income or net loss plus: net interest expense, provision for income taxes and depreciation and amortization.

The following table provides a reconciliation of net loss to EBITDA:

(In millions)	Year Ended December 31,	
	2008	2007
Net (loss)	\$ (299)	\$ (85)
Interest expense, net	63	83
(Benefit) provision for income taxes	(2)	43
Depreciation and amortization	<u>66</u>	<u>57</u>
EBITDA	<u>\$ (172)</u>	<u>\$ 98</u>

Adjusted EBITDA represents EBITDA, as adjusted to eliminate the effect of certain non-cash items, such as goodwill and intangible asset impairment charges and stock-based compensation, and other unusual or non-recurring items, such as restructuring expense, all of which vary widely from company to company and may impact comparability. A reconciliation of EBITDA to Adjusted EBITDA is posted on our Investor Relations website (<http://www.orbitz-ir.com>) under "Other Financial Info."

This letter contains forward-looking statements that are subject to risks, uncertainties and other factors (including the factors described in the section entitled "Risk Factors" in our Form 10-K) that may cause our actual results, performance or achievements to be materially different than the results, performance or achievements expressed or implied by the forward-looking statements. We undertake no obligation to publicly revise any forward-looking statement to reflect circumstances or events after the date hereof or to reflect the occurrence of unanticipated events.