



Travelzoo Inc.
800 West El Camino Real, Suite 180
Mountain View, CA 94040
Phone (650) 943-2400
Fax (650) 943-2433

Media Contact:
Dana Lipton
(650) 943-2425 direct
dlipton@travelzoo.com

FOR IMMEDIATE RELEASE

Travelzoo Reports Record First Quarter Revenues, and Profitability

MOUNTAIN VIEW, Calif., May 10, 2002 -- Travelzoo Inc., an Internet media company that publishes the Travelzoo® website (<http://www.travelzoo.com>) and the Travelzoo Top 20™ e-mail newsletter, today announced financial results for the first quarter ended March 31, 2002.

Travelzoo reported record revenues of approximately \$2.0 million for the first quarter of 2002, an increase of 50% over revenues of approximately \$1.3 million for the same period last year, and a quarterly sequential increase of 14% over revenues of approximately \$1.7 million for the quarter ended December 31, 2001.

The company reported a net income of \$135,740 for the first quarter 2002 compared to a net income of \$218,238 for the same period in 2001. Pro forma net income per share for the first quarter of 2002 was \$0.01 per basic and diluted share compared to \$0.01 per basic and diluted share in the same period in 2001.

On March 15, 2002, the shareholders of Travelzoo.com Corporation approved the merger into a newly formed Delaware subsidiary, Travelzoo Inc. The pro forma financial information is presented to give effect to the merger between Travelzoo.com Corporation and Travelzoo Inc. The pro forma presentation assumes all shareholders elect to exchange their shares.

About Travelzoo

Travelzoo Inc. publishes the Travelzoo® website and the Travelzoo Top 20™ e-mail newsletter, which inform Internet users about sales, specials, and promotions from 180+ travel companies. Travelzoo reaches 3.9 million users per month (Media Metrix, 2/2002). Advertisers include Alamo Rent-a-Car, American Airlines, America West Vacations, Budget Rent A Car, Delta Air Lines, Expedia.com, France Vacations, JetBlue Airways, Marriott, Park Place Entertainment, Starwood, SunTrips, Travelocity.com and Wyndham Hotels & Resorts.

Certain statements contained in this press release that are not historical facts may be forward looking statements within the meaning of Section 27A of the Securities Act of 1933 and Section 21E of the Securities and Exchange Act of 1934. These forward looking statements may include, but are not limited to, statements about our plans, objectives, expectations, prospects and intentions, markets in which we participate and other statements contained in this press release that are not historical facts. When used in this press release, the words "expect," "predict," "project," "anticipate," "believe," "estimate," "intend," "plan," "seek" and similar expressions are generally intended to identify forward looking statements. Because these forward looking statements involve risks and uncertainties, there are important factors that could cause actual results to differ materially from those expressed or implied by these forward looking statements, including changes in our plans, objectives, expectations, prospects and intentions and other factors discussed in our filings with the SEC. We cannot guarantee any future levels of activity, performance or achievements. Travelzoo undertakes no obligation to update forward-looking statements to reflect events or circumstances occurring after the date of this press release.

Travelzoo Inc.
Condensed Consolidated Statement of Operations
(unaudited, in thousands, except per share amounts)

	Three Months Ended	
	March 31,	
	2002	2001
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Revenues:		
Advertising	\$ 1,966	\$ 1,308
Commissions	-	3
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Total Revenues	\$ 1,966	\$ 1,311
Cost of Revenues	86	77
	-----	-----
Gross profit	1,880	1,234
Operating Expenses:		
Sales and Marketing	996	450
General and Administrative	562	197
Merger Expenses	55	128
	-----	-----
Total Operating Expenses	1,613	775
	-----	-----
Income from Operations	267	459
Interest Income	1	-
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Income before Income Taxes	268	459
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Income Taxes	132	241
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Net income	\$ 136	\$ 218
	=====	=====
Basic and Diluted Net Income		
Per Share	\$ 0.01	\$ 0.01
Shares Used in Computing		
Basic and Diluted Net Income		
Per Share	19,425	19,425

Travelzoo Inc.
Condensed Consolidated Balance Sheets
(unaudited, in thousands)

	March 31, 2002 ----	December 31, 2001 ----
Cash	\$ 412	\$ 610
Accounts Receivable, net	997	892
Deposits	37	33
Other Current Assets	30	18
Deferred Income Taxes	65	65
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Total Current Assets	1,541	1,618
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Deferred Income Taxes	15	16
Property and Equipment, net	119	137
Intangible Assets, net	340	360
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Total Assets	\$ 2,015	\$ 2,131
	=====	=====
Accounts Payable	230	175
Accrued Expenses	263	284
Deferred Revenue	148	87
Income Tax Payable	298	647
Payable to Principal Stockholder	2	-
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Total Liabilities	941	1,193
	-----	-----
Common Stock	78	78
Retained Earnings	996	860
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Total Stockholders' Equity	1,074	938
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Total Liabilities and Stockholders' Equity	\$ 2,015	\$ 2,131
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