

BALANCE SHEET

As At: June 30, 2000

Schedule B-1.1 for Group I < 20M

Air Carrier:

Operation : Domestic CTQD

LINE#	DESCRIPTION	AMOUNT
ASSETS		
CURRENT ASSETS		
Line 1	Cash and cash equivalents	10,000
Line 2	Notes and accts receivable (net)	177,446
Line 3	Other current assets	0
Line 4	Total current assets	187,446
PROPERTY AND EQUIPMENT		
Line 5	Owned property and equipment	908,996
Line 6	Less: accumulated depreciation	564,951
Line 7	Prop. & equip. under cap. leases	0
Line 8	Less: accumulated amortization	0
Line 9	Total property & equipment	344,045
Line 10	OTHER ASSETS	595,626
Line 11	TOTAL ASSETS	1,127,117
LIABILITIES & STOCKHOLDERS' EQ.		
CURRENT LIABILITIES		
Line 12	Notes and accounts payable	2,819,186
Line 13	Accrued taxes	0
Line 14	Other current liabilities	4,824,896
Line 15	Total current liabilities	7,644,082
Line 16	LONG-TERM DEBT	0
Line 17	OTHER LIABILITIES	0
Line 18	DEFERRED CREDITS	0
STOCKHOLDERS' EQUITY:		
Line 19	Preferred shares outstanding	0
Line 20	Common shares outstanding	10,100
Line 21	Other paid in capital	0
Line 22	Retained Earnings	-6,527,065
Line 23	Total stockholders' equity	-6,516,965
Line 24	Less: Treasury stock	0
Line 25	Net stockholders' equity	-6,516,965
Line 26	TOTAL LIAB. & STOCKHOLDERS' EQ.	1,127,117
Line 19A	No. of Preferred shares outstanding	0
Line 20A	No. of Common shares outstanding	0

I, the undersigned, (Title) _____
of the above-named air carrier certify that the above report and
the attached Financial Schedules, Statement of Operations, and
Traffic and Capacity Statistics, including the T-100 report and
Passenger Origin-Destination Survey, have been examined by me and
to the best of my knowledge and belief are true, correct and
complete reports for the period stated.

Signature: _____ Date: _____

Name (Please Type or Print) _____

STATEMENT OF OPERATIONS

Six Months Ended: June 30, 2000
Schedule P-1.1 Group I < 20M

Air Carrier:
Operation : Domestic CTQD

LINE#	DESCRIPTION	AMOUNT
	OPERATING REVENUE	
	Transport Revenue	
	Scheduled Service	
Line 1	Passenger	0
Line 2	Other	0
Line 3	Nonscheduled Service	7,000,195
	Transport Related Revenue	
Line 4	Public Service Revenue	0
Line 5	Other	0
Line 6	Total Operating Revenue	7,000,195
	OPERATING EXPENSE	
Line 7	Flying Operations	6,970,196
Line 8	Maintenance	2,483,956
Line 9	General Services and Administration	1,181,824
	Depreciation and Amortization	
Line 10	Owned Property and Equipment	65,957
Line 11	Leased Property and Equipment	0
Line 12	Transport Related Expense	0
Line 13	Total Operating Expense	10,701,933
Line 14	OPERATING PROFIT OR LOSS	-3,701,738
	NONOPERATING EXPENSE (INCOME)	
Line 15	Interest Expense	137,753
Line 16	Other Nonoperating (Net)	23,374
Line 17	Income Tax	0
Line 18	Discontinued operations, extra-ordinary items or Accounting changes	0
Line 19	Net Income	-3,862,865

Operating EXP. - Sch. P-5.1 Grp I < 20M 6 Mo: June 30, 2000
 Air Carrier: Operation: Domestic CTQD
 Total Equip B-727-2
 Code 9999 Code 7152

ACCT #	DESCRIPTION		
	DIRECT EXPENSES:		
	FLYING OPERATIONS (Less Rentals		
3	Pilots and Copilots (S&W & Benef	1,233,829	1,233,829
4	Aircraft Fuel and Oil	191,265	191,265
5	Other	5,545,102	5,545,102
6	Total Flying Ops. (Less Rentals	6,970,196	6,970,196
7	Maintenance - Flight Equipment	2,483,956	2,483,956
8	Depr. & Rental - Flight Equipme	65,957	65,957
9	Total Direct Expenses	9,520,109	9,520,109
	INDIRECT EXPENSES		
11	Flight Attendant Expense	0	
12	Traffic Related Expense	0	
13	Departure Related Expense	0	
14	Capacity Related Expense	1,181,824	
15	Total Indirect Expense	1,181,824	
16	Total Operating Expense	10,701,933	