

U.S. Department of Transportation  
Bureau of Transportation Statistics

REPORT OF FINANCIAL  
AND OPERATING STATISTICS FOR  
LARGE CERTIFICATED  
AIR CARRIERS

Period ended June 30, ~~19~~ 2000

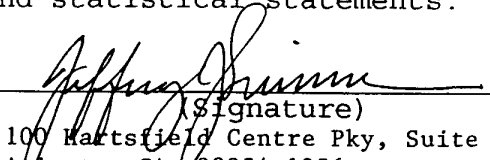
Atlantic Southeast Airlines, Inc.  
(Full name of reporting company)

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CERTIFICATION\*

I, the undersigned Vice President/Chief Financial Officer  
(Title of officer in charge of accounts)  
of the Atlantic Southeast Airlines, Inc.  
(Full name of reporting company)

do certify that this report and all schedules, ADP-media submissions, Passenger Origin-Destination Survey submissions and supporting documents which are submitted herewith or have been submitted heretofore as parts of this report filed for the above indicated period have been prepared under my direction; that I have carefully examined them and declare that they correctly reflect the accounts and records of the company, and to the best of my knowledge and belief are a complete and accurate statement, after adjustments to reflect full accruals, of the operating revenues and expenses, income items, assets, liabilities, capital, retained earnings, and operating statistics for the periods reported in the several schedules, the Schedule T-100 ADP-media submissions, and the Passenger Origin-Destination Survey; that the various items herein reported were determined in accordance with the Uniform System of Accounts and Reports for Large Certificated Air Carriers prescribed by the Department of Transportation; and that the data contained herein are reported on a basis consistent with that of the preceding report except as specifically noted in the financial and statistical statements.

  
(Signature)  
100 Hartsfield Centre Pky, Suite 800  
Atlanta, GA 30354-1356  
(Air Carrier Post Office Address)

Dated August 21, ~~19~~ 2000

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\*Title 18 U.S.C. Sec. 1001, Crimes and Criminal Procedure, makes it a criminal offense subject to a maximum fine of \$10,000 or imprisonment for not more than 5 years, or both, to knowingly and willfully make or cause to be made any false or fraudulent statements or representations in any matter within jurisdiction of any agency of the United States.

## BALANCE SHEET

As At: June 30, 2000

Schedule B-1

Air Carrier:

Operation : Domestic EVD

ACCT# DESCRIPTION

AMOUNT

	ASSETS	
	CURRENT ASSETS	
1010	Cash	170,980,257
1100	Short-Term Investments	529,853
1200	Notes Receivable	0
1270	Accounts Receivable	5,720,619
1290	Less Allow. for Bad Debts	141,475
1299	Net Notes & Accounts Receivable	5,579,144
1399	Net Spare Parts & Supplies	7,165,349
1410	Prepaid Items	821,623
1420	Other Current Assets	0
1499	Total Current Assets	185,076,226
	INVESTMENTS IN SPECIAL FUNDS	
1510	Inv. in Associated Companies	0
1530	Other Investments & Receivables	0
1550	Special Funds	687,843
1599	Total Inv. & Special Funds	687,843
	OPERATING PROPERTY & EQUIPMENT	
1609	Flight Equipment	432,145,683
1649	Ground-Property and Equipment	23,959,239
1668	Less Allowance for Depreciation	227,908,702
1675	Property & Equipment - Net	228,196,220
1679	Land	0
1685	Purchase Dep. & Adv. Payments	41,145,875
1689	Construction Work-in-progress	15,778,206
1695	Leased Property - Cap. Leases	0
1696	Accum. Amort. Capital Leases	0
1699	Total Oper. Prop. & Equipment	285,120,301
	NONOPERATING PROP. & EQUIPMENT	
1791	Less Allow. for Depr. - Nonop.	2,824,692
1792	Net Nonoperating Prop. & Eqmt.	1,666,630
1799		1,158,062
	OTHER ASSETS	
1820	Long-term Prepayments	365,139
1830	Unamort. Dev. & Preop. Costs	0
1890	Other Assets and Def. Charges	0
1895	Total Other Assets	365,139
1899	TOTAL ASSETS	472,407,571

## BALANCE SHEET

As At: June 30, 2000  
 Schedule B-1  
 ACCT# DESCRIPTION

Air Carrier:  
 Operation : Domestic EVD  
 AMOUNT

	LIABILITIES & STOCKHOLDERS' EQ.	
	CURRENT LIABILITIES	
2000	Curr. Maturities of L-T Debt	14,579,881
2005	Notes Payable - Banks	0
2015	Notes Payable - Others	0
2021	Trade Accts. Payable	57,303,629
2025	Accts. Payable - Other	0
2080	Curr. Oblig. Under Cap. Leases	0
2110	Accrued Salaries & Wages	3,271,841
2120	Accrued Vacation Pay	3,854,858
2125	Accrued Interest	516,988
2130	Accrued Taxes	-463,016
2140	Dividends Declared	0
2160	Air Traffic Liability	3,196,908
2190	Other Current Liabilities	35,742,186
2199	Total Current Liabilities	118,003,275
	NONCURRENT LIABILITIES	
2210	Long-term Debt	25,260,627
2240	Advances from Assoc. Companies	0
2250	Pension Liability	423,418
2280	Noncurrent Obgl.-Capital Leases	0
2290	Other Noncurrent Liabilities	0
2299	Total Noncurrent Liabilities	25,684,045
	DEFERRED CREDITS	
2340	Deferred Income Taxes	20,959,469
2345	Deferred Investment Tax Credits	0
2390	Other Deferred Credits	0
2399	Total Deferred Credits	20,959,469
	STOCKHOLDERS' EQUITY	
2820	Preferred Shares Issued	0
2840	Common Shares Issued	0
2860	Subscribed & Unissued	0
2869	Total Capital Stock	0
2890	Additional Capital Invested	-126,067,132
2899	Total Paid in Capital	-126,067,132
2900	Retained Earnings	433,827,914
2959	Total Stockholders' Equity	307,760,782
2990	Less Treasury Stock	0
2995	Net Stockholders' Equity	307,760,782
2999	Total Liab. & Stockholders' Eq.	472,407,571
2820A	No. of Preferred Shares Issued	0
2840A	No. of Common Shares Issued	0



Air Carrier: ASA Airlines, Inc.

Quarter Ended: June 30, 2000

*Atlanta Southeast*

## STATEMENT OF CASH FLOWS

CASH AND CASH EQUIVALENTS AT BEGINNING OF QUARTER .....	\$ 212,513,519
CASH FLOWS FROM OPERATING ACTIVITIES:	
Net Income .....	29,506,027
Adjustments to reconcile net income to net cash provided (used) by operating activities:	
Increase (decrease) in accounts payable to affiliates .....	-
Depreciation .....	5,708,916
Amortization .....	-
Provision (credit) for deferred income taxes .....	-
Pension and health care expense in excess (less than) payments.	(1,731)
Decrease (increase) in receivables .....	(1,093,448)
Decrease (increase) spare parts and supplies, prepaid items and other current assets .....	(559,080)
Increase (decrease) in air traffic liability .....	1,386,285
Increase (decrease) in other accounts payable .....	8,758,620
Increase (decrease) in other accrued liabilities .....	(3,009,721)
Increase (decrease) in accrued taxes .....	-
Other, net .....	(6,610,359)
Net cash provided (used) by operating activities .....	34,085,509
CASH FLOWS FROM INVESTING ACTIVITIES:	
Acquisition of property and equipment .....	(59,181,297)
Proceeds from disposition of property and equipment .....	50,588
Short-term investments .....	-
Cash received (advanced) affiliates .....	-
Net cash provided (used) by investing activities .....	(59,130,709)
CASH FLOWS FROM FINANCING ACTIVITIES:	
Proceeds from issuance of long-term debt .....	-
Payments on long-term debt .....	(16,488,062)
Payments under capital lease obligations .....	-
Net short-term borrowings .....	-
Issuance of long-term obligations .....	-
Proceeds from issuance of common stock .....	-
Dividends paid .....	-
Income tax benefit from exercise of stock options .....	-
Repurchase of common stock .....	-
Net cash provided (used) by financing activities .....	(16,488,062)
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS .....	(41,533,262)
CASH AND CASH EQUIVALENTS AT END OF QUARTER .....	\$ 170,980,257

*Schedule A-12*

## STATEMENT OF OPERATIONS

Quarter Ended: June 30, 2000

Air Carrier:

Schedule P-1.2 Group II

Operation : Domestic EVD

ACCT#	DESCRIPTION	AMOUNT
-----		
	OPERATING REVENUES	
3901	Transport Revenues - Passenger	170,431,494
3905	Mail	154,442
3906.1	Property - Freight	787,824
3906.2	Property - Excess Baggage	0
3907.1	Charter - Passenger	0
3907.2	Charter - Property	0
3919.1	Reserv. Cancellation Fees	0
3919.2	Misc. Operating Revenues	79,881
4808	Public Service Subsidy	0
4898	Transport Related	322,681
4999	Total Operating Revenue	171,776,322
	OPERATING EXPENSES	
5100	Flying Operations	45,194,588
5400	Maintenance	22,437,843
5500	Passenger Service	7,338,116
6400	Aircraft & Traffic Servicing	23,156,443
6700	Promotion & Sales	9,573,952
6800	General & Administrative	9,863,105
7000	Depreciation & Amortization	5,708,916
7100	Transport Related Expenses	41,153
7199	Total Operating Expenses	123,314,116
7999	Operating Profit or Loss	48,462,206
	NONOPERATING EXPENSE (INCOME)	
8181	Int. Exp. (Inc.) on L-T-D & Cap.Leases	1,626,134
8182	Other Interest Expense (Income)	-699,563
8185	Foreign Exchange (Gain) or Loss	0
8188.5	Capital (Gains)/Losses- Op.Prop.	0
	Capital (Gains)/Losses- Other	
8189	Other Expense (Income) - Net	-3,375,479
8199	Nonoperating Expense (Income)	-2,448,908
8999	Income Before Income Taxes	50,911,114
9100	Income Tax Expense	21,405,087
9199	Inc. Bf. Disc. Ops & Other Items	29,506,027
9600	Discontinued Operations	0
9796	Extraordinary Items	0
9797	Inc. Tax Appl. To Extraord.Item	0
9799	Income Before Account. Changes	29,506,027
9800	Accounting Changes	0
9899	Net Income	29,506,027

AIRCRAFT OPERATING EXP. - Sch. P-5.2 Grp II & III Qtr: June 30, 2000  
Air Carrier:

ACCT #	DESCRIPTION	Operation: Domestic Total Eqp Code 9999	ATR-72 Code 4421	EVD EMB-120 Code 4611	Canadaair Code 6291
	FLYING OPERATIONS				
5123	Pilots and Copilots	10,988,226	1,974,706	4,568,795	4,444,725
5124	Other Flight Personnel	0	0	0	0
5128.1	Trainees and Instructors	1,671,082	123,410	871,189	676,483
5136	Personnel Expenses	1,881,080	206,570	1,411,857	262,653
5141	Prof. & Tech. Fees & Exp.	0	0	0	0
5143.7	Aircraft Interch. -Outside	0	0	0	0
5145.1	Aircraft Fuel	15,019,576	2,051,428	3,818,937	9,149,211
5145.2	Aircraft Oil	27,093	3,700	6,889	16,504
5147	Aircraft Rentals	13,708,138	4,196,015	0	9,512,123
5153	Other Supplies	0	0	0	0
5155.1	Insur. Purch. - General	204,796	0	204,796	0
5157	Empl. Benefits and Pensions	0	0	0	0
5158	Injuries, Loss and Damage	0	0	0	0
5168	Taxes-Payroll	0	0	0	0
5169	Taxes-Other Than Payroll	1,694,598	231,066	431,700	1,031,832
5171	Other Expense	0	0	0	0
5199	Total Flying Operations	45,194,589	8,786,895	11,314,163	25,093,531
	DIRECT MAINTENANCE-FLIGHT EQUIP				
5225.1	Maint Airf. Labor	2,471,940	0	2,471,940	0
5225.2	Maint Eng. Labor	0	0	0	0
5243.1	Maint Airf. Outside Rep.	8,388,785	1,815,097	5,179,275	1,394,413
5243.2	Maint Eng. Outside Rep.	4,958,513	1,214,555	3,373,797	370,161
5243.7	Maint AC Interch. Chrgs-O/S	0	0	0	0
5246.1	Maint Materials - Airframe	3,649,996	886,135	2,013,408	750,453
5246.2	Maint Materials - Engines	629,232	165,411	415,603	48,218
5272.1	Maint Airfrm Airworth. Provs.	0	0	0	0
5272.3	Maint Airfrm O/H Deferred	0	0	0	0
5272.6	Maint AC Eng. Airworth. Prov	0	0	0	0
5272.8	Maint AC Eng. O/H Def. (cr.)	0	0	0	0
5278	Total Dir Maint-Flt.Eqpt	20,098,466	4,081,198	13,454,023	2,563,245
5279.6	APPL. MAINT BURDEN FLT. EQ.	2,190,143	444,731	1,466,094	279,318
5299	Total Flt. Eq. Maint. (Memo)	22,288,609	4,525,929	14,920,117	2,842,563
7073.9	NET OBSL & DETER.- EXP. PARTS	59,131	40,451	4,648	14,032
	DEPRECIATION - FLIGHT EQUIPMENT				
7075.1	Depr. Airframes	3,557,487	729,082	2,833,177	-4,772
7075.2	Depr. Aircraft Engines	1,125,405	208,395	825,594	89,416
7075.3	Depr. Airframe Parts	431,439	109,023	124,248	198,168
7075.4	Depr. Engine Parts	64,407	9,660	22,597	32,150
7075.5	Depr. Other Flt Eqp.	0	0	0	0
7076.1	Amort. Cap. Leases Flt.Eqpt.	0	0	0	0
	EXPENSE OF INTERCHANGE AIRCRAFT				
7098.1	Exp. of Interch. AC- Flt. Ops	0	0	0	0
7098.2	Exp. of Interch. AC- Maint.	0	0	0	0
7098.9	Total Aircraft Operating Expens	72,719,067	14,409,435	30,044,544	28,265,088
	OTHER DEPRECIATION & AMORTIZATI				
7074.1	Amortization Developmental &Pre	0			
7074.2	Amortization Other Intangibles	0			
7075.8	Depreciation Hangar & Maint. Eq	0			
7075.9	Depreciation Ground Property	473,047			
7076.2	Amort. Capital Leases Other	0			

AIRCRAFT OPERATING EXP. - Sch. P-5.2 Grp II & III Qtr: JUNE 30, 2000  
 Air Carrier: ATLANTIC SOUTHEAST AI

ACCT #	DESCRIPTION	Operation: Domestic Total Exp Code 9999	ATR-72 Code 4421	EVD EMB-120 Code 4611	RJ-200ER Code 6291
5123	FLYING OPERATIONS	10,988,226	1,974,706	4,568,795	4,444,725
5124	Pilots and Copilots	0	0	0	0
5128.1	Other Flight Personnel	1,671,082	123,410	871,189	676,483
5136	Trainees and Instructors	1,881,080	206,570	1,411,857	262,653
5141	Personnel Expenses	0	0	0	0
5143.7	Prof. & Tech. Fees & Exp.	0	0	0	0
5145.1	Aircraft Interch. -Outside	15,019,576	2,051,428	3,818,937	9,149,211
5145.2	Aircraft Fuel	27,093	3,700	6,888	16,504
5147	Aircraft Oil	13,708,138	4,196,015	0	9,512,123
5153	Aircraft Rentals	0	0	0	0
5153.1	Other Supplies	204,796	0	204,796	0
5157	Insur. Purch. - General	0	0	0	0
5158	Empl. Benefits and Pensions	0	0	0	0
5158	Injuries, Loss and Damage	0	0	0	0
5168	Taxes-Payroll	0	0	0	0
5169	Taxes-Other Than Payroll	1,694,598	231,066	431,700	1,031,832
5171	Other Expense	0	0	0	0
5199	Total Flying Operations	45,194,589	8,786,895	11,314,163	25,093,531
5225.1	DIRECT MAINTENANCE-FLIGHT EQUIP	2,471,940	0	2,471,940	0
5225.2	Maint Airf. Labor	0	0	0	0
5243.1	Maint Eng. Labor	0	0	0	0
5243.2	Maint Airf. Outside Rep.	8,388,785	1,815,097	5,179,275	1,394,413
5243.7	Maint Eng. Outside Rep.	4,958,513	1,214,555	3,373,797	370,161
5246.1	Maint AC Interch. Chrgs-O/S	0	0	0	0
5246.2	Maint Materials - Airframe	3,649,996	886,135	2,013,408	750,453
5272.1	Maint Materials - Engines	629,232	165,411	415,603	48,218
5272.3	Maint Airfrm Airworth. Provs.	0	0	0	0
5272.6	Maint Airfrm O/H Deferred	0	0	0	0
5272.8	Maint AC Eng. Airworth. Prov	0	0	0	0
5278	Maint AC Eng. O/H Def. (cr.)	0	0	0	0
5278	Total Dir Maint-Flt.Eqpt	20,098,466	4,081,198	13,454,023	2,563,245
5279.6	APPL. MAINT BURDEN FLT. EQ.	2,190,143	444,731	1,466,094	279,318
5299	Total Flt. Eq. Maint. (Memo)	22,288,609	4,525,929	14,920,117	2,842,563
7073.9	NET OBSL & DETER. - EXP. PARTS	59,131	40,451	4,648	14,032
7075.1	DEPRECIATION - FLIGHT EQUIPMENT	3,557,487	729,082	2,833,177	-4,772
7075.2	Depr. Airframes	1,123,405	208,395	825,594	89,416
7075.3	Depr. Aircraft Engines	431,439	109,023	124,248	198,168
7075.4	Depr. Airframe Parts	64,407	9,660	22,597	32,150
7075.5	Depr. Engine Parts	0	0	0	0
7076.1	Depr. Other Flt Eqp.	0	0	0	0
7098.1	Amort. Cap. Leases Flt. Eqpt.	0	0	0	0
7098.2	EXPENSE OF INTERCHANGE AIRCRAFT	0	0	0	0
7098.1	Exp. of Interch. AC- Flt. Ops	0	0	0	0
7098.2	Exp. of Interch. AC- Maint.	0	0	0	0
7098.9	Total Aircraft Operating Expens	72,719,067	14,409,435	30,044,544	28,265,088
7074.1	OTHER DEPRECIATION & AMORTIZATI	0	0	0	0
7074.2	Amortization Developmental & Pre	0	0	0	0
7075.8	Amortization Other Intangibles	0	0	0	0
7075.9	Depreciation Hangar & Maint. Bq	473,047	0	0	0
7076.2	Depreciation Ground Property	0	0	0	0
7076.2	Amort. Capital Leases Other	0	0	0	0



# OPERATING EXPENSES BY OBJECTIVE GROUPING

Quarter Ended: June 30, 2000

Schedule P-6

Air Carrier:

Operation : Domestic EVD

LINE#	DESCRIPTION	AMOUNT
	SALARIES & REL. FRINGE BENEFIT	
	SALARIES:	
Line 3	General Mgmt. Per.	541,083
Line 4	Flight Personnel	13,565,731
Line 5	Maintenance Labor	2,523,759
Line 6	Aircr. & Traffic Hndl. Per.	7,864,773
Line 7	Other Personnel	3,115,727
Line 8	Total Salaries	27,611,073
	RELATED FRINGE BENEFITS	
Line 10	Personnel Expense	3,966,472
Line 11	Empl. Benefits & Pensions	4,320,805
Line 12	Payroll Taxes	2,097,355
Line 13	Total Fringe Benefits	10,384,632
Line 14	Total Salaries & Benefits	37,995,705
	MATERIALS PURCHASED	
Line 16	Aircraft Fuel & Oil	16,741,267
Line 17	Maintenance Materials	4,643,181
Line 18	Passenger Food	655,355
Line 19	Other Materials	828,021
Line 20	Total Materials	22,867,824
	SERVICES PURCHASED	
Line 22	Advertising & Other Promotion	-255,407
Line 23	Communications	211,549
Line 24	Insurance	204,796
Line 25	Outside Flight Eqpt. Maint.	13,347,296
Line 26	Traffic Commissions - Passenger	4,309,570
Line 27	Traffic Commissions - Cargo	0
Line 28	Other Services	15,955,784
Line 29	Total Services	33,773,588
Line 30	LANDING FEES	2,112,271
Line 31	RENTALS	16,319,627
Line 32	DEPRECIATION	5,708,916
Line 33	AMORTIZATION	0
Line 34	OTHER	4,495,032
Line 35	TRANSPORT RELATED EXPENSES	41,153
Line 36	TOTAL OPERATING EXPENSES	123,314,116