

BALANCE SHEET

As At: June 30, 2000

Air Carrier:

Schedule B-1

Operation : Domestic JID

ACCT# DESCRIPTION

AMOUNT

	ASSETS	
	CURRENT ASSETS	
1010	Cash	39,828,000
1100	Short-Term Investments	0
1200	Notes Receivable	0
1270	Accounts Receivable	14,714,000
1290	Less Allow. for Bad Debts	0
1299	Net Notes & Accounts Receivable	14,714,000
1399	Net Spare Parts & Supplies	3,708,000
1410	Prepaid Items	6,780,000
1420	Other Current Assets	1,172,000
1499	Total Current Assets	66,202,000
	INVESTMENTS IN SPECIAL FUNDS	
1510	Inv. in Associated Companies	0
1530	Other Investments & Receivables	0
1550	Special Funds	0
1599	Total Inv. & Special Funds	0
	OPERATING PROPERTY & EQUIPMENT	
1609	Flight Equipment	135,172,000
1649	Ground-Property and Equipment	12,766,000
1668	Less Allowance for Depreciation	20,396,000
1675	Property & Equipment - Net	127,542,000
1679	Land	0
1685	Purchase Dep. & Adv. Payments	112,455,000
1689	Construction Work-in-progress	0
1695	Leased Property - Cap. Leases	0
1696	Accum. Amort. Capital Leases	0
1699	Total Oper. Prop. & Equipment	239,997,000
	NONOPERATING PROP. & EQUIPMENT	
1791	Less Allow. for Depr. - Nonop.	0
1792	Net Nonoperating Prop. & Eqmt.	0
	OTHER ASSETS	
1820	Long-term Prepayments	0
1830	Unamort. Dev. & Preop. Costs	0
1890	Other Assets and Def. Charges	0
1895	Total Other Assets	0
1899	TOTAL ASSETS	306,199,000

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As At: June 30, 2000

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Air Carrier:

Operation : Domestic JID

ACCT# DESCRIPTION

AMOUNT

	LIABILITIES & STOCKHOLDERS' EQ.	
	CURRENT LIABILITIES	
2000	Curr. Maturities of L-T Debt	16,534,000
2005	Notes Payable - Banks	0
2015	Notes Payable - Others	0
2021	Trade Accts. Payable	17,060,000
2025	Accts. Payable - Other	0
2080	Curr. Oblig. Under Cap. Leases	0
2110	Accrued Salaries & Wages	0
2120	Accrued Vacation Pay	0
2125	Accrued Interest	0
2130	Accrued Taxes	3,338,000
2140	Dividends Declared	0
2160	Air Traffic Liability	39,441,000
2190	Other Current Liabilities	12,020,000
2199	Total Current Liabilities	88,393,000
	NONCURRENT LIABILITIES	
2210	Long-term Debt	126,371,000
2240	Advances from Assoc. Companies	0
2250	Pension Liability	0
2280	Noncurrent Obgl.-Capital Leases	0
2290	Other Noncurrent Liabilities	14,336,000
2299	Total Noncurrent Liabilities	140,707,000
	DEFERRED CREDITS	
2340	Deferred Income Taxes	0
2345	Deferred Investment Tax Credits	0
2390	Other Deferred Credits	0
2399	Total Deferred Credits	0
	STOCKHOLDERS' EQUITY	
2820	Preferred Shares Issued	0
2840	Common Shares Issued	86,000
2860	Subscribed & Unissued	0
2869	Total Capital Stock	86,000
2890	Additional Capital Invested	54,372,000
2899	Total Paid in Capital	54,458,000
2900	Retained Earnings	22,641,000
2959	Total Stockholders' Equity	77,099,000
2990	Less Treasury Stock	0
2995	Net Stockholders' Equity	77,099,000
2999	Total Liab. & Stockholders' Eq.	306,199,000
2820A	No. of Preferred Shares Issued	0
2840A	No. of Common Shares Issued	0

STATEMENT OF OPERATIONS

Quarter Ended: June 30, 2000

Schedule P-1.2 Group II

Air Carrier:

Operation : Domestic JID

ACCT# DESCRIPTION

AMOUNT

	OPERATING REVENUES	
3901	Transport Revenues - Passenger	71,620,000
3905	Mail	301,000
3906.1	Property - Freight	288,000
3906.2	Property - Excess Baggage	4,000
3907.1	Charter - Passenger	52,000
3907.2	Charter - Property	0
3919.1	Reserv. Cancellation Fees	0
3919.2	Misc. Operating Revenues	1,676,000
4808	Public Service Subsidy	0
4898	Transport Related	0
4999	Total Operating Revenue	73,941,000
	OPERATING EXPENSES	
5100	Flying Operations	33,370,000
5400	Maintenance	5,814,000
5500	Passenger Service	1,598,000
6400	Aircraft & Traffic Servicing	11,019,000
6700	Promotion & Sales	12,044,000
6800	General & Administrative	4,869,000
7000	Depreciation & Amortization	2,396,000
7100	Transport Related Expenses	0
7199	Total Operating Expenses	71,110,000
7999	Operating Profit or Loss	2,831,000
	NONOPERATING EXPENSE (INCOME)	
8181	Int. Exp. (Inc.) on L-T-D & Cap. Leases	-464,000
8182	Other Interest Expense (Income)	875,000
8185	Foreign Exchange (Gain) or Loss	0
8188.5	Capital (Gains)/Losses- Op. Prop.	0
	Capital (Gains)/Losses- Other	
8189	Other Expense (Income) - Net	0
8199	Nonoperating Expense (Income)	411,000
8999	Income Before Income Taxes	2,420,000
9100	Income Tax Expense	920,000
9199	Inc. Bf. Disc. Ops & Other Items	1,500,000
9600	Discontinued Operations	0
9796	Extraordinary Items	0
9797	Inc. Tax Appl. To Extraord. Item	0
9799	Income Before Account. Changes	1,500,000
9800	Accounting Changes	0
9899	Net Income	1,500,000
9900.7	Full-Time Employees	1,236
9900.8	Part-Time Employees	604

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

ACCT #	DESCRIPTION	Operation: Domestic		JID	
		Total Exp Code 9999	FOKR 100 Code 6031	8-737-3/7 Code 6191	Canadair Code 6291
FLYING OPERATIONS					
5123	Pilots and Copilots	4,448,000	1,217,000	337,000	2,894,000
5124	Other Flight Personnel	3,838,000	1,050,000	291,000	2,497,000
5128.1	Trainees and Instructors	77,000	21,000	6,000	50,000
5136	Personnel Expenses	914,000	250,000	69,000	595,000
5141	Prof. & Tech. Fees & Exp.	204,000	56,000	15,000	133,000
5143.7	Aircraft Interch. -Outside	0	0	0	0
5145.1	Aircraft Fuel	11,069,000	3,029,000	838,000	7,202,000
5145.2	Aircraft Oil	0	0	0	0
5147	Aircraft Rentals	11,737,000	4,200,000	1,559,000	5,978,000
5153	Other Supplies	41,000	11,000	3,000	27,000
5155.1	Insur. Purch. - General	591,000	206,000	74,000	311,000
5157	Empl. Benefits and Pensions	70,000	19,000	5,000	46,000
5158	Injuries, Loss and Damage	0	0	0	0
5168	Taxes-Payroll	380,000	104,000	29,000	247,000
5169	Taxes-Other Than Payroll	0	0	0	0
5171	Other Expense	0	0	0	0
5199	Total Flying Operations	33,369,000	10,163,000	3,226,000	19,980,000
DIRECT MAINTENANCE-FLIGHT EQUIP					
5225.1	Maint Airfr. Labor	620,000	170,000	47,000	403,000
5225.2	Maint Eng. Labor	55,000	15,000	4,000	36,000
5243.1	Maint Airfr. Outside Rep.	0	0	0	0
5243.2	Maint Eng. Outside Rep.	0	0	0	0
5243.7	Maint AC Interch. Chrgs-O/S	0	0	0	0
5246.1	Maint Materials - Airframe	191,000	70,000	24,000	97,000
5246.2	Maint Materials - Engines	28,000	7,000	0	21,000
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	894,000	262,000	75,000	557,000
5279.6	APPL. MAINT BURDEN FLT. EQ.	0	0	0	0
5299	Total Flt. Eq. Maint. (Memo)	894,000	262,000	75,000	557,000
7073.9	NET OBSL & DETER.- EXP. PARTS	0	0	0	0
DEPRECIATION - FLIGHT EQUIPMENT					
7075.1	Depr. Airframes	717,000	0	0	717,000
7075.2	Depr. Aircraft Engines	229,000	92,000	0	137,000
7075.3	Depr. Airframe Parts	445,000	246,000	58,000	141,000
7075.4	Depr. Engine Parts	70,000	4,000	27,000	39,000
7075.5	Depr. Other Flt. Eqpt.	153,000	64,000	4,000	85,000
7076.1	Amort. Cap. Leases Flt.Eqpt.	104,000	104,000	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	35,981,000	10,935,000	3,390,000	21,656,000
OTHER DEPRECIATION & AMORTIZATI					
7074.1	Amortization Developmental & Pre	0	0	0	0
7074.2	Amortization Other Intangibles	172,000	0	0	0
7075.8	Depreciation Hangar & Maint. Eq	95,987	0	0	0
7075.9	Depreciation Ground Property	333,419	0	0	0
7076.2	Amort. Capital Leases Other	78,542	0	0	0

OPERATING EXPENSES BY OBJECTIVE GROUPING

Quarter Ended: June 30, 2000

Air Carrier:

Schedule P-6

Operation : Domestic JID

LINE#	DESCRIPTION	AMOUNT
	SALARIES & REL. FRINGE BENEFIT	
	SALARIES:	
Line 3	General Mgmt. Per.	455,000
Line 4	Flight Personnel	5,358,000
Line 5	Maintenance Labor	788,000
Line 6	Aircr. & Traffic Hndl. Per.	295,000
Line 7	Other Personnel	4,879,000
Line 8	Total Salaries	11,775,000
	RELATED FRINGE BENEFITS	
Line 10	Personnel Expense	236,000
Line 11	Empl. Benefits & Pensions	1,023,000
Line 12	Payroll Taxes	913,000
Line 13	Total Fringe Benefits	2,172,000
Line 14	Total Salaries & Benefits	13,947,000
	MATERIALS PURCHASED	
Line 16	Aircraft Fuel & Oil	11,069,000
Line 17	Maintenance Materials	4,273,000
Line 18	Passenger Food	1,598,000
Line 19	Other Materials	182,000
Line 20	Total Materials	17,122,000
	SERVICES PURCHASED	
Line 22	Advertising & Other Promotion	1,169,000
Line 23	Communications	380,000
Line 24	Insurance	591,000
Line 25	Outside Flight Eqpt. Maint.	0
Line 26	Traffic Commissions - Passenger	3,886,000
Line 27	Traffic Commissions - Cargo	0
Line 28	Other Services	0
Line 29	Total Services	6,026,000
Line 30	LANDING FEES	1,399,000
Line 31	RENTALS	12,889,000
Line 32	DEPRECIATION	2,396,000
Line 33	AMORTIZATION	0
Line 34	OTHER	17,331,000
Line 35	TRANSPORT RELATED EXPENSES	0
Line 36	TOTAL OPERATING EXPENSES	71,110,000