

U.S. Department of Transportation
Research and Special Programs
Administration

REPORT OF FINANCIAL
AND OPERATING STATISTICS FOR
LARGE CERTIFICATED
AIR CARRIERS

Period ended September 30, 20

Express One International, Incorporated
(Full name of reporting company)

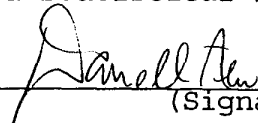
JKP ✓

CERTIFICATION*

I, the undersigned Controller
(Title of officer in charge of accounts)

of the Express One International, Incorporated
(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)

1420 Viceroy Dallas, Tx 75235
(Air Carrier Post Office Address)

Dated November 20, 2000

*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: September 30, 2000

Air Carrier:

Schedule B-1

Operation : Domestic JKQD

ACCT# DESCRIPTION

AMOUNT

	ASSETS	
	CURRENT ASSETS	
1010	Cash	504,000
1100	Short-Term Investments	0
1200	Notes Receivable	0
1270	Accounts Receivable	14,192,000
1290	Less Allow. for Bad Debts	0
1299	Net Notes & Accounts Receivable	14,192,000
1399	Net Spare Parts & Supplies	489,000
1410	Prepaid Items	3,813,000
1420	Other Current Assets	3,457,000
1499	Total Current Assets	22,455,000
	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	103,969,000
1649	Ground-Property and Equipment	4,896,000
1668	Less Allowance for Depreciation	46,576,000
1675	Property & Equipment - Net	62,289,000
1679	Land	0
1685	Purchase Dep. & Adv. Payments	0
1689	Construction Work-in-progress	0
1695	Leased Property - Cap. Leases	0
1696	Accum. Amort. Capital Leases	0
1699	Total Oper. Prop. & Equipment	62,289,000
1791	NONOPERATING PROP. & EQUIPMENT	0
1792	Less Allow. for Depr. - Nonop.	0
1799	Net Nonoperating Prop. & Eqmt.	0
	OTHER ASSETS	
1820	Long-term Prepayments	0
1830	Unamort. Dev. & Preop. Costs	0
1890	Other Assets and Def. Charges	294,000
1895	Total Other Assets	294,000
1899	TOTAL ASSETS	85,038,000

BALANCE SHEET

As At: September 30, 2000

Air Carrier:

Schedule B-1

Operation : Domestic JKQD

ACCT# DESCRIPTION

AMOUNT

	LIABILITIES & STOCKHOLDERS' EQ.	
	CURRENT LIABILITIES	
2000	Curr. Maturities of L-T Debt	9,806,000
2005	Notes Payable - Banks	5,019,000
2015	Notes Payable - Others	0
2021	Trade Accts. Payable	8,625,000
2025	Accts. Payable - Other	6,159,000
2080	Curr. Oblig. Under Cap. Leases	0
2110	Accrued Salaries & Wages	0
2120	Accrued Vacation Pay	0
2125	Accrued Interest	0
2130	Accrued Taxes	0
2140	Dividends Declared	0
2160	Air Traffic Liability	0
2190	Other Current Liabilities	3,598,000
2199	Total Current Liabilities	33,207,000
	NONCURRENT LIABILITIES	
2210	Long-term Debt	26,292,000
2240	Advances from Assoc. Companies	0
2250	Pension Liability	0
2280	Noncurrent Obgl.-Capital Leases	0
2290	Other Noncurrent Liabilities	0
2299	Total Noncurrent Liabilities	26,292,000
	DEFERRED CREDITS	
2340	Deferred Income Taxes	9,087,000
2345	Deferred Investment Tax Credits	0
2390	Other Deferred Credits	12,000
2399	Total Deferred Credits	9,099,000
	STOCKHOLDERS' EQUITY	
2820	Preferred Shares Issued	0
2840	Common Shares Issued	5,000
2860	Subscribed & Unissued	0
2869	Total Capital Stock	5,000
2890	Additional Capital Invested	3,263,000
2899	Total Paid in Capital	3,268,000
2900	Retained Earnings	13,172,000
2959	Total Stockholders' Equity	16,440,000
2990	Less Treasury Stock	0
2995	Net Stockholders' Equity	16,440,000
2999	Total Liab. & Stockholders' Eq.	85,038,000
2820A	No. of Preferred Shares Issued	0
2840A	No. of Common Shares Issued	5,000

Schedule B-7		AIRFRAME AND AIRCRAFT ENGINE ACQUISITIONS										
US Department of transportation		AND RETIREMENTS							Express One International, Inc.			
Research and Specified Programs									Quarter Ended September 30, 2000			
Administration												
L I N E	YEAR OF FIRST DELIVERY (AIRFRAME)	AIRFRAME MANUFACTURE RS SERIAL NUMBER	DATE ACQUIRED OR RETIRED	ACQUISITION OR RETIREMENT "A" OR "R"	AIRFRAME LICENSE NUMBER	NUMBER OF ENGINES ACQUIRED/ RETIRED	TYPE, MODEL AND CABIN DESIGN	MAXIMUM SEATING CAPACITY	COST	AMORTIZED/ DEPRECIATED COST	REALIZATION	ACQUIRED FROM/ DISPOSITION
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
1	1976	BB-114	7/1/00	R	N25KW	2	King Aire	9	Lease	0	0	JRW Aviation
2	1978	11492	7/1/00	R	N691SM	2	Turbo Com B-10	7	Lease	0	0	JRW Aviation
3	1978	21502	7/2/00	A	N725RW	3	727-2M7	Cargo Config	Lease	0	0	Pegasus Aviation
4												
5												
6												
7												
8												

Schedule B-7

STATEMENT OF CASH FLOWS
EXPRESS ONE INTERNATIONAL, INC.
QUARTER ENDED SEPTEMBER 30, 2000

	3rd Quarter Ending 9/30/00
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	4,431
	0
CASH FLOW FROM OPERATING ACTIVITIES	0
NET INCOME (LOSS)	650,597
ADJUSTMENTS TO RECONCILE NET INCOME TO	0
NET CASH PROVIDED BY OPERATIONS:	0
DEPRECIATION AND AMORTIZATION	3,185,829
DECREASE (INCREASE) IN CASH RESTRICTED	0
DECREASE (INCREASE) IN TRADE RECEIVABLES	(656,595)
DECREASE (INCREASE) IN INVENTORY	0
PURCHASE OF AIRCRAFT FOR RESALE	0
INCREASE (DECREASE) IN NOTES PAYABLE AIRCRAFT RESALE	0
SALE OF AIRCRAFT FOR RESALE	0
PAYOFF OF NOTES PAYABLE-AIRCRAFT FOR RESALE	0
DECREASE (INCREASE) IN NOTES RECEIVABLE	0
DECREASE (INCREASE) IN OTHER RECEIVABLES	(21,975)
DECREASE (INCREASE) IN PREPAID EXPENSES	236,231
DECREASE (INCREASE) IN OTHER CURRENT ASSETS	(71,147)
DECREASE (INCREASE) IN OTHER ASSETS	11,622
INCREASE (DECREASE) IN CURRENT MATURITIES	0
INCREASE (DECREASE) NOTES PAYABLE	0
INCREASE (DECREASE) ACCOUNTS PAYABLE	1,170,013
INCREASE (DECREASE) OTHER PAYABLES AND ACCRUED EXPENSES	288,530
INCREASE (DECREASE) IN OTHER CURRENT LIABILITIES	(1,215,169)
INCREASE (DECREASE) IN DEFERREDS	0
INCREASE (DECREASE) IN RETAINED EARNINGS	0
NET CASH PROVIDED (USED) BY OPERATIONS	3,577,936
	0
CASH FLOW FROM INVESTING ACTIVITIES	0
BASIS OF PROPERTY AND EQUIPMENT SOLD	622,233
PURCHASE OF PROPERTY AND EQUIPMENT	29,249,101
PROCEEDS FROM THE SALE OF SECURITIES	0
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	(5,158,161)
	0
CASH FLOW FROM FINANCING ACTIVITIES	0
ADDITIONS TO NOTES PAYABLE-PP&E PURCHASES	0
ADDITIONS TO LONG-TERM DEBT	0
ADDITIONS TO REVOLVER LOAN	2,619,375
PAYDOWN ON LONG-TERM DEBT	(539,337)
PAYDOWN ON NOTES PAYABLE	0
RECLASS TO (FROM) LT DEBT	0
NET CASH PROVIDED (USED) BY FINANCING ACTIVITIES	2,080,037
	0
NET INCREASE (DECREASE) IN CASH AND TEMPORARY INVESTMENTS	499,813
	0
CASH AND TEMPORARY INVESTMENTS, END OF PERIOD	504,244

STATEMENT OF OPERATIONS

Quarter Ended: September 30, 2000

Air Carrier:

Schedule P-1.2 Group II

Operation : Domestic JKQD

ACCT# DESCRIPTION AMOUNT

	OPERATING REVENUES	
3901	Transport Revenues - Passenger	0
3905	Mail	0
3906.1	Property - Freight	25,796,000
3906.2	Property - Excess Baggage	0
3907.1	Charter - Passenger	2,528,000
3907.2	Charter - Property	0
3919.1	Reserv. Cancellation Fees	0
3919.2	Misc. Operating Revenues	654,000
4808	Public Service Subsidy	0
4898	Transport Related	0
4999	Total Operating Revenue	28,978,000
	OPERATING EXPENSES	
5100	Flying Operations	15,672,000
5400	Maintenance	5,431,000
5500	Passenger Service	0
6400	Aircraft & Traffic Servicing	154,000
6700	Promotion & Sales	0
6800	General & Administrative	2,175,000
7000	Depreciation & Amortization	3,032,000
7100	Transport Related Expenses	0
7199	Total Operating Expenses	26,464,000
7999	Operating Profit or Loss	2,514,000
	NONOPERATING EXPENSE (INCOME)	
8181	Int. Exp. (Inc.) on L-T-D & Cap. Leases	1,654,000
8182	Other Interest Expense (Income)	0
8185	Foreign Exchange (Gain) or Loss	0
8188.5	Capital (Gains)/Losses- Op.Prop.	-3,000
	Capital (Gains)/Losses- Other	
8189	Other Expense (Income) - Net	302,000
8199	Nonoperating Expense (Income)	1,953,000
8999	Income Before Income Taxes	561,000
9100	Income Tax Expense	0
9199	Inc. Bf. Disc. Ops. & Other Items	561,000
9600	Discontinued Operations	0
9796	Extraordinary Items	0
9797	Inc. Tax Appl. To Extraord. Item	0
9799	Income Before Account. Changes	561,000
9800	Accounting Changes	0
9899	Net Income	561,000
9900.7	Full-Time Employees	481,000
9900.8	Part-Time Employees	63,000

STATEMENT OF OPERATIONS

Quarter Ended: September 30, 2000

Air Carrier:

Schedule P-1.2 Group II

Operation : International JKQI

ACCT# DESCRIPTION

AMOUNT

	OPERATING REVENUES	
3901	Transport Revenues - Passenger	0
3905	Mail	0
3906.1	Property - Freight	4,112,000
3906.2	Property - Excess Baggage	0
3907.1	Charter - Passenger	403,000
3907.2	Charter - Property	0
3919.1	Reserv. Cancellation Fees	0
3919.2	Misc. Operating Revenues	104,000
4808	Public Service Subsidy	0
4898	Transport Related	0
4999	Total Operating Revenue	4,619,000
	OPERATING EXPENSES	
5100	Flying Operations	2,498,000
5400	Maintenance	866,000
5500	Passenger Service	0
6400	Aircraft & Traffic Servicing	24,000
6700	Promotion & Sales	0
6800	General & Administrative	347,000
7000	Depreciation & Amortization	483,000
7100	Transport Related Expenses	0
7199	Total Operating Expenses	4,218,000
7999	Operating Profit or Loss	401,000
	NONOPERATING EXPENSE (INCOME)	
8181	Int. Exp. (Inc.) on L-T-D & Cap.Leases	264,000
8182	Other Interest Expense (Income)	0
8185	Foreign Exchange (Gain) or Loss	0
8188.5	Capital (Gains)/Losses- Op.Prop.	0
	Capital (Gains)/Losses- Other	
8189	Other Expense (Income) - Net	48,000
8199	Nonoperating Expense (Income)	312,000
8999	Income Before Income Taxes	89,000
9100	Income Tax Expense	0
9199	Inc. Bf. Disc. Ops & Other Items	89,000
9600	Discontinued Operations	0
9796	Extraordinary Items	0
9797	Inc. Tax Appl. To Extraord.Item	0
9799	Income Before Account. Changes	89,000
9800	Accounting Changes	0
9899	Net Income	89,000
9900.7	Full-Time Employees	48,000
9900.8	Part-Time Employees	4,000

STATEMENT OF OPERATIONS

Quarter Ended: September 30, 2000

Air Carrier:

Schedule P-1.2 Group II

Operation : System JKQS

ACCT#	DESCRIPTION	AMOUNT
	OPERATING REVENUES	
3901	Transport Revenues - Passenger	0
3905	Mail	0
3906.1	Property - Freight	29,908,000
3906.2	Property - Excess Baggage	0
3907.1	Charter - Passenger	2,931,000
3907.2	Charter - Property	0
3919.1	Reserv. Cancellation Fees	0
3919.2	Misc. Operating Revenues	758,000
4808	Public Service Subsidy	0
4898	Transport Related	0
4999	Total Operating Revenue	33,597,000
	OPERATING EXPENSES	
5100	Flying Operations	18,170,000
5400	Maintenance	6,297,000
5500	Passenger Service	0
6400	Aircraft & Traffic Servicing	178,000
6700	Promotion & Sales	0
6800	General & Administrative	2,522,000
7000	Depreciation & Amortization	3,515,000
7100	Transport Related Expenses	0
7199	Total Operating Expenses	30,682,000
7999	Operating Profit or Loss	2,915,000
	NONOPERATING EXPENSE (INCOME)	
8181	Int. Exp. (Inc.) on L-T-D & Cap. Leases	1,918,000
8182	Other Interest Expense (Income)	0
8185	Foreign Exchange (Gain) or Loss	0
8188.5	Capital (Gains)/Losses- Op. Prop.	-3,000
	Capital (Gains)/Losses- Other	
8189	Other Expense (Income) - Net	350,000
8199	Nonoperating Expense (Income)	2,265,000
8999	Income Before Income Taxes	650,000
9100	Income Tax Expense	0
9199	Inc. Bf. Disc. Ops & Other Items	650,000
9600	Discontinued Operations	0
9796	Extraordinary Items	0
9797	Inc. Tax Appl. To Extraord. Item	0
9799	Income Before Account. Changes	650,000
9800	Accounting Changes	0
9899	Net Income	650,000
9900.7	Full-Time Employees	529,000
9900.8	Part-Time Employees	67,000

AIRCRAFT OPERATING EXP. - Sch. P-5.2 Grp II & III Qtr: September 30, 2000
Air Carrier: Operation: Domestic JKQD
Total Exp DC-9-30 8-727-1 B-727-2
Code 9999 Code 6401 Code 7102 Code 7152

ACCT #	DESCRIPTION				
	FLYING OPERATIONS				
5123	Pilots and Copilots	3,302,000	247,000	124,000	2,931,000
5124	Other Flight Personnel	330,000	25,000	12,000	293,000
5128.1	Trainees and Instructors	175,000	13,000	7,000	155,000
5136	Personnel Expenses	1,892,000	141,000	71,000	1,680,000
5141	Prof. & Tech. Fees & Exp.	147,000	11,000	6,000	130,000
5143.7	Aircraft Interch. -Outside	0	0	0	0
5145.1	Aircraft Fuel	282,000	21,000	11,000	250,000
5145.2	Aircraft Oil	0	0	0	0
5147	Aircraft Rentals	5,892,000	441,000	220,000	5,231,000
5153	Other Supplies	519,000	39,000	19,000	461,000
5155.1	Insur. Purch. - General	944,000	70,000	35,000	839,000
5157	Empl. Benefits and Pensions	37,000	3,000	1,000	33,000
5158	Injuries, Loss and Damage	0	0	0	0
5168	Taxes-Payroll	213,000	16,000	8,000	189,000
5169	Taxes-Other Than Payroll	0	0	0	0
5171	Other Expense	1,939,000	145,000	72,000	1,722,000
5199	Total Flying Operations	15,672,000	1,172,000	586,000	13,914,000
	DIRECT MAINTENANCE-FLIGHT EQUIP				
5225.1	Maint Airf. Labor	1,524,000	114,000	57,000	1,353,000
5225.2	Maint Eng. Labor	130,000	10,000	5,000	115,000
5243.1	Maint Airf. Outside Rep.	1,047,000	78,000	39,000	930,000
5243.2	Maint Eng. Outside Rep.	110,000	8,000	4,000	98,000
5243.7	Maint AC Interch. Chrgs-O/S	0	0	0	0
5246.1	Maint Materials - Airframe	2,227,000	167,000	83,000	1,977,000
5246.2	Maint Materials - Engines	393,000	29,000	15,000	349,000
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	5,431,000	406,000	203,000	4,822,000
5279.6	APPL. MAINT BURDEN FLT. EQ.	0	0	0	0
5299	Total Flt. Eq. Maint. (Memo)	5,431,000	406,000	203,000	4,822,000
7073.9	NET OBSL & DETER.- EXP. PARTS	0	0	0	0
	DEPRECIATION - FLIGHT EQUIPMENT				
7075.1	Depr. Airframes	277,000	21,000	10,000	246,000
7075.2	Depr. Aircraft Engines	235,000	17,000	9,000	209,000
7075.3	Depr. Airframe Parts	266,000	20,000	10,000	236,000
7075.4	Depr. Engine Parts	1,550,000	116,000	58,000	1,376,000
7075.5	Depr. Other Flt Eqp.	304,000	23,000	11,000	270,000
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	23,735,000	1,775,000	887,000	21,073,000
	OTHER DEPRECIATION & AMORTIZATI				
7074.1	Amortization Developmental &Pre	0			
7074.2	Amortization Other Intangibles	350,000			
7075.8	Depreciation Hangar & Maint. Eq	48,000			
7075.9	Depreciation Ground Property	1,000			
7076.2	Amort. Capital Leases Other	0			

AIRCRAFT OPERATING EXP. - Sch. P-5.2 Grp II & III Qtr: September 30, 2000
 Air Carrier: Operation: International JK01

ACCT # DESCRIPTION Total Eqp Code 9999 B-727-2 Code 7152

	FLYING OPERATIONS		
5123	Pilots and Copilots	526,000	526,000
5124	Other Flight Personnel	53,000	53,000
5128.1	Trainees and Instructors	28,000	28,000
5136	Personnel Expenses	302,000	302,000
5141	Prof. & Tech. Fees & Exp.	23,000	23,000
5143.7	Aircraft Interch. -Outside	0	0
5145.1	Aircraft Fuel	45,000	45,000
5145.2	Aircraft Oil	0	0
5147	Aircraft Rentals	939,000	939,000
5153	Other Supplies	83,000	83,000
5155.1	Insur. Purch. - General	150,000	150,000
5157	Empl. Benefits and Pensions	6,000	6,000
5158	Injuries, Loss and Damage	0	0
5168	Taxes-Payroll	34,000	34,000
5169	Taxes-Other Than Payroll	0	0
5171	Other Expense	309,000	309,000
5199	Total Flying Operations	2,498,000	2,498,000
	DIRECT MAINTENANCE-FLIGHT EQUIP		
5225.1	Maint Airf. Labor	243,000	243,000
5225.2	Maint Eng. Labor	21,000	21,000
5243.1	Maint Airf. Outside Rep.	167,000	167,000
5243.2	Maint Eng. Outside Rep.	17,000	17,000
5243.7	Maint AC Interch. Chrgs-O/S	0	0
5246.1	Maint Materials - Airframe	355,000	355,000
5246.2	Maint Materials - Engines	63,000	63,000
5272.1	Maint Airfrm Airworth. Provs.	0	0
5272.3	Maint Airfrm O/H Deferred	0	0
5272.6	Maint AC Eng. Airworth. Prov	0	0
5272.8	Maint AC Eng. O/H Def. (cr.)	0	0
5278	Total Dir Maint-Flt.Eqpt	866,000	866,000
5279.6	APPL. MAINT BURDEN FLT. EQ.	0	0
5299	Total Flt. Eq. Maint. (Memo)	866,000	866,000
7073.9	NET OBSL & DETER.- EXP. PARTS	0	0
	DEPRECIATION - FLIGHT EQUIPMENT		
7075.1	Depr. Airframes	44,000	44,000
7075.2	Depr. Aircraft Engines	38,000	38,000
7075.3	Depr. Airframe Parts	42,000	42,000
7075.4	Depr. Engine Parts	247,000	247,000
7075.5	Depr. Other Flt Eqp.	49,000	49,000
7076.1	Amort. Cap. Leases Flt.Eqpt.	0	0
	EXPENSE OF INTERCHANGE AIRCRAFT		
7098.1	Exp. of Interch. AC- Flt. Ops	0	0
7098.2	Exp. of Interch. AC- Maint.	0	0
7098.9	Total Aircraft Operating Expens	3,784,000	3,784,000
	OTHER DEPRECIATION & AMORTIZATI		
7074.1	Amortization Developmental &Pre	0	0
7074.2	Amortization Other Intangibles	56,000	56,000
7075.8	Depreciation Hangar & Maint. Eq	8,000	8,000
7075.9	Depreciation Ground Property	0	0
7076.2	Amort. Capital Leases Other	0	0

AIRCRAFT OPERATING EXP. - Sch. P-5.2 Grp II & III Qtr: September 30, 2000
Air Carrier: Operation: System JKOS
Total Exp DC-9-30 B-727-1 B-727-2
Code 9999 Code 6401 Code 7102 Code 7152

ACCT #	DESCRIPTION				
	FLYING OPERATIONS				
5123	Pilots and Copilots	3,828,000	247,000	124,000	3,457,000
5124	Other Flight Personnel	383,000	25,000	12,000	346,000
5128.1	Trainees and Instructors	203,000	13,000	7,000	183,000
5136	Personnel Expenses	2,194,000	141,000	71,000	1,982,000
5141	Prof. & Tech. Fees & Exp.	170,000	11,000	6,000	153,000
5143.7	Aircraft Interch. -Outside	0	0	0	0
5145.1	Aircraft Fuel	327,000	21,000	11,000	295,000
5145.2	Aircraft Oil	0	0	0	0
5147	Aircraft Rentals	6,831,000	441,000	220,000	6,170,000
5153	Other Supplies	602,000	39,000	19,000	544,000
5155.1	Insur. Purch. - General	1,094,000	70,000	35,000	989,000
5157	Empl. Benefits and Pensions	43,000	3,000	1,000	39,000
5158	Injuries, Loss and Damage	0	0	0	0
5168	Taxes-Payroll	247,000	16,000	8,000	223,000
5169	Taxes-Other Than Payroll	0	0	0	0
5171	Other Expense	2,248,000	145,000	72,000	2,031,000
5199	Total Flying Operations	18,170,000	1,172,000	586,000	16,412,000
	DIRECT MAINTENANCE-FLIGHT EQUIP				
5225.1	Maint Airf. Labor	1,767,000	114,000	57,000	1,596,000
5225.2	Maint Eng. Labor	151,000	10,000	5,000	136,000
5243.1	Maint Airf. Outside Rep.	1,214,000	78,000	39,000	1,097,000
5243.2	Maint Eng. Outside Rep.	127,000	8,000	4,000	115,000
5243.7	Maint AC Interch. Chrgs-O/S	0	0	0	0
5246.1	Maint Materials - Airframe	2,582,000	167,000	83,000	2,332,000
5246.2	Maint Materials - Engines	456,000	29,000	15,000	412,000
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	6,297,000	406,000	203,000	5,688,000
5279.6	APPL. MAINT BURDEN FLT. EQ.	0	0	0	0
5299	Total Flt. Eq. Maint. (Memo)	6,297,000	406,000	203,000	5,688,000
7073.9	NET OBSL & DETER.- EXP. PARTS	0	0	0	0
	DEPRECIATION - FLIGHT EQUIPMENT				
7075.1	Depr. Airframes	321,000	21,000	10,000	290,000
7075.2	Depr. Aircraft Engines	273,000	17,000	9,000	247,000
7075.3	Depr. Airframe Parts	308,000	20,000	10,000	278,000
7075.4	Depr. Engine Parts	1,797,000	116,000	58,000	1,623,000
7075.5	Depr. Other Flt Eqp.	353,000	23,000	11,000	319,000
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	27,519,000	1,775,000	887,000	24,857,000
	OTHER DEPRECIATION & AMORTIZATI				
7074.1	Amortization Developmental &Pre	0			
7074.2	Amortization Other Intangibles	406,000			
7075.8	Depreciation Hangar & Maint. Eq	56,000			
7075.9	Depreciation Ground Property	1,000			
7076.2	Amort. Capital Leases Other	0			

OPERATING EXPENSES BY OBJECTIVE GROUPING

Quarter Ended: September 30, 2000

Air Carrier:

Schedule P-6

Operation : Domestic JKQD

LINE#	DESCRIPTION	AMOUNT
	SALARIES & REL. FRINGE BENEFIT	
	SALARIES:	
Line 3	General Mgmt. Per.	195,000
Line 4	Flight Personnel	3,874,000
Line 5	Maintenance Labor	1,694,000
Line 6	Aircr. & Traffic Hndl. Per.	448,000
Line 7	Other Personnel	251,000
Line 8	Total Salaries	6,462,000
	RELATED FRINGE BENEFITS	
Line 10	Personnel Expense	1,892,000
Line 11	Empl. Benefits & Pensions	92,000
Line 12	Payroll Taxes	464,000
Line 13	Total Fringe Benefits	2,448,000
Line 14	Total Salaries & Benefits	8,910,000
	MATERIALS PURCHASED	
Line 16	Aircraft Fuel & Oil	282,000
Line 17	Maintenance Materials	2,619,000
Line 18	Passenger Food	0
Line 19	Other Materials	519,000
Line 20	Total Materials	3,420,000
	SERVICES PURCHASED	
Line 22	Advertising & Other Promotion	3,000
Line 23	Communications	272,000
Line 24	Insurance	945,000
Line 25	Outside Flight Eqpt. Maint.	1,746,000
Line 26	Traffic Commissions - Passenger	0
Line 27	Traffic Commissions - Cargo	0
Line 28	Other Services	2,023,000
Line 29	Total Services	4,989,000
Line 30	LANDING FEES	20,000
Line 31	RENTALS	5,892,000
Line 32	DEPRECIATION	2,748,000
Line 33	AMORTIZATION	284,000
Line 34	OTHER	200,000
Line 35	TRANSPORT RELATED EXPENSES	0
Line 36	TOTAL OPERATING EXPENSES	26,463,000

OPERATING EXPENSES BY OBJECTIVE GROUPING

Quarter Ended: September 30, 2000

Air Carrier:

Schedule P-6

Operation : International JKQI

LINE#	DESCRIPTION	AMOUNT
	SALARIES & REL. FRINGE BENEFIT	
	SALARIES:	
Line 3	General Mgmt. Per.	31,000
Line 4	Flight Personnel	618,000
Line 5	Maintenance Labor	270,000
Line 6	Aircr. & Traffic Hndl. Per.	71,000
Line 7	Other Personnel	40,000
Line 8	Total Salaries	1,030,000
	RELATED FRINGE BENEFITS	
Line 10	Personnel Expense	302,000
Line 11	Empl. Benefits & Pensions	14,000
Line 12	Payroll Taxes	74,000
Line 13	Total Fringe Benefits	390,000
Line 14	Total Salaries & Benefits	1,420,000
	MATERIALS PURCHASED	
Line 16	Aircraft Fuel & Oil	45,000
Line 17	Maintenance Materials	417,000
Line 18	Passenger Food	0
Line 19	Other Materials	83,000
Line 20	Total Materials	545,000
	SERVICES PURCHASED	
Line 22	Advertising & Other Promotion	1,000
Line 23	Communications	43,000
Line 24	Insurance	151,000
Line 25	Outside Flight Eqpt. Maint.	278,000
Line 26	Traffic Commissions - Passenger	0
Line 27	Traffic Commissions - Cargo	0
Line 28	Other Services	323,000
Line 29	Total Services	796,000
Line 30	LANDING FEES	3,000
Line 31	RENTALS	940,000
Line 32	DEPRECIATION	438,000
Line 33	AMORTIZATION	45,000
Line 34	OTHER	32,000
Line 35	TRANSPORT RELATED EXPENSES	0
Line 36	TOTAL OPERATING EXPENSES	4,219,000

OPERATING EXPENSES BY OBJECTIVE GROUPING

Quarter Ended: September 30, 2000
Schedule P-6

Air Carrier:
Operation : System JKQS

LINE#	DESCRIPTION	AMOUNT
	SALARIES & REL. FRINGE BENEFIT	
	SALARIES:	
Line 3	General Mgmt. Per.	226,000
Line 4	Flight Personnel	4,492,000
Line 5	Maintenance Labor	1,964,000
Line 6	Aircr. & Traffic Hndl. Per.	519,000
Line 7	Other Personnel	291,000
Line 8	Total Salaries	7,492,000
	RELATED FRINGE BENEFITS	
Line 10	Personnel Expense	2,194,000
Line 11	Empl. Benefits & Pensions	106,000
Line 12	Payroll Taxes	538,000
Line 13	Total Fringe Benefits	2,838,000
Line 14	Total Salaries & Benefits	10,330,000
	MATERIALS PURCHASED	
Line 16	Aircraft Fuel & Oil	327,000
Line 17	Maintenance Materials	3,036,000
Line 18	Passenger Food	0
Line 19	Other Materials	602,000
Line 20	Total Materials	3,965,000
	SERVICES PURCHASED	
Line 22	Advertising & Other Promotion	4,000
Line 23	Communications	315,000
Line 24	Insurance	1,096,000
Line 25	Outside Flight Eqpt. Maint.	2,024,000
Line 26	Traffic Commissions - Passenger	0
Line 27	Traffic Commissions - Cargo	0
Line 28	Other Services	2,346,000
Line 29	Total Services	5,785,000
Line 30	LANDING FEES	23,000
Line 31	RENTALS	6,832,000
Line 32	DEPRECIATION	3,186,000
Line 33	AMORTIZATION	329,000
Line 34	OTHER	232,000
Line 35	TRANSPORT RELATED EXPENSES	0
Line 36	TOTAL OPERATING EXPENSES	30,682,000