

BALANCE SHEET

As At: June 30, 2000

Schedule B-1

Air Carrier:

Operation : Domestic TNQD

ACCT# DESCRIPTION

AMOUNT

	ASSETS	
	CURRENT ASSETS	
1010	Cash	-1,521,982
1100	Short-Term Investments	0
1200	Notes Receivable	0
1270	Accounts Receivable	246,864,277
1290	Less Allow. for Bad Debts	18,286,242
1299	Net Notes & Accounts Receivable	228,578,035
1399	Net Spare Parts & Supplies	19,920,101
1410	Prepaid Items	1,744,597
1420	Other Current Assets	1,778,980
1499	Total Current Assets	250,499,731
	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	192,082,174
1649	Ground-Property and Equipment	136,923,678
1668	Less Allowance for Depreciation	119,519,571
1675	Property & Equipment - Net	209,486,281
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	209,486,281
	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	206,981,975
1895	Total Other Assets	206,981,975
1899	TOTAL ASSETS	666,967,987

BALANCE SHEET

As At: June 30, 2000

Schedule B-1

Air Carrier:

Operation : Domestic TNQD

ACCT#

DESCRIPTION

AMOUNT

	LIABILITIES & STOCKHOLDERS' EQ.	
	CURRENT LIABILITIES	
2000	Curr. Maturities of L-T Debt	0
2005	Notes Payable - Banks	0
2015	Notes Payable - Others	0
2021	Trade Accts. Payable	5,794,233
2025	Accts. Payable - Other	0
2080	Curr. Oblig. Under Cap. Leases	0
2110	Accrued Salaries & Wages	84,192,307
2120	Accrued Vacation Pay	3,792,296
2125	Accrued Interest	0
2130	Accrued Taxes	1,502,415
2140	Dividends Declared	0
2160	Air Traffic Liability	0
2190	Other Current Liabilities	61,762,298
2199	Total Current Liabilities	157,043,549
	NONCURRENT LIABILITIES	
2210	Long-term Debt	0
2240	Advances from Assoc. Companies	0
2250	Pension Liability	0
2280	Noncurrent Obgl.-Capital Leases	0
2290	Other Noncurrent Liabilities	355,970,422
2299	Total Noncurrent Liabilities	355,970,422
	DEFERRED CREDITS	
2340	Deferred Income Taxes	64,128,031
2345	Deferred Investment Tax Credits	0
2390	Other Deferred Credits	100,408,344
2399	Total Deferred Credits	164,536,375
	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	186,065
2899	Total Paid in Capital	186,065
2900	Retained Earnings	-10,768,424
2959	Total Stockholders' Equity	-10,582,359
2990	Less Treasury Stock	0
2995	Net Stockholders' Equity	-10,582,359
2999	Total Liab. & Stockholders' Eq.	666,967,987
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
 ACCT# DESCRIPTION

Air Carrier:
 Operation : Domestic TNQD
 AMOUNT

	OPERATING REVENUES	
3901	Transport Revenues - Passenger	174,853,639
3905	Mail	22,161,725
3906.1	Property - Freight	0
3906.2	Property - Excess Baggage	0
3907.1	Charter - Passenger	0
3907.2	Charter - Property	5,671,625
3919.1	Reserv. Cancellation Fees	0
3919.2	Misc. Operating Revenues	190,908
4808	Public Service Subsidy	0
4898	Transport Related	0
4999	Total Operating Revenue	202,877,897
	OPERATING EXPENSES	
5100	Flying Operations	22,336,783
5400	Maintenance	24,700,012
5500	Passenger Service	0
6400	Aircraft & Traffic Servicing	8,768,858
6700	Promotion & Sales	0
6800	General & Administrative	4,540,142
7000	Depreciation & Amortization	26,597,339
7100	Transport Related Expenses	122,125,514
7199	Total Operating Expenses	209,068,648
7999	Operating Profit or Loss	-6,190,751
	NONOPERATING EXPENSE (INCOME)	
8181	Int. Exp. (Inc.) on L-T-D & Cap.Leases	0
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	3,682,304
8199	Nonoperating Expense (Income)	3,682,304
8999	Income Before Income Taxes	-9,873,055
9100	Income Tax Expense	-3,665,795
9199	Inc. Bf. Disc. Ops & Other Items	-6,207,260
9600	Discontinued Operations	0
9796	Extraordinary Items	0
9797	Inc. Tax Appl. To Extraord.Item	0
9799	Income Before Account. Changes	-6,207,260
9800	Accounting Changes	0
9899	Net Income	-6,207,260

STATEMENT OF OPERATIONS

Quarter Ended: June 30, 2000
 Schedule P-1.2 Group II
 ACCT# DESCRIPTION

Air Carrier:
 Operation : International TNQI
 AMOUNT

	OPERATING REVENUES	
3901	Transport Revenues - Passenger	0
3905	Mail	11,160,871
3906.1	Property - Freight	1,414,578
3906.2	Property - Excess Baggage	0
3907.1	Charter - Passenger	0
3907.2	Charter - Property	362,019
3919.1	Reserv. Cancellation Fees	0
3919.2	Misc. Operating Revenues	12,186
4808	Public Service Subsidy	0
4898	Transport Related	0
4999	Total Operating Revenue	12,949,654
	OPERATING EXPENSES	
5100	Flying Operations	1,425,752
5400	Maintenance	1,576,597
5500	Passenger Service	0
6400	Aircraft & Traffic Servicing	559,714
6700	Promotion & Sales	0
6800	General & Administrative	289,796
7000	Depreciation & Amortization	1,697,703
7100	Transport Related Expenses	7,795,246
7199	Total Operating Expenses	13,344,808
7999	Operating Profit or Loss	-395,154
	NONOPERATING EXPENSE (INCOME)	
8181	Int. Exp. (Inc.) on L-T-D & Cap. Leases	0
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	235,041
8199	Nonoperating Expense (Income)	235,041
8999	Income Before Income Taxes	-630,195
9100	Income Tax Expense	-233,987
9199	Inc. Bf. Disc. Ops & Other Items	-396,208
9600	Discontinued Operations	0
9796	Extraordinary Items	0
9797	Inc. Tax Appl. To Extraord. Item	0
9799	Income Before Account. Changes	-396,208
9800	Accounting Changes	0
9899	Net Income	-396,208

STATEMENT OF OPERATIONS

Quarter Ended: June 30, 2000

Air Carrier:

Schedule P-1.2 Group II

Operation : System TNQS

ACCT#	DESCRIPTION	AMOUNT

	OPERATING REVENUES	
3901	Transport Revenues - Passenger	174,853,639
3905	Mail	33,322,596
3906.1	Property - Freight	1,414,578
3906.2	Property - Excess Baggage	0
3907.1	Charter - Passenger	0
3907.2	Charter - Property	6,033,644
3919.1	Reserv. Cancellation Fees	0
3919.2	Misc. Operating Revenues	203,094
4808	Public Service Subsidy	0
4898	Transport Related	0
4999	Total Operating Revenue	215,827,551
	OPERATING EXPENSES	
5100	Flying Operations	23,762,535
5400	Maintenance	26,276,609
5500	Passenger Service	0
6400	Aircraft & Traffic Servicing	9,328,572
6700	Promotion & Sales	0
6800	General & Administrative	4,829,938
7000	Depreciation & Amortization	28,295,042
7100	Transport Related Expenses	129,920,760
7199	Total Operating Expenses	222,413,456
7999	Operating Profit or Loss	-6,585,905
	NONOPERATING EXPENSE (INCOME)	
8181	Int. Exp. (Inc.) on L-T-D & Cap. Leases	0
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	3,917,345
8199	Nonoperating Expense (Income)	3,917,345
8999	Income Before Income Taxes	-10,503,250
9100	Income Tax Expense	-3,899,782
9199	Inc. Bf. Disc. Ops & Other Items	-6,603,468
9600	Discontinued Operations	0
9796	Extraordinary Items	0
9797	Inc. Tax Appl. To Extraord. Item	0
9799	Income Before Account. Changes	-6,603,468
9800	Accounting Changes	0
9899	Net Income	-6,603,468

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

Air Carrier:

ACCT #	DESCRIPTION	Operation: Domestic		TNQD		DC-10-1 Code 7302	DC-8-63F Code 8522	DC-8-62 Code 8542	DC-8-71 Code 8602
		Total Exp Code 9999	B-727-1 Code 7102	B-727-QC Code 7112	B-727-2 Code 7152				
	FLYING OPERATIONS								
5123	Pilots and Copilots	7,427,611	1,039,866	1,559,798	1,114,142	445,657	371,381	297,104	965,589
5124	Other Flight Personnel	0	0	0	0	0	0	0	0
5128.1	Trainees and Instructors	0	0	0	0	0	0	0	0
5136	Personnel Expenses	1,688,315	236,364	354,546	253,247	101,299	84,416	67,533	219,481
5141	Prof. & Tech. Fees & Exp.	0	0	0	0	0	0	0	0
5143.7	Aircraft Interch. -Outside	0	0	0	0	0	0	0	0
5145.1	Aircraft Fuel	1,900,931	266,130	399,195	285,140	114,056	95,047	76,037	247,121
5145.2	Aircraft Oil	0	0	0	0	0	0	0	0
5147	Aircraft Rentals	2,754,353	385,609	578,414	413,153	165,261	137,718	110,174	358,066
5153	Other Supplies	0	0	0	0	0	0	0	0
5155.1	Insur. Purch. - General	504,542	70,636	105,954	75,681	30,273	25,227	20,182	65,590
5157	Empl. Benefits and Pensions	1,036,752	145,145	217,718	155,513	62,205	51,838	41,470	134,778
5158	Injuries, Loss and Damage	358,511	50,192	75,287	53,777	21,511	17,926	14,340	46,606
5168	Taxes-Payroll	433,035	60,625	90,937	64,955	25,982	21,652	17,321	56,295
5169	Taxes-Other Than Payroll	0	0	0	0	0	0	0	0
5171	Other Expense	6,232,733	839,228	1,119,864	879,319	518,501	478,410	438,319	799,137
5199	Total Flying Operations	22,336,783	3,093,795	4,501,713	3,294,927	1,484,745	1,283,615	1,082,480	2,892,663
	DIRECT MAINTENANCE-FLIGHT EQUIP								
5225.1	Maint Airfr. Labor	3,961,700	554,638	831,957	594,255	237,702	198,085	158,468	515,021
5225.2	Maint Eng. Labor	2,641,133	369,759	554,638	396,170	158,468	132,057	105,645	343,347
5243.1	Maint Airfr. Outside Rep.	3,778,938	529,051	793,577	566,841	226,736	188,947	151,158	491,262
5243.2	Maint Eng. Outside Rep.	2,519,293	352,701	529,051	377,894	151,158	125,965	100,772	327,508
5243.7	Maint AC Interch. Chrgs-O/S	0	0	0	0	0	0	0	0
5246.1	Maint Materials - Airframe	2,523,529	353,294	529,941	378,529	151,412	126,176	100,941	328,059
5246.2	Maint Materials - Engines	1,513,154	211,842	317,762	226,973	90,789	75,658	60,526	196,710
5272.1	Maint Airfrm Airworth. Provs.	0	0	0	0	0	0	0	0
5272.3	Maint Airfrm O/H Deferred	0	0	0	0	0	0	0	0
5272.6	Maint AC Eng. Airworth. Prov	0	0	0	0	0	0	0	0
5272.8	Maint AC Eng. O/H Def. (cr.)	0	0	0	0	0	0	0	0
5278	Total Dir Maint-Flt.Eqpt	16,937,747	2,371,285	3,556,926	2,540,662	1,016,265	846,888	677,510	2,201,907
5279.6	APPL. MAINT BURDEN FLT. EQ.	0	0	0	0	0	0	0	0
5299	Total Flt. Eq. Maint. (Memo)	16,937,747	2,371,285	3,556,926	2,540,662	1,016,265	846,888	677,510	2,201,907
7073.9	NET OBSL & DETER.- EXP. PARTS	0	0	0	0	0	0	0	0
	DEPRECIATION - FLIGHT EQUIPMENT								
7075.1	Depr. Airframes	4,092,235	572,915	859,369	613,835	245,534	204,612	163,689	531,990
7075.2	Depr. Aircraft Engines	11,722,100	1,641,094	2,461,641	1,758,315	703,326	586,105	468,884	1,523,873
7075.3	Depr. Airframe Parts	6,227,516	871,852	1,307,778	934,127	373,651	311,376	249,101	809,577
7075.4	Depr. Engine Parts	4,151,674	581,231	871,852	622,752	249,101	207,584	166,067	539,718
7075.5	Depr. Other Flt Eqp.	0	0	0	0	0	0	0	0
7076.1	Amort. Cap. Leases Flt.Eqpt.	0	0	0	0	0	0	0	0
	EXPENSE OF INTERCHANGE AIRCRAFT								
7098.1	Exp. of Interch. AC- Flt. Ops	0	0	0	0	0	0	0	0
7098.2	Exp. of Interch. AC- Maint.	0	0	0	0	0	0	0	0
7098.9	Total Aircraft Operating Expens	65,468,055	9,132,172	13,559,279	9,764,618	4,072,622	3,440,180	2,807,731	8,499,728
	OTHER DEPRECIATION & AMORTIZATI								
7074.1	Amortization Developmental & Pre	0	0	0	0	0	0	0	0
7074.2	Amortization Other Intangibles	0	0	0	0	0	0	0	0
7075.8	Depreciation Hangar & Maint. Eq	0	0	0	0	0	0	0	0
7075.9	Depreciation Ground Property	403,814	0	0	0	0	0	0	0
7076.2	Amort. Capital Leases Other	0	0	0	0	0	0	0	0

AIRCRAFT OPERATING EXP. - Sch. P-5.2 Grp II & III Qtr: June 30, 2000
 Air Carrier: Operation: Domestic TNQD
 DC-8-73F
 Code 8652

ACCT #	DESCRIPTION	
	FLYING OPERATIONS	
5123	Pilots and Copilots	1,634,074
5124	Other Flight Personnel	0
5128.1	Trainees and Instructors	0
5136	Personnel Expenses	371,429
5141	Prof. & Tech. Fees & Exp.	0
5143.7	Aircraft Interch. -Outside	0
5145.1	Aircraft Fuel	418,205
5145.2	Aircraft Oil	0
5147	Aircraft Rentals	605,958
5153	Other Supplies	0
5155.1	Insur. Purch. - General	110,999
5157	Empl. Benefits and Pensions	228,085
5158	Injuries, Loss and Damage	78,872
5168	Taxes-Payroll	95,268
5169	Taxes-Other Than Payroll	0
5171	Other Expense	1,159,955
5199	Total Flying Operations	4,702,845
	DIRECT MAINTENANCE-FLIGHT EQUIP	
5225.1	Maint Airfr. Labor	871,574
5225.2	Maint Eng. Labor	581,049
5243.1	Maint Airfr. Outside Rep.	831,366
5243.2	Maint Eng. Outside Rep.	554,244
5243.7	Maint AC Interch. Chrgs-O/S	0
5246.1	Maint Materials - Airframe	555,177
5246.2	Maint Materials - Engines	332,894
5272.1	Maint Airfrm Airworth. Provs.	0
5272.3	Maint Airfrm O/H Deferred	0
5272.6	Maint AC Eng. Airworth. Prov	0
5272.8	Maint AC Eng. O/H Def. (cr.)	0
5278	Total Dir Maint-Flt.Eqpt	3,726,304
5279.6	APPL. MAINT BURDEN FLT. EQ.	0
5299	Total Flt. Eq. Maint. (Memo)	3,726,304
7073.9	NET OBSL & DETER.- EXP. PARTS	0
	DEPRECIATION - FLIGHT EQUIPMENT	
7075.1	Depr. Airframes	900,291
7075.2	Depr. Aircraft Engines	2,578,862
7075.3	Depr. Airframe Parts	1,370,054
7075.4	Depr. Engine Parts	913,369
7075.5	Depr. Other Flt Eqp.	0
7076.1	Amort. Cap. Leases Flt. Eqpt.	0
	EXPENSE OF INTERCHANGE AIRCRAFT	
7098.1	Exp. of Interch. AC- Flt. Qps	0
7098.2	Exp. of Interch. AC- Maint.	0
7098.9	Total Aircraft Operating Expens	14,191,725
	OTHER DEPRECIATION & AMORTIZATI	
7074.1	Amortization Developmental &Pre	
7074.2	Amortization Other Intangibles	
7075.8	Depreciation Hangar & Maint. Eq	
7075.9	Depreciation Ground Property	
7076.2	Amort. Capital Leases Other	

AIRCRAFT OPERATING EXP. - Sch. P-5.2 Grp II & III Qtr: June 30, 2000						
Air Carrier:						
ACCT #	DESCRIPTION	Operation: Total Eqp Code 9999	International DC-8-63F Code 8522	TNQT DC-8-62 Code 8542	DC-8-71 Code 8602	DC-8-73F Code 8652
FLYING OPERATIONS						
5123	Pilots and Copilots	474,102	9,482	4,741	42,669	417,210
5124	Other Flight Personnel	0	0	0	0	0
5128.1	Trainees and Instructors	0	0	0	0	0
5136	Personnel Expenses	107,765	2,155	1,078	9,699	94,833
5141	Prof. & Tech. Fees & Exp.	0	0	0	0	0
5143.7	Aircraft Interch. -Outside	0	0	0	0	0
5145.1	Aircraft Fuel	121,336	2,427	1,213	10,920	106,776
5145.2	Aircraft Oil	0	0	0	0	0
5147	Aircraft Rentals	175,810	3,516	1,758	15,823	154,713
5153	Other Supplies	0	0	0	0	0
5155.1	Insur. Purch. - General	32,204	644	322	2,898	28,340
5157	Empl. Benefits and Pensions	66,176	1,324	662	5,956	58,234
5158	Injuries, Loss and Damage	22,885	458	229	2,060	20,138
5168	Taxes-Payroll	27,641	553	276	2,488	24,324
5169	Taxes-Other Than Payroll	0	0	0	0	0
5171	Other Expense	397,833	40,601	38,043	58,515	260,674
5199	Total Flying Operations	1,425,752	61,160	48,322	151,028	1,165,242
DIRECT MAINTENANCE-FLIGHT EQUIP						
5225.1	Maint Airf. Labor	252,875	5,057	2,529	22,759	222,530
5225.2	Maint Eng. Labor	168,583	3,372	1,686	15,172	148,353
5243.1	Maint Airf. Outside Rep.	241,209	4,824	2,412	21,709	212,264
5243.2	Maint Eng. Outside Rep.	160,806	3,216	1,608	14,473	141,509
5243.7	Maint AC Interch. Chrgs-O/S	0	0	0	0	0
5246.1	Maint Materials - Airframe	161,077	3,222	1,611	14,497	141,747
5246.2	Maint Materials - Engines	96,585	1,932	966	8,693	84,994
5272.1	Maint Airfrm Airworth. Provs.	0	0	0	0	0
5272.3	Maint Airfrm O/H Deferred	0	0	0	0	0
5272.6	Maint AC Eng. Airworth. Prov	0	0	0	0	0
5272.8	Maint AC Eng. O/H Def. (cr.)	0	0	0	0	0
5278	Total Dir Maint-Flt.Eqpt	1,081,135	21,623	10,812	97,303	951,397
5279.6	APPL. MAINT BURDEN FLT. EQ.	0	0	0	0	0
5299	Total Flt. Eq. Maint. (Memo)	1,081,135	21,623	10,812	97,303	951,397
7073.9	NET OBSL & DETER.- EXP. PARTS	0	0	0	0	0
DEPRECIATION - FLIGHT EQUIPMENT						
7075.1	Depr. Airframes	261,207	5,224	2,612	23,509	229,862
7075.2	Depr. Aircraft Engines	748,219	14,964	7,482	67,340	658,433
7075.3	Depr. Airframe Parts	397,501	7,950	3,975	35,775	349,801
7075.4	Depr. Engine Parts	265,001	5,300	2,650	23,850	233,201
7075.5	Depr. Other Flt Eqp.	0	0	0	0	0
7076.1	Amort. Cap. Leases Flt.Eqpt.	0	0	0	0	0
EXPENSE OF INTERCHANGE AIRCRAFT						
7098.1	Exp. of Interch. AC- Flt. Ops	0	0	0	0	0
7098.2	Exp. of Interch. AC- Maint.	0	0	0	0	0
7098.9	Total Aircraft Operating Expens	4,178,815	116,221	75,853	398,805	3,587,936
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	25,775				
7076.2	Amort. Capital Leases Other	0				

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

ACCT #	DESCRIPTION	Total Eqp Code 9999	B-727-1 Code 7102	B-727-QC Code 7112	B-727-2 Code 7152	DC-10-1 Code 7302	DC-8-63F Code 8522	DC-8-62 Code 8542	DC-8-71 Code 8602
FLYING OPERATIONS									
5123	Pilots and Copilots	7,901,713	1,039,866	1,559,798	1,114,142	445,657	380,863	301,845	1,008,258
5124	Other Flight Personnel	0	0	0	0	0	0	0	0
5128.1	Trainees and Instructors	0	0	0	0	0	0	0	0
5136	Personnel Expenses	1,796,080	236,364	354,546	253,247	101,299	86,571	68,611	229,180
5141	Prof. & Tech. Fees & Exp.	0	0	0	0	0	0	0	0
5143.7	Aircraft Interch. -Outside	0	0	0	0	0	0	0	0
5145.1	Aircraft Fuel	2,022,267	266,130	399,195	285,140	114,056	97,474	77,250	258,041
5145.2	Aircraft Oil	0	0	0	0	0	0	0	0
5147	Aircraft Rentals	2,930,163	385,609	578,414	413,153	165,261	141,234	111,932	373,889
5153	Other Supplies	0	0	0	0	0	0	0	0
5155.1	Insur. Purch. - General	536,746	70,636	105,954	75,681	30,273	25,871	20,504	68,488
5157	Empl. Benefits and Pensions	1,102,928	145,145	217,718	155,513	62,205	53,162	42,132	140,734
5158	Injuries, Loss and Damage	381,396	50,192	75,287	53,777	21,511	18,384	14,569	48,666
5168	Taxes-Payroll	460,676	60,625	90,937	64,955	25,982	22,205	17,597	58,783
5169	Taxes-Other Than Payroll	0	0	0	0	0	0	0	0
5171	Other Expense	6,630,566	839,228	1,119,864	879,319	518,501	519,011	476,362	857,652
5199	Total Flying Operations	23,762,535	3,093,795	4,501,713	3,294,927	1,484,745	1,344,775	1,130,802	3,043,691
DIRECT MAINTENANCE-FLIGHT EQUIP									
5225.1	Maint Airfr. Labor	4,214,575	554,638	831,957	594,255	237,702	203,142	160,997	537,780
5225.2	Maint Eng. Labor	2,809,716	369,739	554,638	396,170	158,468	135,429	107,331	358,519
5243.1	Maint Airfr. Outside Rep.	4,020,147	529,051	793,577	566,841	226,736	193,771	153,570	512,971
5243.2	Maint Eng. Outside Rep.	2,680,099	352,701	529,051	377,894	151,158	129,181	102,380	341,981
5243.7	Maint AC Interch. Chrgs-O/S	0	0	0	0	0	0	0	0
5246.1	Maint Materials - Airframe	2,684,606	353,294	529,941	378,529	151,412	129,398	102,552	342,556
5246.2	Maint Materials - Engines	1,609,739	211,842	317,762	226,973	90,789	77,590	61,492	205,403
5272.1	Maint Airfrm Airworth. Provs.	0	0	0	0	0	0	0	0
5272.3	Maint Airfrm O/H Deferred	0	0	0	0	0	0	0	0
5272.6	Maint AC Eng. Airworth. Prov	0	0	0	0	0	0	0	0
5272.8	Maint AC Eng. O/H Def. (cr.)	0	0	0	0	0	0	0	0
5278	Total Dir Maint-Flt.Eqpt	18,018,882	2,371,285	3,556,926	2,540,662	1,016,265	868,511	688,322	2,299,210
5279.6	APPL. MAINT BURDEN FLT. EQ.	0	0	0	0	0	0	0	0
5299	Total Flt. Eq. Maint. (Memo)	18,018,882	2,371,285	3,556,926	2,540,662	1,016,265	868,511	688,322	2,299,210
7073.9	NET OBSL & DETER.- EXP. PARTS	0	0	0	0	0	0	0	0
DEPRECIATION - FLIGHT EQUIPMENT									
7075.1	Depr. Airframes	4,353,442	572,915	859,369	613,835	245,534	209,836	166,301	555,499
7075.2	Depr. Aircraft Engines	12,470,319	1,641,094	2,461,641	1,758,315	703,326	601,069	476,366	1,591,213
7075.3	Depr. Airframe Parts	6,625,017	871,852	1,307,778	934,127	373,651	319,326	253,076	845,352
7075.4	Depr. Engine Parts	4,416,675	581,231	871,852	622,752	249,101	212,884	168,717	563,568
7075.5	Depr. Other Flt Eqpt.	0	0	0	0	0	0	0	0
7076.1	Amort. Cap. Leases Flt.Eqpt.	0	0	0	0	0	0	0	0
EXPENSE OF INTERCHANGE AIRCRAFT									
7098.1	Exp. of Interch. AC- Flt. Ops	0	0	0	0	0	0	0	0
7098.2	Exp. of Interch. AC- Maint.	0	0	0	0	0	0	0	0
7098.9	Total Aircraft Operating Expens	69,646,870	9,132,172	13,559,279	9,764,618	4,072,622	3,556,401	2,883,584	8,898,533
OTHER DEPRECIATION & AMORTIZATI									
7074.1	Amortization Developmental & Pre	0	0	0	0	0	0	0	0
7074.2	Amortization Other Intangibles	0	0	0	0	0	0	0	0
7075.8	Depreciation Hangar & Maint. Eq	0	0	0	0	0	0	0	0
7075.9	Depreciation Ground Property	429,589	0	0	0	0	0	0	0
7076.2	Amort. Capital Leases Other	0	0	0	0	0	0	0	0

AIRCRAFT OPERATING EXP. - Sch. P-5.2 Grp II & III Qtr: June 30, 2000
 Air Carrier: Operation: System TNOS
 DC-8-73F
 Code 8652

ACCT #	DESCRIPTION	
	FLYING OPERATIONS	
5123	Pilots and Copilots	2,051,284
5124	Other Flight Personnel	0
5128.1	Trainees and Instructors	0
5136	Personnel Expenses	466,262
5141	Prof. & Tech. Fees & Exp.	0
5143.7	Aircraft Interch. -Outside	0
5145.1	Aircraft Fuel	524,981
5145.2	Aircraft Oil	0
5147	Aircraft Rentals	760,671
5153	Other Supplies	0
5155.1	Insur. Purch. - General	139,339
5157	Empl. Benefits and Pensions	286,319
5158	Injuries, Loss and Damage	99,010
5168	Taxes-Payroll	119,592
5169	Taxes-Other Than Payroll	0
5171	Other Expense	1,420,629
5199	Total Flying Operations	5,868,087
	DIRECT MAINTENANCE-FLIGHT EQUIP	
5225.1	Maint Airf. Labor	1,094,104
5225.2	Maint Eng. Labor	729,402
5243.1	Maint Airf. Outside Rep.	1,043,630
5243.2	Maint Eng. Outside Rep.	695,753
5243.7	Maint AC Interch. Chrgs-O/S	0
5246.1	Maint Materials - Airframe	696,924
5246.2	Maint Materials - Engines	417,888
5272.1	Maint Airfrm Airworth. Provs.	0
5272.3	Maint Airfrm O/H Deferred	0
5272.6	Maint AC Eng. Airworth. Prov	0
5272.8	Maint AC Eng. O/H Def. (cr.)	0
5278	Total Dir Maint-Flt.Eqpt	4,677,701
5279.6	APPL. MAINT BURDEN FLT. EQ.	0
5299	Total Flt. Eq. Maint. (Memo)	4,677,701
7073.9	NET OBSL & DETER.- EXP. PARTS	0
	DEPRECIATION - FLIGHT EQUIPMENT	
7075.1	Depr. Airframes	1,130,153
7075.2	Depr. Aircraft Engines	3,237,295
7075.3	Depr. Airframe Parts	1,719,855
7075.4	Depr. Engine Parts	1,146,570
7075.5	Depr. Other Flt Eqp.	0
7076.1	Amort. Cap. Leases Flt.Eqpt.	0
	EXPENSE OF INTERCHANGE AIRCRAFT	
7098.1	Exp. of Interch. AC- Flt. Ops	0
7098.2	Exp. of Interch. AC- Maint.	0
7098.9	Total Aircraft Operating Expens	17,779,661
	OTHER DEPRECIATION & AMORTIZATI	
7074.1	Amortization Developmental &Pre	
7074.2	Amortization Other Intangibles	
7075.8	Depreciation Hangar & Maint. Eq	
7075.9	Depreciation Ground Property	
7076.2	Amort. Capital Leases Other	

OPERATING EXPENSES BY OBJECTIVE GROUPING

Quarter Ended: June 30, 2000
Schedule P-6

Air Carrier:
Operation : Domestic TNQD
AMOUNT

LINE#	DESCRIPTION	AMOUNT
	SALARIES & REL. FRINGE BENEFIT	
	SALARIES:	
Line 3	General Mgmt. Per.	1,376,928
Line 4	Flight Personnel	9,150,298
Line 5	Maintenance Labor	4,801,779
Line 6	Aircr. & Traffic Hndl. Per.	307,843
Line 7	Other Personnel	1,295,803
Line 8	Total Salaries	16,932,651
	RELATED FRINGE BENEFITS	
Line 10	Personnel Expense	1,609,375
Line 11	Empl. Benefits & Pensions	4,423,881
Line 12	Payroll Taxes	1,526,749
Line 13	Total Fringe Benefits	7,560,005
Line 14	Total Salaries & Benefits	24,492,656
	MATERIALS PURCHASED	
Line 16	Aircraft Fuel & Oil	1,900,930
Line 17	Maintenance Materials	0
Line 18	Passenger Food	0
Line 19	Other Materials	0
Line 20	Total Materials	1,900,930
	SERVICES PURCHASED	
Line 22	Advertising & Other Promotion	195,492
Line 23	Communications	216,932
Line 24	Insurance	331,554
Line 25	Outside Flight Eqpt. Maint.	0
Line 26	Traffic Commissions - Passenger	0
Line 27	Traffic Commissions - Cargo	0
Line 28	Other Services	0
Line 29	Total Services	743,978
Line 30	LANDING FEES	0
Line 31	RENTALS	2,754,352
Line 32	DEPRECIATION	26,597,339
Line 33	AMORTIZATION	0
Line 34	OTHER	30,453,879
Line 35	TRANSPORT RELATED EXPENSES	122,125,514
Line 36	TOTAL OPERATING EXPENSES	209,068,648

OPERATING EXPENSES BY OBJECTIVE GROUPING

Quarter Ended: June 30, 2000

Schedule P-6

Air Carrier:

Operation : International TNQI

LINE#	DESCRIPTION	AMOUNT
	SALARIES & REL. FRINGE BENEFIT	
	SALARIES:	
Line 3	General Mgmt. Per.	87,889
Line 4	Flight Personnel	584,062
Line 5	Maintenance Labor	306,497
Line 6	Aircr. & Traffic Hndl. Per.	19,650
Line 7	Other Personnel	82,711
Line 8	Total Salaries	1,080,809
	RELATED FRINGE BENEFITS	
Line 10	Personnel Expense	102,726
Line 11	Empl. Benefits & Pensions	282,375
Line 12	Payroll Taxes	97,452
Line 13	Total Fringe Benefits	482,553
Line 14	Total Salaries & Benefits	1,563,362
	MATERIALS PURCHASED	
Line 16	Aircraft Fuel & Oil	121,336
Line 17	Maintenance Materials	0
Line 18	Passenger Food	0
Line 19	Other Materials	0
Line 20	Total Materials	121,336
	SERVICES PURCHASED	
Line 22	Advertising & Other Promotion	12,478
Line 23	Communications	13,847
Line 24	Insurance	21,163
Line 25	Outside Flight Eqpt. Maint.	0
Line 26	Traffic Commissions - Passenger	0
Line 27	Traffic Commissions - Cargo	0
Line 28	Other Services	0
Line 29	Total Services	47,488
Line 30	LANDING FEES	0
Line 31	RENTALS	175,810
Line 32	DEPRECIATION	1,697,703
Line 33	AMORTIZATION	0
Line 34	OTHER	1,943,863
Line 35	TRANSPORT RELATED EXPENSES	7,795,246
Line 36	TOTAL OPERATING EXPENSES	13,344,808

OPERATING EXPENSES BY OBJECTIVE GROUPING

Quarter Ended: June 30, 2000

Air Carrier:

Schedule P-6

Operation : System TNQS

LINE# DESCRIPTION AMOUNT

	SALARIES & REL. FRINGE BENEFIT	
	SALARIES:	
Line 3	General Mgmt. Per.	1,464,817
Line 4	Flight Personnel	9,734,360
Line 5	Maintenance Labor	5,108,276
Line 6	Aircr. & Traffic Hndl. Per.	327,493
Line 7	Other Personnel	1,378,514
Line 8	Total Salaries	18,013,460
	RELATED FRINGE BENEFITS	
Line 10	Personnel Expense	1,712,101
Line 11	Empl. Benefits & Pensions	4,706,256
Line 12	Payroll Taxes	1,624,201
Line 13	Total Fringe Benefits	8,042,558
Line 14	Total Salaries & Benefits	26,056,018
	MATERIALS PURCHASED	
Line 16	Aircraft Fuel & Oil	2,022,266
Line 17	Maintenance Materials	0
Line 18	Passenger Food	0
Line 19	Other Materials	0
Line 20	Total Materials	2,022,266
	SERVICES PURCHASED	
Line 22	Advertising & Other Promotion	207,970
Line 23	Communications	230,779
Line 24	Insurance	352,717
Line 25	Outside Flight Eqpt. Maint.	0
Line 26	Traffic Commissions - Passenger	0
Line 27	Traffic Commissions - Cargo	0
Line 28	Other Services	0
Line 29	Total Services	791,466
Line 30	LANDING FEES	0
Line 31	RENTALS	2,930,162
Line 32	DEPRECIATION	28,295,042
Line 33	AMORTIZATION	0
Line 34	OTHER	32,397,742
Line 35	TRANSPORT RELATED EXPENSES	129,920,760
Line 36	TOTAL OPERATING EXPENSES	222,413,456