

U.S. Department of Transportation  
Bureau of Transportation Statistics  
Office of Airline Information

REPORT OF FINANCIAL  
AND OPERATING STATISTICS FOR  
LARGE CERTIFICATED  
AIR CARRIERS

Period ended September 30, 2000

US Airways, Inc.  
(Full name of reporting company)

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CERTIFICATION\*

US ✓

I, the undersigned Chief Accounting Officer  
(Title of officer in charge of accounts)

of the US Airways, 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.

Janita P. Berger

(Signature)

2345 Crystal Drive

Arlington, VA 22227

(Air Carrier Post Office Address)

Dated November 13, 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: September 30, 2000  
Schedule B-1

Air Carrier:  
Operation : Domestic USD  
(000's)  
AMOUNT

| ACCT# | DESCRIPTION                     | AMOUNT     |
|-------|---------------------------------|------------|
|       | ASSETS                          |            |
|       | CURRENT ASSETS                  |            |
| 1010  | Cash                            | 27,060     |
| 1100  | Short-Term Investments          | 1,155,097  |
| 1200  | Notes Receivable                | 4,700      |
| 1270  | Accounts Receivable             | 573,526    |
| 1290  | Less Allow. for Bad Debts       | 28,191     |
| 1299  | Net Notes & Accounts Receivable | 550,035    |
| 1399  | Net Spare Parts & Supplies      | 219,894    |
| 1410  | Prepaid Items                   | 69,631     |
| 1420  | Other Current Assets            | 453,519    |
| 1499  | Total Current Assets            | 2,475,236  |
|       | INVESTMENTS IN SPECIAL FUNDS    |            |
| 1510  | Inv. in Associated Companies    | 2,353,775  |
| 1530  | Other Investments & Receivables | 15,639     |
| 1550  | Special Funds                   | 149,072    |
| 1599  | Total Inv. & Special Funds      | 2,518,486  |
|       | OPERATING PROPERTY & EQUIPMENT  |            |
| 1609  | Flight Equipment                | 5,707,013  |
| 1649  | Ground-Property and Equipment   | 977,453    |
| 1668  | Less Allowance for Depreciation | 2,643,261  |
| 1675  | Property & Equipment - Net      | 4,041,205  |
| 1679  | Land                            | 6,283      |
| 1685  | Purchase Dep. & Adv. Payments   | 135,757    |
| 1689  | Construction Work-in-progress   | 214,403    |
| 1695  | Leased Property - Cap. Leases   | 72,539     |
| 1696  | Accum. Amort. Capital Leases    | 48,892     |
| 1699  | Total Oper. Prop. & Equipment   | 4,421,295  |
| 1791  | NONOPERATING PROP. & EQUIPMENT  | 368,919    |
| 1792  | Less Allow. for Depr. - Nonop.  | 230,765    |
| 1799  | Net Nonoperating Prop. & Eqmt.  | 138,154    |
|       | OTHER ASSETS                    |            |
| 1820  | Long-term Prepayments           | 407,068    |
| 1830  | Unamort. Dev. & Preop. Costs    | 0          |
| 1890  | Other Assets and Def. Charges   | 1,164,209  |
| 1895  | Total Other Assets              | 1,571,277  |
| 1899  | TOTAL ASSETS                    | 11,124,448 |

## BALANCE SHEET

As At: September 30, 2000  
Schedule B-1

Air Carrier:  
Operation : Domestic USD  
(000's)  
AMOUNT

| ACCT# | DESCRIPTION                     | AMOUNT     |
|-------|---------------------------------|------------|
|       | LIABILITIES & STOCKHOLDERS' EQ. |            |
|       | CURRENT LIABILITIES             |            |
| 2000  | Curr. Maturities of L-T Debt    | 318,818    |
| 2005  | Notes Payable - Banks           | 0          |
| 2015  | Notes Payable - Others          | 0          |
| 2021  | Trade Accts. Payable            | 386,895    |
| 2025  | Accts. Payable - Other          | 27,012     |
| 2080  | Curr. Oblig. Under Cap. Leases  | 4,218      |
| 2110  | Accrued Salaries & Wages        | 129,038    |
| 2120  | Accrued Vacation Pay            | 209,118    |
| 2125  | Accrued Interest                | 51,730     |
| 2130  | Accrued Taxes                   | 122,165    |
| 2140  | Dividends Declared              | 0          |
| 2160  | Air Traffic Liability           | 1,150,877  |
| 2190  | Other Current Liabilities       | 586,799    |
| 2199  | Total Current Liabilities       | 2,986,670  |
|       | NONCURRENT LIABILITIES          |            |
| 2210  | Long-term Debt                  | 2,407,591  |
| 2240  | Advances from Assoc. Companies  | 0          |
| 2250  | Pension Liability               | 1,012,792  |
| 2280  | Noncurrent Obgl.-Capital Leases | 24,820     |
| 2290  | Other Noncurrent Liabilities    | 2,252,926  |
| 2299  | Total Noncurrent Liabilities    | 5,698,129  |
|       | DEFERRED CREDITS                |            |
| 2340  | Deferred Income Taxes           | 0          |
| 2345  | Deferred Investment Tax Credits | 0          |
| 2390  | Other Deferred Credits          | 569,717    |
| 2399  | Total Deferred Credits          | 569,717    |
|       | STOCKHOLDERS' EQUITY            |            |
| 2820  | Preferred Shares Issued         | 0          |
| 2840  | Common Shares Issued            | 1          |
| 2860  | Subscribed & Unissued           | 0          |
| 2869  | Total Capital Stock             | 1          |
| 2890  | Additional Capital Invested     | 2,608,222  |
| 2899  | Total Paid in Capital           | 2,608,223  |
| 2900  | Retained Earnings               | -738,291   |
| 2959  | Total Stockholders' Equity      | 1,869,932  |
| 2990  | Less Treasury Stock             | 0          |
| 2995  | Net Stockholders' Equity        | 1,869,932  |
| 2999  | Total Liab. & Stockholders' Eq. | 11,124,448 |
| 2820A | No. of Preferred Shares Issued  | 0          |
| 2840A | No. of Common Shares Issued     | 1          |

| AIRFRAME AND AIRCRAFT ENGINE ACQUISITIONS AND RETIREMENTS |   |   |                                     |  |                                      |   |   |                                       |                          | AIR CARRIER: US Airways, Inc. Page 1 of 11<br>QUARTER ENDED: September 30, 2000 |                                  |                                       |
|---|---|---|-------------------------------------|--|--------------------------------------|---|---|---------------------------------------|--------------------------|---|----------------------------------|---------------------------------------|
| L<br>i<br>n<br>e  | Year of<br>First<br>Delivery<br>(Airframe)<br>(1) | Airframe<br>Manufacturer's<br>Serial<br>Number<br>(2) | Date<br>Acquired/<br>Retired<br>(3) | Acquisition<br>or<br>Retirement<br>"A" or "R"<br>(4) | Airframe<br>License<br>Number<br>(5) | Number of<br>Engines<br>Acquired/<br>Retired<br>(6) | Type, Model, and<br>Cabin Design<br>(7) | Maximum<br>Seating<br>Capacity<br>(8) | Cost<br>(\$000's)<br>(9) | Amortized/<br>Depreciated<br>Cost<br>(\$000's)<br>(10)                          | Realization<br>(\$000's)<br>(11) | Acquired From/<br>Disposition<br>(12) |
| 1.  | A. ACQUISITIONS                                   |   |                                     |  |                                      |   |   |                                       |                          |   |                                  |                                       |
| 2.  | Owned Airframes:                                  |   |                                     |  |                                      |   |   |                                       |                          |   |                                  |                                       |
| 3.  | 2000  | 1263  | 07/00                               | A  | N739US                               |   | Airbus-A319                             | 120                                   |                          |   |                                  | Airbus.                               |
| 4.  | 2000  | 1277  | 07/00                               | A  | N743UW                               |   | Airbus-A319                             | 120                                   |                          |   |                                  | Airbus.                               |
| 5.  | 1970  | 20438   | 07/00                               | A  | N912TS                               |   | Boeing B727-200                         | 162                                   |                          |   |                                  | Shuttle, Inc. merger with US Airways  |
| 6.  | 1969  | 20250   | 07/00                               | A  | N913TS                               |   | Boeing B727-200                         | 162                                   |                          |   |                                  | Shuttle, Inc. merger with US Airways  |
| 7.  | 1969  | 20251   | 07/00                               | A  | N914TS                               |   | Boeing B727-200                         | 162                                   |                          |   |                                  | Shuttle, Inc. merger with US Airways  |
| 8.  | 1970  | 20437   | 07/00                               | A  | N916TS                               |   | Boeing B727-200                         | 162                                   |                          |   |                                  | Shuttle, Inc. merger with US Airways  |
| 9.  | 1970  | 20445   | 07/00                               | A  | N918TS                               |   | Boeing B727-200                         | 162                                   |                          |   |                                  | Shuttle, Inc. merger with US Airways  |
| 10.   | 1970  | 20447   | 07/00                               | A  | N919TS                               |   | Boeing B727-200                         | 162                                   |                          |   |                                  | Shuttle, Inc. merger with US Airways  |
| 11.   | 1970  | 20415   | 07/00                               | A  | N922TS                               |   | Boeing B727-200                         | 162                                   |                          |   |                                  | Shuttle, Inc. merger with US Airways  |
| 12.   | 1970  | 20441   | 07/00                               | A  | N923TS                               |   | Boeing B727-200                         | 162                                   |                          |   |                                  | Shuttle, Inc. merger with US Airways  |
| 13.   | 1975  | 21041   | 07/00                               | A  | N924TS                               |   | Boeing B727-200                         | 162                                   |                          |   |                                  | Shuttle, Inc. merger with US Airways  |
| 14.   | 1976  | 21244   | 07/00                               | A  | N925TS                               |   | Boeing B727-200                         | 162                                   |                          |   |                                  | Shuttle, Inc. merger with US Airways  |
| 15.   | 1974  | 20837   | 07/00                               | A  | N927TS                               |   | Boeing B727-200                         | 162                                   |                          |   |                                  | Shuttle, Inc. merger with US Airways  |
| 16.   | 1983  | 23116   | 07/00                               | A 1)   | N283AU                               |   | Boeing B737-200                         | 114                                   |                          |   |                                  | Modification.                         |
| 17.   | 1982  | 49119   | 07/00                               | A 1)   | N820US                               |   | McDonnell Douglas MD-80                 | 141                                   |                          |   |                                  | Modification.                         |
| 18.   | 1982  | 22752   | 08/00                               | A 1)   | N244US                               |   | Boeing B737-200                         | 114                                   |                          |   |                                  | Modification.                         |
| 19.   | 1983  | 23114   | 08/00                               | A 1)   | N281AU                               |   | Boeing B737-200                         | 114                                   |                          |   |                                  | Modification.                         |
| 20.   | 1989  | 11289   | 08/00                               | A 1)   | N857US                               |   | Fokker F-100                            | 97                                    |                          |   |                                  | Modification.                         |

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1) Modification to airframe acquired in prior period.

| AIRFRAME AND AIRCRAFT ENGINE ACQUISITIONS AND RETIREMENTS |   |   |                                     |  |                                      |   |   |                                       |                          | AIR CARRIER: US Airways, Inc<br>Page 2 of 11<br>QUARTER ENDED: September 30, 2000 |                                  |                                       |
|---|---|---|-------------------------------------|--|--------------------------------------|---|---|---------------------------------------|--------------------------|---|----------------------------------|---------------------------------------|
| L<br>i<br>n<br>e  | Year of<br>First<br>Delivery<br>(Airframe)<br>(1) | Airframe<br>Manufacturer's<br>Serial<br>Number<br>(2) | Date<br>Acquired/<br>Retired<br>(3) | Acquisition<br>or<br>Retirement<br>"A" or "R"<br>(4) | Airframe<br>License<br>Number<br>(5) | Number of<br>Engines<br>Acquired/<br>Retired<br>(6) | Type, Model, and<br>Cabin Design<br>(7) | Maximum<br>Seating<br>Capacity<br>(8) | Cost<br>(\$000's)<br>(9) | Amortized/<br>Depreciated<br>Cost<br>(\$000's)<br>(10)                            | Realization<br>(\$000's)<br>(11) | Acquired From/<br>Disposition<br>(12) |
| 1.  | A. ACQUISITIONS (Continued)                       |   |                                     |  |                                      |   |   |                                       |                          |   |                                  |                                       |
| 2.  | Owned Airframes:                                  |   |                                     |  |                                      |   |   |                                       |                          |   |                                  |                                       |
| 3.  | 2000  | 1286  | 09/00                               | A  | N120US                               |   | Airbus-A320                             | 143                                   |                          |   |                                  | Airbus.                               |
| 4.  | 1983  | 23115   | 09/00                               | A 1)   | N282AU                               |   | Boeing B737-200                         | 114                                   |                          |   |                                  | Modification.                         |
| 5.  | 1990  | 24555   | 09/00                               | A 1)   | N433US                               |   | Boeing B737-400                         | 144                                   |                          |   |                                  | Modification.                         |
| 6.  | 1989  | 11276   | 09/00                               | A 1)   | N850US                               |   | Fokker F-100                            | 97                                    |                          |   |                                  | Modification.                         |
| 7.  | 1982  | 49138   | 09/00                               | A 1)   | N821US                               |   | McDonnell Douglas MD-80                 | 141                                   |                          |   |                                  | Modification.                         |
| 8.  | 1982  | 49139   | 09/00                               | A 1)   | N822US                               |   | McDonnell Douglas MD-80                 | 141                                   |                          |   |                                  | Modification.                         |
| 9.  |   |   |                                     |  |                                      |   | Total Owned Airframes:                  |                                       |                          |   |                                  |                                       |
| 10.   | Owned Aircraft Engines:                           |   |                                     |  |                                      |   |   |                                       |                          |   |                                  |                                       |
| 11.   |   |   | 07/00                               | A  |                                      | 1   | CFM 56-B/P                              |                                       |                          |   |                                  | CFM International.                    |
| 12.   |   |   | 07/00                               | A  |                                      | 2   | CFM 56-B/P                              |                                       |                          |   |                                  | Airbus.                               |
| 13.   |   |   | 07/00                               | A  |                                      | 2   | CFM 56-B/P                              |                                       |                          |   |                                  | Airbus.                               |
| 14.   |   |   | 07/00                               | A  |                                      | 40  | Pratt & Whitney JT8D-7B                 |                                       |                          |   |                                  | Shuttle, Inc. merger with US Airways  |
| 15.   |   |   | 08/00                               | A  |                                      | 1   | CFM 56-B/P                              |                                       |                          |   |                                  | CFM International.                    |
| 16.   |   |   | 09/00                               | A  |                                      | 2   | CFM 56-B/P                              |                                       |                          |   |                                  | Airbus.                               |
| 17.   |   |   | 09/00                               | A 2)   |                                      | 17  | Pratt & Whitney JT8D-15AHN              |                                       |                          |   |                                  | Modification.                         |
| 18.   |   |   | 09/00                               | A 2)   |                                      | 5   | Pratt & Whitney JT8D-15HN               |                                       |                          |   |                                  | Modification.                         |
| 19.   |   |   | 09/00                               | A 2)   |                                      | 11  | Pratt & Whitney JT8D-9AH                |                                       |                          |   |                                  | Modification.                         |
| 20.   |   |   | 09/00                               | A 2)   |                                      | 2   | Pratt & Whitney JT8D-9AHN               |                                       |                          |   |                                  | Modification.                         |

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1) Modification to airframe acquired in prior period.

2) Modification to engine acquired in prior period.

| AIRFRAME AND AIRCRAFT ENGINE ACQUISITIONS AND RETIREMENTS |   |  |                              |   |                               |  |                                  |                                |                   | AIR CARRIER: US Airways, Inc      Page 3 of 11<br>QUARTER ENDED: September 30, 2000 |                          |  |
|---|---|--|------------------------------|---|-------------------------------|--|----------------------------------|--------------------------------|-------------------|---|--------------------------|--|
| L<br>i<br>n<br>e  | Year of<br>First<br>Delivery<br>(Airframe)          | Airframe<br>Manufacturer's<br>Serial<br>Number | Date<br>Acquired/<br>Retired | Acquisition<br>or<br>Retirement<br>"A" or "R" | Airframe<br>License<br>Number | Number of<br>Engines<br>Acquired/<br>Retired | Type, Model, and<br>Cabin Design | Maximum<br>Seating<br>Capacity | Cost<br>(\$000's) | Amortized/<br>Depreciated<br>Cost<br>(\$000's)                                      | Realization<br>(\$000's) | Acquired From/<br>Disposition            |
|   | (1)   | (2)  | (3)                          | (4)   | (5)                           | (6)  | (7)                              | (8)                            | (9)               | (10)  | (11)                     | (12)                                     |
| 1.  | A. ACQUISITIONS (Continued)                         |  |                              |   |                               |  |                                  |                                |                   |   |                          |  |
| 2.  | Owned Aircraft Engines:                             |  |                              |   |                               |  |                                  |                                |                   |   |                          |  |
| 3.  | Total Owned Engines:                                |  |                              |   |                               |  |                                  |                                |                   |   |                          |  |
| 4.  | Owned Airframe Units Returned from Related Party:   |  |                              |   |                               |  |                                  |                                |                   |   |                          |  |
| 5.  | 1999  | 1112   | 07/00                        | A   | N110UW                        |  | Airbus-A320                      | 143                            |                   |   |                          | Returned from Shuttle, Inc. with merger. |
| 6.  | 1999  | 1114   | 07/00                        | A   | N111US                        |  | Airbus-A320                      | 143                            |                   |   |                          | Returned from Shuttle, Inc. with merger. |
| 7.  | 1999  | 1134   | 07/00                        | A   | N112US                        |  | Airbus-A320                      | 143                            |                   |   |                          | Returned from Shuttle, Inc. with merger. |
| 8.  | Total Owned Airframes Returned:                     |  |                              |   |                               |  |                                  |                                |                   |   |                          |  |
| 9.  | Owned Aircraft Engines Returned from Related Party: |  |                              |   |                               |  |                                  |                                |                   |   |                          |  |
| 10.   |   |  | 07/00                        | A   |                               | 6  | CFM 56-B/P                       |                                |                   |   |                          | Returned from Shuttle, Inc. with merger. |
| 11.   |   |  | 07/00                        | A   |                               | 4  | Pratt & Whitney JT8D-7B          |                                |                   |   |                          | Returned from Shuttle, Inc. with merger. |
| 12.   | Total Owned Engines Returned:                       |  |                              |   |                               |  |                                  |                                |                   |   |                          |  |
| 13.   | Operating Lease Airframes:                          |  |                              |   |                               |  |                                  |                                |                   |   |                          |  |
| 14.   | 1988  | 23930  | 07/00                        | A 1)  | N585US                        |  | Boeing B737-300                  | 126                            |                   |   |                          | Modification.                            |
| 15.   | 2000  | 1245   | 08/00                        | A   | N737US                        |  | Airbus-A319                      | 120                            |                   |   |                          | Leased from GECAS.                       |
| 16.   | 2000  | 1254   | 08/00                        | A   | N738US                        |  | Airbus-A319                      | 120                            |                   |   |                          | Leased from GECAS.                       |
| 17.   | 2000  | 1265   | 08/00                        | A   | N740UW                        |  | Airbus-A319                      | 120                            |                   |   |                          | Leased from GECAS.                       |
| 18.   | 2000  | 1269   | 08/00                        | A   | N741UW                        |  | Airbus-A319                      | 120                            |                   |   |                          | Leased from GECAS.                       |
| 19.   | 2000  | 1275   | 08/00                        | A   | N742US                        |  | Airbus-A319                      | 120                            |                   |   |                          | Leased from GECAS.                       |
| 20.   | 2000  | 1287   | 08/00                        | A   | N744US                        |  | Airbus-A319                      | 120                            |                   |   |                          | Leased from GECAS.                       |

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1) Modification to airframe acquired in prior period.

| AIRFRAME AND AIRCRAFT ENGINE ACQUISITIONS AND RETIREMENTS |   |   |                                     |  |                                      |   |   |                                       |                          | AIR CARRIER: US Airways, Inc      Page 4 of 11<br>QUARTER ENDED: September 30, 2000 |                                  |                                       |
|---|---|---|-------------------------------------|--|--------------------------------------|---|---|---------------------------------------|--------------------------|---|----------------------------------|---------------------------------------|
| L<br>i<br>n<br>e  | Year of<br>First<br>Delivery<br>(Airframe)<br>(1) | Airframe<br>Manufacturer's<br>Serial<br>Number<br>(2) | Date<br>Acquired/<br>Retired<br>(3) | Acquisition<br>or<br>Retirement<br>"A" or "R"<br>(4) | Airframe<br>License<br>Number<br>(5) | Number of<br>Engines<br>Acquired/<br>Retired<br>(6) | Type, Model, and<br>Cabin Design<br>(7) | Maximum<br>Seating<br>Capacity<br>(8) | Cost<br>(\$000's)<br>(9) | Amortized/<br>Depreciated<br>Cost<br>(\$000's)<br>(10)                              | Realization<br>(\$000's)<br>(11) | Acquired From/<br>Disposition<br>(12) |
| 1.  | A. ACQUISITIONS (Continued)                       |   |                                     |  |                                      |   |   |                                       |                          |   |                                  |                                       |
| 2.  | Operating Lease Airframes:                        |   |                                     |  |                                      |   |   |                                       |                          |   |                                  |                                       |
| 3.  | 2000  | 1289  | 08/00                               | A  | N745UW                               |   | Airbus-A319                             | 120                                   |                          |   |                                  | Leased from GECAS.                    |
| 4.  | 2000  | 1224  | 08/00                               | A  | N117UW                               |   | Airbus-A320                             | 143                                   |                          |   |                                  | Leased from GECAS.                    |
| 5.  | 2000  | 1268  | 08/00                               | A  | N119US                               |   | Airbus-A320                             | 143                                   |                          |   |                                  | Leased from GECAS.                    |
| 6.  | 1987  | 23557   | 08/00                               | A 1)   | N354US                               |   | Boeing B737-300                         | 126                                   |                          |   |                                  | Modification.                         |
| 7.  | 1984  | 22954   | 08/00                               | A 1)   | N375US                               |   | Boeing B737-300                         | 126                                   |                          |   |                                  | Modification.                         |
| 8.  | 1981  | 48036   | 08/00                               | A 1)   | N802US                               |   | McDonnell Douglas MD-80                 | 141                                   |                          |   |                                  | Modification.                         |
| 9.  | 2000  | 1297  | 09/00                               | A  | N746UW                               |   | Airbus-A319                             | 120                                   |                          |   |                                  | Leased from GECAS.                    |
| 10.   | 2000  | 1301  | 09/00                               | A  | N747UW                               |   | Airbus-A319                             | 120                                   |                          |   |                                  | Leased from GECAS.                    |
| 11.   | 2000  | 1311  | 09/00                               | A  | N748UW                               |   | Airbus-A319                             | 120                                   |                          |   |                                  | Leased from GECAS.                    |
| 12.   | 2000  | 1313  | 09/00                               | A  | N749US                               |   | Airbus-A319                             | 120                                   |                          |   |                                  | Leased from GECAS.                    |
| 13.   | 2000  | 1315  | 09/00                               | A  | N750UW                               |   | Airbus-A319                             | 120                                   |                          |   |                                  | Leased from GECAS.                    |
| 14.   | 2000  | 1317  | 09/00                               | A  | N751UW                               |   | Airbus-A319                             | 120                                   |                          |   |                                  | Leased from GECAS.                    |
| 15.   | 2000  | 1319  | 09/00                               | A  | N752US                               |   | Airbus-A319                             | 120                                   |                          |   |                                  | Leased from GECAS.                    |
| 16.   | 2000  | 1264  | 09/00                               | A  | N118US                               |   | Airbus-A320                             | 143                                   |                          |   |                                  | Leased from GECAS.                    |
| 17.   | 2000  | 1294  | 09/00                               | A  | N121UW                               |   | Airbus-A320                             | 143                                   |                          |   |                                  | Leased from GECAS.                    |
| 18.   | 1987  | 23556   | 09/00                               | A 1)   | N353US                               |   | Boeing B737-300                         | 126                                   |                          |   |                                  | Modification.                         |
| 19.   | 1987  | 23703   | 09/00                               | A 1)   | N517AU                               |   | Boeing B737-300                         | 126                                   |                          |   |                                  | Modification.                         |
| 20.   | Total Operating Lease Airframes:                  |   |                                     |  |                                      |   |   |                                       |                          |   |                                  |                                       |

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1) Modification to airframe acquired in prior period.

| AIRFRAME AND AIRCRAFT ENGINE ACQUISITIONS AND RETIREMENTS |  |   |                                     |  |                                      |   |   |                                       |                          | AIR CARRIER: US Airways, Inc      Page 5 of 11<br>QUARTER ENDED: September 30, 2000 |                                  |  |
|---|--|---|-------------------------------------|--|--------------------------------------|---|---|---------------------------------------|--------------------------|---|----------------------------------|--|
| L<br>i<br>n<br>e  | Year of<br>First<br>Delivery<br>(Airframe)<br>(1)  | Airframe<br>Manufacturer's<br>Serial<br>Number<br>(2) | Date<br>Acquired/<br>Retired<br>(3) | Acquisition<br>or<br>Retirement<br>"A" or "R"<br>(4) | Airframe<br>License<br>Number<br>(5) | Number of<br>Engines<br>Acquired/<br>Retired<br>(6) | Type, Model, and<br>Cabin Design<br>(7) | Maximum<br>Seating<br>Capacity<br>(8) | Cost<br>(\$000's)<br>(9) | Amortized/<br>Depreciated<br>Cost<br>(\$000's)<br>(10)                              | Realization<br>(\$000's)<br>(11) | Acquired From/<br>Disposition<br>(12)    |
| 1.  | A. ACQUISITIONS (Continued)                        |   |                                     |  |                                      |   |   |                                       |                          |   |                                  |  |
| 2.  | Leased Airframe Units Returned from Related Party: |   |                                     |  |                                      |   |   |                                       |                          |   |                                  |  |
| 3.  | 1999   | 861   | 07/00                               | A  | N103US                               |   | Airbus-A320                             | 143                                   |                          |   |                                  | Returned from Shuttle, Inc. with merger. |
| 4.  | 1999   | 863   | 07/00                               | A  | N104UW                               |   | Airbus-A320                             | 143                                   |                          |   |                                  | Returned from Shuttle, Inc. with merger. |
| 5.  | 1999   | 868   | 07/00                               | A  | N105UW                               |   | Airbus-A320                             | 143                                   |                          |   |                                  | Returned from Shuttle, Inc. with merger. |
| 6.  | 1999   | 1044  | 07/00                               | A  | N106US                               |   | Airbus-A320                             | 143                                   |                          |   |                                  | Returned from Shuttle, Inc. with merger. |
| 7.  | Total Leased Airframes Returned:                   |   |                                     |  |                                      |   |   |                                       |                          |   |                                  |  |
| 8.  | Operating Lease Engines:                           |   |                                     |  |                                      |   |   |                                       |                          |   |                                  |  |
| 9.  |  |   | 08/00                               | A  |                                      | 2   | CFM 56-B/P                              |                                       |                          |   |                                  | Leased from GECAS.                       |
| 10.   |  |   | 08/00                               | A  |                                      | 2   | CFM 56-B/P                              |                                       |                          |   |                                  | Leased from GECAS.                       |
| 11.   |  |   | 08/00                               | A  |                                      | 2   | CFM 56-B/P                              |                                       |                          |   |                                  | Leased from GECAS.                       |
| 12.   |  |   | 08/00                               | A  |                                      | 2   | CFM 56-B/P                              |                                       |                          |   |                                  | Leased from GECAS.                       |
| 13.   |  |   | 08/00                               | A  |                                      | 2   | CFM 56-B/P                              |                                       |                          |   |                                  | Leased from GECAS.                       |
| 14.   |  |   | 08/00                               | A  |                                      | 2   | CFM 56-B/P                              |                                       |                          |   |                                  | Leased from GECAS.                       |
| 15.   |  |   | 08/00                               | A  |                                      | 2   | CFM 56-B/P                              |                                       |                          |   |                                  | Leased from GECAS.                       |
| 16.   |  |   | 08/00                               | A  |                                      | 2   | CFM 56-B/P                              |                                       |                          |   |                                  | Leased from GECAS.                       |
| 17.   |  |   | 08/00                               | A  |                                      | 2   | CFM 56-B/P                              |                                       |                          |   |                                  | Leased from GECAS.                       |
| 18.   |  |   | 09/00                               | A  |                                      | 2   | CFM 56-B/P                              |                                       |                          |   |                                  | Leased from GECAS.                       |
| 19.   |  |   | 09/00                               | A  |                                      | 2   | CFM 56-B/P                              |                                       |                          |   |                                  | Leased from GECAS.                       |
| 20.   |  |   | 09/00                               | A  |                                      | 2   | CFM 56-B/P                              |                                       |                          |   |                                  | Leased from GECAS.                       |



| AIRFRAME AND AIRCRAFT ENGINE ACQUISITIONS AND RETIREMENTS |  |  |                              |   |                               |  |                                  |                                |                   | AIR CARRIER: US Airways, Inc      Page 6 of 11 |                          |  |
|---|--|--|------------------------------|---|-------------------------------|--|----------------------------------|--------------------------------|-------------------|--|--------------------------|--|
|   |  |  |                              |   |                               |  |                                  |                                |                   | QUARTER ENDED: September 30, 2000              |                          |  |
| L<br>i<br>n<br>e  | Year of<br>First<br>Delivery<br>(Airframe)           | Airframe<br>Manufacturer's<br>Serial<br>Number | Date<br>Acquired/<br>Retired | Acquisition<br>or<br>Retirement<br>"A" or "R" | Airframe<br>License<br>Number | Number of<br>Engines<br>Acquired/<br>Retired | Type, Model, and<br>Cabin Design | Maximum<br>Seating<br>Capacity | Cost<br>(\$000's) | Amortized/<br>Depreciated<br>Cost<br>(\$000's) | Realization<br>(\$000's) | Acquired From/<br>Disposition            |
|   | (1)  | (2)  | (3)                          | (4)   | (5)                           | (6)  | (7)                              | (8)                            | (9)               | (10)   | (11)                     | (12)                                     |
| 1.  | A. ACQUISITIONS (Continued)                          |  |                              |   |                               |  |                                  |                                |                   |  |                          |  |
| 2.  | Operating Lease Engines:                             |  |                              |   |                               |  |                                  |                                |                   |  |                          |  |
| 3.  |  |  | 09/00                        | A   |                               | 2  | CFM 56-B/P                       |                                |                   |  |                          | Leased from GECAS.                       |
| 4.  |  |  | 09/00                        | A   |                               | 2  | CFM 56-B/P                       |                                |                   |  |                          | Leased from GECAS.                       |
| 5.  |  |  | 09/00                        | A   |                               | 2  | CFM 56-B/P                       |                                |                   |  |                          | Leased from GECAS.                       |
| 6.  |  |  | 09/00                        | A   |                               | 2  | CFM 56-B/P                       |                                |                   |  |                          | Leased from GECAS.                       |
| 7.  |  |  | 09/00                        | A   |                               | 2  | CFM 56-B/P                       |                                |                   |  |                          | Leased from GECAS.                       |
| 8.  |  |  | 09/00                        | A   |                               | 2  | CFM 56-B/P                       |                                |                   |  |                          | Leased from GECAS.                       |
| 9.  |  |  | 09/00                        | A 2)  |                               | 3  | Pratt & Whitney JT8D-15AHN       |                                |                   |  |                          | Modification.                            |
| 10.   |  |  | 09/00                        | A 2)  |                               | 2  | Pratt & Whitney JT8D-9AH         |                                |                   |  |                          | Modification.                            |
| 11.   |  |  | 09/00                        | A 2)  |                               | 1  | Pratt & Whitney JT8D-9AHN        |                                |                   |  |                          | Modification.                            |
| 12.   |  |  |                              |   |                               |  | Total Operating Lease Engines:   |                                |                   |  |                          |  |
| 13.   | Leased Aircraft Engines Returned from Related Party: |  |                              |   |                               |  |                                  |                                |                   |  |                          |  |
| 14.   |  |  | 07/00                        | A   |                               | 8  | CFM 56-B/P                       |                                |                   |  |                          | Returned from Shuttle, Inc. with merger. |
| 15.   | B. RETIREMENTS                                       |  |                              |   |                               |  |                                  |                                |                   |  |                          |  |
| 16.   | Owned Airframes:                                     |  |                              |   |                               |  |                                  |                                |                   |  |                          |  |
| 17.   | 1972   | 11044  | 08/00                        | R   | C-FCRC                        |  | Fokker F-28-1000                 |                                |                   |  |                          | Sold to Time Air.                        |
| 18.   | 1974   | 11087  | 08/00                        | R   | C-FCRK                        |  | Fokker F-28-1000                 |                                |                   |  |                          | Sold to Time Air.                        |
| 19.   | 1975   | 11095  | 08/00                        | R   | C-FFCR                        |  | Fokker F-28-1000                 |                                |                   |  |                          | Sold to Time Air.                        |
| 20.   | 1973   | 11063  | 08/00                        | R   | C-FOCR                        |  | Fokker F-28-1000                 |                                |                   |  |                          | Sold to Time Air.                        |

| AIRFRAME AND AIRCRAFT ENGINE ACQUISITIONS AND RETIREMENTS |  |  |                              |   |                               |  |                                  |                                |                   | AIR CARRIER: US Airways, Inc      Page 7 of 11 |                          |  |
|---|--|--|------------------------------|---|-------------------------------|--|----------------------------------|--------------------------------|-------------------|--|--------------------------|--|
|   |  |  |                              |   |                               |  |                                  |                                |                   | QUARTER ENDED: September 30, 2000              |                          |  |
| L<br>i<br>n<br>e  | Year of<br>First<br>Delivery<br>(Airframe) | Airframe<br>Manufacturer's<br>Serial<br>Number | Date<br>Acquired/<br>Retired | Acquisition<br>or<br>Retirement<br>"A" or "R" | Airframe<br>License<br>Number | Number of<br>Engines<br>Acquired/<br>Retired | Type, Model, and<br>Cabin Design | Maximum<br>Seating<br>Capacity | Cost<br>(\$000's) | Amortized/<br>Depreciated<br>Cost<br>(\$000's) | Realization<br>(\$000's) | Acquired From/<br>Disposition          |
| (1)   | (2)  | (3)  | (4)                          | (5)   | (6)                           | (7)  | (8)                              | (9)                            | (10)              | (11)   | (12)                     | (12)                                   |
| 1.  | B. RETIREMENTS (Continued)                 |  |                              |   |                               |  |                                  |                                |                   |  |                          |  |
| 2.  | Owned Airframes:                           |  |                              |   |                               |  |                                  |                                |                   |  |                          |  |
| 3.  | 1975                                       | 11096  | 08/00                        | R   | C-FPCR                        |  | Fokker F-28-1000                 |                                |                   |  |                          | Sold to Time Air.                      |
| 4.  | 1973                                       | 11064  | 08/00                        | R   | C-FXTA                        |  | Fokker F-28-1000                 |                                |                   |  |                          | Sold to Time Air.                      |
| 5.  | 1976                                       | 11101  | 08/00                        | R   | C-GKCR                        |  | Fokker F-28-1000                 |                                |                   |  |                          | Sold to Time Air.                      |
| 6.  | 1976                                       | 11105  | 08/00                        | R   | C-GLCR                        |  | Fokker F-28-1000                 |                                |                   |  |                          | Sold to Time Air.                      |
| 7.  | 1970                                       | 20438  | 09/00                        | R   | N912TS                        |  | Boeing B727-200                  |                                |                   |  |                          | 3-Year Consignment to Unical for parts |
| 8.  | 1969                                       | 20250  | 09/00                        | R   | N913TS                        |  | Boeing B727-200                  |                                |                   |  |                          | 3-Year Consignment to Unical for parts |
| 9.  | 1969                                       | 20251  | 09/00                        | R   | N914TS                        |  | Boeing B727-200                  |                                |                   |  |                          | 3-Year Consignment to Unical for parts |
| 10.   | 1970                                       | 20437  | 09/00                        | R   | N916TS                        |  | Boeing B727-200                  |                                |                   |  |                          | 3-Year Consignment to Unical for parts |
| 11.   | 1970                                       | 20415  | 09/00                        | R   | N922TS                        |  | Boeing B727-200                  |                                |                   |  |                          | 3-Year Consignment to Unical for parts |
| 12.   | 1970                                       | 20441  | 09/00                        | R   | N923TS                        |  | Boeing B727-200                  |                                |                   |  |                          | 3-Year Consignment to Unical for parts |
| 13.   | 1968                                       | 47188  | 09/00                        | R   | N931VJ                        |  | McDonnell Douglas DC-9-30        |                                |                   |  |                          | 3-Year Consignment to Unical for parts |
| 14.   | 1968                                       | 47216  | 09/00                        | R   | N933VJ                        |  | McDonnell Douglas DC-9-30        |                                |                   |  |                          | 3-Year Consignment to Unical for parts |
| 15.   | 1967                                       | 47026  | 09/00                        | R   | N946VJ                        |  | McDonnell Douglas DC-9-30        |                                |                   |  |                          | 3-Year Consignment to Unical for parts |
| 16.   | 1967                                       | 47051  | 09/00                        | R   | N971VJ                        |  | McDonnell Douglas DC-9-30        |                                |                   |  |                          | 3-Year Consignment to Unical for parts |
| 17.   | 1967                                       | 47099  | 09/00                        | R   | N973VJ                        |  | McDonnell Douglas DC-9-30        |                                |                   |  |                          | 3-Year Consignment to Unical for parts |
| 18.   | 1968                                       | 47208  | 09/00                        | R   | N985VJ                        |  | McDonnell Douglas DC-9-30        |                                |                   |  |                          | 3-Year Consignment to Unical for parts |
| 19.   | 1968                                       | 47210  | 09/00                        | R   | N987VJ                        |  | McDonnell Douglas DC-9-30        |                                |                   |  |                          | 3-Year Consignment to Unical for parts |
| 20.   |  |  |                              |   |                               |  | Total Owned Airframes:           |                                |                   |  |                          |  |

| AIRFRAME AND AIRCRAFT ENGINE ACQUISITIONS AND RETIREMENTS |  |   |                                     |  |                                      |   |   |                                       |                          | AIR CARRIER: US Airways, Inc      Page 8 of 11<br>QUARTER ENDED: September 30, 2000 |                                  |                                       |
|---|--|---|-------------------------------------|--|--------------------------------------|---|---|---------------------------------------|--------------------------|---|----------------------------------|---------------------------------------|
| L<br>i<br>n<br>e  | Year of<br>First<br>Delivery<br>(Airframe)<br>(1)                                | Airframe<br>Manufacturer's<br>Serial<br>Number<br>(2) | Date<br>Acquired/<br>Retired<br>(3) | Acquisition<br>or<br>Retirement<br>"A" or "R"<br>(4) | Airframe<br>License<br>Number<br>(5) | Number of<br>Engines<br>Acquired/<br>Retired<br>(6) | Type, Model, and<br>Cabin Design<br>(7) | Maximum<br>Seating<br>Capacity<br>(8) | Cost<br>(\$000's)<br>(9) | Amortized/<br>Depreciated<br>Cost<br>(\$000's)<br>(10)                              | Realization<br>(\$000's)<br>(11) | Acquired From/<br>Disposition<br>(12) |
| 1.  | B. RETIREMENTS (Continued)   |   |                                     |  |                                      |   |   |                                       |                          |   |                                  |                                       |
| 2.  | Owned Engines:   |   |                                     |  |                                      |   |   |                                       |                          |   |                                  |                                       |
| 3.  |  |   | 08/00                               | R  |                                      | 14  | Spey-555-15                             |                                       |                          |   |                                  | Sold to Time Air.                     |
| 4.  |  |   |                                     |  |                                      |   |   |                                       |                          |   |                                  |                                       |
| 5.  | Owned Aircraft Airframes Leased to Other Air Carrier For More Than 90-day Lease: |   |                                     |  |                                      |   |   |                                       |                          |   |                                  |                                       |
| 6.  | 1980   | 22352   | 08/00                               | R  | N236US                               |   | Boeing B737-200                         | 114                                   |                          |   |                                  | Leased to IMP/Canjet.                 |
| 7.  | 1978   | 21666   | 09/00                               | R  | N224US                               |   | Boeing B737-200                         | 114                                   |                          |   |                                  | Leased to IMP/Canjet.                 |
| 8.  | 1979   | 21816   | 09/00                               | R  | N227AU                               |   | Boeing B737-200                         | 114                                   |                          |   |                                  | Leased to Royal Aviation.             |
| 9.  | 1979   | 21975   | 09/00                               | R  | N230AU                               |   | Boeing B737-200                         | 114                                   |                          |   |                                  | Lease to IMP/Canjet.                  |
| 10.   | 1980   | 48119   | 09/00                               | R  | N938VJ                               |   | McDonnell Douglas DC-9-30               | 100                                   |                          |   |                                  | Leased to Aerocaribe.                 |
| 11.   | Total Operating Lease Airframes:   |   |                                     |  |                                      |   |   |                                       |                          |   |                                  |                                       |
| 12.   | Owned Aircraft Engines Leased to Other Carrier For More Than 90-day Lease:       |   |                                     |  |                                      |   |   |                                       |                          |   |                                  |                                       |
| 13.   |  |   | 07/00                               | R  |                                      | 1   | Textron Lycoming ALF-502                |                                       |                          |   |                                  | Leased to National Jet Italia.        |
| 14.   |  |   | 08/00                               | R  |                                      | 2   | Pratt & Whitney JT8D-9AHN               |                                       |                          |   |                                  | Leased to IMP/Canjet.                 |
| 15.   |  |   | 09/00                               | R  |                                      | 2   | Pratt & Whitney JT8D-9AHN               |                                       |                          |   |                                  | Leased to IMP/Canjet.                 |
| 16.   |  |   | 09/00                               | R  |                                      | 2   | Pratt & Whitney JT8D-9AHN               |                                       |                          |   |                                  | Leased to IMP/Canjet.                 |
| 17.   |  |   | 09/00                               | R  |                                      | 2   | Pratt & Whitney JT8D-9AHN               |                                       |                          |   |                                  | Leased to Royal Aviation.             |
| 18.   | Total Owned Aircraft Engines Leased:   |   |                                     |  |                                      |   |   |                                       |                          |   |                                  |                                       |
| 19.   | Airframe FERPA   |   |                                     |  |                                      |   |   |                                       |                          |   |                                  |                                       |
| 20.   |  |   | 07/00                               | R  |                                      |   | Boeing B737-200                         |                                       |                          |   |                                  | Sale.                                 |

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Per US Airways policy, no gain or loss is recognized on the income statement on the sale or scrap of rotables. The adjustment is made through the reserve account.

| AIRFRAME AND AIRCRAFT ENGINE ACQUISITIONS AND RETIREMENTS |   |   |                                     |  |                                      |   |   |                                       |                          | AIR CARRIER: US Airways, Inc. Page 9 of 11<br>QUARTER ENDED: September 30, 2000 |                                  |                                       |
|---|---|---|-------------------------------------|--|--------------------------------------|---|---|---------------------------------------|--------------------------|---|----------------------------------|---------------------------------------|
| L<br>i<br>n<br>e  | Year of<br>First<br>Delivery<br>(Airframe)<br>(1) | Airframe<br>Manufacturer's<br>Serial<br>Number<br>(2) | Date<br>Acquired/<br>Retired<br>(3) | Acquisition<br>or<br>Retirement<br>"A" or "R"<br>(4) | Airframe<br>License<br>Number<br>(5) | Number of<br>Engines<br>Acquired/<br>Retired<br>(6) | Type, Model, and<br>Cabin Design<br>(7) | Maximum<br>Seating<br>Capacity<br>(8) | Cost<br>(\$000's)<br>(9) | Amortized/<br>Depreciated<br>Cost<br>(\$000's)<br>(10)                          | Realization<br>(\$000's)<br>(11) | Acquired From/<br>Disposition<br>(12) |
| 1.  | B. RETIREMENTS (Continued)                        |   |                                     |  |                                      |   |   |                                       |                          |   |                                  |                                       |
| 2.  | Airframe FERPA:                                   |   |                                     |  |                                      |   |   |                                       |                          |   |                                  |                                       |
| 3.  |   |   | 07/00                               | R  |                                      |   | Boeing B767-200                         |                                       |                          |   |                                  | Sale.                                 |
| 4.  |   |   | 07/00                               | R  |                                      |   | Interchangeable                         |                                       |                          |   |                                  | Sale.                                 |
| 5.  |   |   | 07/00                               | R  |                                      |   | McDonnell Douglas DC-9-30               |                                       |                          |   |                                  | Sale.                                 |
| 6.  |   |   | 08/00                               | R  |                                      |   | Boeing B737-200                         |                                       |                          |   |                                  | Sale.                                 |
| 7.  |   |   | 08/00                               | R  |                                      |   | Boeing B767-200                         |                                       |                          |   |                                  | Sale.                                 |
| 8.  |   |   | 08/00                               | R  |                                      |   | Interchangeable                         |                                       |                          |   |                                  | Sale.                                 |
| 9.  |   |   | 09/00                               | R  |                                      |   | Boeing B737-200                         |                                       |                          |   |                                  | Scrap.                                |
| 10.   |   |   | 09/00                               | R  |                                      |   | Boeing B737-300                         |                                       |                          |   |                                  | Scrap.                                |
| 11.   |   |   | 09/00                               | R  |                                      |   | Boeing B737-400                         |                                       |                          |   |                                  | Scrap.                                |
| 12.   |   |   | 09/00                               | R  |                                      |   | Boeing B757-200                         |                                       |                          |   |                                  | Sale.                                 |
| 13.   |   |   | 09/00                               | R  |                                      |   | Boeing B757-200                         |                                       |                          |   |                                  | Scrap.                                |
| 14.   |   |   | 09/00                               | R  |                                      |   | Boeing B767-200                         |                                       |                          |   |                                  | Sale.                                 |
| 15.   |   |   | 09/00                               | R  |                                      |   | Boeing B767-200                         |                                       |                          |   |                                  | Scrap.                                |
| 16.   |   |   | 09/00                               | R  |                                      |   | Fokker F-100                            |                                       |                          |   |                                  | Sale.                                 |
| 17.   |   |   | 09/00                               | R  |                                      |   | Fokker F-100                            |                                       |                          |   |                                  | Scrap.                                |
| 18.   |   |   | 09/00                               | R  |                                      |   | Interchangeable                         |                                       |                          |   |                                  | Sale.                                 |
| 19.   |   |   | 09/00                               | R  |                                      |   | Interchangeable                         |                                       |                          |   |                                  | Scrap.                                |
| 20.   |   |   | 09/00                               | R  |                                      |   | McDonnell Douglas DC-9-30               |                                       |                          |   |                                  | Scrap.                                |

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Per US Airways policy, no gain or loss is recognized on the income statement on the sale or scrap of rotables. The adjustment is made through the reserve account.

| AIRFRAME AND AIRCRAFT ENGINE ACQUISITIONS AND RETIREMENTS |   |   |                                     |  |                                      |   |   |                                       |                          | AIR CARRIER: US Airways, Inc      Page 10 of 11<br>QUARTER ENDED: September 30, 2000 |                                  |                                       |
|---|---|---|-------------------------------------|--|--------------------------------------|---|---|---------------------------------------|--------------------------|--|----------------------------------|---------------------------------------|
| L<br>i<br>n<br>e  | Year of<br>First<br>Delivery<br>(Airframe)<br>(1) | Airframe<br>Manufacturer's<br>Serial<br>Number<br>(2) | Date<br>Acquired/<br>Retired<br>(3) | Acquisition<br>or<br>Retirement<br>"A" or "R"<br>(4) | Airframe<br>License<br>Number<br>(5) | Number of<br>Engines<br>Acquired/<br>Retired<br>(6) | Type, Model, and<br>Cabin Design<br>(7) | Maximum<br>Seating<br>Capacity<br>(8) | Cost<br>(\$000's)<br>(9) | Amortized/<br>Depreciated<br>Cost<br>(\$000's)<br>(10)                               | Realization<br>(\$000's)<br>(11) | Acquired From/<br>Disposition<br>(12) |
| 1   | B. RETIREMENTS (Continued)                        |   |                                     |  |                                      |   |   |                                       |                          |  |                                  |                                       |
| 2   | Airframe FERPA:                                   |   |                                     |  |                                      |   |   |                                       |                          |  |                                  |                                       |
| 3   |   |   | 09/00                               | R  |                                      |   | McDonnell Douglas MD-80                 |                                       |                          |  |                                  | Sale.                                 |
| 4   |   |   | 09/00                               | R  |                                      |   | McDonnell Douglas MD-80                 |                                       |                          |  |                                  | Scrap.                                |
| 5   |   |   |                                     |  |                                      |   | Total Airframe FERPA:                   |                                       |                          |  |                                  |                                       |
| 6   | Engine FERPA:                                     |   |                                     |  |                                      |   |   |                                       |                          |  |                                  |                                       |
| 7   |   |   | 07/00                               | R  |                                      |   | Boeing B737-200                         |                                       |                          |  |                                  | Sale.                                 |
| 8   |   |   | 07/00                               | R  |                                      |   | Boeing B757-200                         |                                       |                          |  |                                  | Sale.                                 |
| 9   |   |   | 07/00                               | R  |                                      |   | Boeing B767-200                         |                                       |                          |  |                                  | Sale.                                 |
| 10  |   |   | 07/00                               | R  |                                      |   | Interchangeable                         |                                       |                          |  |                                  | Sale.                                 |
| 11  |   |   | 07/00                               | R  |                                      |   | McDonnell Douglas DC-9-30               |                                       |                          |  |                                  | Sale.                                 |
| 12  |   |   | 08/00                               | R  |                                      |   | Boeing B757-200                         |                                       |                          |  |                                  | Sale.                                 |
| 13  |   |   | 08/00                               | R  |                                      |   | Interchangeable                         |                                       |                          |  |                                  | Sale.                                 |
| 14  |   |   | 08/00                               | R  |                                      |   | McDonnell Douglas MD-80                 |                                       |                          |  |                                  | Sale.                                 |
| 15  |   |   | 09/00                               | R  |                                      |   | Boeing B737-200                         |                                       |                          |  |                                  | Sale.                                 |
| 16  |   |   | 09/00                               | R  |                                      |   | Boeing B737-200                         |                                       |                          |  |                                  | Scrap.                                |
| 17  |   |   | 09/00                               | R  |                                      |   | Boeing B767-200                         |                                       |                          |  |                                  | Sale.                                 |
| 18  |   |   | 09/00                               | R  |                                      |   | Fokker F-100                            |                                       |                          |  |                                  | Sale.                                 |
| 19  |   |   | 09/00                               | R  |                                      |   | Interchangeable                         |                                       |                          |  |                                  | Sale.                                 |
| 20  |   |   | 09/00                               | R  |                                      |   | Interchangeable                         |                                       |                          |  |                                  | Scrap.                                |

RSPA FORM 41 SCHEDULE B-7

Per US Airways policy, no gain or loss is recognized on the income statement on the sale or scrap of rotables. The adjustment is made through the reserve account

| AIRFRAME AND AIRCRAFT ENGINE ACQUISITIONS AND RETIREMENTS |   |   |                                     |  |                                      |   |   |                                       |                          | AIR CARRIER: US Airways, Inc      Page 11 of 11<br>QUARTER ENDED: September 30, 2000 |                                  |                                       |
|---|---|---|-------------------------------------|--|--------------------------------------|---|---|---------------------------------------|--------------------------|--|----------------------------------|---------------------------------------|
| L<br>i<br>n<br>e  | Year of<br>First<br>Delivery<br>(Airframe)<br>(1) | Airframe<br>Manufacturer's<br>Serial<br>Number<br>(2) | Date<br>Acquired/<br>Retired<br>(3) | Acquisition<br>or<br>Retirement<br>"A" or "R"<br>(4) | Airframe<br>License<br>Number<br>(5) | Number of<br>Engines<br>Acquired/<br>Retired<br>(6) | Type, Model, and<br>Cabin Design<br>(7) | Maximum<br>Seating<br>Capacity<br>(8) | Cost<br>(\$000's)<br>(9) | Amortized/<br>Depreciated<br>Cost<br>(\$000's)<br>(10)                               | Realization<br>(\$000's)<br>(11) | Acquired From/<br>Disposition<br>(12) |
| 1.  | B. RETIREMENTS (Continued)                        |   |                                     |  |                                      |   |   |                                       |                          |  |                                  |                                       |
| 2.  | Engine FERPA                                      |   |                                     |  |                                      |   |   |                                       |                          |  |                                  |                                       |
| 3.  | Total Engine FERPA:                               |   |                                     |  |                                      |   |   |                                       |                          |  |                                  |                                       |
| 4.  |   |   |                                     |  |                                      |   |   |                                       |                          |  |                                  |                                       |
| 5.  |   |   |                                     |  |                                      |   |   |                                       |                          |  |                                  |                                       |
| 6.  |   |   |                                     |  |                                      |   |   |                                       |                          |  |                                  |                                       |
| 7.  |   |   |                                     |  |                                      |   |   |                                       |                          |  |                                  |                                       |
| 8.  |   |   |                                     |  |                                      |   |   |                                       |                          |  |                                  |                                       |
| 9.  |   |   |                                     |  |                                      |   |   |                                       |                          |  |                                  |                                       |
| 10.   |   |   |                                     |  |                                      |   |   |                                       |                          |  |                                  |                                       |
| 11.   |   |   |                                     |  |                                      |   |   |                                       |                          |  |                                  |                                       |
| 12.   |   |   |                                     |  |                                      |   |   |                                       |                          |  |                                  |                                       |
| 13.   |   |   |                                     |  |                                      |   |   |                                       |                          |  |                                  |                                       |
| 14.   |   |   |                                     |  |                                      |   |   |                                       |                          |  |                                  |                                       |
| 15.   |   |   |                                     |  |                                      |   |   |                                       |                          |  |                                  |                                       |
| 16.   |   |   |                                     |  |                                      |   |   |                                       |                          |  |                                  |                                       |
| 17.   |   |   |                                     |  |                                      |   |   |                                       |                          |  |                                  |                                       |
| 18.   |   |   |                                     |  |                                      |   |   |                                       |                          |  |                                  |                                       |
| 19.   |   |   |                                     |  |                                      |   |   |                                       |                          |  |                                  |                                       |
| 20.   |   |   |                                     |  |                                      |   |   |                                       |                          |  |                                  |                                       |

**US Airways, Inc.**  
**Consolidated Statements of Cash Flows - Schedule B-12**  
**September 2000**

(dollars in thousands)

Three Months Ended  
September 30, 2000

|   |                   |
|---|-------------------|
| Cash flows from operating activities  |                   |
| Net income (loss)   | \$ (23,224)       |
| Adjustments to reconcile net income (loss) to net cash provided<br>by (used for) operating activities |                   |
| Depreciation and amortization   | 89,042            |
| Losses (gains) on dispositions of property  | (1,153)           |
| Amortization of deferred gains and credits  | (10,611)          |
| Other   | (17,451)          |
| Changes in certain assets and liabilities   |                   |
| Decrease (increase) in receivables  | (64,480)          |
| Decrease (increase) in materials and supplies, prepaid expenses<br>and pension assets                 | 21,943            |
| Decrease (increase) in deferred income taxes  | (35,509)          |
| Increase (decrease) in traffic balances payable and unused tickets                                    | 66,603            |
| Increase (decrease) in accounts payable and accrued expenses  | 64,271            |
| Increase (decrease) in postretirement benefits<br>other than pensions, noncurrent                     | 27,835            |
| Net cash provided by (used for) operating activities  | <u>117,266</u>    |
| Cash flows from investing activities  |                   |
| Capital expenditures  | (534,718)         |
| Proceeds from dispositions of property  | 14,495            |
| Decrease (increase) in short-term investments   | (301,196)         |
| Decrease (increase) in restricted cash and investments  | 4,604             |
| Funding of parent company's aircraft purchase deposits  | (23,833)          |
| Net cash provided by (used for) investing activities  | <u>(840,648)</u>  |
| Cash flows from financing activities  |                   |
| Proceeds from the sale-leaseback of aircraft  | 582,000           |
| Proceeds from issuance of long-term debt  | 36,611            |
| Principal payments on long-term debt  | (23,309)          |
| Net cash provided by (used for) financing activities  | <u>595,302</u>    |
| Net increase (decrease) in Cash and Cash equivalents  | <u>(128,080)</u>  |
| Cash and Cash equivalents at beginning of period  | <u>618,484</u>    |
| Cash and Cash equivalents at end of period  | <u>\$ 490,404</u> |
| Noncash investing and financing activities  |                   |
| Reduction of parent company receivable-assignment of aircraft purchase rights<br>by parent company    | \$ 108,910        |

## STATEMENT OF OPERATIONS

Quarter Ended: September 30, 2000  
 Schedule P-1.2 Group III

Air Carrier:  
 Operation : Domestic USD

| ACCT#  | DESCRIPTION                             | (000's)<br>AMOUNT |
|--------|---|-------------------|
|        | OPERATING REVENUES                      |                   |
| 3901.1 | Passenger - First Class                 | 0                 |
| 3901.2 | Passenger - Coach                       | 0                 |
| 3901   | Transport Revenues - Passenger          | 1,767,804         |
| 3905   | Mail                                    | 13,577            |
| 3906.1 | Property - Freight                      | 11,981            |
| 3906.2 | Property - Excess Baggage               | 2,511             |
| 3907.1 | Charter - Passenger                     | 1,604             |
| 3907.2 | Charter - Property                      | 0                 |
| 3919.1 | Reserv. Cancellation Fees               | 23,535            |
| 3919.2 | Misc. Operating Revenues                | 9,628             |
| 4808   | Public Service Subsidy                  | 0                 |
| 4898   | Transport Related                       | 324,618           |
| 4999   | Total Operating Revenue                 | 2,155,258         |
|        | OPERATING EXPENSES                      |                   |
| 5100   | Flying Operations                       | 651,574           |
| 5400   | Maintenance                             | 253,647           |
| 5500   | Passenger Service                       | 184,155           |
| 6400   | Aircraft & Traffic Servicing            | 372,793           |
| 6700   | Promotion & Sales                       | 253,511           |
| 6800   | General & Administrative                | 129,257           |
| 7000   | Depreciation & Amortization             | 84,934            |
| 7100   | Transport Related Expenses              | 234,296           |
| 7199   | Total Operating Expenses                | 2,164,167         |
| 7999   | Operating Profit or Loss                | -8,909            |
|        | NONOPERATING EXPENSE (INCOME)           |                   |
| 8181   | Int. Exp. (Inc.) on L-T-D & Cap. Leases | 57,337            |
| 8182   | Other Interest Expense (Income)         | -1,932            |
| 8185   | Foreign Exchange Gain or Loss           | 0                 |
| 8188.5 | Capital (Gains)/Losses- Op.Prop.        | -1,011            |
|        | Capital (Gains)/Losses- Other           |                   |
| 8189   | Other Expense (Income) - Net            | -20,302           |
| 8199   | Nonoperating Expense (Income)           | 34,092            |
| 8999   | Income Before Income Taxes              | -43,001           |
| 9100   | Income Tax Expense                      | -4,951            |
| 9199   | Inc. Bf. Disc. Ops & Other Items        | -38,050           |
| 9600   | Discontinued Operations                 | 0                 |
| 9796   | Extraordinary Items                     | 0                 |
| 9797   | Inc. Tax Appl. To Extraord. Item        | 0                 |
| 9799   | Income Before Account. Changes          | -38,050           |
| 9800   | Accounting Changes                      | 0                 |
| 9899   | Net Income                              | -38,050           |



## STATEMENT OF OPERATIONS

Quarter Ended: September 30, 2000  
Schedule P-1.2 Group III

Air Carrier:  
Operation : Atlantic USA

(000's)  
AMOUNT

| ACCT#  | DESCRIPTION                             | AMOUNT  |
|--------|---|---------|
|        | OPERATING REVENUES                      |         |
| 3901.1 | Passenger - First Class                 | 51,365  |
| 3901.2 | Passenger - Coach                       | 114,353 |
| 3901   | Transport Revenues - Passenger          | 165,718 |
| 3905   | Mail                                    | 1,019   |
| 3906.1 | Property - Freight                      | 14,395  |
| 3906.2 | Property - Excess Baggage               | 571     |
| 3907.1 | Charter - Passenger                     | 0       |
| 3907.2 | Charter - Property                      | 0       |
| 3919.1 | Reserv. Cancellation Fees               | 3,413   |
| 3919.2 | Misc. Operating Revenues                | 1,396   |
| 4808   | Public Service Subsidy                  | 0       |
| 4898   | Transport Related                       | 397     |
| 4999   | Total Operating Revenue                 | 186,909 |
|        | OPERATING EXPENSES                      |         |
| 5100   | Flying Operations                       | 76,199  |
| 5400   | Maintenance                             | 13,563  |
| 5500   | Passenger Service                       | 32,266  |
| 6400   | Aircraft & Traffic Servicing            | 19,589  |
| 6700   | Promotion & Sales                       | 14,947  |
| 6800   | General & Administrative                | 3,042   |
| 7000   | Depreciation & Amortization             | 7,789   |
| 7100   | Transport Related Expenses              | 0       |
| 7199   | Total Operating Expenses                | 167,395 |
| 7999   | Operating Profit or Loss                | 19,514  |
|        | NONOPERATING EXPENSE (INCOME)           |         |
| 8181   | Int. Exp. (Inc.) on L-T-D & Cap. Leases | 5,451   |
| 8182   | Other Interest Expense (Income)         | -280    |
| 8185   | Foreign Exchange Gain or Loss           | 0       |
| 8188.5 | Capital (Gains)/Losses- Op. Prop.       | -147    |
|        | Capital (Gains)/Losses- Other           |         |
| 8189   | Other Expense (Income) - Net            | -2,944  |
| 8199   | Nonoperating Expense (Income)           | 2,080   |
| 8999   | Income Before Income Taxes              | 17,434  |
| 9100   | Income Tax Expense                      | 2,007   |
| 9199   | Inc. Bf. Disc. Ops & Other Items        | 15,427  |
| 9600   | Discontinued Operations                 | 0       |
| 9796   | Extraordinary Items                     | 0       |
| 9797   | Inc. Tax Appl. To Extraord. Item        | 0       |
| 9799   | Income Before Account. Changes          | 15,427  |
| 9800   | Accounting Changes                      | 0       |
| 9899   | Net Income                              | 15,427  |

## STATEMENT OF OPERATIONS

Quarter Ended: September 30, 2000  
 Schedule P-1.2 Group III

Air Carrier:  
 Operation : Latin USL

(000's)  
 AMOUNT

| ACCT#  | DESCRIPTION                             |        |
|--------|---|--------|
|        | OPERATING REVENUES                      |        |
| 3901.1 | Passenger - First Class                 | 3,456  |
| 3901.2 | Passenger - Coach                       | 29,902 |
| 3901   | Transport Revenues - Passenger          | 33,358 |
| 3905   | Mail                                    | 2      |
| 3906.1 | Property - Freight                      | 59     |
| 3906.2 | Property - Excess Baggage               | 53     |
| 3907.1 | Charter - Passenger                     | 0      |
| 3907.2 | Charter - Property                      | 0      |
| 3919.1 | Reserv. Cancellation Fees               | 517    |
| 3919.2 | Misc. Operating Revenues                | 212    |
| 4808   | Public Service Subsidy                  | 0      |
| 4898   | Transport Related                       | 123    |
| 4999   | Total Operating Revenue                 | 34,324 |
|        | OPERATING EXPENSES                      |        |
| 5100   | Flying Operations                       | 13,827 |
| 5400   | Maintenance                             | 4,752  |
| 5500   | Passenger Service                       | 3,978  |
| 6400   | Aircraft & Traffic Servicing            | 5,124  |
| 6700   | Promotion & Sales                       | 3,895  |
| 6800   | General & Administrative                | 1,727  |
| 7000   | Depreciation & Amortization             | 1,005  |
| 7100   | Transport Related Expenses              | 0      |
| 7199   | Total Operating Expenses                | 34,308 |
| 7999   | Operating Profit or Loss                | 16     |
|        | NONOPERATING EXPENSE (INCOME)           |        |
| 8181   | Int. Exp. (Inc.) on L-T-D & Cap. Leases | 1,205  |
| 8182   | Other Interest Expense (Income)         | -42    |
| 8185   | Foreign Exchange Gain or Loss           | 0      |
| 8188.5 | Capital (Gains)/Losses- Op. Prop.       | -22    |
|        | Capital (Gains)/Losses- Other           |        |
| 8189   | Other Expense (Income) - Net            | -446   |
| 8199   | Nonoperating Expense (Income)           | 695    |
| 8999   | Income Before Income Taxes              | -679   |
| 9100   | Income Tax Expense                      | -78    |
| 9199   | Inc. Bf. Disc. Ops & Other Items        | -601   |
| 9600   | Discontinued Operations                 | 0      |
| 9796   | Extraordinary Items                     | 0      |
| 9797   | Inc. Tax Appl. To Extraord. Item        | 0      |
| 9799   | Income Before Account. Changes          | -601   |
| 9800   | Accounting Changes                      | 0      |
| 9899   | Net Income                              | -601   |

## STATEMENT OF OPERATIONS

Quarter Ended: September 30, 2000  
Schedule P-1.2 Group III

Air Carrier:  
Operation : System USS

| ACCT#  | DESCRIPTION                             | (000's)<br>AMOUNT |
|--------|---|-------------------|
|        | OPERATING REVENUES                      |                   |
| 3901.1 | Passenger - First Class                 | 54,821            |
| 3901.2 | Passenger - Coach                       | 144,255           |
| 3901   | Transport Revenues - Passenger          | 1,966,880         |
| 3905   | Mail                                    | 14,598            |
| 3906.1 | Property - Freight                      | 26,435            |
| 3906.2 | Property - Excess Baggage               | 3,135             |
| 3907.1 | Charter - Passenger                     | 1,604             |
| 3907.2 | Charter - Property                      | 0                 |
| 3919.1 | Reserv. Cancellation Fees               | 27,465            |
| 3919.2 | Misc. Operating Revenues                | 11,236            |
| 4808   | Public Service Subsidy                  | 0                 |
| 4898   | Transport Related                       | 325,138           |
| 4999   | Total Operating Revenue                 | 2,376,491         |
|        | OPERATING EXPENSES                      |                   |
| 5100   | Flying Operations                       | 741,600           |
| 5400   | Maintenance                             | 271,962           |
| 5500   | Passenger Service                       | 220,399           |
| 6400   | Aircraft & Traffic Servicing            | 397,506           |
| 6700   | Promotion & Sales                       | 272,353           |
| 6800   | General & Administrative                | 134,026           |
| 7000   | Depreciation & Amortization             | 93,728            |
| 7100   | Transport Related Expenses              | 234,296           |
| 7199   | Total Operating Expenses                | 2,365,870         |
| 7999   | Operating Profit or Loss                | 10,621            |
|        | NONOPERATING EXPENSE (INCOME)           |                   |
| 8181   | Int. Exp. (Inc.) on L-T-D & Cap. Leases | 63,993            |
| 8182   | Other Interest Expense (Income)         | -2,254            |
| 8185   | Foreign Exchange Gain or Loss           | 0                 |
| 8188.5 | Capital (Gains)/Losses- Op. Prop.       | -1,180            |
|        | Capital (Gains)/Losses- Other           |                   |
| 8189   | Other Expense (Income) - Net            | -23,692           |
| 8199   | Nonoperating Expense (Income)           | 36,867            |
| 8999   | Income Before Income Taxes              | -26,246           |
| 9100   | Income Tax Expense                      | -3,022            |
| 9199   | Inc. Bf. Disc. Ops & Other Items        | -23,224           |
| 9600   | Discontinued Operations                 | 0                 |
| 9796   | Extraordinary Items                     | 0                 |
| 9797   | Inc. Tax Appl. To Extraord. Item        | 0                 |
| 9799   | Income Before Account. Changes          | -23,224           |
| 9800   | Accounting Changes                      | 0                 |
| 9899   | Net Income                              | -23,224           |

AIR CARRIER: US Airways, Inc.  
OPERATION: SYSTEM  
PERIOD ENDED: September 30, 2000

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NOTES TO RSPA FORM 41 REPORT

Please refer to the Form 10-Q for the quarter ended September 30, 2000 filed by US Airways Group, Inc. (US Airways Group) and US Airways, Inc. (US Airways) with the U.S. Securities and Exchange Commission (SEC) for additional information related to US Airways' results of operations and financial position.

A. Ownership

US Airways is a wholly-owned subsidiary of US Airways Group.

B. Statement of Cash Flows

Cash and Cash equivalents as shown on Schedule B-12 does not include Short-Term Investments. Statement of Financial Accounting Standards No. 95, "Statement of Cash Flows," requires that such amounts be reported as investing activities on the Statement of Cash Flows.

Cash and Short-Term Investments are composed of the following in order to agree to Schedule B-1 (dollars in thousands):

|   |                    |
|---|--------------------|
| Cash and Cash equivalents (per B-12)                            | \$ 490,404         |
| Short-Term Investments (per B-12)                               | 680,782            |
| Accrued interest (included in operating activities on the B-12) | <u>10,971</u>      |
| Total Cash and Short-Term Investments                           | <u>\$1,182,157</u> |
| Cash (per B-1)  | \$ 27,060          |
| Short-Term Investments (per B-1)                                | <u>1,155,097</u>   |
| Total Cash and Short-Term Investments                           | <u>\$1,182,157</u> |

Also note, Depreciation and amortization expense per DOT Form B-12 Statement of Cash Flows is less than the amount presented on the DOT Form P-1.2 Statement of Operations due to the classification of function 70 obsolescence expenses. Function 70 obsolescence expenses are recognized in "Depreciation and amortization" expense per the DOT Form P-1.2, whereas the Statement of Cash Flows reflects these expenses in "Other" operating adjustments to reconcile net income to net cash.

C. Passenger Facility Charge (PFC) Activity for the Quarterly Period Ended September 30, 2000 (dollars):

|   |                        |
|---|------------------------|
| PFC amount in account 2190 at beginning of quarter  | \$ (11,892,582)        |
| Total amount collected in trust for public agencies | \$ (36,890,126)        |
| Total amount remitted to public agencies            | \$ 33,367,287          |
| Adjustments (collection compensation, PFC refunds)  | <u>\$ 2,781,026</u>    |
| PFC amount in account 2190 at the end of quarter    | <u>\$ (12,634,395)</u> |

D. Expenses for Nonoperating Aircraft

Schedule P-5.2 reflects expenses for aircraft which US Airways no longer utilizes in its operating fleet. Expenses related to nonoperating aircraft include depreciation, rent, insurance and other such obligations.

|  |   |              |                  |            |        |               |                    |
|--|---|--------------|------------------|------------|--------|---------------|--------------------|
| <div style="font-size: 1.5em; font-family: cursive; margin-bottom: 10px;">284</div>  | <table style="width: 100%; border: none;"> <tr> <td style="width: 35%; border: none;">AIR CARRIER:</td> <td style="border: none;">US Airways, Inc.</td> </tr> <tr> <td style="border: none;">OPERATION:</td> <td style="border: none;">SYSTEM</td> </tr> <tr> <td style="border: none;">PERIOD ENDED:</td> <td style="border: none;">September 30, 2000</td> </tr> </table> | AIR CARRIER: | US Airways, Inc. | OPERATION: | SYSTEM | PERIOD ENDED: | September 30, 2000 |
| AIR CARRIER:   | US Airways, Inc.  |              |                  |            |        |               |                    |
| OPERATION:   | SYSTEM  |              |                  |            |        |               |                    |
| PERIOD ENDED:  | September 30, 2000  |              |                  |            |        |               |                    |
| NOTES TO RSPA FORM 41 REPORT   |   |              |                  |            |        |               |                    |
| <p><b>E. Related Party Transactions</b></p> <p>US Airways purchases all of the capacity (available seat miles or ASMs) generated by US Airways Group's wholly-owned regional air carriers at a fixed rate per ASM. US Airways' financial statements reflect transport-related operating revenues from the sales of purchased capacity and transport-related operating expenses for the purchase of capacity of \$176.5 million and \$145.4 million, respectively, for the third quarter of 2000.</p> <p>Investments in Associated Companies as shown on Schedule B-1 includes US Airways' noncurrent receivable from US Airways Group of \$2.352 billion and \$2.291 billion as of September 30, 2000 and December 31, 1999, respectively. The increase is due primarily to a transfer of purchase deposits for new flight equipment to US Airways Group.</p> <p><b>F. Commitments and Contingencies</b></p> <p>As of September 30, 2000, US Airways Group had 83 A320-family aircraft (A319/A320/A321) on firm order, 182 A320-family aircraft subject to reconfirmation prior to scheduled delivery and options for 63 additional A320-family aircraft. With respect to the firm-order A320-family aircraft, 18 are expected to be delivered during the balance of 2000 and the remaining A320-family aircraft are expected to be delivered in the years 2001 through 2006. As of September 30, 2000, US Airways Group had five A330-300 aircraft on firm order and options for 20 additional A330-300 aircraft. With respect to the firm-order A330-300 aircraft, two are expected to be delivered during the balance of 2000 and the remaining A330-300 aircraft are expected to be delivered in the years 2001 through 2004.</p> <p>The minimum determinable payments associated with US Airways Group's acquisition agreements for Airbus aircraft (including progress payments, payments at delivery, buyer-furnished equipment, spares, capitalized interest, penalty payments, cancellation fees and/or nonrefundable deposits) were estimated at \$692 million for the three months ended December 31, 2000, \$1.15 billion in 2001, \$587 million in 2002, \$289 million in 2003 and \$501 million thereafter.</p> <p><b>G. Frequent Traveler Program</b></p> <p>In December 1999, the SEC issued Staff Accounting Bulletin No. 101, "Revenue Recognition in Financial Statements" (SAB 101), which provides guidance on the recognition, presentation and disclosure of revenue in financial statements. Although SAB 101 does not change existing accounting rules on revenue recognition, changes in accounting to apply the guidance in SAB 101 may be accounted for as a change in accounting principle. On January 1, 2000, US Airways changed its method of accounting for the sale of mileage credits in its Dividend Miles program from recognizing revenue when credits are sold, to deferring a portion of revenue attributable to future transportation and recognizing it as passenger revenue when the service is provided. The remaining portion of sales proceeds will continue to be recognized immediately as a component of Other operating revenues. US Airways believes the new method results in better matching of revenue with the period in which travel services are provided. In connection with the change, US Airways recognized a \$103 million, net of applicable income taxes, cumulative effect charge on January 1, 2000.</p> |   |              |                  |            |        |               |                    |

AIR CARRIER: US Airways, Inc.  
 OPERATION: SYSTEM  
 PERIOD ENDED: September 30, 2000

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# NOTES TO RSPA FORM 41 REPORT

## H. Merger of Shuttle, Inc.

Effective July 1, 2000, Shuttle, Inc. (Shuttle) was merged into US Airways. The operations of the former Shuttle subsequent to June 30, 2000 are included in US Airways' consolidated financial statements. Shuttle was formerly a wholly-owned subsidiary of US Airways Group.

## I. Pro Forma Information

The pro forma amounts below are provided to show what US Airways would have reported if the new accounting policy had been in effect in periods prior to 2000 and the Shuttle merger had occurred on January 1, 1999.

|   | <u>Three Months Ended September 30,</u> |                          |
|---|---|--------------------------|
|   | <u>2000</u>                             | Pro Forma<br><u>1999</u> |
| Operating Revenues                                      |   |                          |
| Passenger transportation                                | \$ 1,967                                | \$ 1,740                 |
| US Airways Express                                      |   |                          |
| transportation revenues                                 | 229                                     | 198                      |
| Cargo and freight                                       | 41                                      | 33                       |
| Other   | <u>139</u>                              | <u>126</u>               |
| Total Operating Revenues                                | 2,376                                   | 2,097                    |
| Total Operating Expenses                                | <u>2,365</u>                            | <u>2,208</u>             |
| Operating Income (Loss)                                 | \$ <u>11</u>                            | \$ <u>(111)</u>          |
| Income Before Cumulative Effect<br>of Accounting Change | \$ <u>(23)</u>                          | \$ <u>(58)</u>           |

## J. Long-term Debt

During the first nine months of 2000 US Airways borrowed \$514 million to finance new Airbus aircraft deliveries.

In July 2000, the Philadelphia Authority for Industrial Development issued \$71 million of special facility revenue bonds, the proceeds of which were provided to US Airways in the form of an unsecured loan. The loan has a weighted average interest rate of 7.84% maturing in varying amounts through 2030. US Airways intends to utilize the proceeds to finance various improvements at the Philadelphia International Airport where US Airways has significant operations. The bond proceeds are restricted to expenditures at the Philadelphia International Airport and unspent amounts are classified as a component of Other assets, net in the balance sheets.

In September 2000, the City of Charlotte issued \$35 million of special facility revenue bonds, the proceeds of which will be used to pay the cost of design, acquisition, construction and equipping of certain airport related facilities to be leased to US Airways at the Charlotte/Douglas International Airport. Financing related to this airport construction is recorded as a component of long-term debt. The lease obligation has an interest rate of 7.75% and matures in 2028.

AIR CARRIER: US Airways, Inc.  
OPERATION: SYSTEM  
PERIOD ENDED: September 30, 2000

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NOTES TO RSPA FORM 41 REPORT

K. Merger Agreement

On May 23, 2000, US Airways Group entered into an Agreement and Plan of Merger with UAL Corporation (UAL), United Airlines' parent corporation, and Yellow Jacket Acquisition Corp., a wholly-owned subsidiary of UAL which has been formed for the purpose of this merger, pursuant to which the merger subsidiary will be merged into US Airways Group. As a result, US Airways Group would be the surviving corporation and would become a wholly-owned subsidiary of UAL. In the merger, all of the shares of US Airways Group common stock held by stockholders of US Airways Group (other than US Airways Group, UAL Corporation and Yellow Jacket Acquisition Corp. and other than dissenting stockholders who perfect their appraisal rights) will be converted into the right to receive the cash merger consideration of \$60.00 per share. Consummation of the merger is subject to various conditions set forth in the Agreement and Plan of Merger, including, but not limited to, the receipt of regulatory approvals and adoption of the merger agreement by the stockholders of US Airways Group. On October 12, 2000, the stockholders of US Airways Group adopted the merger agreement. The Company believes that efforts sufficient to satisfy the regulatory requirements can be concluded during the month of January, 2001 and that the merger will be completed promptly following satisfaction of such requirements. However, the Company can provide no assurance that such requirements will be satisfied or, if satisfied, the date by which they will be satisfied.

If the merger between US Airways Group and a subsidiary of UAL Corporation is consummated, the combined company may be required to divest some of its routes and slots for competitive reasons. To address the potential competitive issues, the companies have entered into a Memorandum of Understanding with Robert Johnson, a Director of the Company, under which an entity formed by Mr. Johnson would buy certain assets from US Airways Group and create a new airline to operate out of Reagan National Airport. US Airways Group would retain the routes formerly operated by US Airways Shuttle and the assets necessary to fly to its hubs at Pittsburgh, Charlotte and Philadelphia.

| AIRCRAFT OPERATING EXP. - Sch. P-5.2 Grp 11 & 111 Qtr: September 30, 2000 |                                  |                     |           |           |           |           |           |           |           |
|---|----------------------------------|---------------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| Air Carrier:  |                                  | Operation: Domestic |           | USD       |           |           |           |           |           |
| (000's)   |                                  | Total Eqp           | FOKR 100  | B-737-4   | B-737-3/7 | B-737-1/2 | B-757     | B-767-2/E | DC-9-30   |
| ACCT #  | DESCRIPTION                      | Code 9999           | Code 6031 | Code 6171 | Code 6191 | Code 6201 | Code 6221 | Code 6251 | Code 6401 |
| FLYING OPERATIONS   |                                  |                     |           |           |           |           |           |           |           |
| 5123  | Pilots and Copilots              | 143,997             | 12,394    | 17,813    | 22,928    | 19,231    | 20,047    | 1,281     | 9,078     |
| 5124  | Other Flight Personnel           | 0                   | 0         | 0         | 0         | 0         | 0         | 0         | 0         |
| 5128.1  | Trainees and Instructors         | 24,138              | 1,990     | 3,411     | 6,275     | 1,646     | -396      | 306       | 2,280     |
| 5136  | Personnel Expenses               | 12,227              | 1,216     | 1,599     | 2,568     | 1,632     | 1,590     | 69        | 856       |
| 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                    | 267,150             | 17,929    | 34,898    | 48,317    | 40,373    | 38,125    | 1,828     | 18,311    |
| 5145.2  | Aircraft Oil                     | 0                   | 0         | 0         | 0         | 0         | 0         | 0         | 0         |
| 5147  | Aircraft Rentals                 | 106,758             | 2,544     | 23,306    | 39,528    | 808       | 10,144    | 703       | 1,188     |
| 5153  | Other Supplies                   | 0                   | 0         | 0         | 0         | 0         | 0         | 0         | 0         |
| 5155.1  | Insur. Purch. - General          | 1,267               | 106       | 220       | 272       | 74        | 249       | 15        | 25        |
| 5157  | Empl. Benefits and Pensions      | 66,733              | 5,488     | 7,801     | 11,544    | 8,609     | 12,473    | 298       | 4,425     |
| 5158  | Injuries, Loss and Damage        | 116                 | 0         | 0         | 0         | 0         | 0         | 116       | 0         |
| 5168  | Taxes-Payroll                    | 8,634               | 790       | 1,075     | 1,817     | 1,359     | 1,386     | 56        | 921       |
| 5169  | Taxes-Other Than Payroll         | 20,469              | 1,374     | 2,678     | 3,612     | 3,064     | 3,017     | 188       | 1,462     |
| 5171  | Other Expense                    | 85                  | 6         | 12        | 17        | 10        | 11        | 1         | 5         |
| 5199  | Total Flying Operations          | 651,574             | 43,837    | 92,813    | 136,878   | 76,806    | 86,646    | 4,861     | 38,551    |
| DIRECT MAINTENANCE-FLIGHT EQUIP   |                                  |                     |           |           |           |           |           |           |           |
| 5225.1  | Maint Airfr. Labor               | 14,053              | 2,609     | 197       | 4,146     | 3,338     | 1,035     | 84        | 1,454     |
| 5225.2  | Maint Eng. Labor                 | 4,400               | 60        | 8         | 44        | 1,085     | 8         | 0         | 1,802     |
| 5243.1  | Maint Airfr. Outside Rep.        | 21,370              | 4,669     | 1,652     | 5,867     | 2,044     | 3,950     | 267       | 829       |
| 5243.2  | Maint Eng. Outside Rep.          | 38,365              | 4,621     | 7,957     | 11,740    | 1,486     | 10,040    | 244       | 228       |
| 5243.7  | Maint AC Interch. Chrgs-O/S      | 0                   | 0         | 0         | 0         | 0         | 0         | 0         | 0         |
| 5246.1  | Maint Materials - Airframe       | 29,992              | 3,455     | 4,083     | 7,295     | 5,643     | 2,066     | -6        | 1,801     |
| 5246.2  | Maint Materials - Engines        | 5,618               | 570       | 293       | 238       | 1,143     | 382       | 5         | 545       |
| 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         | 113,798             | 15,984    | 14,190    | 29,330    | 14,739    | 17,481    | 594       | 6,659     |
| 5279.6  | APPL. MAINT BURDEN FLT. EQ.      | 88,979              | 12,977    | 1,001     | 20,374    | 21,506    | 5,073     | 409       | 15,845    |
| 5299  | Total Flt. Eq. Maint. (Memo)     | 202,777             | 28,961    | 15,191    | 49,704    | 36,245    | 22,554    | 1,003     | 22,504    |
| 7073.9  | NET OBSL & DETER.- EXP. PARTS    | 4,007               | 881       | 185       | 159       | 282       | 870       | 76        | 166       |
| DEPRECIATION - FLIGHT EQUIPMENT   |                                  |                     |           |           |           |           |           |           |           |
| 7075.1  | Depr. Airframes                  | 35,302              | 4,679     | 2,946     | 1,314     | 6,351     | 7,937     | 240       | 4,997     |
| 7075.2  | Depr. Aircraft Engines           | 11,369              | 1,908     | 1,155     | 907       | 2,047     | 2,818     | 105       | 275       |
| 7075.3  | Depr. Airframe Parts             | 5,320               | 1,456     | 332       | 406       | 390       | 1,393     | 86        | 298       |
| 7075.4  | Depr. Engine Parts               | 775                 | 185       | 17        | 27        | 25        | 340       | 14        | 47        |
| 7075.5  | Depr. Other Flt Eqp.             | 1,016               | 3         | 57        | 260       | 79        | 342       | 2         | 58        |
| 7076.1  | Amort. Cap. Leases Flt.Eqpt.     | 965                 | 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  | 913,105             | 81,910    | 112,696   | 189,655   | 122,225   | 122,900   | 6,387     | 66,896    |
| OTHER DEPRECIATION & AMORTIZATI   |                                  |                     |           |           |           |           |           |           |           |
| 7074.1  | Amortization Developmental & Pre | 0                   |           |           |           |           |           |           |           |
| 7074.2  | Amortization Other Intangibles   | 16,492              |           |           |           |           |           |           |           |
| 7075.8  | Depreciation Hangar & Maint. Eq  | 1,114               |           |           |           |           |           |           |           |
| 7075.9  | Depreciation Ground Property     | 8,546               |           |           |           |           |           |           |           |
| 7076.2  | Amort. Capital Leases Other      | 28                  |           |           |           |           |           |           |           |



| AIRCRAFT OPERATING EXP. - Sch. P-5.2 Grp II & III Qtr: September 30, 2000 |                                 |                     |                       |                   |                      |                        |
|---|---------------------------------|---------------------|-----------------------|-------------------|----------------------|------------------------|
| Air Carrier:  |                                 | Operation: Domestic |                       |                   |                      |                        |
| (000's)   |                                 | USD                 |                       |                   |                      |                        |
| ACCT #  | DESCRIPTION                     | MD-80<br>Code 6551  | A320-1/2<br>Code 6941 | A319<br>Code 6981 | B-727-2<br>Code 7151 | BAE-146-2<br>Code 8671 |
| 5123  | FLYING OPERATIONS               | 10,896              | 6,035                 | 22,378            | 1,916                | 0                      |
| 5124  | Pilots and Copilots             | 0                   | 0                     | 0                 | 0                    | 0                      |
| 5128.1  | Other Flight Personnel          | 1,631               | 5,156                 | 1,652             | 187                  | 0                      |
| 5136  | Trainees and Instructors        | 916                 | 381                   | 1,396             | 4                    | 0                      |
| 5141  | Personnel Expenses              | 0                   | 0                     | 0                 | 0                    | 0                      |
| 5143.7  | Prof. & Tech. Fees & Exp.       | 0                   | 0                     | 0                 | 0                    | 0                      |
| 5145.1  | Aircraft Interch. -Outside      | 22,710              | 12,062                | 31,312            | 1,285                | 0                      |
| 5145.2  | Aircraft fuel                   | 0                   | 0                     | 0                 | 0                    | 0                      |
| 5147  | Aircraft Oil                    | 7,023               | 5,088                 | 16,426            | 0                    | 0                      |
| 5153  | Aircraft Rentals                | 0                   | 0                     | 0                 | 0                    | 0                      |
| 5155.1  | Other Supplies                  | 45                  | 61                    | 200               | 0                    | 0                      |
| 5157  | Insur. Purch. - General         | 4,764               | 2,150                 | 8,859             | 322                  | 0                      |
| 5158  | Empl. Benefits and Pensions     | 0                   | 0                     | 0                 | 0                    | 0                      |
| 5168  | Injuries, Loss and Damage       | 702                 | 87                    | 439               | 2                    | 0                      |
| 5169  | Taxes-Payroll                   | 1,723               | 907                   | 2,348             | 96                   | 0                      |
| 5171  | Taxes-Other Than Payroll        | 7                   | 4                     | 11                | 1                    | 0                      |
| 5199  | Other Expense                   | 50,417              | 31,931                | 85,021            | 3,813                | 0                      |
| 5225.1  | Total Flying Operations         | 1,387               | -51                   | -148              | 2                    | 0                      |
| 5225.2  | DIRECT MAINTENANCE-FLIGHT EQUIP | 1,393               | 0                     | 0                 | 0                    | 0                      |
| 5243.1  | Maint Airf. Labor               | 1,312               | 199                   | 404               | 177                  | 0                      |
| 5243.2  | Maint Eng. Labor                | 1,097               | 366                   | 420               | 166                  | 0                      |
| 5243.7  | Maint Airf. Outside Rep.        | 0                   | 0                     | 0                 | 0                    | 0                      |
| 5246.1  | Maint AC Interch. Chrgs-O/S     | 3,826               | 784                   | 1,045             | 0                    | 0                      |
| 5246.2  | Maint Materials - Airframe      | 2,075               | 231                   | 136               | 0                    | 0                      |
| 5272.1  | Maint Materials - Engines       | 0                   | 0                     | 0                 | 0                    | 0                      |
| 5272.3  | Maint Airfrm Airworth. Provs.   | 0                   | 0                     | 0                 | 0                    | 0                      |
| 5272.6  | Maint Airfrm O/H Deferred       | 0                   | 0                     | 0                 | 0                    | 0                      |
| 5272.8  | Maint AC Eng. Airworth. Prov    | 0                   | 0                     | 0                 | 0                    | 0                      |
| 5278  | Maint AC Eng. O/H Def. (cr.)    | 11,090              | 1,529                 | 1,857             | 345                  | 0                      |
| 5279.6  | Total Dir Maint-Flt.Eqpt        | 13,517              | -250                  | -720              | 9                    | -762                   |
| 5299  | APPL. MAINT BURDEN FLT. EQ.     | 24,607              | 1,279                 | 1,137             | 354                  | -762                   |
| 7073.9  | Total Flt. Eq. Maint. (Memo)    | 776                 | 45                    | 40                | 527                  | 0                      |
| 7075.1  | NET OBSL & DETER.- EXP. PARTS   | 2,522               | 2,167                 | 2,069             | 80                   | 0                      |
| 7075.2  | DEPRECIATION - FLIGHT EQUIPMENT | 857                 | 336                   | 750               | 204                  | 7                      |
| 7075.3  | Depr. Airframes                 | 501                 | 53                    | 178               | 227                  | 0                      |
| 7075.4  | Depr. Aircraft Engines          | 42                  | 22                    | 56                | 0                    | 0                      |
| 7075.5  | Depr. Airframe Parts            | 215                 | 0                     | 0                 | 0                    | 0                      |
| 7076.1  | Depr. Engine Parts              | 965                 | 0                     | 0                 | 0                    | 0                      |
| 7098.1  | Depr. Other Flt Eqpt.           | 0                   | 0                     | 0                 | 0                    | 0                      |
| 7098.2  | Amort. Cap. Leases Flt.Eqpt.    | 0                   | 0                     | 0                 | 0                    | 0                      |
| 7098.9  | EXPENSE OF INTERCHANGE AIRCRAFT | 80,902              | 35,833                | 89,251            | 5,205                | -755                   |
| 7074.1  | Exp. of Interch. AC- Flt. Ops   | 0                   | 0                     | 0                 | 0                    | 0                      |
| 7074.2  | Exp. of Interch. AC- Maint.     | 0                   | 0                     | 0                 | 0                    | 0                      |
| 7075.8  | Total Aircraft Operating Expens | 80,902              | 35,833                | 89,251            | 5,205                | -755                   |
| 7075.9  | OTHER DEPRECIATION & AMORTIZATI |                     |                       |                   |                      |                        |
| 7076.2  | Amortization Developmental &Pre |                     |                       |                   |                      |                        |
|   | Amortization Other Intangibles  |                     |                       |                   |                      |                        |
|   | Depreciation Hangar & Maint. Eq |                     |                       |                   |                      |                        |
|   | Depreciation Ground Property    |                     |                       |                   |                      |                        |
|   | Amort. Capital Leases Other     |                     |                       |                   |                      |                        |

AIRCRAFT OPERATING EXP. - Sch. P-5.2 Grp II & III Qtr: September 30, 2000  
Air Carrier: Operation: Atlantic USA  
(000's) Total Exp B-767-2/E A330  
ACCT # DESCRIPTION Code 9999 Code 6251 Code 6961

|                                 |                                  |        |        |        |
|---------------------------------|----------------------------------|--------|--------|--------|
| FLYING OPERATIONS               |                                  |        |        |        |
| 5123                            | Pilots and Copilots              | 21,340 | 16,405 | 4,935  |
| 5124                            | Other Flight Personnel           | 0      | 0      | 0      |
| 5128.1                          | Trainees and Instructors         | 6,750  | 2,297  | 4,453  |
| 5136                            | Personnel Expenses               | 973    | 881    | 92     |
| 5141                            | Prof. & Tech. Fees & Exp.        | 0      | 0      | 0      |
| 5143.7                          | Aircraft Interch. -Outside       | 0      | 0      | 0      |
| 5145.1                          | Aircraft Fuel                    | 32,560 | 19,590 | 12,970 |
| 5145.2                          | Aircraft Oil                     | 0      | 0      | 0      |
| 5147                            | Aircraft Rentals                 | 5,294  | 5,294  | 0      |
| 5153                            | Other Supplies                   | 0      | 0      | 0      |
| 5155.1                          | Insur. Purch. - General          | 185    | 110    | 75     |
| 5157                            | Empl. Benefits and Pensions      | 5,099  | 3,808  | 1,291  |
| 5158                            | Injuries, Loss and Damage        | 876    | 874    | 2      |
| 5168                            | Taxes-Payroll                    | 728    | 728    | 2      |
| 5169                            | Taxes-Other Than Payroll         | 2,387  | 1,416  | 971    |
| 5171                            | Other Expense                    | 7      | 6      | 1      |
| 5199                            | Total Flying Operations          | 76,199 | 51,407 | 24,792 |
| DIRECT MAINTENANCE-FLIGHT EQUIP |                                  |        |        |        |
| 5225.1                          | Maint Airf. Labor                | 632    | 632    | 0      |
| 5225.2                          | Maint Eng. Labor                 | 1      | 1      | 0      |
| 5243.1                          | Maint Airf. Outside Rep.         | 2,121  | 2,008  | 113    |
| 5243.2                          | Maint Eng. Outside Rep.          | 1,941  | 1,834  | 107    |
| 5243.7                          | Maint AC Interch. Chrgs-O/S      | 0      | 0      | 0      |
| 5246.1                          | Maint Materials - Airframe       | 530    | -41    | 571    |
| 5246.2                          | Maint Materials - Engines        | 4      | 31     | -27    |
| 5272.1                          | Maint Airfrm Airworth. Provs.    | 0      | 0      | 0      |
| 5272.3                          | Maint Airfrm O/H Deferred        | 0      | 0      | 0      |
| 5272.6                          | Maint AC Eng. Airworth. Prov     | 0      | 0      | 0      |
| 5272.8                          | Maint AC Eng. O/H Def. (cr.)     | 0      | 0      | 0      |
| 5278                            | Total Dir Maint-Flt.Eqpt         | 5,229  | 4,465  | 764    |
| 5279.6                          | APPL. MAINT BURDEN FLT. EQ.      | 3,077  | 3,077  | 0      |
| 5299                            | Total Flt. Eq. Maint. (Memo)     | 8,306  | 7,542  | 764    |
| 7073.9                          | NET OBSL & DETER.- EXP. PARTS    | 643    | 566    | 77     |
| DEPRECIATION - FLIGHT EQUIPMENT |                                  |        |        |        |
| 7075.1                          | Depr. Airframes                  | 4,407  | 1,808  | 2,599  |
| 7075.2                          | Depr. Aircraft Engines           | 1,115  | 795    | 320    |
| 7075.3                          | Depr. Airframe Parts             | 859    | 645    | 214    |
| 7075.4                          | Depr. Engine Parts               | 134    | 106    | 28     |
| 7075.5                          | Depr. Other Flt. Eqpt.           | 15     | 15     | 0      |
| 7076.1                          | Amort. Cap. Leases Flt.Eqpt.     | 0      | 0      | 0      |
| EXPENSE OF INTERCHANGE AIRCRAFT |                                  |        |        |        |
| 7098.1                          | Exp. of Interch. AC- Flt. Ops    | 0      | 0      | 0      |
| 7098.2                          | Exp. of Interch. AC- Maint.      | 0      | 0      | 0      |
| 7098.9                          | Total Aircraft Operating Expens  | 91,678 | 62,884 | 28,794 |
| OTHER DEPRECIATION & AMORTIZATI |                                  |        |        |        |
| 7074.1                          | Amortization Developmental & Pre | 0      |        |        |
| 7074.2                          | Amortization Other Intangibles   | 388    |        |        |
| 7075.8                          | Depreciation Hangar & Maint. Eq  | 26     |        |        |
| 7075.9                          | Depreciation Ground Property     | 201    |        |        |
| 7076.2                          | Amort. Capital Leases Other      | 1      |        |        |

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

Air Carrier:

(000's)

| ACCT # | DESCRIPTION                     | Operation: Latin         |                      | USL                    |                    | B-767-2/E<br>Code 6251 | A320-1/2<br>Code 6941 |
|--------|---------------------------------|--------------------------|----------------------|------------------------|--------------------|------------------------|-----------------------|
|        |                                 | Total Equip<br>Code 9999 | B-737-4<br>Code 6171 | B-737-3/7<br>Code 6191 | B-757<br>Code 6221 |                        |                       |
|        | FLYING OPERATIONS               |                          |                      |                        |                    |                        |                       |
| 5123   | Pilots and Copilots             | 2,441                    | 1,056                | 873                    | 268                | 173                    | 71                    |
| 5124   | Other Flight Personnel          | 0                        | 0                    | 0                      | 0                  | 0                      | 0                     |
| 5128.1 | Trainees and Instructors        | 522                      | 202                  | 239                    | -5                 | 25                     | 61                    |
| 5136   | Personnel Expenses              | 227                      | 95                   | 98                     | 21                 | 9                      | 4                     |
| 5141   | Prof. & Tech. Fees & Exp.       | 0                        | 0                    | 0                      | 0                  | 0                      | 0                     |
| 5143.7 | Aircraft Interch. -Outside      | 0                        | 0                    | 0                      | 0                  | 0                      | 0                     |
| 5145.1 | Aircraft Fuel                   | 5,797                    | 2,518                | 2,301                  | 539                | 239                    | 200                   |
| 5145.2 | Aircraft Oil                    | 0                        | 0                    | 0                      | 0                  | 0                      | 0                     |
| 5147   | Aircraft Rentals                | 3,142                    | 1,382                | 1,505                  | 136                | 59                     | 60                    |
| 5153   | Other Supplies                  | 0                        | 0                    | 0                      | 0                  | 0                      | 0                     |
| 5155.1 | Insur. Purch. - General         | 28                       | 13                   | 10                     | 3                  | 1                      | 1                     |
| 5157   | Empl. Benefits and Pensions     | 1,134                    | 463                  | 439                    | 167                | 40                     | 25                    |
| 5158   | Injuries, Loss and Damage       | 10                       | 0                    | 0                      | 0                  | 10                     | 0                     |
| 5168   | Taxes-Payroll                   | 161                      | 64                   | 69                     | 19                 | 8                      | 1                     |
| 5169   | Taxes-Other Than Payroll        | 363                      | 159                  | 137                    | 40                 | 16                     | 11                    |
| 5171   | Other Expense                   | 2                        | 1                    | 1                      | 0                  | 0                      | 0                     |
| 5199   | Total Flying Operations         | 13,827                   | 5,953                | 5,672                  | 1,188              | 580                    | 434                   |
|        | DIRECT MAINTENANCE-FLIGHT EQUIP |                          |                      |                        |                    |                        |                       |
| 5225.1 | Maint Airf. Labor               | 190                      | 12                   | 158                    | 14                 | 7                      | -1                    |
| 5225.2 | Maint Eng. Labor                | 3                        | 1                    | 2                      | 0                  | 0                      | 0                     |
| 5243.1 | Maint Airf. Outside Rep.        | 398                      | 98                   | 223                    | 53                 | 22                     | 2                     |
| 5243.2 | Maint Eng. Outside Rep.         | 1,077                    | 472                  | 447                    | 134                | 20                     | 4                     |
| 5243.7 | Maint AC Interch. Chrgs-O/S     | 0                        | 0                    | 0                      | 0                  | 0                      | 0                     |
| 5246.1 | Maint Materials - Airframe      | 557                      | 242                  | 278                    | 28                 | 0                      | 9                     |
| 5246.2 | Maint Materials - Engines       | 34                       | 17                   | 9                      | 5                  | 0                      | 3                     |
| 5272.1 | Maint Airfrm Airworth. Provs.   | 0                        | 0                    | 0                      | 0                  | 0                      | 0                     |
| 5272.3 | Maint Airfrm O/H Deferred       | 0                        | 0                    | 0                      | 0                  | 0                      | 0                     |
| 5272.6 | Maint AC Eng. Airworth. Prov    | 0                        | 0                    | 0                      | 0                  | 0                      | 0                     |
| 5272.8 | Maint AC Eng. O/H Def. (cr.)    | 0                        | 0                    | 0                      | 0                  | 0                      | 0                     |
| 5278   | Total Dir Maint-Flt.Eqpt        | 2,259                    | 842                  | 1,117                  | 234                | 49                     | 17                    |
| 5279.6 | APPL. MAINT BURDEN FLT. EQ.     | 934                      | 59                   | 776                    | 68                 | 34                     | -3                    |
| 5299   | Total Flt. Eq. Maint. (Memo)    | 3,193                    | 901                  | 1,893                  | 302                | 83                     | 14                    |
| 7073.9 | NET OBSL & DETER.- EXP. PARTS   | 36                       | 11                   | 6                      | 12                 | 6                      | 1                     |
|        | DEPRECIATION - FLIGHT EQUIPMENT |                          |                      |                        |                    |                        |                       |
| 7075.1 | Depr. Airframes                 | 377                      | 175                  | 50                     | 106                | 20                     | 26                    |
| 7075.2 | Depr. Aircraft Engines          | 155                      | 69                   | 35                     | 38                 | 9                      | 4                     |
| 7075.3 | Depr. Airframe Parts            | 62                       | 20                   | 15                     | 19                 | 7                      | 1                     |
| 7075.4 | Depr. Engine Parts              | 8                        | 1                    | 1                      | 5                  | 1                      | 0                     |
| 7075.5 | Depr. Other Flt Eqp.            | 18                       | 3                    | 10                     | 5                  | 0                      | 0                     |
| 7076.1 | Amort. Cap. Leases Flt.Eqpt.    | 0                        | 0                    | 0                      | 0                  | 0                      | 0                     |
|        | EXPENSE OF INTERCHANGE AIRCRAFT |                          |                      |                        |                    |                        |                       |
| 7098.1 | Exp. of Interch. AC- Flt. Ops   | 0                        | 0                    | 0                      | 0                  | 0                      | 0                     |
| 7098.2 | Exp. of Interch. AC- Maint.     | 0                        | 0                    | 0                      | 0                  | 0                      | 0                     |
| 7098.9 | Total Aircraft Operating Expens | 17,676                   | 7,133                | 7,682                  | 1,675              | 706                    | 480                   |
|        | OTHER DEPRECIATION & AMORTIZATI |                          |                      |                        |                    |                        |                       |
| 7074.1 | Amortization Developmental &Pre | 0                        |                      |                        |                    |                        |                       |
| 7074.2 | Amortization Other Intangibles  | 220                      |                      |                        |                    |                        |                       |
| 7075.8 | Depreciation Hangar & Maint. Eq | 15                       |                      |                        |                    |                        |                       |
| 7075.9 | Depreciation Ground Property    | 114                      |                      |                        |                    |                        |                       |
| 7076.2 | Amort. Capital Leases Other     | 0                        |                      |                        |                    |                        |                       |

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

Air Carrier:

(000's)

| ACCT # | DESCRIPTION                     | Operation: System<br>Total Eqp<br>Code 9999 | FOKR 100<br>Code 6031 | USS<br>B-737-4<br>Code 6171 | B-737-3/7<br>Code 6191 | B-737-1/2<br>Code 6201 | B-757<br>Code 6221 | B-767-2/E<br>Code 6251 | DC-9-30<br>Code 6401 |
|--------|---------------------------------|---|-----------------------|-----------------------------|------------------------|------------------------|--------------------|------------------------|----------------------|
|        | FLYING OPERATIONS               |   |                       |                             |                        |                        |                    |                        |                      |
| 5123   | Pilots and Copilots             | 167,778                                     | 12,394                | 18,869                      | 23,801                 | 19,231                 | 20,315             | 17,859                 | 9,078                |
| 5124   | Other Flight Personnel          | 0   | 0                     | 0                           | 0                      | 0                      | 0                  | 0                      | 0                    |
| 5128.1 | Trainees and Instructors        | 31,410                                      | 1,990                 | 3,613                       | 6,514                  | 1,646                  | -401               | 2,628                  | 2,280                |
| 5136   | Personnel Expenses              | 13,427                                      | 1,216                 | 1,694                       | 2,666                  | 1,632                  | 1,611              | 959                    | 856                  |
| 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                   | 305,507                                     | 17,929                | 37,416                      | 50,618                 | 40,373                 | 38,664             | 21,657                 | 18,311               |
| 5145.2 | Aircraft Oil                    | 0   | 0                     | 0                           | 0                      | 0                      | 0                  | 0                      | 0                    |
| 5147   | Aircraft Rentals                | 115,194                                     | 2,544                 | 24,688                      | 41,033                 | 808                    | 10,280             | 6,056                  | 1,188                |
| 5153   | Other Supplies                  | 0   | 0                     | 0                           | 0                      | 0                      | 0                  | 0                      | 0                    |
| 5155.1 | Insur. Purch. - General         | 1,480                                       | 106                   | 233                         | 282                    | 74                     | 252                | 126                    | 25                   |
| 5157   | Empl. Benefits and Pensions     | 72,966                                      | 5,488                 | 8,264                       | 11,983                 | 8,609                  | 12,640             | 4,146                  | 4,425                |
| 5158   | Injuries, Loss and Damage       | 1,002                                       | 0                     | 0                           | 0                      | 0                      | 0                  | 1,000                  | 0                    |
| 5168   | Taxes-Payroll                   | 9,523                                       | 790                   | 1,139                       | 1,886                  | 1,359                  | 1,405              | 790                    | 921                  |
| 5169   | Taxes-Other Than Payroll        | 23,219                                      | 1,374                 | 2,837                       | 3,749                  | 3,064                  | 3,057              | 1,620                  | 1,462                |
| 5171   | Other Expense                   | 94  | 6                     | 13                          | 18                     | 10                     | 11                 | 7                      | 5                    |
| 5199   | Total Flying Operations         | 741,600                                     | 43,837                | 98,766                      | 142,550                | 76,806                 | 87,834             | 56,848                 | 38,551               |
|        | DIRECT MAINTENANCE-FLIGHT EQUIP |   |                       |                             |                        |                        |                    |                        |                      |
| 5225.1 | Maint Airfr. Labor              | 14,875                                      | 2,609                 | 209                         | 4,304                  | 3,338                  | 1,049              | 723                    | 1,454                |
| 5225.2 | Maint Eng. Labor                | 4,404                                       | 60                    | 9                           | 46                     | 1,085                  | 8                  | 1                      | 1,802                |
| 5243.1 | Maint Airfr. Outside Rep.       | 23,889                                      | 4,669                 | 1,750                       | 6,090                  | 2,044                  | 4,003              | 2,297                  | 829                  |
| 5243.2 | Maint Eng. Outside Rep.         | 41,383                                      | 4,621                 | 8,429                       | 12,187                 | 1,486                  | 10,174             | 2,098                  | 228                  |
| 5243.7 | Maint AC Interch. Chrgs-O/S     | 0   | 0                     | 0                           | 0                      | 0                      | 0                  | 0                      | 0                    |
| 5246.1 | Maint Materials - Airframe      | 31,079                                      | 3,455                 | 4,325                       | 7,573                  | 5,643                  | 2,094              | -47                    | 1,801                |
| 5246.2 | Maint Materials - Engines       | 5,656                                       | 570                   | 310                         | 247                    | 1,143                  | 387                | 36                     | 545                  |
| 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        | 121,286                                     | 15,984                | 15,032                      | 30,447                 | 14,739                 | 17,715             | 5,108                  | 6,659                |
| 5279.6 | APPL. MAINT BURDEN FLT. EQ.     | 92,990                                      | 12,977                | 1,060                       | 21,150                 | 21,506                 | 5,141              | 3,520                  | 15,845               |
| 5299   | Total Flt. Eq. Maint. (Memo)    | 214,276                                     | 28,961                | 16,092                      | 51,597                 | 36,245                 | 22,856             | 8,628                  | 22,504               |
| 7073.9 | NET OBSL & DETER.- EXP. PARTS   | 4,686                                       | 881                   | 196                         | 165                    | 282                    | 882                | 648                    | 166                  |
|        | DEPRECIATION - FLIGHT EQUIPMENT |   |                       |                             |                        |                        |                    |                        |                      |
| 7075.1 | Depr. Airframes                 | 40,086                                      | 4,679                 | 3,121                       | 1,364                  | 6,351                  | 8,043              | 2,068                  | 4,997                |
| 7075.2 | Depr. Aircraft Engines          | 12,639                                      | 1,908                 | 1,224                       | 942                    | 2,047                  | 2,856              | 909                    | 275                  |
| 7075.3 | Depr. Airframe Parts            | 6,241                                       | 1,456                 | 352                         | 421                    | 390                    | 1,412              | 738                    | 298                  |
| 7075.4 | Depr. Engine Parts              | 917   | 185                   | 18                          | 28                     | 25                     | 345                | 121                    | 47                   |
| 7075.5 | Depr. Other Flt Eqp.            | 1,049                                       | 3                     | 60                          | 270                    | 79                     | 347                | 17                     | 58                   |
| 7076.1 | Amort. Cap. Leases Flt.Eqpt.    | 965   | 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 | 1,022,459                                   | 81,910                | 119,829                     | 197,337                | 122,225                | 124,575            | 69,977                 | 66,896               |
|        | OTHER DEPRECIATION & AMORTIZATI |   |                       |                             |                        |                        |                    |                        |                      |
| 7074.1 | Amortization Developmental &Pre | 0   |                       |                             |                        |                        |                    |                        |                      |
| 7074.2 | Amortization Other Intangibles  | 17,100                                      |                       |                             |                        |                        |                    |                        |                      |
| 7075.8 | Depreciation Hangar & Maint. Eq | 1,155                                       |                       |                             |                        |                        |                    |                        |                      |
| 7075.9 | Depreciation Ground Property    | 8,861                                       |                       |                             |                        |                        |                    |                        |                      |
| 7076.2 | Amort. Capital Leases Other     | 29  |                       |                             |                        |                        |                    |                        |                      |

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

Air Carrier:

(000's)

| ACCT # | DESCRIPTION                     | Operation: System<br>MD-80<br>Code 6551 | A320-1/2<br>Code 6941 | USS<br>A330<br>Code 6961 | A319<br>Code 6981 | B-727-2<br>Code 7151 | BAE-146-2<br>Code 8671 |
|--------|---------------------------------|---|-----------------------|--------------------------|-------------------|----------------------|------------------------|
|        | FLYING OPERATIONS               |   |                       |                          |                   |                      |                        |
| 5123   | Pilots and Copilots             | 10,896                                  | 6,106                 | 4,935                    | 22,378            | 1,916                | 0                      |
| 5124   | Other Flight Personnel          | 0                                       | 0                     | 0                        | 0                 | 0                    | 0                      |
| 5128.1 | Trainees and Instructors        | 1,631                                   | 5,217                 | 4,453                    | 1,652             | 187                  | 0                      |
| 5136   | Personnel Expenses              | 916                                     | 385                   | 92                       | 1,396             | 4                    | 0                      |
| 5141   | Prof. & Tech. Fees & Exp.       | 0                                       | 0                     | 0                        | 0                 | 0                    | 0                      |
| 5143.7 | Aircraft Interch. -Outside      | 0                                       | 0                     | 0                        | 0                 | 0                    | 0                      |
| 5145.1 | Aircraft Fuel                   | 22,710                                  | 12,262                | 12,970                   | 31,312            | 1,285                | 0                      |
| 5145.2 | Aircraft Oil                    | 0                                       | 0                     | 0                        | 0                 | 0                    | 0                      |
| 5147   | Aircraft Rentals                | 7,023                                   | 5,148                 | 0                        | 16,426            | 0                    | 0                      |
| 5153   | Other Supplies                  | 0                                       | 0                     | 0                        | 0                 | 0                    | 0                      |
| 5155.1 | Insur. Purch. - General         | 45                                      | 62                    | 75                       | 200               | 0                    | 0                      |
| 5157   | Empl. Benefits and Pensions     | 4,764                                   | 2,175                 | 1,291                    | 8,859             | 322                  | 0                      |
| 5158   | Injuries, Loss and Damage       | 0                                       | 0                     | 2                        | 439               | 2                    | 0                      |
| 5168   | Taxes-Payroll                   | 702                                     | 88                    | 2                        | 2,348             | 96                   | 0                      |
| 5169   | Taxes-Other Than Payroll        | 1,723                                   | 918                   | 971                      | 1                 | 1                    | 0                      |
| 5171   | Other Expense                   | 7                                       | 4                     | 1                        | 11                | 1                    | 0                      |
| 5199   | Total Flying Operations         | 50,417                                  | 32,365                | 24,792                   | 85,021            | 3,813                | 0                      |
|        | DIRECT MAINTENANCE-FLIGHT EQUIP |   |                       |                          |                   |                      |                        |
| 5225.1 | Maint Airf. Labor               | 1,387                                   | -52                   | 0                        | -148              | 2                    | 0                      |
| 5225.2 | Maint Eng. Labor                | 1,393                                   | 0                     | 0                        | 0                 | 0                    | 0                      |
| 5243.1 | Maint Airf. Outside Rep.        | 1,312                                   | 201                   | 113                      | 404               | 177                  | 0                      |
| 5243.2 | Maint Eng. Outside Rep.         | 1,097                                   | 370                   | 107                      | 420               | 166                  | 0                      |
| 5243.7 | Maint AC Interch. Chrgs-O/S     | 0                                       | 0                     | 0                        | 0                 | 0                    | 0                      |
| 5246.1 | Maint Materials - Airframe      | 3,826                                   | 793                   | 571                      | 1,045             | 0                    | 0                      |
| 5246.2 | Maint Materials - Engines       | 2,075                                   | 234                   | -27                      | 136               | 0                    | 0                      |
| 5272.1 | Maint Airfrm Airworth. Provs.   | 0                                       | 0                     | 0                        | 0                 | 0                    | 0                      |
| 5272.3 | Maint Airfrm O/H Deferred       | 0                                       | 0                     | 0                        | 0                 | 0                    | 0                      |
| 5272.6 | Maint AC Eng. Airworth. Prov    | 0                                       | 0                     | 0                        | 0                 | 0                    | 0                      |
| 5272.8 | Maint AC Eng. O/H Def. (cr.)    | 0                                       | 0                     | 0                        | 0                 | 0                    | 0                      |
| 5278   | Total Dir Maint-Flt.Eqpt        | 11,090                                  | 1,546                 | 764                      | 1,857             | 345                  | 0                      |
| 5279.6 | APPL. MAINT BURDEN FLT. EQ.     | 13,517                                  | -253                  | 0                        | -720              | 9                    | -762                   |
| 5299   | Total Flt. Eq. Maint. (Memo)    | 24,607                                  | 1,293                 | 764                      | 1,137             | 354                  | -762                   |
| 7073.9 | NET OBSL & DETER.- EXP. PARTS   | 776                                     | 46                    | 77                       | 40                | 527                  | 0                      |
|        | DEPRECIATION - FLIGHT EQUIPMENT |   |                       |                          |                   |                      |                        |
| 7075.1 | Depr. Airframes                 | 2,522                                   | 2,193                 | 2,599                    | 2,069             | 80                   | 0                      |
| 7075.2 | Depr. Aircraft Engines          | 857                                     | 340                   | 320                      | 750               | 204                  | 7                      |
| 7075.3 | Depr. Airframe Parts            | 501                                     | 54                    | 214                      | 178               | 227                  | 0                      |
| 7075.4 | Depr. Engine Parts              | 42                                      | 22                    | 28                       | 56                | 0                    | 0                      |
| 7075.5 | Depr. Other Flt Eqpt.           | 215                                     | 0                     | 0                        | 0                 | 0                    | 0                      |
| 7076.1 | Amort. Cap. Leases Flt.Eqpt.    | 965                                     | 0                     | 0                        | 0                 | 0                    | 0                      |
|        | EXPENSE OF INTERCHANGE AIRCRAFT |   |                       |                          |                   |                      |                        |
| 7098.1 | Exp. of Interch. AC- Flt. Ops   | 0                                       | 0                     | 0                        | 0                 | 0                    | 0                      |
| 7098.2 | Exp. of Interch. AC- Maint.     | 0                                       | 0                     | 0                        | 0                 | 0                    | 0                      |
| 7098.9 | Total Aircraft Operating Expens | 80,902                                  | 36,313                | 28,794                   | 89,251            | 5,205                | -755                   |
|        | 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: September 30, 2000  
Schedule P-6

Air Carrier:  
Operation : Domestic USD  
(000's)  
AMOUNT

| LINE#   | DESCRIPTION                     | AMOUNT    |
|---------|---------------------------------|-----------|
|         | SALARIES & REL. FRINGE BENEFIT  |           |
|         | SALARIES:                       |           |
| Line 3  | General Mgmt. Per.              | 2,870     |
| Line 4  | Flight Personnel                | 217,994   |
| Line 5  | Maintenance Labor               | 72,839    |
| Line 6  | Aircr. & Traffic Hndl. Per.     | 200,740   |
| Line 7  | Other Personnel                 | 90,761    |
| Line 8  | Total Salaries                  | 585,204   |
|         | RELATED FRINGE BENEFITS         |           |
| Line 10 | Personnel Expense               | 41,483    |
| Line 11 | Empl. Benefits & Pensions       | 152,626   |
| Line 12 | Payroll Taxes                   | 41,509    |
| Line 13 | Total Fringe Benefits           | 235,618   |
| Line 14 | Total Salaries & Benefits       | 820,822   |
|         | MATERIALS PURCHASED             |           |
| Line 16 | Aircraft Fuel & Oil             | 267,150   |
| Line 17 | Maintenance Materials           | 46,577    |
| Line 18 | Passenger Food                  | 43,478    |
| Line 19 | Other Materials                 | 11,262    |
| Line 20 | Total Materials                 | 368,467   |
|         | SERVICES PURCHASED              |           |
| Line 22 | Advertising & Other Promotion   | 19,039    |
| Line 23 | Communications                  | 68,760    |
| Line 24 | Insurance                       | 6,348     |
| Line 25 | Outside Flight Eqpt. Maint.     | 59,735    |
| Line 26 | Traffic Commissions - Passenger | 75,440    |
| Line 27 | Traffic Commissions - Cargo     | 459       |
| Line 28 | Other Services                  | 151,278   |
| Line 29 | Total Services                  | 381,059   |
| Line 30 | LANDING FEES                    | 35,581    |
| Line 31 | RENTALS                         | 176,848   |
| Line 32 | DEPRECIATION                    | 63,442    |
| Line 33 | AMORTIZATION                    | 21,492    |
| Line 34 | OTHER                           | 62,160    |
| Line 35 | TRANSPORT RELATED EXPENSES      | 234,296   |
| Line 36 | TOTAL OPERATING EXPENSES        | 2,164,167 |

# OPERATING EXPENSES BY OBJECTIVE GROUPING

Quarter Ended: September 30, 2000  
Schedule P-6

Air Carrier:  
Operation : Atlantic USA  
(000's)  
AMOUNT

| LINE#   | DESCRIPTION                     |         |
|---------|---------------------------------|---------|
|         | SALARIES & REL. FRINGE BENEFIT  |         |
|         | SALARIES:                       |         |
| Line 3  | General Mgmt. Per.              | 68      |
| Line 4  | Flight Personnel                | 34,305  |
| Line 5  | Maintenance Labor               | 3,874   |
| Line 6  | Aircr. & Traffic Hndl. Per.     | 4,957   |
| Line 7  | Other Personnel                 | 9,491   |
| Line 8  | Total Salaries                  | 52,695  |
|         | RELATED FRINGE BENEFITS         |         |
| Line 10 | Personnel Expense               | 4,978   |
| Line 11 | Empl. Benefits & Pensions       | 11,461  |
| Line 12 | Payroll Taxes                   | 2,786   |
| Line 13 | Total Fringe Benefits           | 19,225  |
| Line 14 | Total Salaries & Benefits       | 71,920  |
|         | MATERIALS PURCHASED             |         |
| Line 16 | Aircraft Fuel & Oil             | 32,560  |
| Line 17 | Maintenance Materials           | 1,186   |
| Line 18 | Passenger Food                  | 7,618   |
| Line 19 | Other Materials                 | 407     |
| Line 20 | Total Materials                 | 41,771  |
|         | SERVICES PURCHASED              |         |
| Line 22 | Advertising & Other Promotion   | 1,153   |
| Line 23 | Communications                  | 1,624   |
| Line 24 | Insurance                       | 894     |
| Line 25 | Outside Flight Eqpt. Maint.     | 4,062   |
| Line 26 | Traffic Commissions - Passenger | 6,542   |
| Line 27 | Traffic Commissions - Cargo     | 40      |
| Line 28 | Other Services                  | 17,346  |
| Line 29 | Total Services                  | 31,661  |
| Line 30 | LANDING FEES                    | 1,309   |
| Line 31 | RENTALS                         | 7,207   |
| Line 32 | DEPRECIATION                    | 6,757   |
| Line 33 | AMORTIZATION                    | 1,032   |
| Line 34 | OTHER                           | 5,738   |
| Line 35 | TRANSPORT RELATED EXPENSES      | 0       |
| Line 36 | TOTAL OPERATING EXPENSES        | 167,395 |

# OPERATING EXPENSES BY OBJECTIVE GROUPING

Quarter Ended: September 30, 2000  
Schedule P-6

Air Carrier:  
Operation : Latin USL

(000's)  
AMOUNT

| LINE#   | DESCRIPTION                     |        |
|---------|---------------------------------|--------|
|         | SALARIES & REL. FRINGE BENEFIT  |        |
|         | SALARIES:                       |        |
| Line 3  | General Mgmt. Per.              | 38     |
| Line 4  | Flight Personnel                | 4,039  |
| Line 5  | Maintenance Labor               | 1,163  |
| Line 6  | Aircr. & Traffic Hndl. Per.     | 2,723  |
| Line 7  | Other Personnel                 | 1,540  |
| Line 8  | Total Salaries                  | 9,503  |
|         | RELATED FRINGE BENEFITS         |        |
| Line 10 | Personnel Expense               | 803    |
| Line 11 | Empl. Benefits & Pensions       | 2,585  |
| Line 12 | Payroll Taxes                   | 700    |
| Line 13 | Total Fringe Benefits           | 4,088  |
| Line 14 | Total Salaries & Benefits       | 13,591 |
|         | MATERIALS PURCHASED             |        |
| Line 16 | Aircraft Fuel & Oil             | 5,797  |
| Line 17 | Maintenance Materials           | 786    |
| Line 18 | Passenger Food                  | 939    |
| Line 19 | Other Materials                 | 168    |
| Line 20 | Total Materials                 | 7,690  |
|         | SERVICES PURCHASED              |        |
| Line 22 | Advertising & Other Promotion   | 293    |
| Line 23 | Communications                  | 920    |
| Line 24 | Insurance                       | 128    |
| Line 25 | Outside Flight Eqpt. Maint.     | 1,475  |
| Line 26 | Traffic Commissions - Passenger | 1,201  |
| Line 27 | Traffic Commissions - Cargo     | 7      |
| Line 28 | Other Services                  | 2,383  |
| Line 29 | Total Services                  | 6,407  |
| Line 30 | LANDING FEES                    | 482    |
| Line 31 | RENTALS                         | 4,112  |
| Line 32 | DEPRECIATION                    | 749    |
| Line 33 | AMORTIZATION                    | 256    |
| Line 34 | OTHER                           | 1,021  |
| Line 35 | TRANSPORT RELATED EXPENSES      | 0      |
| Line 36 | TOTAL OPERATING EXPENSES        | 34,308 |



# OPERATING EXPENSES BY OBJECTIVE GROUPING

Quarter Ended: September 30, 2000  
Schedule P-6

Air Carrier:  
Operation : System USS (000's)  
AMOUNT

| LINE#   | DESCRIPTION                     | AMOUNT    |
|---------|---------------------------------|-----------|
|         | SALARIES & REL. FRINGE BENEFIT  |           |
|         | SALARIES:                       |           |
| Line 3  | General Mgmt. Per.              | 2,976     |
| Line 4  | Flight Personnel                | 256,338   |
| Line 5  | Maintenance Labor               | 77,876    |
| Line 6  | Aircr. & Traffic Hndl. Per.     | 208,420   |
| Line 7  | Other Personnel                 | 101,792   |
| Line 8  | Total Salaries                  | 647,402   |
|         | RELATED FRINGE BENEFITS         |           |
| Line 10 | Personnel Expense               | 47,264    |
| Line 11 | Empl. Benefits & Pensions       | 166,672   |
| Line 12 | Payroll Taxes                   | 44,995    |
| Line 13 | Total Fringe Benefits           | 258,931   |
| Line 14 | Total Salaries & Benefits       | 906,333   |
|         | MATERIALS PURCHASED             |           |
| Line 16 | Aircraft Fuel & Oil             | 305,507   |
| Line 17 | Maintenance Materials           | 48,549    |
| Line 18 | Passenger Food                  | 52,035    |
| Line 19 | Other Materials                 | 11,837    |
| Line 20 | Total Materials                 | 417,928   |
|         | SERVICES PURCHASED              |           |
| Line 22 | Advertising & Other Promotion   | 20,485    |
| Line 23 | Communications                  | 71,304    |
| Line 24 | Insurance                       | 7,370     |
| Line 25 | Outside Flight Eqpt. Maint.     | 65,272    |
| Line 26 | Traffic Commissions - Passenger | 83,183    |
| Line 27 | Traffic Commissions - Cargo     | 506       |
| Line 28 | Other Services                  | 171,007   |
| Line 29 | Total Services                  | 419,127   |
| Line 30 | LANDING FEES                    | 37,372    |
| Line 31 | RENTALS                         | 188,167   |
| Line 32 | DEPRECIATION                    | 70,948    |
| Line 33 | AMORTIZATION                    | 22,780    |
| Line 34 | OTHER                           | 68,919    |
| Line 35 | TRANSPORT RELATED EXPENSES      | 234,296   |
| Line 36 | TOTAL OPERATING EXPENSES        | 2,365,870 |

# OPERATING EXPENSES BY FUNCTIONAL GROUPING

Quarter Ended: September 30, 2000  
Schedule P-7

Air Carrier:  
Operation : Domestic USD  
(000's)  
AMOUNT

| LINE#   | DESCRIPTION   | AMOUNT    |
|---------|---|-----------|
| Line 2  | AIRCRAFT OPER. EXPENSES (DIRECT)<br>Aircraft Operating Expenses | 913,105   |
|         | SERV., SALES & GEN.OP.(INDIRECT)<br>PASSENGER SERVICE EXPENSE:  |           |
| Line 5  | Flight Attendant Expense  | 126,012   |
| Line 6  | Food Expense  | 43,478    |
| Line 7  | Other In-Flight Expense   | 14,665    |
| Line 8  | Total Passenger Service Exp.                                    | 184,155   |
|         | PASSENGER SERVICING EXPENSE:                                    |           |
| Line 10 | Line Servicing Expense  | 140,076   |
| Line 11 | Control Expense   | 4,280     |
| Line 12 | Landing Fees  | 35,581    |
| Line 13 | Total Aircraft Servicing Exp.                                   | 179,937   |
|         | TRAFFIC SERVICING EXPENSE:                                      |           |
| Line 15 | Directly Assignable- Psgr.                                      | 92,571    |
| Line 16 | Directly Assignable- Cargo                                      | 100,285   |
| Line 17 | Not Directly Assignable   | 0         |
| Line 18 | Total Traffic Servicing Exp.                                    | 192,856   |
|         | RESERVATIONS AND SALES EXPENSE:                                 |           |
| Line 20 | Directly Assignable- Psgr.                                      | 242,930   |
| Line 21 | Directly Assignable- Cargo                                      | 471       |
| Line 22 | Not Directly Assignable   | 0         |
| Line 23 | Total Reservat. & Sales Exp.                                    | 243,401   |
|         | ADVERTISING & PUBLICITY EXPENSE:                                |           |
| Line 25 | Directly Assignable- Psgr.                                      | 9,903     |
| Line 26 | Directly Assignable- Cargo                                      | 207       |
| Line 27 | Not Directly Assignable   | 0         |
| Line 28 | Total Advertising & Prom. Exp                                   | 10,110    |
| Line 29 | GENERAL & ADMINISTRATIVE EXPENSE                                | 129,257   |
|         | MAINT. & DEPREC. -GROUND PROP.&EQ.                              |           |
| Line 31 | Maintenance Ground Prop.&Eqpt.                                  | 50,870    |
| Line 32 | Depreciation Ground Prop.&Eqpt                                  | 8,546     |
| Line 33 | Total Maint.&Depr.- Ground P&E                                  | 59,416    |
| Line 34 | DEPR. EXPENSE - MAINTENANCE EQ.                                 | 1,114     |
| Line 35 | AMORT. (OTHER THAN FLIGHT EQ.)                                  | 16,520    |
| Line 36 | TOTAL SVCING,SALES & GEN.OP.EXP.                                | 1,016,766 |
| Line 37 | TRANSPORT RELATED EXPENSES                                      | 234,296   |
| Line 38 | TOTAL OPERATING EXPENSES  | 2,164,167 |

# OPERATING EXPENSES BY FUNCTIONAL GROUPING

Quarter Ended: September 30, 2000  
Schedule P-7

Air Carrier:  
Operation : Atlantic USA  
(000's)  
AMOUNT

| LINE#   | DESCRIPTION   | AMOUNT  |
|---------|---|---------|
| Line 2  | AIRCRAFT OPER. EXPENSES (DIRECT)<br>Aircraft Operating Expenses | 91,678  |
|         | SERV., SALES & GEN.OP.(INDIRECT)                                |         |
|         | PASSENGER SERVICE EXPENSE:                                      |         |
| Line 5  | Flight Attendant Expense  | 22,078  |
| Line 6  | Food Expense  | 7,618   |
| Line 7  | Other In-Flight Expense   | 2,570   |
| Line 8  | Total Passenger Service Exp.                                    | 32,266  |
|         | PASSENGER SERVICING EXPENSE:                                    |         |
| Line 10 | Line Servicing Expense  | 10,326  |
| Line 11 | Control Expense   | 314     |
| Line 12 | Landing Fees  | 1,309   |
| Line 13 | Total Aircraft Servicing Exp.                                   | 11,949  |
|         | TRAFFIC SERVICING EXPENSE:                                      |         |
| Line 15 | Directly Assignable- Psgr.                                      | 3,667   |
| Line 16 | Directly Assignable- Cargo                                      | 3,973   |
| Line 17 | Not Directly Assignable   | 0       |
| Line 18 | Total Traffic Servicing Exp.                                    | 7,640   |
|         | RESERVATIONS AND SALES EXPENSE:                                 |         |
| Line 20 | Directly Assignable- Psgr.                                      | 14,323  |
| Line 21 | Directly Assignable- Cargo                                      | 28      |
| Line 22 | Not Directly Assignable   | 0       |
| Line 23 | Total Reservat. & Sales Exp.                                    | 14,351  |
|         | ADVERTISING & PUBLICITY EXPENSE:                                |         |
| Line 25 | Directly Assignable- Psgr.                                      | 584     |
| Line 26 | Directly Assignable- Cargo                                      | 12      |
| Line 27 | Not Directly Assignable   | 0       |
| Line 28 | Total Advertising & Prom. Exp                                   | 596     |
| Line 29 | GENERAL & ADMINISTRATIVE EXPENSE                                | 3,042   |
|         | MAINT. & DEPREC. -GROUND PROP.&EQ.                              |         |
| Line 31 | Maintenance Ground Prop.&Eqpt.                                  | 5,257   |
| Line 32 | Depreciation Ground Prop.&Eqpt                                  | 201     |
| Line 33 | Total Maint.&Depr.- Ground P&E                                  | 5,458   |
| Line 34 | DEPR. EXPENSE - MAINTENANCE EQ.                                 | 26      |
| Line 35 | AMORT. (OTHER THAN FLIGHT EQ.)                                  | 389     |
| Line 36 | TOTAL SVCING,SALES & GEN.OP.EXP.                                | 75,717  |
| Line 37 | TRANSPORT RELATED EXPENSES                                      | 0       |
| Line 38 | TOTAL OPERATING EXPENSES  | 167,395 |

# OPERATING EXPENSES BY FUNCTIONAL GROUPING

Quarter Ended: September 30, 2000  
Schedule P-7

Air Carrier:  
Operation : Latin USL

(000's)  
AMOUNT

| LINE#   | DESCRIPTION                        |        |
|---------|------------------------------------|--------|
| Line 2  | AIRCRAFT OPER. EXPENSES (DIRECT)   |        |
|         | Aircraft Operating Expenses        | 17,676 |
|         | SERV., SALES & GEN.OP.(INDIRECT)   |        |
|         | PASSENGER SERVICE EXPENSE:         |        |
| Line 5  | Flight Attendant Expense           | 2,722  |
| Line 6  | Food Expense                       | 939    |
| Line 7  | Other In-Flight Expense            | 317    |
| Line 8  | Total Passenger Service Exp.       | 3,978  |
|         | PASSENGER SERVICING EXPENSE:       |        |
| Line 10 | Line Servicing Expense             | 1,964  |
| Line 11 | Control Expense                    | 60     |
| Line 12 | Landing Fees                       | 482    |
| Line 13 | Total Aircraft Servicing Exp.      | 2,506  |
|         | TRAFFIC SERVICING EXPENSE:         |        |
| Line 15 | Directly Assignable- Psgr.         | 1,257  |
| Line 16 | Directly Assignable- Cargo         | 1,361  |
| Line 17 | Not Directly Assignable            | 0      |
| Line 18 | Total Traffic Servicing Exp.       | 2,618  |
|         | RESERVATIONS AND SALES EXPENSE:    |        |
| Line 20 | Directly Assignable- Psgr.         | 3,732  |
| Line 21 | Directly Assignable- Cargo         | 7      |
| Line 22 | Not Directly Assignable            | 0      |
| Line 23 | Total Reservat. & Sales Exp.       | 3,739  |
|         | ADVERTISING & PUBLICITY EXPENSE:   |        |
| Line 25 | Directly Assignable- Psgr.         | 153    |
| Line 26 | Directly Assignable- Cargo         | 3      |
| Line 27 | Not Directly Assignable            | 0      |
| Line 28 | Total Advertising & Prom. Exp      | 156    |
| Line 29 | GENERAL & ADMINISTRATIVE EXPENSE   | 1,727  |
|         | MAINT. & DEPREC. -GROUND PROP.&EQ. |        |
| Line 31 | Maintenance Ground Prop.&Eqpt.     | 1,559  |
| Line 32 | Depreciation Ground Prop.&Eqpt     | 114    |
| Line 33 | Total Maint.&Depr.- Ground P&E     | 1,673  |
| Line 34 | DEPR. EXPENSE - MAINTENANCE EQ.    | 15     |
| Line 35 | AMORT. (OTHER THAN FLIGHT EQ.)     | 220    |
| Line 36 | TOTAL SVCING,SALES & GEN.OP.EXP.   | 16,632 |
| Line 37 | TRANSPORT RELATED EXPENSES         | 0      |
| Line 38 | TOTAL OPERATING EXPENSES           | 34,308 |

# OPERATING EXPENSES BY FUNCTIONAL GROUPING

Quarter Ended: September 30, 2000  
Schedule P-7

Air Carrier:  
Operation : System USS

(000's)  
AMOUNT

| LINE#   | DESCRIPTION   |           |
|---------|---|-----------|
| Line 2  | AIRCRAFT OPER. EXPENSES (DIRECT)<br>Aircraft Operating Expenses | 1,022,459 |
|         | SERV., SALES & GEN.OP.(INDIRECT)                                |           |
|         | PASSENGER SERVICE EXPENSE:                                      |           |
| Line 5  | Flight Attendant Expense  | 150,812   |
| Line 6  | Food Expense  | 52,035    |
| Line 7  | Other In-Flight Expense   | 17,552    |
| Line 8  | Total Passenger Service Exp.                                    | 220,399   |
|         | PASSENGER SERVICING EXPENSE:                                    |           |
| Line 10 | Line Servicing Expense  | 152,366   |
| Line 11 | Control Expense   | 4,654     |
| Line 12 | Landing Fees  | 37,372    |
| Line 13 | Total Aircraft Servicing Exp.                                   | 194,392   |
|         | TRAFFIC SERVICING EXPENSE:                                      |           |
| Line 15 | Directly Assignable- Psgr.                                      | 97,495    |
| Line 16 | Directly Assignable- Cargo                                      | 105,619   |
| Line 17 | Not Directly Assignable   | 0         |
| Line 18 | Total Traffic Servicing Exp.                                    | 203,114   |
|         | RESERVATIONS AND SALES EXPENSE:                                 |           |
| Line 20 | Directly Assignable- Psgr.                                      | 260,985   |
| Line 21 | Directly Assignable- Cargo                                      | 506       |
| Line 22 | Not Directly Assignable   | 0         |
| Line 23 | Total Reservat. & Sales Exp.                                    | 261,491   |
|         | ADVERTISING & PUBLICITY EXPENSE:                                |           |
| Line 25 | Directly Assignable- Psgr.                                      | 10,640    |
| Line 26 | Directly Assignable- Cargo                                      | 222       |
| Line 27 | Not Directly Assignable   | 0         |
| Line 28 | Total Advertising & Prom. Exp                                   | 10,862    |
| Line 29 | GENERAL & ADMINISTRATIVE EXPENSE                                | 134,026   |
|         | MAINT. & DEPREC. -GROUND PROP.&EQ.                              |           |
| Line 31 | Maintenance Ground Prop.&Eqpt.                                  | 57,686    |
| Line 32 | Depreciation Ground Prop.&Eqpt                                  | 8,861     |
| Line 33 | Total Maint.&Depr.- Ground P&E                                  | 66,547    |
| Line 34 | DEPR. EXPENSE - MAINTENANCE EQ.                                 | 1,155     |
| Line 35 | AMORT. (OTHER THAN FLIGHT EQ.)                                  | 17,129    |
| Line 36 | TOTAL SVCING,SALES & GEN.OP.EXP.                                | 1,109,115 |
| Line 37 | TRANSPORT RELATED EXPENSES                                      | 234,296   |
| Line 38 | TOTAL OPERATING EXPENSES  | 2,365,870 |