

BEFORE THE
DEPARTMENT OF TRANSPORTATION
WASHINGTON, D.C.

DEPT. OF TRANSPORTATION
DOCKETS

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Application of)
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 UNITED PARCEL SERVICE CO.) Docket OST-96-1496
) Docket OST-97-3178
)
 for a temporary waiver of dormancy conditions)
 for U.S.-Thailand All-Cargo Service)
)

APPLICATION OF
UNITED PARCEL SERVICE CO.
FOR TEMPORARY WAIVER OF DORMANCY CONDITIONS

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Date: June 25, 2002

**BEFORE THE
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**APPLICATION OF
UNITED PARCEL SERVICE CO.
FOR TEMPORARY WAIVER OF DORMANCY CONDITIONS**

United Parcel Service Co. ("UPS") hereby applies for a waiver of the 90-day dormancy condition for five (5) of its six (6) allocated weekly all-cargo frequencies between the United States and Thailand. UPS requests the waiver for a period of one year, from June 25, 2002, through June 25, 2003. In support of this Application, UPS respectfully states as follows:

1. By Department Order in 1996, UPS was granted certificate authority to serve the U.S.-Thailand market with six (6) weekly frequencies. *See* Order 96-9-16. As is customary in limited-entry markets such as Thailand, the Department conditioned the grant of authority on continuous use of the frequencies--whereby failure to use a frequency for 90-days would result in the expiration of the authority for such frequency. It is this dormancy condition that UPS now seeks a waiver for 5 of 6 of its allocated frequencies. UPS will continue to operate one frequency in accordance with all Department conditions.

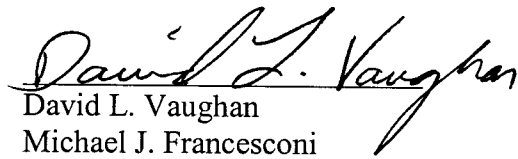
2. UPS opened its intra-Asia hub at the former Clark Air Force Base in the Philippines on April 1, 2002. This new hub required a complete restructuring of UPS' intra-Asia air operations. With the opening of this hub, UPS reduced its own operations to Thailand to one

day per week. UPS is now evaluating the most cost-efficient, optimal routing for its aircraft, including how best to connect Thailand to this network.

3. In further support of this application, UPS notes that there are unused Thailand frequencies available. Currently, five (5) of the twenty-one (21) frequencies are unallocated. Also, in February of this year, Evergreen International Airlines, Inc. ("Evergreen") filed for waiver of the dormancy condition for its U.S.-Thailand authority, and, subsequently, the Department granted Evergreen a one-year waiver. *See* Notice of Action Taken, Docket OST-01-8879, March 22, 2002. UPS seeks the same consideration in this Application.

WHEREFORE, United Parcel Service Co. respectfully requests that the Department of Transportation grant its Application for waiver of the dormancy condition, and to grant such other and further relief as the Department may deem just or necessary.

Respectfully submitted,



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