I have finished my initial review of Boston-Maine's application for amended certificate authority. I have several questions that need to be addressed before I can proceed further. Please respond in writing, to the docket, to each of the following:

1. On page 7 of the application you state that Boston-Maine has a $500,000 line of credit facility from its owners. However, Exhibit BMA-106 and Exhibit BMA-110 indicate that the credit line is for $750,000. Is the difference between number shown on page 7 and number shown in referenced exhibit because Boston-Maine has already drawn down $250,000 of this credit line? Please explain.

2. On page 9 of the application you state that Boston-Maine's most recent balance sheet, as of December 31, 2001, is set forth in Exhibit BMA-104. However, Exhibit BMA-104 indicates that the balance sheet is as of June 30, 2002. Is the June 30 date shown on BMA-104 correct, or should it be December 31, 2001? If this balance sheet is as of December 31, 2001, please so state and provide a balance sheet as of June 30, 2002.

3. The income statements provided (Exhibit-105) cover calendar years 2000 and 2001. Please provide an income statement for the twelve months ended June 30, 2002.

4. Exhibit BMA-103 shows projected pre-operating expenses broken down into two columns, one labeled Total Projected Pre-Operating Expense (column 1), the other labeled Total Pre-Op Remaining Unpaid (column 2). With respect to this forecast, please state whether the expenses shown in column 1, but not in column 2, have already been paid, or whether Boston-Maine merely anticipates that it will have paid these expenses prior to commencement of large aircraft operations.

5. With respect to the line-of-credit that has been provided to Boston-Maine by its parent, PAA, please provide evidence (current balance sheet and independent third-party verification of all liquid assets) supporting PAA's financial ability to honor this commitment.

6. Please accompany Boston-Maine's response to the above with the certification required by Title 18.

Please provide the information requested above within 14 days of the date of this request.

Janet

09/05/2002