

Mesa Air Group, Inc. 1/
Aircraft Operating Expenses - Historical 2/
12-month period ending December 31, 2001
Aircraft type: Beech 1900D

	<u>1Q01</u>	<u>2Q01</u>	<u>3Q01</u>	<u>4Q01</u>	<u>Total</u>	12 Month Average				
						<u>Cost Per Block Hour</u>	<u>Cost Per Flight Hour</u>	<u>Cost Per Departure</u>	<u>Cost Per Available Seat Mile</u>	<u>Cost Per Revenue Seat Mile</u>
Direct Operating Expense										
Flying Operations:										
Flight Crew:										
Wages	3,289,816	2,774,251	2,866,752	2,236,162	11,166,981	\$80.68	\$104.31	\$74.77	\$0.0237	\$0.0601
Other	721,002	822,639	540,424	732,620	2,816,685	\$20.35	\$26.31	\$18.86	\$0.0060	\$0.0152
Insurance - Hull	113,961	60,337	109,106	188,826	472,230	\$3.41	\$4.41	\$3.16	\$0.0010	\$0.0025
Other	376,572	451,556	364,064	505,613	1,697,805	\$12.27	\$15.86	\$11.37	\$0.0036	\$0.0091
Total Flying Operations	4,501,351	4,108,783	3,880,346	3,663,221	16,153,701	\$116.71	\$150.89	\$108.15	\$0.0343	\$0.0869
Fuel and Oil										
Fuel	4,536,828	5,040,771	4,371,033	2,800,588	16,749,220	\$121.01	\$156.46	\$112.14	\$0.0355	\$0.0901
Oil	15,881	16,011	14,652	11,221	57,765	\$0.42	\$0.54	\$0.39	\$0.0001	\$0.0003
Maintenance										
Direct Maintenance	3,660,229	4,988,373	5,665,135	6,472,666	20,786,403	\$150.18	\$194.17	\$139.17	\$0.0441	\$0.1118
Overhaul reserves	22,295,209	0	0	0	22,295,209	\$161.08	\$208.26	\$149.27	\$0.0473	\$0.1199
Maintenance Burden	5,213,930	3,222,305	5,197,942	358,180	13,992,357	\$101.09	\$130.70	\$93.68	\$0.0297	\$0.0753
Total Maintenance	31,169,368	8,210,678	10,863,077	6,830,846	57,073,969	\$412.35	\$533.14	\$382.12	\$0.1211	\$0.3070
Depreciation/Rentals	5,473,952	1,978,080	4,312,768	1,818,695	13,583,495	\$98.14	\$126.89	\$90.94	\$0.0288	\$0.0731
Total Direct Operating Expense	45,697,380	19,354,323	23,441,876	15,124,571	103,618,150	\$748.63	\$967.91	\$693.75	\$0.2199	\$0.5574
Indirect Operating Expense:										
Flight Attendants	0	0	0	769	769	\$0.01	\$0.01	\$0.01	\$0.0000	\$0.0000
Traffic (RPM) Related Expense	3,315,126	3,916,474	3,183,958	2,386,482	12,802,040	\$92.49	\$119.59	\$85.71	\$0.0272	\$0.0689
Marketing	0	0	0	0	0	\$0.00	\$0.00	\$0.00	\$0.0000	\$0.0000
Capacity (departure) related	5,377,652	4,924,819	4,100,568	3,160,398	17,563,437	\$126.89	\$164.06	\$117.59	\$0.0373	\$0.0945
Capacity (ASM) related	183,067	3,805,048	3,640,313	2,244,178	9,872,606	\$71.33	\$92.22	\$66.10	\$0.0210	\$0.0531
Total Indirect Operating Expense	8,875,845	12,646,341	10,924,839	7,791,827	40,238,852	\$290.72	\$375.88	\$269.41	\$0.0854	\$0.2165
Total Operating Expense	54,573,225	32,000,664	34,366,715	22,916,398	143,857,002	\$1,039.35	\$1,343.79	\$963.16	\$0.3053	\$0.7739

Footnotes:

1/ This proposal is made by Mesa Air Group, Inc. (Mesa) on behalf of Air Midwest Airlines, Inc. (Air Midwest). Air Midwest is a wholly-owned subsidiary of Mesa. Flights will be operated by Air Midwest, which operates only Beech 1900D aircraft.

2/ Historical data from Research and Special Programs Administration's Form 298-C, Schedule F-2, "Report of Aircraft Operating Expenses and Related Statistics."