



**Response to Evidence Request
Included as Appendix A To Order 2002-12-11**

1. Proposed schedules are in Exhibit FX-105.
2. Historic schedules, provided as directed in Orders 2002-12-11 and 2003-2-27, are in Exhibit FX-104.
3. FedEx Express' cargo traffic forecast is in Exhibits FX-300-314.
4. As requested, FedEx Express offers the following prioritization: First, as discussed in Mr. Ducker's testimony, FedEx Express has eliminated from its proposal the requests for frequencies to be used at Manila and Singapore. Second, FedEx Express places the highest priority on the immediate allocation of six frequencies for Paris/Charles de Gaulle. Third, FedEx Express requires five frequencies for Seoul/Incheon and three frequencies for Subic Bay. These eight frequencies are the minimum needed to meet immediate capacity constraints and customer demand. Fourth, FedEx Express requires four additional frequencies for Subic Bay so that it can offer true express service between Hong Kong and Subic Bay twice a day.

In response to the Department's question, FedEx Express is prepared to accept the partial grant of its application, as adjusted, so long as it is treated no less favorably than other applicants. FedEx Express will vigorously pursue the allocation of any frequencies it does not obtain here in the case governing the third year's tranche of frequencies.

5. FedEx Express uses no cooperative arrangements or alliances in either U.S.-Hong Kong or fifth-freedom markets. To the extent possible, all services are under the direct control of FedEx Express to better insure quality and reliability. In some small or developing markets, FedEx Express contracts for lift with other carriers on a whole-aircraft charter or interline basis.