

**Kalitta Air, LLC**

Statement of Cash Flows

	Quarter Ended	March 31, 2006
<b>Cash Flows from Operating Activity:</b>		
Net Income		4,470,529
Depreciation and amortization	3,508,833	
Changes in assets & liabilities with provided (used) cash flow:		
Accounts receivable	(15,086,737)	
Expendable parts and supplies	(828,116)	
Deposits, prepaid expensed and other assets	(737,739.00)	
Other investments and receivables	(8,336,906)	
Accounts payable	11,590,515	
Accrued liabilities	(2,050,472)	
Air Traffic Liability	-	
Maintenance Reserves	634,440	
Other Non Current Liabilities		
Total adjustments		<u>(11,306,182)</u>
Net cash provided by operating activities		(6,835,653)
<b>Cash Flows from Investing activities</b>		
Purchase of property and equipment	(5,292,975)	
Sale of assets for resale		
Net cash provided (used) in investing activities		<u>(5,292,975)</u>
<b>Cash Flow from Financing activities</b>		
Net long-term debt borrowings	-	
Member contributions (distributions)	-	
Net cash provided (used) in financing activities		<u>-</u>
Increase (Decrease) in Cash and Cash equivalents		(12,128,628)
Cash and Cash equivalents, beginning of period		61,447,502
Cash and Cash equivalents end of period		<u><u>49,318,874</u></u>
Cash per Balance Sheet		<u><u>49,318,874</u></u>

