

REPORT OF FINANCIAL AND OPERATING
STATISTICS FOR LARGE CERTIFICATED AIR CARRIERS

Period ended SEPTEMBER 30, 20 06

ALASKA AIRLINES


(Full name of reporting company)

CERTIFICATION *

I, the undersigned DIRECTOR OF ACCOUNTING
(Title of officer in charge of accounts)

of the ALASKA AIRLINES
(Full name of reporting company)

do certify that this report and all schedules, ADP-media submissions, Passenger Origin-Destination Survey submissions and supporting documents which are submitted herewith or have been submitted heretofore as parts of this report filed for the above indicated period have been prepared under my direction; that I have carefully examined them and declare that they correctly reflect the accounts and records of the company, and to the best of my knowledge and belief are a complete and accurate statement, after adjustments to reflect full accruals, of the operating revenues and expenses, income items, assets, liabilities, capital, retained earnings, and operating statistics for the periods reported in the several schedules, the Schedule T-100 ADP-media submissions, and the Passenger Origin-Destination Survey; that the various items herein reported were determined in accordance with the Uniform System of Accounts and Reports for Large Certificated Air Carriers prescribed by the Department of Transportation; and that the data contained herein are reported on a basis consistent with that of the preceding report except as specifically noted in the financial and statistical statements.



(Signature)

GEORGE NEWMAN
20833 INTERNATIONAL BLVD
SEATTLE, WA 98198

(Air carrier post office address)

Dated 11/2/06, 20 06

- Title 18 U.S.C. Sec. 1001, Crimes and Criminal Procedure, makes it a criminal offense subject-to a maximum fine of \$10,000 or imprisonment for not more than 5 years, or both, to knowingly and willfully make or cause to be made any false or fraudulent statements or representations in any mater within jurisdiction of any agency of the United States.
- The Confidential Information Protection and Statistical Efficiency Act 2002 (44 USC 3501), requires a statistical agency to clearly identify information it collects for non-statistical purposes. BTS hereby notifies the respondents and the public that TS uses the information it collects under this OMB approval for non-statistical purposes including, publication of both respondent's identity and it's data, submission of the information to agencies outside BTS for review, analysis and possible use in regulatory and other administrative matters.
- Per quarter, it can take each air carrier between 30 and 300 hours to complete the required financial reports and between 1 and 12 hours to complete the required T-100 monthly traffic reports.

BALANCE SHEET

As Of: September 30, 2006
 Schedule B - 1

Air Carrier: Alaska Airlines
 Operation: Domestic ASD

ACCT#	DESCRIPTION	(000'S) AMOUNT
ASSETS		
CURRENT ASSETS:		
1010	Cash	152,336
1100	Short-term investments	846,199
1200	Notes Receivable	35,966
1270	Accounts receivable	165,978
1290	Less: Allowance for Bad Debts.....	2,522
1299	Net Notes and Accounts Receivable.....	199,422
1399	Net Spare parts and supplies.....	23,769
1410	Prepaid items	209,000
1420	Other Current Assets	0
1499	Total Current Assets.....	1,430,726
INVESTMENTS AND SPECIAL FUNDS:		
1510	Investments in Associated Companies	1,406
1530	Other Investments and Receivables	583
1550	Special Funds	220,926
1599	Total Investments and Special Funds	222,914
OPERATING PROPERTY AND EQUIPMENT:		
1609	Flight Equipment	1,866,828
1649	Ground-Property and Equipment	405,020
1668	Less: Allowances for Depreciation	709,126
1675	Property and Equipment - Net	1,562,722
1679	Land	5,717
1685	Equipment Purchase Deposits and Advance Payments	375,635
1689	Construction Work - in - progress	25,833
1695	Leased Property - Capital Leases	1,181
1696	Accumulated Amort Capital Leases.....	1,181
1699	Total Operating Property and Equipment.....	1,969,907
NON-OPERATING PROPERTY AND EQUIPMENT:		
1791	Nonoperating Property and Equipment	35,871
1792	Less: Allowance for Depreciation - Nonop.....	17,551
1799	Net Nonoperating Property and Equipment.....	18,320
OTHER ASSETS:		
1820	Long-term Prepayments	115,864
1830	Unamortized Development and Preoperating Costs	0
1890	Other assets and deferred charges	44,855
1895	Total Other Assets	160,719
1899	TOTAL ASSETS	3,802,586