

BALANCE SHEET

As At: march 31, 1999
 Schedule B-1

Air Carrier:
 Operation : Domestic TNQD

ACCT#	DESCRIPTION	AMOUNT
ASSETS		
CURRENT ASSETS		
1010	Cash	1,745,985
1100	Short-Term Investments	0
1200	Notes Receivable	0
1270	Accounts Receivable	116,983,587
1290	Less Allow. for Bad Debts	2,101,933
1299	Net Notes & Accounts Receivable	114,881,654
1399	Net Spare Parts & Supplies	18,136,123
1410	Prepaid Items	1,151,895
1420	Other Current Assets	9,045,136
1499	Total Current Assets	144,960,793
INVESTMENTS IN SPECIAL FUNDS		
1510	Inv. in Associated Companies	0
1530	Other Investments & Receivables	0
1550	Special Funds	0
1599	Total Inv. & Special Funds	0
OPERATING PROPERTY & EQUIPMENT		
1609	Flight Equipment	202,709,214
1649	Ground-Property and Equipment	5,710,781
1668	Less Allowance for Depreciation	97,752,054
1675	Property & Equipment - Net	110,667,941
1679	Land	0
1685	Purchase Dep. & Adv. Payments	0
1689	Construction Work-in-progress	0
1695	Leased Property - Cap. Leases	0
1696	Accum. Amort. Capital Leases	0
1699	Total Oper. Prop. & Equipment	110,667,941
NONOPERATING PROP. & EQUIPMENT		
1791	NONOPERATING PROP. & EQUIPMENT	105,340,675
1792	Less Allow. for Depr. - Nonop.	2,095,612
1799	Net Nonoperating Prop. & Eqmt.	103,245,063
OTHER ASSETS		
1820	Long-term Prepayments	0
1830	Unamort. Dev. & Preop. Costs	0
1890	Other Assets and Def. Charges	185,520,164
1895	Total Other Assets	185,520,164
1899	TOTAL ASSETS	544,393,961

BALANCE SHEET

As At: march 31, 1999

Air Carrier:

Schedule B-1

Operation : Domestic TNQD

ACCT#

DESCRIPTION

AMOUNT

ACCT#	DESCRIPTION	AMOUNT

LIABILITIES & STOCKHOLDERS' EQ.		
CURRENT LIABILITIES		
2000	Curr. Maturities of L-T Debt	0
2005	Notes Payable - Banks	0
2015	Notes Payable - Others	0
2021	Trade Accts. Payable	7,044,275
2025	Accts. Payable - Other	0
2080	Curr. Oblig. Under Cap. Leases	11,166,024
2110	Accrued Salaries & Wages	0
2120	Accrued Vacation Pay	0
2125	Accrued Interest	0
2130	Accrued Taxes	2,501,090
2140	Dividends Declared	0
2160	Air Traffic Liability	0
2190	Other Current Liabilities	68,618,734
2199	Total Current Liabilities	89,330,123
NONCURRENT LIABILITIES		
2210	Long-term Debt	0
2240	Advances from Assoc. Companies	34,753,162
2250	Pension Liability	-183,535
2280	Noncurrent Obgl.-Capital Leases	0
2290	Other Noncurrent Liabilities	192,010,133
2299	Total Noncurrent Liabilities	226,579,760
DEFERRED CREDITS		
2340	Deferred Income Taxes	48,621,484
2345	Deferred Investment Tax Credits	0
2390	Other Deferred Credits	146,339,608
2399	Total Deferred Credits	194,961,092
STOCKHOLDERS' EQUITY		
2820	Preferred Shares Issued	0
2840	Common Shares Issued	0
2860	Subscribed & Unissued	0
2869	Total Capital Stock	0
2890	Additional Capital Invested	186,065
2899	Total Paid in Capital	186,065
2900	Retained Earnings	33,336,921
2959	Total Stockholders' Equity	33,522,986
2990	Less Treasury Stock	0
2995	Net Stockholders' Equity	33,522,986
2999	Total Liab. & Stockholders' Eq.	544,393,961
2820A	No. of Preferred Shares Issued	0
2840A	No. of Common Shares Issued	0

STATEMENT OF OPERATIONS

Quarter Ended: march 31, 1999
 Schedule P-1.2 Group II

Air Carrier:
 Operation : Domestic TNQD

ACCT#	DESCRIPTION	AMOUNT
OPERATING REVENUES		
3901	Transport Revenues - Passenger	0
3905	Mail	157,877,946
3906.1	Property - Freight	22,252,933
3906.2	Property - Excess Baggage	0
3907.1	Charter - Passenger	0
3907.2	Charter - Property	9,277,020
3919.1	Reserv. Cancellation Fees	0
3919.2	Misc. Operating Revenues	810,804
4808	Public Service Subsidy	0
4898	Transport Related	0
4999	Total Operating Revenue	190,218,703
OPERATING EXPENSES		
5100	Flying Operations	31,438,242
5400	Maintenance	40,598,126
5500	Passenger Service	0
6400	Aircraft & Traffic Servicing	380,474
6700	Promotion & Sales	0
6800	General & Administrative	2,012,509
7000	Depreciation & Amortization	3,826,557
7100	Transport Related Expenses	108,174,070
7199	Total Operating Expenses	186,429,978
7999	Operating Profit or Loss	3,788,725
NONOPERATING EXPENSE (INCOME)		
8181	Int. Exp. (Inc.) on L-T-D & Cap. Leases	6,961,257
8182	Other Interest Expense (Income)	0
8185	Foreign Exchange (Gain) or Loss	0
8188.5	Capital (Gains)/Losses- Op. Prop.	-75,493
	Capital (Gains)/Losses- Other	
8189	Other Expense (Income) - Net	-616,694
8199	Nonoperating Expense (Income)	6,269,070
8999	Income Before Income Taxes	-2,480,345
9100	Income Tax Expense	-967,336
9199	Inc. Bf. Disc. Ops & Other Items	-1,513,009
9600	Discontinued Operations	0
9796	Extraordinary Items	0
9797	Inc. Tax Appl. To Extraord. Item	0
9799	Income Before Account. Changes	-1,513,009
9800	Accounting Changes	0
9899	Net Income	-1,513,009

STATEMENT OF OPERATIONS

Quarter Ended: march 31, 1999
 Schedule P-1.2 Group II

Air Carrier:
 Operation : International TNQI
 AMOUNT

ACCT#	DESCRIPTION	AMOUNT

OPERATING REVENUES		
3901	Transport Revenues - Passenger	0
3905	Mail	17,541,994
3906.1	Property - Freight	2,472,548
3906.2	Property - Excess Baggage	0
3907.1	Charter - Passenger	0
3907.2	Charter - Property	1,030,780
3919.1	Reserv. Cancellation Fees	0
3919.2	Misc. Operating Revenues	90,089
4808	Public Service Subsidy	0
4898	Transport Related	0
4999	Total Operating Revenue	21,135,411
OPERATING EXPENSES		
5100	Flying Operations	3,493,138
5400	Maintenance	4,510,903
5500	Passenger Service	0
6400	Aircraft & Traffic Servicing	42,275
6700	Promotion & Sales	0
6800	General & Administrative	223,612
7000	Depreciation & Amortization	425,172
7100	Transport Related Expenses	12,019,341
7199	Total Operating Expenses	20,714,441
7999	Operating Profit or Loss	420,970
NONOPERATING EXPENSE (INCOME)		
8181	Int. Exp. (Inc.) on L-T-D & Cap. Leases	773,473
8182	Other Interest Expense (Income)	0
8185	Foreign Exchange (Gain) or Loss	0
8188.5	Capital (Gains)/Losses- Op. Prop.	-8,388
	Capital (Gains)/Losses- Other	
8189	Other Expense (Income) - Net	-68,522
8199	Nonoperating Expense (Income)	696,563
8999	Income Before Income Taxes	-275,593
9100	Income Tax Expense	-107,482
9199	Inc. Bf. Disc. Ops & Other Items	-168,111
9600	Discontinued Operations	0
9796	Extraordinary Items	0
9797	Inc. Tax Appl. To Extraord. Item	0
9799	Income Before Account. Changes	-168,111
9800	Accounting Changes	0
9899	Net Income	-168,111

STATEMENT OF OPERATIONS

Quarter Ended: march 31, 1999
 Schedule P-1.2 Group II

Air Carrier:
 Operation : System TNQS

ACCT#	DESCRIPTION	AMOUNT
OPERATING REVENUES		
3901	Transport Revenues - Passenger	0
3905	Mail	175,419,940
3906.1	Property - Freight	24,725,481
3906.2	Property - Excess Baggage	0
3907.1	Charter - Passenger	0
3907.2	Charter - Property	10,307,800
3919.1	Reserv. Cancellation Fees	0
3919.2	Misc. Operating Revenues	900,893
4808	Public Service Subsidy	0
4898	Transport Related	0
4999	Total Operating Revenue	211,354,114
OPERATING EXPENSES		
5100	Flying Operations	34,931,380
5400	Maintenance	45,109,029
5500	Passenger Service	0
6400	Aircraft & Traffic Servicing	422,749
6700	Promotion & Sales	0
6800	General & Administrative	2,236,121
7000	Depreciation & Amortization	4,251,729
7100	Transport Related Expenses	120,193,411
7199	Total Operating Expenses	207,144,419
7999	Operating Profit or Loss	4,209,695
NONOPERATING EXPENSE (INCOME)		
8181	Int. Exp. (Inc.) on L-T-D & Cap. Leases	7,734,730
8182	Other Interest Expense (Income)	0
8185	Foreign Exchange (Gain) or Loss	0
8188.5	Capital (Gains)/Losses- Op. Prop.	-83,881
	Capital (Gains)/Losses- Other	
8189	Other Expense (Income) - Net	-685,216
8199	Nonoperating Expense (Income)	6,965,633
8999	Income Before Income Taxes	-2,755,938
9100	Income Tax Expense	-1,074,818
9199	Inc. Bf. Disc. Ops & Other Items	-1,681,120
9600	Discontinued Operations	0
9796	Extraordinary Items	0
9797	Inc. Tax Appl. To Extraord. Item	0
9799	Income Before Account. Changes	-1,681,120
9800	Accounting Changes	0
9899	Net Income	-1,681,120

IRCRAFT OPERATING EXP. - Sch. P-5.2 Grp II & III
 Air Carrier:

Qtr: march 31, 1999

Operation: Domestic

TNQD

Total Eqp Code 9999 B-727-1 Code 7102

ACCT #	DESCRIPTION	Total Eqp Code 9999	B-727-1 Code 7102

FLYING OPERATIONS			
5123	Pilots and Copilots	6,721,670	806,600
5124	Other Flight Personnel	0	0
5128.1	Trainees and Instructors	0	0
5136	Personnel Expenses	3,457,421	414,891
5141	Prof. & Tech. Fees & Exp.	0	0
5143.7	Aircraft Interch. -Outside	0	0
5145.1	Aircraft Fuel	1,546,400	185,568
5145.2	Aircraft Oil	0	0
5147	Aircraft Rentals	2,058,039	246,965
5153	Other Supplies	0	0
5155.1	Insur. Purch. - General	645,468	77,456
5157	Empl. Benefits and Pensions	400,309	48,037
5158	Injuries, Loss and Damage	161,839	19,421
5168	Taxes-Payroll	676,345	81,161
5169	Taxes-Other Than Payroll	139,034	16,684
5171	Other Expense	15,631,718	1,875,806
5199	Total Flying Operations	31,438,243	3,772,589
DIRECT MAINTENANCE-FLIGHT EQUIP			
5225.1	Maint Airf. Labor	1,702,052	204,246
5225.2	Maint Eng. Labor	1,134,700	136,164
5243.1	Maint Airf. Outside Rep.	769,975	92,397
5243.2	Maint Eng. Outside Rep.	445,775	53,493
5243.7	Maint AC Interch. Chrgs-O/S	0	0
5246.1	Maint Materials - Airframe	3,104,905	372,589
5246.2	Maint Materials - Engines	2,069,937	248,392
5272.1	Maint Airfrm Airworth. Provs.	3,937,138	472,457
5272.3	Maint Airfrm O/H Deferred	0	0
5272.6	Maint AC Eng. Airworth. Prov	2,624,761	314,971
5272.8	Maint AC Eng. O/H Def. (cr.)	0	0
5278	Total Dir Maint-Flt.Eqpt	15,789,243	1,894,709
5279.6	APPL. MAINT BURDEN FLT. EQ.	0	0
5299	Total Flt. Eq. Maint. (Memo)	15,789,243	1,894,709
7073.9	NET OBSL & DETER.- EXP. PARTS	0	0
DEPRECIATION - FLIGHT EQUIPMENT			
7075.1	Depr. Airframes	2,121,961	254,635
7075.2	Depr. Aircraft Engines	459,737	55,171
7075.3	Depr. Airframe Parts	636,588	76,391
7075.4	Depr. Engine Parts	318,314	38,195
7075.5	Depr. Other Flt Eqp.	0	0
7076.1	Amort. Cap. Leases Flt.Eqpt.	0	0
EXPENSE OF INTERCHANGE AIRCRAFT			
7098.1	Exp. of Interch. AC- Flt. Ops	0	0
7098.2	Exp. of Interch. AC- Maint.	0	0
7098.9	Total Aircraft Operating Expens	50,764,086	6,091,690
OTHER DEPRECIATION & AMORTIZATI			
7074.1	Amortization Developmental &Pre	0	0
7074.2	Amortization Other Intangibles	0	0
7075.8	Depreciation Hangar & Maint. Eq	0	0
7075.9	Depreciation Ground Property	289,957	0
7076.2	Amort. Capital Leases Other	0	0

AIRCRAFT OPERATING EXP. - Sch. P-5.2 Grp II & III Qtr: march 31, 1999
 Air Carrier:

Operation: Domestic
 B-727-QC Code 7112
 B-727-2 Code 7152

TNQD

ACCT #	DESCRIPTION	B-727-QC Code 7112	B-727-2 Code 7152

FLYING OPERATIONS			
5123	Pilots and Copilots	1,545,984	604,950
5124	Other Flight Personnel	0	0
5128.1	Trainees and Instructors	0	0
5136	Personnel Expenses	795,207	311,168
5141	Prof. & Tech. Fees & Exp.	0	0
5143.7	Aircraft Interch. -Outside	0	0
5145.1	Aircraft Fuel	355,672	139,176
5145.2	Aircraft Oil	0	0
5147	Aircraft Rentals	473,349	185,224
5153	Other Supplies	0	0
5155.1	Insur. Purch. - General	148,458	58,092
5157	Empl. Benefits and Pensions	92,071	36,028
5158	Injuries, Loss and Damage	37,223	14,566
5168	Taxes-Payroll	155,559	60,871
5169	Taxes-Other Than Payroll	31,978	12,513
5171	Other Expense	3,595,295	1,406,855
5199	Total Flying Operations	7,230,796	2,829,443
DIRECT MAINTENANCE-FLIGHT EQUIP			
5225.1	Maint Airf. Labor	391,472	153,185
5225.2	Maint Eng. Labor	260,981	102,123
5243.1	Maint Airf. Outside Rep.	177,094	69,298
5243.2	Maint Eng. Outside Rep.	102,528	40,120
5243.7	Maint AC Interch. Chrgs-O/S	0	0
5246.1	Maint Materials - Airframe	714,128	279,441
5246.2	Maint Materials - Engines	476,086	186,294
5272.1	Maint Airfrm Airworth. Provs.	905,542	354,342
5272.3	Maint Airfrm O/H Deferred	0	0
5272.6	Maint AC Eng. Airworth. Prov	603,695	236,228
5272.8	Maint AC Eng. O/H Def. (cr.)	0	0
5278	Total Dir Maint-Flt.Eqpt	3,631,526	1,421,031
5279.6	APPL. MAINT BURDEN FLT. EQ.	0	0
5299	Total Flt. Eq. Maint. (Memo)	3,631,526	1,421,031
7073.9	NET OBSL & DETER.- EXP. PARTS	0	0
DEPRECIATION - FLIGHT EQUIPMENT			
7075.1	Depr. Airframes	488,051	190,976
7075.2	Depr. Aircraft Engines	105,744	41,378
7075.3	Depr. Airframe Parts	146,415	57,293
7075.4	Depr. Engine Parts	73,208	28,646
7075.5	Depr. Other Flt Eqp.	0	0
7076.1	Amort. Cap. Leases Flt.Eqpt.	0	0
EXPENSE OF INTERCHANGE AIRCRAFT			
7098.1	Exp. of Interch. AC- Flt. Ops	0	0
7098.2	Exp. of Interch. AC- Maint.	0	0
7098.9	Total Aircraft Operating Expens	11,675,740	4,568,767
OTHER DEPRECIATION & AMORTIZATI			
7074.1	Amortization Developmental &Pre		
7074.2	Amortization Other Intangibles		
7075.8	Depreciation Hangar & Maint. Eq		
7075.9	Depreciation Ground Property		
7076.2	Amort. Capital Leases Other		

AIRCRAFT OPERATING EXP. - Sch. P-5.2 Grp II & III Qtr: march 31, 1999
 Air Carrier:

Operation: Domestic
 DC-8-63F DC-8-62
 Code 8522 Code 8542

TNQD

ACCT #	DESCRIPTION	DC-8-63F Code 8522	DC-8-62 Code 8542

FLYING OPERATIONS			
5123	Pilots and Copilots	739,384	537,734
5124	Other Flight Personnel	0	0
5128.1	Trainees and Instructors	0	0
5136	Personnel Expenses	380,316	276,594
5141	Prof. & Tech. Fees & Exp.	0	0
5143.7	Aircraft Interch. -Outside	0	0
5145.1	Aircraft Fuel	170,104	123,712
5145.2	Aircraft Oil	0	0
5147	Aircraft Rentals	226,384	164,643
5153	Other Supplies	0	0
5155.1	Insur. Purch. - General	71,001	51,637
5157	Empl. Benefits and Pensions	44,034	32,025
5158	Injuries, Loss and Damage	17,802	12,947
5168	Taxes-Payroll	74,398	54,108
5169	Taxes-Other Than Payroll	15,294	11,123
5171	Other Expense	1,719,489	1,250,536
5199	Total Flying Operations	3,458,206	2,515,059
DIRECT MAINTENANCE-FLIGHT EQUIP			
5225.1	Maint Airf. Labor	187,226	136,164
5225.2	Maint Eng. Labor	124,817	90,776
5243.1	Maint Airf. Outside Rep.	84,697	61,598
5243.2	Maint Eng. Outside Rep.	49,035	35,662
5243.7	Maint AC Interch. Chrgs-O/S	0	0
5246.1	Maint Materials - Airframe	341,540	248,392
5246.2	Maint Materials - Engines	227,693	165,595
5272.1	Maint Airfrm Airworth. Provs.	433,085	314,971
5272.3	Maint Airfrm O/H Deferred	0	0
5272.6	Maint AC Eng. Airworth. Prov	288,724	209,981
5272.8	Maint AC Eng. O/H Def. (cr.)	0	0
5278	Total Dir Maint-Flt.Eqpt	1,736,817	1,263,139
5279.6	APPL. MAINT BURDEN FLT. EQ.	0	0
5299	Total Flt. Eq. Maint. (Memo)	1,736,817	1,263,139
7073.9	NET OBSL & DETER.- EXP. PARTS	0	0
DEPRECIATION - FLIGHT EQUIPMENT			
7075.1	Depr. Airframes	233,416	169,757
7075.2	Depr. Aircraft Engines	50,573	36,761
7075.3	Depr. Airframe Parts	70,025	50,927
7075.4	Depr. Engine Parts	35,012	25,484
7075.5	Depr. Other Flt Eqp.	0	0
7076.1	Amort. Cap. Leases Flt.Eqpt.	0	0
EXPENSE OF INTERCHANGE AIRCRAFT			
7098.1	Exp. of Interch. AC- Flt. Ops	0	0
7098.2	Exp. of Interch. AC- Maint.	0	0
7098.9	Total Aircraft Operating Expens	5,584,049	4,061,127
OTHER DEPRECIATION & AMORTIZATI			
7074.1	Amortization Developmental &Pre		
7074.2	Amortization Other Intangibles		
7075.8	Depreciation Hangar & Maint. Eq		
7075.9	Depreciation Ground Property		
7076.2	Amort. Capital Leases Other		

AIRCRAFT OPERATING EXP. - Sch. P-5.2 Grp II & III Qtr: march 31, 1999
 Air Carrier:

Operation: Domestic
 DC-8-71 DC-8-73F
 Code 8602 Code 8652

TNQD

ACCT #	DESCRIPTION	DC-8-71 Code 8602	DC-8-73F Code 8652

FLYING OPERATIONS			
5123	Pilots and Copilots	1,075,467	1,411,551
5124	Other Flight Personnel	0	0
5128.1	Trainees and Instructors	0	0
5136	Personnel Expenses	553,187	726,058
5141	Prof. & Tech. Fees & Exp.	0	0
5143.7	Aircraft Interch. -Outside	0	0
5145.1	Aircraft Fuel	247,424	324,744
5145.2	Aircraft Oil	0	0
5147	Aircraft Rentals	329,286	432,188
5153	Other Supplies	0	0
5155.1	Insur. Purch. - General	103,276	135,548
5157	Empl. Benefits and Pensions	64,049	84,065
5158	Injuries, Loss and Damage	25,894	33,986
5168	Taxes-Payroll	108,215	142,033
5169	Taxes-Other Than Payroll	22,245	29,197
5171	Other Expense	2,501,076	3,282,661
5199	Total Flying Operations	5,030,119	6,602,031
DIRECT MAINTENANCE-FLIGHT EQUIP			
5225.1	Maint Airf. Labor	272,328	357,431
5225.2	Maint Eng. Labor	181,552	238,287
5243.1	Maint Airf. Outside Rep.	123,196	161,695
5243.2	Maint Eng. Outside Rep.	71,324	93,613
5243.7	Maint AC Interch. Chrgs-O/S	0	0
5246.1	Maint Materials - Airframe	496,785	652,030
5246.2	Maint Materials - Engines	331,190	434,687
5272.1	Maint Airfrm Airworth. Provs.	629,942	826,799
5272.3	Maint Airfrm O/H Deferred	0	0
5272.6	Maint AC Eng. Airworth. Prov	419,962	551,200
5272.8	Maint AC Eng. O/H Def. (cr.)	0	0
5278	Total Dir Maint-Flt.Eqpt	2,526,279	3,315,742
5279.6	APPL. MAINT BURDEN FLT. EQ.	0	0
5299	Total Flt. Eq. Maint. (Memo)	2,526,279	3,315,742
7073.9	NET OBSL & DETER.- EXP. PARTS	0	0
DEPRECIATION - FLIGHT EQUIPMENT			
7075.1	Depr. Airframes	339,514	445,612
7075.2	Depr. Aircraft Engines	73,561	96,549
7075.3	Depr. Airframe Parts	101,854	133,683
7075.4	Depr. Engine Parts	50,927	66,842
7075.5	Depr. Other Flt Eqp.	0	0
7076.1	Amort. Cap. Leases Flt.Eqpt.	0	0
EXPENSE OF INTERCHANGE AIRCRAFT			
7098.1	Exp. of Interch. AC- Flt. Ops	0	0
7098.2	Exp. of Interch. AC- Maint.	0	0
7098.9	Total Aircraft Operating Expens	8,122,254	10,660,459
OTHER DEPRECIATION & AMORTIZATI			
7074.1	Amortization Developmental &Pre		
7074.2	Amortization Other Intangibles		
7075.8	Depreciation Hangar & Maint. Eq		
7075.9	Depreciation Ground Property		
7076.2	Amort. Capital Leases Other		

AIRCRAFT OPERATING EXP. - Sch. P-5.2 Grp II & III Qtr: march 31, 1999
 Air Carrier: Operation: International TNQI

ACCT # DESCRIPTION Total Eqg Code 9999 DC-8-63F Code 8522

ACCT #	DESCRIPTION	Total Eqg Code 9999	DC-8-63F Code 8522
FLYING OPERATIONS			
5123	Pilots and Copilots	746,852	7,469
5124	Other Flight Personnel	0	0
5128.1	Trainees and Instructors	0	0
5136	Personnel Expenses	384,158	3,842
5141	Prof. & Tech. Fees & Exp.	0	0
5143.7	Aircraft Interch. -Outside	0	0
5145.1	Aircraft Fuel	171,822	1,718
5145.2	Aircraft Oil	0	0
5147	Aircraft Rentals	228,671	2,287
5153	Other Supplies	0	0
5155.1	Insur. Purch. - General	71,718	717
5157	Empl. Benefits and Pensions	44,579	445
5158	Injuries, Loss and Damage	17,983	180
5168	Taxes-Payroll	75,149	751
5169	Taxes-Other Than Payroll	15,448	154
5171	Other Expense	1,736,758	17,369
5199	Total Flying Operations	3,493,138	34,932
DIRECT MAINTENANCE-FLIGHT EQUIP			
5225.1	Maint Airf. Labor	189,116	1,891
5225.2	Maint Eng. Labor	126,078	1,261
5243.1	Maint Airf. Outside Rep.	85,553	856
5243.2	Maint Eng. Outside Rep.	49,530	495
5243.7	Maint AC Interch. Chrgs-O/S	0	0
5246.1	Maint Materials - Airframe	344,989	3,450
5246.2	Maint Materials - Engines	229,993	2,300
5272.1	Maint Airfrm Airworth. Provs.	437,461	4,375
5272.3	Maint Airfrm O/H Deferred	0	0
5272.6	Maint AC Eng. Airworth. Prov	291,639	2,916
5272.8	Maint AC Eng. O/H Def. (cr.)	0	0
5278	Total Dir Maint-Flt.Eqpt	1,754,359	17,544
5279.6	APPL. MAINT BURDEN FLT. EQ.	0	0
5299	Total Flt. Eq. Maint. (Memo)	1,754,359	17,544
7073.9	NET OBSL & DETER.- EXP. PARTS	0	0
DEPRECIATION - FLIGHT EQUIPMENT			
7075.1	Depr. Airframes	235,773	2,358
7075.2	Depr. Aircraft Engines	51,085	511
7075.3	Depr. Airframe Parts	70,732	707
7075.4	Depr. Engine Parts	35,366	354
7075.5	Depr. Other Flt Eqp.	0	0
7076.1	Amort. Cap. Leases Flt.Eqpt.	0	0
EXPENSE OF INTERCHANGE AIRCRAFT			
7098.1	Exp. of Interch. AC- Flt. Ops	0	0
7098.2	Exp. of Interch. AC- Maint.	0	0
7098.9	Total Aircraft Operating Expens	5,640,453	56,406
OTHER DEPRECIATION & AMORTIZATI			
7074.1	Amortization Developmental &Pre	0	0
7074.2	Amortization Other Intangibles	0	0
7075.8	Depreciation Hangar & Maint. Eq	0	0
7075.9	Depreciation Ground Property	32,217	0
7076.2	Amort. Capital Leases Other	0	0

AIRCRAFT OPERATING EXP. - Sch. P-5.2 Grp II & III Qtr: march 31, 1999
 Air Carrier: Operation: International TNQI

DC-8-62 DC-8-71
 Code 8542 Code 8602

ACCT #	DESCRIPTION	Code 8542	Code 8602

FLYING OPERATIONS			
5123	Pilots and Copilots	59,748	44,811
5124	Other Flight Personnel	0	0
5128.1	Trainees and Instructors	0	0
5136	Personnel Expenses	30,733	23,049
5141	Prof. & Tech. Fees & Exp.	0	0
5143.7	Aircraft Interch. -Outside	0	0
5145.1	Aircraft Fuel	13,746	10,309
5145.2	Aircraft Oil	0	0
5147	Aircraft Rentals	18,294	13,720
5153	Other Supplies	0	0
5155.1	Insur. Purch. - General	5,737	4,303
5157	Empl. Benefits and Pensions	3,658	2,669
5158	Injuries, Loss and Damage	1,439	1,079
5168	Taxes-Payroll	6,012	4,509
5169	Taxes-Other Than Payroll	1,236	927
5171	Other Expense	138,849	104,211
5199	Total Flying Operations	279,452	209,587
DIRECT MAINTENANCE-FLIGHT EQUIP			
5225.1	Maint Airf. Labor	15,129	11,347
5225.2	Maint Eng. Labor	10,086	7,565
5243.1	Maint Airf. Outside Rep.	6,844	5,133
5243.2	Maint Eng. Outside Rep.	3,962	2,972
5243.7	Maint AC Interch. Chrgs-O/S	0	0
5246.1	Maint Materials - Airframe	27,599	20,699
5246.2	Maint Materials - Engines	18,399	13,800
5272.1	Maint Airfrm Airworth. Provs.	34,997	26,248
5272.3	Maint Airfrm O/H Deferred	0	0
5272.6	Maint AC Eng. Airworth. Prov	23,331	17,498
5272.8	Maint AC Eng. O/H Def. (cr.)	0	0
5278	Total Dir Maint-Flt.Eqpt	140,347	105,262
5279.6	APPL. MAINT BURDEN FLT. EQ.	0	0
5299	Total Flt. Eq. Maint. (Memo)	140,347	105,262
7073.9	NET OBSL & DETER.- EXP. PARTS	0	0
DEPRECIATION - FLIGHT EQUIPMENT			
7075.1	Depr. Airframes	18,862	14,146
7075.2	Depr. Aircraft Engines	4,087	3,065
7075.3	Depr. Airframe Parts	5,659	4,244
7075.4	Depr. Engine Parts	2,829	2,122
7075.5	Depr. Other Flt Eqp.	0	0
7076.1	Amort. Cap. Leases Flt.Eqpt.	0	0
EXPENSE OF INTERCHANGE AIRCRAFT			
7098.1	Exp. of Interch. AC- Flt. Ops	0	0
7098.2	Exp. of Interch. AC- Maint.	0	0
7098.9	Total Aircraft Operating Expens	451,236	338,426
OTHER DEPRECIATION & AMORTIZATI			
7074.1	Amortization Developmental &Pre		
7074.2	Amortization Other Intangibles		
7075.8	Depreciation Hangar & Maint. Eq		
7075.9	Depreciation Ground Property		
7076.2	Amort. Capital Leases Other		

AIRCRAFT OPERATING EXP. - Sch. P-5.2 Grp II & III Qtr: march 31, 1999
 Air Carrier: Operation: International TNQI
 DC-8-73F
 Code 8652

ACCT #	DESCRIPTION	

	FLYING OPERATIONS	
5123	Pilots and Copilots	634,824
5124	Other Flight Personnel	0
5128.1	Trainees and Instructors	0
5136	Personnel Expenses	326,534
5141	Prof. & Tech. Fees & Exp.	0
5143.7	Aircraft Interch. -Outside	0
5145.1	Aircraft Fuel	146,049
5145.2	Aircraft Oil	0
5147	Aircraft Rentals	194,370
5153	Other Supplies	0
5155.1	Insur. Purch. - General	60,961
5157	Empl. Benefits and Pensions	37,807
5158	Injuries, Loss and Damage	15,285
5168	Taxes-Payroll	63,877
5169	Taxes-Other Than Payroll	13,131
5171	Other Expense	1,476,329
5199	Total Flying Operations	2,969,167
	DIRECT MAINTENANCE-FLIGHT EQUIP	
5225.1	Maint Airf. Labor	160,749
5225.2	Maint Eng. Labor	107,166
5243.1	Maint Airf. Outside Rep.	72,720
5243.2	Maint Eng. Outside Rep.	42,101
5243.7	Maint AC Interch. Chrgs-O/S	0
5246.1	Maint Materials - Airframe	293,241
5246.2	Maint Materials - Engines	195,494
5272.1	Maint Airfrm Airworth. Provs.	371,841
5272.3	Maint Airfrm O/H Deferred	0
5272.6	Maint AC Eng. Airworth. Prov	247,894
5272.8	Maint AC Eng. O/H Def. (cr.)	0
5278	Total Dir Maint-Flt.Eqpt	1,491,206
5279.6	APPL. MAINT BURDEN FLT. EQ.	0
5299	Total Flt. Eq. Maint. (Memo)	1,491,206
7073.9	NET OBSL & DETER.- EXP. PARTS	0
	DEPRECIATION - FLIGHT EQUIPMENT	
7075.1	Depr. Airframes	200,407
7075.2	Depr. Aircraft Engines	43,422
7075.3	Depr. Airframe Parts	60,122
7075.4	Depr. Engine Parts	30,061
7075.5	Depr. Other Flt Eqp.	0
7076.1	Amort. Cap. Leases Flt.Eqpt.	0
	EXPENSE OF INTERCHANGE AIRCRAFT	
7098.1	Exp. of Interch. AC- Flt. Ops	0
7098.2	Exp. of Interch. AC- Maint.	0
7098.9	Total Aircraft Operating Expens	4,794,385
	OTHER DEPRECIATION & AMORTIZATI	
7074.1	Amortization Developmental &Pre	
7074.2	Amortization Other Intangibles	
7075.8	Depreciation Hangar & Maint. Eq	
7075.9	Depreciation Ground Property	
7076.2	Amort. Capital Leases Other	

AIRCRAFT OPERATING EXP. - Sch. P-5.2 Grp II & III Qtr: march 31, 1999
 Air Carrier:

Operation: System
 Total Eqp B-727-1
 Code 9999 Code 7102

TNQS

ACCT #	DESCRIPTION	Total Eqp Code 9999	B-727-1 Code 7102

FLYING OPERATIONS			
5123	Pilots and Copilots	7,468,522	806,600
5124	Other Flight Personnel	0	0
5128.1	Trainees and Instructors	0	0
5136	Personnel Expenses	3,841,579	414,891
5141	Prof. & Tech. Fees & Exp.	0	0
5143.7	Aircraft Interch. -Outside	0	0
5145.1	Aircraft Fuel	1,718,222	185,568
5145.2	Aircraft Oil	0	0
5147	Aircraft Rentals	2,286,710	246,965
5153	Other Supplies	0	0
5155.1	Insur. Purch. - General	717,186	77,456
5157	Empl. Benefits and Pensions	444,888	48,037
5158	Injuries, Loss and Damage	179,822	19,421
5168	Taxes-Payroll	751,494	81,161
5169	Taxes-Other Than Payroll	154,482	16,684
5171	Other Expense	17,368,476	1,875,806
5199	Total Flying Operations	34,931,381	3,772,589
DIRECT MAINTENANCE-FLIGHT EQUIP			
5225.1	Maint Airf. Labor	1,891,168	204,246
5225.2	Maint Eng. Labor	1,260,778	136,164
5243.1	Maint Airf. Outside Rep.	855,528	92,397
5243.2	Maint Eng. Outside Rep.	495,305	53,493
5243.7	Maint AC Interch. Chrgs-O/S	0	0
5246.1	Maint Materials - Airframe	3,449,894	372,589
5246.2	Maint Materials - Engines	2,299,930	248,392
5272.1	Maint Airfrm Airworth. Provs.	4,374,599	472,457
5272.3	Maint Airfrm O/H Deferred	0	0
5272.6	Maint AC Eng. Airworth. Prov	2,916,400	314,971
5272.8	Maint AC Eng. O/H Def. (cr.)	0	0
5278	Total Dir Maint-Flt.Eqpt	17,543,602	1,894,709
5279.6	APPL. MAINT BURDEN FLT. EQ.	0	0
5299	Total Flt. Eq. Maint. (Memo)	17,543,602	1,894,709
7073.9	NET OBSL & DETER.- EXP. PARTS	0	0
DEPRECIATION - FLIGHT EQUIPMENT			
7075.1	Depr. Airframes	2,357,734	254,635
7075.2	Depr. Aircraft Engines	510,822	55,171
7075.3	Depr. Airframe Parts	707,320	76,391
7075.4	Depr. Engine Parts	353,680	38,195
7075.5	Depr. Other Flt Eqp.	0	0
7076.1	Amort. Cap. Leases Flt.Eqpt.	0	0
EXPENSE OF INTERCHANGE AIRCRAFT			
7098.1	Exp. of Interch. AC- Flt. Ops	0	0
7098.2	Exp. of Interch. AC- Maint.	0	0
7098.9	Total Aircraft Operating Expens	56,404,539	6,091,690
OTHER DEPRECIATION & AMORTIZATI			
7074.1	Amortization Developmental &Pre	0	0
7074.2	Amortization Other Intangibles	0	0
7075.8	Depreciation Hangar & Maint. Eq	0	0
7075.9	Depreciation Ground Property	322,174	0
7076.2	Amort. Capital Leases Other	0	0

AIRCRAFT OPERATING EXP. - Sch. P-5.2 Grp II & III Qtr: march 31, 1999
 Air Carrier:

Operation: System
 B-727-QC B-727-2
 Code 7112 Code 7152

TNQS

ACCT #	DESCRIPTION	B-727-QC Code 7112	B-727-2 Code 7152

FLYING OPERATIONS			
5123	Pilots and Copilots	1,545,984	604,950
5124	Other Flight Personnel	0	0
5128.1	Trainees and Instructors	0	0
5136	Personnel Expenses	795,207	311,168
5141	Prof. & Tech. Fees & Exp.	0	0
5143.7	Aircraft Interch. -Outside	0	0
5145.1	Aircraft Fuel	355,672	139,176
5145.2	Aircraft Oil	0	0
5147	Aircraft Rentals	473,349	185,224
5153	Other Supplies	0	0
5155.1	Insur. Purch. - General	148,458	58,092
5157	Empl. Benefits and Pensions	92,071	36,028
5158	Injuries, Loss and Damage	37,223	14,566
5168	Taxes-Payroll	155,559	60,871
5169	Taxes-Other Than Payroll	31,978	12,513
5171	Other Expense	3,595,295	1,406,855
5199	Total Flying Operations	7,230,796	2,829,443
DIRECT MAINTENANCE-FLIGHT EQUIP			
5225.1	Maint Airf. Labor	391,472	153,185
5225.2	Maint Eng. Labor	260,981	102,123
5243.1	Maint Airf. Outside Rep.	177,094	69,298
5243.2	Maint Eng. Outside Rep.	102,528	40,120
5243.7	Maint AC Interch. Chrgs-O/S	0	0
5246.1	Maint Materials - Airframe	714,128	279,441
5246.2	Maint Materials - Engines	476,086	186,294
5272.1	Maint Airfrm Airworth. Provs.	905,542	354,342
5272.3	Maint Airfrm O/H Deferred	0	0
5272.6	Maint AC Eng. Airworth. Prov	603,695	236,228
5272.8	Maint AC Eng. O/H Def. (cr.)	0	0
5278	Total Dir Maint-Flt.Eqpt	3,631,526	1,421,031
5279.6	APPL. MAINT BURDEN FLT. EQ.	0	0
5299	Total Flt. Eq. Maint. (Memo)	3,631,526	1,421,031
7073.9	NET OBSL & DETER.- EXP. PARTS	0	0
DEPRECIATION - FLIGHT EQUIPMENT			
7075.1	Depr. Airframes	488,051	190,976
7075.2	Depr. Aircraft Engines	105,744	41,378
7075.3	Depr. Airframe Parts	146,415	57,293
7075.4	Depr. Engine Parts	73,208	28,646
7075.5	Depr. Other Flt Eqp.	0	0
7076.1	Amort. Cap. Leases Flt.Eqpt.	0	0
EXPENSE OF INTERCHANGE AIRCRAFT			
7098.1	Exp. of Interch. AC- Flt. Ops	0	0
7098.2	Exp. of Interch. AC- Maint.	0	0
7098.9	Total Aircraft Operating Expens	11,675,740	4,568,767
OTHER DEPRECIATION & AMORTIZATI			
7074.1	Amortization Developmental &Pre		
7074.2	Amortization Other Intangibles		
7075.8	Depreciation Hangar & Maint. Eq		
7075.9	Depreciation Ground Property		
7076.2	Amort. Capital Leases Other		

AIRCRAFT OPERATING EXP. - Sch. P-5.2 Grp II & III Qtr: march 31, 1999
 Air Carrier:

Operation: System
 DC-8-63F DC-8-62
 Code 8522 Code 8542

TNQS

ACCT #	DESCRIPTION	DC-8-63F Code 8522	DC-8-62 Code 8542

FLYING OPERATIONS			
5123	Pilots and Copilots	746,853	597,482
5124	Other Flight Personnel	0	0
5128.1	Trainees and Instructors	0	0
5136	Personnel Expenses	384,158	307,327
5141	Prof. & Tech. Fees & Exp.	0	0
5143.7	Aircraft Interch. -Outside	0	0
5145.1	Aircraft Fuel	171,822	137,458
5145.2	Aircraft Oil	0	0
5147	Aircraft Rentals	228,671	182,937
5153	Other Supplies	0	0
5155.1	Insur. Purch. - General	71,718	57,374
5157	Empl. Benefits and Pensions	44,479	35,683
5158	Injuries, Loss and Damage	17,982	14,386
5168	Taxes-Payroll	75,149	60,120
5169	Taxes-Other Than Payroll	15,448	12,359
5171	Other Expense	1,736,858	1,389,385
5199	Total Flying Operations	3,493,138	2,794,511
DIRECT MAINTENANCE-FLIGHT EQUIP			
5225.1	Maint Airf. Labor	189,117	151,293
5225.2	Maint Eng. Labor	126,078	100,862
5243.1	Maint Airf. Outside Rep.	85,553	68,442
5243.2	Maint Eng. Outside Rep.	49,530	39,624
5243.7	Maint AC Interch. Chrgs-O/S	0	0
5246.1	Maint Materials - Airframe	344,990	275,991
5246.2	Maint Materials - Engines	229,993	183,994
5272.1	Maint Airfrm Airworth. Provs.	437,460	349,968
5272.3	Maint Airfrm O/H Deferred	0	0
5272.6	Maint AC Eng. Airworth. Prov	291,640	233,312
5272.8	Maint AC Eng. O/H Def. (cr.)	0	0
5278	Total Dir Maint-Flt.Eqpt	1,754,361	1,403,486
5279.6	APPL. MAINT BURDEN FLT. EQ.	0	0
5299	Total Flt. Eq. Maint. (Memo)	1,754,361	1,403,486
7073.9	NET OBSL & DETER.- EXP. PARTS	0	0
DEPRECIATION - FLIGHT EQUIPMENT			
7075.1	Depr. Airframes	235,774	188,619
7075.2	Depr. Aircraft Engines	51,084	40,848
7075.3	Depr. Airframe Parts	70,732	56,586
7075.4	Depr. Engine Parts	35,366	28,313
7075.5	Depr. Other Flt Eqp.	0	0
7076.1	Amort. Cap. Leases Flt.Eqpt.	0	0
EXPENSE OF INTERCHANGE AIRCRAFT			
7098.1	Exp. of Interch. AC- Flt. Ops	0	0
7098.2	Exp. of Interch. AC- Maint.	0	0
7098.9	Total Aircraft Operating Expens	5,640,455	4,512,363
OTHER DEPRECIATION & AMORTIZATI			
7074.1	Amortization Developmental &Pre		
7074.2	Amortization Other Intangibles		
7075.8	Depreciation Hangar & Maint. Eq		
7075.9	Depreciation Ground Property		
7076.2	Amort. Capital Leases Other		

AIRCRAFT OPERATING EXP. - Sch. P-5.2 Grp II & III Qtr: march 31, 1999
 Air Carrier:

TNQS

ACCT #	DESCRIPTION	Operation: System	
		DC-8-71 Code 8602	DC-8-73F Code 8652

FLYING OPERATIONS			
5123	Pilots and Copilots	1,120,278	2,046,375
5124	Other Flight Personnel	0	0
5128.1	Trainees and Instructors	0	0
5136	Personnel Expenses	576,236	1,052,592
5141	Prof. & Tech. Fees & Exp.	0	0
5143.7	Aircraft Interch. -Outside	0	0
5145.1	Aircraft Fuel	257,733	470,793
5145.2	Aircraft Oil	0	0
5147	Aircraft Rentals	343,006	626,558
5153	Other Supplies	0	0
5155.1	Insur. Purch. - General	107,579	196,509
5157	Empl. Benefits and Pensions	66,718	121,872
5158	Injuries, Loss and Damage	26,973	49,271
5168	Taxes-Payroll	112,724	205,910
5169	Taxes-Other Than Payroll	23,172	42,328
5171	Other Expense	2,605,287	4,758,990
5199	Total Flying Operations	5,239,706	9,571,198
DIRECT MAINTENANCE-FLIGHT EQUIP			
5225.1	Maint Airf. Labor	283,675	518,180
5225.2	Maint Eng. Labor	189,117	345,453
5243.1	Maint Airf. Outside Rep.	128,329	234,415
5243.2	Maint Eng. Outside Rep.	74,296	135,714
5243.7	Maint AC Interch. Chrgs-O/S	0	0
5246.1	Maint Materials - Airframe	517,484	945,271
5246.2	Maint Materials - Engines	344,990	630,181
5272.1	Maint Airfrm Airworth. Provs.	656,190	1,198,640
5272.3	Maint Airfrm O/H Deferred	0	0
5272.6	Maint AC Eng. Airworth. Prov	437,460	799,094
5272.8	Maint AC Eng. O/H Def. (cr.)	0	0
5278	Total Dir Maint-Flt.Eqpt	2,631,541	4,806,948
5279.6	APPL. MAINT BURDEN FLT. EQ.	0	0
5299	Total Flt. Eq. Maint. (Memo)	2,631,541	4,806,948
7073.9	NET OBSL & DETER.- EXP. PARTS	0	0
DEPRECIATION - FLIGHT EQUIPMENT			
7075.1	Depr. Airframes	353,660	646,019
7075.2	Depr. Aircraft Engines	76,626	139,971
7075.3	Depr. Airframe Parts	106,098	193,805
7075.4	Depr. Engine Parts	53,049	96,903
7075.5	Depr. Other Flt Eqp.	0	0
7076.1	Amort. Cap. Leases Flt.Eqpt.	0	0
EXPENSE OF INTERCHANGE AIRCRAFT			
7098.1	Exp. of Interch. AC- Flt. Ops	0	0
7098.2	Exp. of Interch. AC- Maint.	0	0
7098.9	Total Aircraft Operating Expens	8,460,680	15,454,844
OTHER DEPRECIATION & AMORTIZATI			
7074.1	Amortization Developmental &Pre		
7074.2	Amortization Other Intangibles		
7075.8	Depreciation Hangar & Maint. Eq		
7075.9	Depreciation Ground Property		
7076.2	Amort. Capital Leases Other		

OPERATING EXPENSES BY OBJECTIVE GROUPING

Quarter Ended: march 31, 1999
 Schedule P-6

Air Carrier:
 Operation : Domestic TNQD

LINE#	DESCRIPTION	AMOUNT

	SALARIES & REL. FRINGE BENEFIT	
	SALARIES:	
Line 3	General Mgmt. Per.	1,039,394
Line 4	Flight Personnel	6,721,670
Line 5	Maintenance Labor	6,695,098
Line 6	Aircr. & Traffic Hndl. Per.	278,609
Line 7	Other Personnel	913,777
Line 8	Total Salaries	15,648,548
	RELATED FRINGE BENEFITS	
Line 10	Personnel Expense	262,196
Line 11	Empl. Benefits & Pensions	2,014,982
Line 12	Payroll Taxes	1,156,217
Line 13	Total Fringe Benefits	3,433,395
Line 14	Total Salaries & Benefits	19,081,943
	MATERIALS PURCHASED	
Line 16	Aircraft Fuel & Oil	1,546,398
Line 17	Maintenance Materials	5,174,841
Line 18	Passenger Food	0
Line 19	Other Materials	0
Line 20	Total Materials	6,721,239
	SERVICES PURCHASED	
Line 22	Advertising & Other Promotion	148,151
Line 23	Communications	182,982
Line 24	Insurance	477,999
Line 25	Outside Flight Eqpt. Maint.	0
Line 26	Traffic Commissions - Passenger	0
Line 27	Traffic Commissions - Cargo	0
Line 28	Other Services	0
Line 29	Total Services	809,132
Line 30	LANDING FEES	0
Line 31	RENTALS	2,058,039
Line 32	DEPRECIATION	3,826,556
Line 33	AMORTIZATION	0
Line 34	OTHER	45,758,999
Line 35	TRANSPORT RELATED EXPENSES	108,174,070
Line 36	TOTAL OPERATING EXPENSES	186,429,978

OPERATING EXPENSES BY OBJECTIVE GROUPING

Quarter Ended: march 31, 1999
 Schedule P-6

Air Carrier:
 Operation : International TNQI

LINE#	DESCRIPTION	AMOUNT

	SALARIES & REL. FRINGE BENEFIT	
	SALARIES:	
Line 3	General Mgmt. Per.	115,488
Line 4	Flight Personnel	746,852
Line 5	Maintenance Labor	743,900
Line 6	Aircr. & Traffic Hndl. Per.	30,957
Line 7	Other Personnel	101,531
Line 8	Total Salaries	1,738,728
	RELATED FRINGE BENEFITS	
Line 10	Personnel Expense	29,133
Line 11	Empl. Benefits & Pensions	223,887
Line 12	Payroll Taxes	128,469
Line 13	Total Fringe Benefits	381,489
Line 14	Total Salaries & Benefits	2,120,217
	MATERIALS PURCHASED	
Line 16	Aircraft Fuel & Oil	171,822
Line 17	Maintenance Materials	574,982
Line 18	Passenger Food	0
Line 19	Other Materials	0
Line 20	Total Materials	746,804
	SERVICES PURCHASED	
Line 22	Advertising & Other Promotion	16,461
Line 23	Communications	20,331
Line 24	Insurance	53,111
Line 25	Outside Flight Eqpt. Maint.	0
Line 26	Traffic Commissions - Passenger	0
Line 27	Traffic Commissions - Cargo	0
Line 28	Other Services	0
Line 29	Total Services	89,903
Line 30	LANDING FEES	0
Line 31	RENTALS	228,671
Line 32	DEPRECIATION	425,173
Line 33	AMORTIZATION	0
Line 34	OTHER	5,084,332
Line 35	TRANSPORT RELATED EXPENSES	12,019,341
Line 36	TOTAL OPERATING EXPENSES	20,714,441

OPERATING EXPENSES BY OBJECTIVE GROUPING

Quarter Ended: march 31, 1999
 Schedule P-6

Air Carrier:
 Operation : System TNQS

LINE#	DESCRIPTION	AMOUNT
SALARIES & REL. FRINGE BENEFIT		
SALARIES:		
Line 3	General Mgmt. Per.	1,154,882
Line 4	Flight Personnel	7,468,522
Line 5	Maintenance Labor	7,438,998
Line 6	Aircr. & Traffic Hndl. Per.	309,566
Line 7	Other Personnel	1,015,308
Line 8	Total Salaries	17,387,276
RELATED FRINGE BENEFITS		
Line 10	Personnel Expense	291,329
Line 11	Empl. Benefits & Pensions	2,238,869
Line 12	Payroll Taxes	1,284,686
Line 13	Total Fringe Benefits	3,814,884
Line 14	Total Salaries & Benefits	21,202,160
MATERIALS PURCHASED		
Line 16	Aircraft Fuel & Oil	1,718,220
Line 17	Maintenance Materials	5,749,823
Line 18	Passenger Food	0
Line 19	Other Materials	0
Line 20	Total Materials	7,468,043
SERVICES PURCHASED		
Line 22	Advertising & Other Promotion	164,612
Line 23	Communications	203,313
Line 24	Insurance	531,110
Line 25	Outside Flight Eqpt. Maint.	0
Line 26	Traffic Commissions - Passenger	0
Line 27	Traffic Commissions - Cargo	0
Line 28	Other Services	0
Line 29	Total Services	899,035
Line 30	LANDING FEES	0
Line 31	RENTALS	2,286,710
Line 32	DEPRECIATION	4,251,729
Line 33	AMORTIZATION	0
Line 34	OTHER	50,843,331
Line 35	TRANSPORT RELATED EXPENSES	120,193,411
Line 36	TOTAL OPERATING EXPENSES	207,144,419