

STATEMENT OF CASH FLOW
Carrier: Republic Airline
Quarter Ended: March 31, 2008
FORM 41, B-12

OPERATING ACTIVITIES

Net Income (Loss)	11,632,133
Adjustments to Reconcile Net Income (Loss) to Net Cash Provided by Operating Activities:	
Depreciation and Amortization	9,910,871
Impairment Loss	0
Deferred Income Taxes (Credit)	(18,949,052)
Other Noncash Items, Net	(6,346,964)
Changes in Operating Assets and Liabilities:	
Receivables	744,276
Intercompany Note	32,414,164
Inventories	0
Aircraft Held for Sale	0
Prepaid Expenses	(519,157)
Accounts Payable	(1,680,735)
Air Traffic Liability	0
Accrued Expenses	6,752,697
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Net Cash Provided by (Used in) Operating Activities	33,958,232

INVESTING ACTIVITIES

Proceeds from sales of equipment	0
Aircraft Pre-Delivery Payments	1,956,961
Capital Expenditures	(25,644,705)
Investment in BATA	0
Noncurrent Prepaid Aircraft Rent	0
(Additions)/Reduction to Other Assets	0
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Net Cash Provided by (Used in) Investing Activities	(23,687,744)

FINANCING ACTIVITIES

Restricted Cash	0
Short Term Borrowings (Payments)	(10,083,505)
Proceeds from Sale/Leaseback Transactions	0
Proceeds from Short Term Debt	0
Proceeds from Long Term Debt	0
Intercompany Notes Receivable	0
Intercompany Notes Payable	0
Payments on Long Term Debt	0
I/C Dividend Distribution	0
Paydown INB	0
Issuance of Stock	0
Purchase of Treasury Stock	0
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Net Cash Provided by (Used in) Financing Activities	(10,083,505)

Increase (Decrease) in Cash and Cash Equivalents	186,983
Cash and Cash Equivalents at Beginning of Period	(348,153)
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Cash and Cash Equivalents at End of Period	<u>(161,170)</u>