

STATEMENT OF CASH FLOW
Carrier: Shuttle America Corporation
Quarter Ended: March 31, 2008
FORM 41, B-12

OPERATING ACTIVITIES

Net Income (Loss)	8,220,273
Adjustments to Reconcile Net Income (Loss) to Net Cash Provided by Operating Activities:	
Depreciation and Amortization	10,262,904
Impairment Loss	0
Deferred Income Taxes (Credit)	(125,183,900)
Other Noncash Items, Net	(334,176)
Changes in Operating Assets and Liabilities:	
Receivables	3,755,168
Intercompany Note	110,655,508
Inventories	0
Aircraft Held for Sale	0
Prepaid Expenses	(632,310)
Accounts Payable	(1,659,663)
Air Traffic Liability	0
Accrued Expenses	3,542,867
	<hr/>
Net Cash Provided by (Used in) Operating Activities	8,626,670

INVESTING ACTIVITIES

Proceeds from sales of equipment	(29,079)
Aircraft Pre-Delivery Payments	0
Capital Expenditures	0
Investment in BATA	0
Noncurrent Prepaid Aircraft Rent	0
(Additions)/Reduction to Other Assets	0
	<hr/>
Net Cash Provided by (Used in) Investing Activities	(29,079)

FINANCING ACTIVITIES

Restricted Cash	0
Short Term Borrowings (Payments)	(8,761,900)
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
	<hr/>
Net Cash Provided by (Used in) Financing Activities	(8,761,900)

Increase (Decrease) in Cash and Cash Equivalents	(164,309)
Cash and Cash Equivalents at Beginning of Period	(139,254)
	<hr/>
Cash and Cash Equivalents at End of Period	<u>(303,564)</u>