

STATEMENT OF CASH FLOWS

CASH AND CASH EQUIVALENTS BEGINNING OF QUARTER	\$ 55,951,466
CASH FLOWS FROM OPERATING ACTIVITIES:	
Net income (loss)	21,154,236
Adjustments to reconcile net income (loss) to net cash provided by operating activities:	
Deferred income taxes	21,676,392
Depreciation	38,608,690
Amortization	4,995,179
Stock-based compensation	4,309,933
Decrease (increase) in receivables	(2,174,868)
Decrease (increase) in spare parts and supplies, prepaid items and other current assets	(28,169,609)
Increase (decrease) in air traffic liability	1,301,632
Increase (decrease) in other accounts payable	11,516,615
Other, net	(1,131,482)
Net cash provided (used) by operating activities	72,086,718
CASH FLOWS FROM INVESTING ACTIVITIES	
Acquisition of property and equipment	(179,925,391)
Predelivery deposits for flight equipment	(27,014,825)
Assets constructed for others	(55,620,212)
Proceeds from the sale of flight equipment	-
Purchase of held-to-maturity investments	-
Proceeds from maturities of held-to-maturity investments	7,000,000
Purchase of available for sale securities	(15,200,000)
Sale of available for sale securities	153,573,042
Security deposits	5,618,599
Net cash provided (used) by investing activities	(111,568,787)
CASH FLOWS FROM FINANCING ACTIVITIES	
Proceeds from issuance of common stock	9,450,016
Proceeds from issuance of long-term debt	120,832,500
Proceeds from aircraft sale and leaseback transactions	52,100,000
Proceeds from short-term borrowings	7,573,634
Proceeds from construction obligation	53,457,058
Repayment of long-term debt and capital lease obligations	(48,740,626)
Repayment of short-term borrowings	(11,832,580)
Other, net	(1,572,772)
Net cash provided (used) by financing activities	181,267,230
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	141,785,161
CASH AND CASH EQUIVALENTS AT END OF QUARTER	\$ 197,736,627