

NOTES TO FORM 41 REPORT

1. Immaterial differences may exist in amounts reported for the same item on different Form 41 schedules. These differences are attributable to rounding.
2. Continental Airlines is obligated to pay all passenger facility charges for ExpressJet Airlines under the Continental Express brand. ExpressJet will pay for all passenger facility charges under the ExpressJet brand.
3. Related to Schedule P1.2  
  
The miscellaneous operating revenue account included both the revenue and related cost of sales for services provided to 3rd parties, such as ground handling.  
  
Wages and salaries related to promotions and sales have been reclassified to the promotions and sales line from general and administrative for 2007.
4. Related to Schedule B-1:  
In June 2007, we reclassified all of the cash clearing accounts from Cash to Accounts Receivables Accounts 10600 to 10730 and account 10870. The total impact was around \$28,000.
5. Related to Schedule B-1:  

Shareholders Equity at December 31, 2006	\$ 65,854,552
Net Loss for the Three Months Ended June 30, 2007	(26,723,984)
Change in Shareholder's Equity Due to ESSP and Stock Options	407,559
Change in Error Suspense	<u>(21,264)</u>
Retained Earnings at December 31, 2006	<u>\$ 39,516,863</u>
6. Related to Schedule B-12:  
Income taxes paid (refunded) - including payment (refunds) under tax agreement with Continental Airlines reported on Schedule B-12.