

STATEMENT OF CASH FLOW  
Carrier: Republic Airline  
Quarter Ended: 9/30/2008  
FORM 41, B-12

OPERATING ACTIVITIES

Net Income (Loss)	6,394,155
Adjustments to Reconcile Net Income (Loss) to Net Cash	
Provided by Operating Activities:	
Depreciation and Amortization	12,202,230
Impairment Loss	0
Deferred Income Taxes (Credit)	3,907,367
Other Noncash Items, Net	1,284,471
Changes in Operating Assets and Liabilities:	
Receivables	(598,240)
Intercompany Note	(4,107,547)
Inventories	0
Aircraft Held for Sale	0
Prepaid Expenses	(445,029)
Accounts Payable	(748,073)
Air Traffic Liability	0
Accrued Expenses	(2,369,743)
Net Cash Provided by (Used in) Operating Activities	15,519,589

INVESTING ACTIVITIES

Proceeds from sales of equipment	0
Aircraft Pre-Delivery Payments	1,871,497
Capital Expenditures	(4,776,733)
Investment in BATA	0
Noncurrent Prepaid Aircraft Rent	0
(Additions)/Reduction to Other Assets	(287,923)
Net Cash Provided by (Used in) Investing Activities	(3,193,159)

FINANCING ACTIVITIES

Restricted Cash	0
Short Term Borrowings (Payments)	(12,133,748)
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
Net Cash Provided by (Used in) Financing Activities	(12,133,748)

Increase (Decrease) in Cash and Cash Equivalents	192,682
Cash and Cash Equivalents at Beginning of Period	(344,231)
Cash and Cash Equivalents at End of Period	(151,549)

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