

STATEMENT OF CASH FLOWS

OPERATING ACTIVITIES:	ASTAR
Net income	\$ 8,574
Adjustments to reconcile net income to net cash provided by (used in) operating activities:	
Depreciation and amortization	6,406
Amortization of capitalized aircraft maintenance	5,802
Deferred Income Tax	(136)
Other, net	976
Changes in operating assets and liabilities:	
Restricted investments	-
Accounts receivable	1,940
Expendable spare parts	(265)
Prepaid expenses	-
Deferred charges and other noncurrent assets	-
Accounts payable	(209)
Accrued compensation and employee benefits	(6,524)
Air traffic liability	(1,133)
Accrued and other current liabilities	(1,859)
Deferred credits and other noncurrent liabilities	<u>(322)</u>
Net cash provided by operating activities	13,252
INVESTING ACTIVITIES:	
Proceeds from sales of property and equipment	-
Purchases of property and equipment	(4,840)
Purchase of short term investment	<u>6,786</u>
Net cash used in investing activities	1,945
FINANCING ACTIVITIES:	
Restricted cash	1,814
Payments of common stock dividends	(8,291)
Proceeds from issuance of long-term debt, net of debt issue costs	6,618
Repayments of long-term debt	(11,477)
Repayments of capital lease obligation	<u>(393)</u>
Net cash provided by financing activities	<u>(11,729)</u>
INCREASE IN CASH AND CASH EQUIVALENTS	3,468
CASH AND CASH EQUIVALENTS at beginning of period	<u>14,201</u>
CASH AND CASH EQUIVALENTS at end of period	<u>\$ 17,669</u>