

Air Carrier: LYNDEN AIR CARGO, LLC

Quarter Ended: December 31, 2006

STATEMENT OF CASH FLOWS

CASH AND CASH EQUIVALENTS AT BEGINNING OF QUARTER	(2,193,789)
CASH FLOWS FROM OPERATING ACTIVITIES:	
Net Income (Loss)	5,083,196
Adjustments to reconcile net earnings to net cash provided by operating activities -	
Depreciation and amortization	2,169,873
Loss (gain) on sales of operating property	(10,273)
Provision for losses on accounts receivable	(15,893)
Increase (decr) deferred income taxes	0
Decrease (incr) in accounts receivable	2,876,446
Decrease (incr) in prepaid expenses	(1,008,012)
Decrease (incr) in materials and supplies	(282,191)
Increase (decr) in accounts payable	(8,006,754)
Increase (decr) in salaries & benefits	(1,542,579)
Increase (decr) in accrued taxes & expenses	(1,023,900)
Increase (decr) in income taxes payable	0
Investment in joint venture	0
Net cash provided by operating activities	<u>(1,760,087)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:	
Sale of property, structures & equipment	26,000
Purchases of property, structures & equipment	(854,532)
Decrease (incr) in real estate	0
Decrease (incr) in other assets	(1,200,000)
Net cash used in investing activities	<u>(2,028,532)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:	
Dividend	(2,500,000)
Increase (decrease) to long-term obligations	0
Additions to capital contribution	202,200
Net cash provided by financing activities	<u>(2,297,800)</u>
INTERCOMPANY BORROWINGS (ADVANCES)	8,249,348
INCREASE (DECREASE) IN CASH & CASH EQUIVALENTS	<u>2,162,929</u>
CASH & CASH EQUIVALENTS AT END OF PERIOD	<u><u>(30,860)</u></u>

REC'D AIR CARGO