

BALANCE SHEET

As At: June 30, 2000

Air Carrier:

Schedule B-1

Operation : Domestic HAD

ACCT#	DESCRIPTION	AMOUNT
ASSETS		
CURRENT ASSETS		
1010	Cash	613,034
1100	Short-Term Investments	91,658,760
1200	Notes Receivable	0
1270	Accounts Receivable	30,750,284
1290	Less Allow. for Bad Debts	1,426,747
1299	Net Notes & Accounts Receivable	29,323,537
1399	Net Spare Parts & Supplies	12,751,025
1410	Prepaid Items	10,660,506
1420	Other Current Assets	9,819,510
1499	Total Current Assets	154,826,372
INVESTMENTS IN SPECIAL FUNDS		
1510	Inv. in Associated Companies	762,743
1530	Other Investments & Receivables	579,009
1550	Special Funds	306,732
1599	Total Inv. & Special Funds	1,648,484
OPERATING PROPERTY & EQUIPMENT		
1609	Flight Equipment	34,348,111
1649	Ground-Property and Equipment	27,544,622
1668	Less Allowance for Depreciation	16,419,967
1675	Property & Equipment - Net	45,472,766
1679	Land	0
1685	Purchase Dep. & Adv. Payments	0
1689	Construction Work-in-progress	6,069,499
1695	Leased Property - Cap. Leases	7,092,029
1696	Accum. Amort. Capital Leases	2,456,009
1699	Total Oper. Prop. & Equipment	56,178,285
NONOPERATING PROP. & EQUIPMENT		
1791	NONOPERATING PROP. & EQUIPMENT	9,942,456
1792	Less Allow. for Depr. - Nonop.	8,322,105
1799	Net Nonoperating Prop. & Eqmt.	1,620,351
OTHER ASSETS		
1820	Long-term Prepayments	31,881,850
1830	Unamort. Dev. & Preop. Costs	0
1890	Other Assets and Def. Charges	57,362,426
1895	Total Other Assets	89,244,276
1899	TOTAL ASSETS	303,517,768

BALANCE SHEET

As At: June 30, 2000
 Schedule B-1
 ACCT# DESCRIPTION

Air Carrier:
 Operation : Domestic HAD
 AMOUNT

ACCT#	DESCRIPTION	AMOUNT
LIABILITIES & STOCKHOLDERS' EQ.		
CURRENT LIABILITIES		
2000	Curr. Maturities of L-T Debt	3,389,352
2005	Notes Payable - Banks	0
2015	Notes Payable - Others	0
2021	Trade Accts. Payable	43,379,188
2025	Accts. Payable - Other	35,304
2080	Curr. Oblig. Under Cap. Leases	809,079
2110	Accrued Salaries & Wages	3,659,738
2120	Accrued Vacation Pay	8,612,876
2125	Accrued Interest	0
2130	Accrued Taxes	756,926
2140	Dividends Declared	0
2160	Air Traffic Liability	67,166,726
2190	Other Current Liabilities	34,268,678
2199	Total Current Liabilities	162,077,867
NONCURRENT LIABILITIES		
2210	Long-term Debt	38,907,073
2240	Advances from Assoc. Companies	0
2250	Pension Liability	0
2280	Noncurrent Obgl.-Capital Leases	2,412,558
2290	Other Noncurrent Liabilities	24,506,397
2299	Total Noncurrent Liabilities	65,826,028
DEFERRED CREDITS		
2340	Deferred Income Taxes	12,562,320
2345	Deferred Investment Tax Credits	0
2390	Other Deferred Credits	0
2399	Total Deferred Credits	12,562,320
STOCKHOLDERS' EQUITY		
2820	Preferred Shares Issued	0
2840	Common Shares Issued	410,011
2860	Subscribed & Unissued	0
2869	Total Capital Stock	410,011
2890	Additional Capital Invested	95,896,241
2899	Total Paid in Capital	96,306,252
2900	Retained Earnings	-33,254,699
2959	Total Stockholders' Equity	63,051,553
2990	Less Treasury Stock	0
2995	Net Stockholders' Equity	63,051,553
2999	Total Liab. & Stockholders' Eq.	303,517,768
2820A	No. of Preferred Shares Issued	0
2840A	No. of Common Shares Issued	40,997,335

STATEMENT OF OPERATIONS

Quarter Ended: June 30, 2000

Air Carrier:

Schedule P-1.2 Group III

Operation : Domestic HAD

ACCT#	DESCRIPTION	AMOUNT

OPERATING REVENUES		
3901.1	Passenger - First Class	0
3901.2	Passenger - Coach	0
3901	Transport Revenues - Passenger	116,287,849
3905	Mail	110,947
3906.1	Property - Freight	5,852,269
3906.2	Property - Excess Baggage	361,686
3907.1	Charter - Passenger	10,590,850
3907.2	Charter - Property	0
3919.1	Reserv. Cancellation Fees	0
3919.2	Misc. Operating Revenues	2,101,900
4808	Public Service Subsidy	0
4898	Transport Related	3,232,623
4999	Total Operating Revenue	138,538,124
OPERATING EXPENSES		
5100	Flying Operations	39,463,433
5400	Maintenance	33,284,535
5500	Passenger Service	14,758,370
6400	Aircraft & Traffic Servicing	19,252,891
6700	Promotion & Sales	12,914,852
6800	General & Administrative	7,559,993
7000	Depreciation & Amortization	3,759,035
7100	Transport Related Expenses	492,491
7199	Total Operating Expenses	131,485,600
7999	Operating Profit or Loss	7,052,524
NONOPERATING EXPENSE (INCOME)		
8181	Int. Exp. (Inc.) on L-T-D & Cap. Leases	653,682
8182	Other Interest Expense (Income)	68,028
8185	Foreign Exchange Gain or Loss	0
8188.5	Capital (Gains)/Losses- Op. Prop.	26,314
	Capital (Gains)/Losses- Other	
8189	Other Expense (Income) - Net	-1,643,045
8199	Nonoperating Expense (Income)	-895,021
8999	Income Before Income Taxes	7,947,545
9100	Income Tax Expense	3,575,888
9199	Inc. Bf. Disc. Ops & Other Items	4,371,657
9600	Discontinued Operations	0
9796	Extraordinary Items	0
9797	Inc. Tax Appl. To Extraord. Item	0
9799	Income Before Account. Changes	4,371,657
9800	Accounting Changes	0
9899	Net Income	4,371,657

STATEMENT OF OPERATIONS

Quarter Ended: June 30, 2000
 Schedule P-1.2 Group III
 ACCT# DESCRIPTION

Air Carrier:
 Operation : Pacific HAP

AMOUNT

ACCT#	DESCRIPTION	AMOUNT
OPERATING REVENUES		
3901.1	Passenger - First Class	0
3901.2	Passenger - Coach	5,722,403
3901	Transport Revenues - Passenger	5,722,403
3905	Mail	358,953
3906.1	Property - Freight	279,008
3906.2	Property - Excess Baggage	3,204
3907.1	Charter - Passenger	9,545,241
3907.2	Charter - Property	0
3919.1	Reserv. Cancellation Fees	0
3919.2	Misc. Operating Revenues	79,662
4808	Public Service Subsidy	0
4898	Transport Related	30,738
4999	Total Operating Revenue	16,019,209
OPERATING EXPENSES		
5100	Flying Operations	4,421,452
5400	Maintenance	3,865,335
5500	Passenger Service	1,961,206
6400	Aircraft & Traffic Servicing	2,171,624
6700	Promotion & Sales	1,716,225
6800	General & Administrative	1,004,630
7000	Depreciation & Amortization	298,682
7100	Transport Related Expenses	65,446
7199	Total Operating Expenses	15,504,600
7999	Operating Profit or Loss	514,609
NONOPERATING EXPENSE (INCOME)		
8181	Int. Exp. (Inc.) on L-T-D & Cap. Leases	60,003
8182	Other Interest Expense (Income)	0
8185	Foreign Exchange Gain or Loss	0
8188.5	Capital (Gains)/Losses- Op. Prop.	0
	Capital (Gains)/Losses- Other	
8189	Other Expense (Income) - Net	8,738
8199	Nonoperating Expense (Income)	68,741
8999	Income Before Income Taxes	445,868
9100	Income Tax Expense	200,612
9199	Inc. Bf. Disc. Ops & Other Items	245,256
9600	Discontinued Operations	0
9796	Extraordinary Items	0
9797	Inc. Tax Appl. To Extraord. Item	0
9799	Income Before Account. Changes	245,256
9800	Accounting Changes	0
9899	Net Income	245,256

STATEMENT OF OPERATIONS

Quarter Ended: June 30, 2000
 Schedule P-1.2 Group III
 ACCT# DESCRIPTION

Air Carrier:
 Operation : System HAS AMOUNT

ACCT#	DESCRIPTION	HAS	AMOUNT
OPERATING REVENUES			
3901.1	Passenger - First Class		0
3901.2	Passenger - Coach		5,722,403
3901	Transport Revenues - Passenger		122,010,252
3905	Mail		469,900
3906.1	Property - Freight		6,131,277
3906.2	Property - Excess Baggage		364,890
3907.1	Charter - Passenger		20,136,091
3907.2	Charter - Property		0
3919.1	Reserv. Cancellation Fees		0
3919.2	Misc. Operating Revenues		2,181,562
4808	Public Service Subsidy		0
4898	Transport Related		3,263,361
4999	Total Operating Revenue		154,557,333
OPERATING EXPENSES			
5100	Flying Operations		43,884,885
5400	Maintenance		37,149,870
5500	Passenger Service		16,719,576
6400	Aircraft & Traffic Servicing		21,424,515
6700	Promotion & Sales		14,631,077
6800	General & Administrative		8,564,623
7000	Depreciation & Amortization		4,057,717
7100	Transport Related Expenses		557,937
7199	Total Operating Expenses		146,990,200
7999	Operating Profit or Loss		7,567,133
NONOPERATING EXPENSE (INCOME)			
8181	Int. Exp. (Inc.) on L-T-D & Cap. Leases		713,685
8182	Other Interest Expense (Income)		68,028
8185	Foreign Exchange Gain or Loss		0
8188.5	Capital (Gains)/Losses- Op.Prop.		26,314
	Capital (Gains)/Losses- Other		
8189	Other Expense (Income) - Net		-1,634,307
8199	Nonoperating Expense (Income)		-826,280
8999	Income Before Income Taxes		8,393,413
9100	Income Tax Expense		3,776,500
9199	Inc. Bf. Disc. Ops & Other Items		4,616,913
9600	Discontinued Operations		0
9796	Extraordinary Items		0
9797	Inc. Tax Appl. To Extraord. Item		0
9799	Income Before Account. Changes		4,616,913
9800	Accounting Changes		0
9899	Net Income		4,616,913

AIRCRAFT OPERATING EXP. - Sch. P-5.2 Grp II & III Qtr: June 30, 2000
 Air Carrier:

ACCT #	DESCRIPTION	Operation: Domestic			
		Total Eqp Code 9999	DC-9-50 Code 6501	HAD DC-10-1 Code 7301	DC-10-3 Code 7321
FLYING OPERATIONS					
5123	Pilots and Copilots	6,237,477	2,789,218	3,168,369	279,890
5124	Other Flight Personnel	652,812	0	599,824	52,988
5128.1	Trainees and Instructors	0	0	0	0
5156	Personnel Expenses	405,870	49,656	327,301	28,913
5141	Prof. & Tech. Fees & Exp.	0	0	0	0
5143.7	Aircraft Interch. -Outside	0	0	0	0
5145.1	Aircraft Fuel	22,738,087	5,485,360	15,852,350	1,400,377
5145.2	Aircraft Oil	61,119	39,414	19,943	1,762
5147	Aircraft Rentals	4,094,371	1,045,840	2,801,086	247,445
5153	Other Supplies	0	0	0	0
5155.1	Insur. Purch. - General	141,060	18,002	113,070	9,988
5157	Empl. Benefits and Pensions	1,558,287	606,098	874,902	77,287
5158	Injuries, Loss and Damage	11,074	11,074	0	0
5168	Taxes-Payroll	615,871	242,548	343,022	30,301
5169	Taxes-Other Than Payroll	2,925,807	572,835	2,161,985	190,987
5171	Other Expense	21,598	4,285	15,907	1,406
5199	Total Flying Operations	39,463,433	10,864,330	26,277,759	2,321,344
DIRECT MAINTENANCE-FLIGHT EQUIP					
5225.1	Maint Airf. Labor	1,745,361	1,587,027	145,483	12,851
5225.2	Maint Eng. Labor	146,007	141,797	5,868	342
5243.1	Maint Airf. Outside Rep.	22,055,424	4,409,156	16,212,110	1,432,158
5243.2	Maint Eng. Outside Rep.	3,930,474	3,930,474	0	0
5243.7	Maint AC Interch. Chrgs-O/S	0	0	0	0
5246.1	Maint Materials - Airframe	1,467,698	1,360,005	98,952	8,741
5246.2	Maint Materials - Engines	81,749	81,556	177	16
5272.1	Maint Airfrm Airworth. Provs.	0	0	0	0
5272.3	Maint Airfrm O/H Deferred	0	0	0	0
5272.6	Maint AC Eng. Airworth. Prov	0	0	0	0
5272.8	Maint AC Eng. O/H Def. (cr.)	0	0	0	0
5278	Total Dir Maint-Flt.Eqpt	29,424,713	11,510,015	16,460,590	1,454,108
5279.6	APPL. MAINT BURDEN FLT. EQ.	3,132,248	1,225,236	1,752,223	154,789
5299	Total Flt. Eq. Maint. (Memo)	32,556,961	12,735,251	18,212,813	1,608,897
7073.9	NET OBSL & DETER.- EXP. PARTS	0	0	0	0
DEPRECIATION - FLIGHT EQUIPMENT					
7075.1	Depr. Airframes	1,036,578	622,095	380,840	33,643
7075.2	Depr. Aircraft Engines	357,870	357,870	0	0
7075.3	Depr. Airframe Parts	62,815	60,504	2,123	188
7075.4	Depr. Engine Parts	0	0	0	0
7075.5	Depr. Other Flt Eqp.	124,909	8	114,763	10,138
7076.1	Amort. Cap. Leases Flt.Eqpt.	740,988	740,988	0	0
EXPENSE OF INTERCHANGE AIRCRAFT					
7098.1	Exp. of Interch. AC- Flt. Ops	0	0	0	0
7098.2	Exp. of Interch. AC- Maint.	0	0	0	0
7098.9	Total Aircraft Operating Expens	74,343,554	25,381,046	44,988,298	3,974,210
OTHER DEPRECIATION & AMORTIZATI					
7074.1	Amortization Developmental &Pre	501,502			
7074.2	Amortization Other Intangibles	0			
7075.8	Depreciation Hangar & Maint. Eq	19,828			
7075.9	Depreciation Ground Property	845,226			
7076.2	Amort. Capital Leases Other	69,319			

AIRCRAFT OPERATING EXP. - Sch. P-5.2 Grp II & III Qtr: June 30, 2000				
Air Carrier:				
ACCT #	DESCRIPTION	Operation: Pacific		
		Total Eqp Code 9999	DC-10-1 Code 7301	HAP DC-10-3 Code 7321
FLYING OPERATIONS				
5123	Pilots and Copilots	533,105	213,401	319,704
5124	Other Flight Personnel	100,925	40,400	60,525
5128.1	Trainees and Instructors	0	0	0
5136	Personnel Expenses	55,071	22,045	33,026
5141	Prof. & Tech. Fees & Exp.	0	0	0
5143.7	Aircraft Interch. -Outside	0	0	0
5145.1	Aircraft Fuel	2,667,290	1,067,713	1,599,577
5145.2	Aircraft Oil	3,355	1,343	2,012
5147	Aircraft Rentals	471,306	188,663	282,643
5153	Other Supplies	0	0	0
5155.1	Insur. Purch. - General	19,025	7,616	11,409
5157	Empl. Benefits and Pensions	147,210	58,928	88,282
5158	Injuries, Loss and Damage	0	0	0
5168	Taxes-Payroll	57,717	23,104	34,613
5169	Taxes-Other Than Payroll	363,772	145,617	218,155
5171	Other Expense	2,676	1,071	1,605
5199	Total Flying Operations	4,421,452	1,769,901	2,651,551
DIRECT MAINTENANCE-FLIGHT EQUIP				
5225.1	Maint Airf. Labor	24,479	9,799	14,680
5225.2	Maint Eng. Labor	651	261	390
5243.1	Maint Airf. Outside Rep.	2,727,823	1,091,944	1,635,879
5243.2	Maint Eng. Outside Rep.	0	0	0
5243.7	Maint AC Interch. Chrgs-O/S	0	0	0
5246.1	Maint Materials - Airframe	16,650	6,665	9,985
5246.2	Maint Materials - Engines	30	12	18
5272.1	Maint Airfrm Airworth. Provs.	0	0	0
5272.3	Maint Airfrm O/H Deferred	0	0	0
5272.6	Maint AC Eng. Airworth. Prov	0	0	0
5272.8	Maint AC Eng. O/H Def. (cr.)	0	0	0
5278	Total Dir Maint-Flt.Eqpt	2,769,633	1,108,681	1,660,952
5279.6	APPL. MAINT BURDEN FLT. EQ.	294,827	118,019	176,808
5299	Total Flt. Eq. Maint. (Memo)	3,064,460	1,226,700	1,837,760
7073.9	NET OBSL & DETER.- EXP. PARTS	0	0	0
DEPRECIATION - FLIGHT EQUIPMENT				
7075.1	Depr. Airframes	64,080	25,651	38,429
7075.2	Depr. Aircraft Engines	0	0	0
7075.3	Depr. Airframe Parts	357	143	214
7075.4	Depr. Engine Parts	0	0	0
7075.5	Depr. Other Flt Eqp.	19,310	7,730	11,580
7076.1	Amort. Cap. Leases Flt.Eqpt.	0	0	0
EXPENSE OF INTERCHANGE AIRCRAFT				
7098.1	Exp. of Interch. AC- Flt. Ops	0	0	0
7098.2	Exp. of Interch. AC- Maint.	0	0	0
7098.9	Total Aircraft Operating Expens	7,569,659	3,030,125	4,539,534
OTHER DEPRECIATION & AMORTIZATI				
7074.1	Amortization Developmental &Pre	75,070		
7074.2	Amortization Other Intangibles	0		
7075.8	Depreciation Hangar & Maint. Eq	2,968		
7075.9	Depreciation Ground Property	126,521		
7076.2	Amort. Capital Leases Other	10,376		

AIRCRAFT OPERATING EXP. - Sch. P-5.2 Grp II & III Qtr: June 30, 2000

ACCT #	DESCRIPTION	Operation: System			
		Total Eqp Code 9999	DC-9-50 Code 6501	HAS DC-10-1 Code 7301	DC-10-3 Code 7321
FLYING OPERATIONS					
5123	Pilots and Copilots	6,770,582	2,789,218	3,381,770	599,594
5124	Other Flight Personnel	755,737	0	640,224	113,513
5128.1	Trainees and Instructors	0	0	0	0
5136	Personnel Expenses	460,941	49,656	349,346	61,939
5141	Prof. & Tech. Fees & Exp.	0	0	0	0
5143.7	Aircraft Interch. -Outside	0	0	0	0
5145.1	Aircraft Fuel	25,405,377	5,485,360	16,920,063	2,999,954
5145.2	Aircraft Oil	64,474	39,414	21,286	3,774
5147	Aircraft Rentals	4,565,677	1,045,840	2,989,749	530,088
5153	Other Supplies	0	0	0	0
5155.1	Insur. Purch. - General	160,085	18,002	120,686	21,397
5157	Empl. Benefits and Pensions	1,705,497	606,098	933,830	165,569
5158	Injuries, Loss and Damage	11,074	11,074	0	0
5168	Taxes-Payroll	673,588	242,548	366,126	64,914
5169	Taxes-Other Than Payroll	3,289,579	572,835	2,307,602	409,142
5171	Other Expense	24,274	4,285	16,978	3,011
5199	Total Flying Operations	43,884,885	10,864,330	28,047,660	4,972,895
DIRECT MAINTENANCE-FLIGHT EQUIP					
5225.1	Maint Airf. Labor	1,769,840	1,587,027	155,282	27,531
5225.2	Maint Eng. Labor	146,658	141,797	4,129	732
5243.1	Maint Airf. Outside Rep.	24,781,247	4,409,156	17,304,054	3,068,037
5243.2	Maint Eng. Outside Rep.	3,930,474	3,930,474	0	0
5243.7	Maint AC Interch. Cirqs-O/S	0	0	0	0
5246.1	Maint Materials - Airframe	1,484,348	1,360,005	105,617	18,726
5246.2	Maint Materials - Engines	81,779	81,556	189	34
5272.1	Maint Airfrm Airworth. Provs.	0	0	0	0
5272.3	Maint Airfrm O/H Deferred	0	0	0	0
5272.6	Maint AC Eng. Airworth. Prov	0	0	0	0
5272.8	Maint AC Eng. O/H Def. (cr.)	0	0	0	0
5278	Total Dir Maint-Flt. Eqpt	32,194,346	11,510,015	17,569,271	3,115,060
5279.6	APPL. MAINT BURDEN FLT. EQ.	3,427,075	1,225,236	1,870,242	331,597
5299	Total Flt. Eq. Maint. (Memo)	35,621,421	12,735,251	19,439,513	3,446,657
7073.9	NET OBSL & DETER.- EXP. PARTS	0	0	0	0
DEPRECIATION - FLIGHT EQUIPMENT					
7075.1	Depr. Airframes	1,100,658	622,095	406,491	72,072
7075.2	Depr. Aircraft Engines	357,870	357,870	0	0
7075.3	Depr. Airframe Parts	65,172	60,504	2,266	402
7075.4	Depr. Engine Parts	0	0	0	0
7075.5	Depr. Other Flt Eqp.	144,219	8	122,493	21,718
7076.1	Amort. Cap. Leases Flt. Eqpt.	740,988	740,988	0	0
7098.1	Exp. of Interch. AC- Flt. Ops	0	0	0	0
7098.2	Exp. of Interch. AC- Maint.	0	0	0	0
7098.9	Total Aircraft Operating Expens	81,913,213	25,381,046	48,018,423	8,513,744
OTHER DEPRECIATION & AMORTIZATI					
7074.1	Amortization Developmental &Pre	576,572			
7074.2	Amortization Other Intangibles	0			
7075.8	Depreciation Hangar & Maint. Eq	22,796			
7075.9	Depreciation Ground Property	971,747			
7076.2	Amort. Capital Leases Other	79,695			

OPERATING EXPENSES BY OBJECTIVE GROUPING

Quarter Ended: June 30, 2000
 Schedule P-6

Air Carrier:
 Operation : Domestic HAD

LINE#	DESCRIPTION	HAD AMOUNT

	SALARIES & REL. FRINGE BENEFIT	
	SALARIES:	
Line 3	General Mgmt. Per.	1,049,727
Line 4	Flight Personnel	12,109,447
Line 5	Maintenance Labor	2,556,226
Line 6	Aircr. & Traffic Hndl. Per.	7,307,863
Line 7	Other Personnel	5,032,560
Line 8	Total Salaries	28,055,823
	RELATED FRINGE BENEFITS	
Line 10	Personnel Expense	1,751,863
Line 11	Empl. Benefits & Pensions	4,998,371
Line 12	Payroll Taxes	2,246,933
Line 13	Total Fringe Benefits	8,997,167
Line 14	Total Salaries & Benefits	37,052,990
	MATERIALS PURCHASED	
Line 16	Aircraft Fuel & Oil	25,725,013
Line 17	Maintenance Materials	2,898,293
Line 18	Passenger Food	3,355,526
Line 19	Other Materials	1,443,341
Line 20	Total Materials	33,422,173
	SERVICES PURCHASED	
Line 22	Advertising & Other Promotion	2,765,971
Line 23	Communications	865,789
Line 24	Insurance	693,161
Line 25	Outside Flight Eqpt. Maint.	26,201,509
Line 26	Traffic Commissions - Passenger	2,817,194
Line 27	Traffic Commissions - Cargo	4,185
Line 28	Other Services	12,064,494
Line 29	Total Services	45,412,303
Line 30	LANDING FEES	1,985,304
Line 31	RENTALS	6,751,093
Line 32	DEPRECIATION	2,447,226
Line 33	AMORTIZATION	1,311,809
Line 34	OTHER	2,610,211
Line 35	TRANSPORT RELATED EXPENSES	492,491
Line 36	TOTAL OPERATING EXPENSES	131,485,600

OPERATING EXPENSES BY OBJECTIVE GROUPING

Quarter Ended: June 30, 2000
 Schedule P-6

Air Carrier:
 Operation : Pacific HAP

LINE#	DESCRIPTION	AMOUNT

	SALARIES & REL. FRINGE BENEFIT	
	SALARIES:	
Line 3	General Mgmt. Per.	139,496
Line 4	Flight Personnel	1,327,484
Line 5	Maintenance Labor	113,576
Line 6	Aircr. & Traffic Hndl. Per.	971,125
Line 7	Other Personnel	640,434
Line 8	Total Salaries	3,192,115
	RELATED FRINGE BENEFITS	
Line 10	Personnel Expense	604,331
Line 11	Empl. Benefits & Pensions	604,331
Line 12	Payroll Taxes	274,457
Line 13	Total Fringe Benefits	1,483,119
Line 14	Total Salaries & Benefits	4,675,234
	MATERIALS PURCHASED	
Line 16	Aircraft Fuel & Oil	3,034,417
Line 17	Maintenance Materials	195,923
Line 18	Passenger Food	445,908
Line 19	Other Materials	191,802
Line 20	Total Materials	3,868,050
	SERVICES PURCHASED	
Line 22	Advertising & Other Promotion	367,564
Line 23	Communications	115,053
Line 24	Insurance	40,620
Line 25	Outside Flight Eqpt. Maint.	2,756,279
Line 26	Traffic Commissions - Passenger	374,371
Line 27	Traffic Commissions - Cargo	556
Line 28	Other Services	1,594,468
Line 29	Total Services	5,248,911
Line 30	LANDING FEES	263,823
Line 31	RENTALS	842,521
Line 32	DEPRECIATION	213,236
Line 33	AMORTIZATION	85,446
Line 34	OTHER	241,933
Line 35	TRANSPORT RELATED EXPENSES	65,446
Line 36	TOTAL OPERATING EXPENSES	15,504,600

OPERATING EXPENSES BY OBJECTIVE GROUPING

Quarter Ended: June 30, 2000
 Schedule P-6

Air Carrier:
 Operation : System HAS

LINE#	DESCRIPTION	AMOUNT

	SALARIES & REL. FRINGE BENEFIT	
	SALARIES:	
Line 3	General Mgmt. Per.	1,189,223
Line 4	Flight Personnel	13,436,931
Line 5	Maintenance Labor	2,669,802
Line 6	Aircr. & Traffic Hndl. Per.	8,278,988
Line 7	Other Personnel	5,672,994
Line 8	Total Salaries	31,247,938
	RELATED FRINGE BENEFITS	
Line 10	Personnel Expense	2,356,194
Line 11	Empl. Benefits & Pensions	5,602,702
Line 12	Payroll Taxes	2,521,390
Line 13	Total Fringe Benefits	10,480,286
Line 14	Total Salaries & Benefits	41,728,224
	MATERIALS PURCHASED	
Line 16	Aircraft Fuel & Oil	28,759,430
Line 17	Maintenance Materials	3,094,216
Line 18	Passenger Food	3,801,434
Line 19	Other Materials	1,635,143
Line 20	Total Materials	37,290,223
	SERVICES PURCHASED	
Line 22	Advertising & Other Promotion	3,133,535
Line 23	Communications	980,842
Line 24	Insurance	733,781
Line 25	Outside Flight Eqpt. Maint.	28,957,788
Line 26	Traffic Commissions - Passenger	3,191,565
Line 27	Traffic Commissions - Cargo	4,741
Line 28	Other Services	13,658,962
Line 29	Total Services	50,661,214
Line 30	LANDING FEES	2,249,127
Line 31	RENTALS	7,593,614
Line 32	DEPRECIATION	2,660,462
Line 33	AMORTIZATION	1,397,255
Line 34	OTHER	2,852,144
Line 35	TRANSPORT RELATED EXPENSES	557,937
Line 36	TOTAL OPERATING EXPENSES	146,990,200

OPERATING EXPENSES BY FUNCTIONAL GROUPING

Quarter Ended: June 30, 2000
 Schedule P-7

Air Carrier:
 Operation : Domestic HAD

LINE#	DESCRIPTION	AMOUNT
Line 2	AIRCRAFT OPER. EXPENSES (DIRECT) Aircraft Operating Expenses	74,343,554
	SERV., SALES & GEN.OP.(INDIRECT)	
	PASSENGER SERVICE EXPENSE:	
Line 5	Flight Attendant Expense	8,423,600
Line 6	Food Expense	3,355,526
Line 7	Other In-Flight Expense	2,979,244
Line 8	Total Passenger Service Exp.	14,758,370
	PASSENGER SERVICING EXPENSE:	
Line 10	Line Servicing Expense	3,757,136
Line 11	Control Expense	1,710,109
Line 12	Landing Fees	1,985,304
Line 13	Total Aircraft Servicing Exp.	7,452,549
	TRAFFIC SERVICING EXPENSE:	
Line 15	Directly Assignable- Psgr.	5,858,297
Line 16	Directly Assignable- Cargo	1,888,728
Line 17	Not Directly Assignable	4,053,317
Line 18	Total Traffic Servicing Exp.	11,800,342
	RESERVATIONS AND SALES EXPENSE:	
Line 20	Directly Assignable- Psgr.	6,901,844
Line 21	Directly Assignable- Cargo	4,185
Line 22	Not Directly Assignable	2,854,281
Line 23	Total Reservat. & Sales Exp.	9,760,310
	ADVERTISING & PUBLICITY EXPENSE:	
Line 25	Directly Assignable- Psgr.	0
Line 26	Directly Assignable- Cargo	0
Line 27	Not Directly Assignable	3,154,542
Line 28	Total Advertising & Prom. Exp	3,154,542
Line 29	GENERAL & ADMINISTRATIVE EXPENSE	7,559,993
	MAINT. & DEPREC. -GROUND PROP.&EQ.	
Line 31	Maintenance Ground Prop.&Eqpt.	727,574
Line 32	Depreciation Ground Prop.&Eqpt	845,226
Line 33	Total Maint.&Depr.- Ground P&E	1,572,800
Line 34	DEPR. EXPENSE - MAINTENANCE EQ.	19,828
Line 35	AMORT. (OTHER THAN FLIGHT EQ.)	570,821
Line 36	TOTAL SVCING,SALES & GEN.OP.EXP.	56,649,555
Line 37	TRANSPORT RELATED EXPENSES	492,491
Line 38	TOTAL OPERATING EXPENSES	131,485,600

OPERATING EXPENSES BY FUNCTIONAL GROUPING

Quarter Ended: June 30, 2000
 Schedule P-7

Air Carrier:
 Operation : Pacific HAP

LINE#	DESCRIPTION	AMOUNT
Line 2	AIRCRAFT OPER. EXPENSES (DIRECT) Aircraft Operating Expenses	7,569,659
	SERV., SALES & GEN.OP.(INDIRECT)	
	PASSENGER SERVICE EXPENSE:	
Line 5	Flight Attendant Expense	1,119,393
Line 6	Food Expense	445,908
Line 7	Other In-Flight Expense	395,905
Line 8	Total Passenger Service Exp.	1,961,206
	PASSENGER SERVICING EXPENSE:	
Line 10	Line Servicing Expense	236,603
Line 11	Control Expense	103,077
Line 12	Landing Fees	263,823
Line 13	Total Aircraft Servicing Exp.	603,503
	TRAFFIC SERVICING EXPENSE:	
Line 15	Directly Assignable- Psgr.	778,496
Line 16	Directly Assignable- Cargo	250,989
Line 17	Not Directly Assignable	538,636
Line 18	Total Traffic Servicing Exp.	1,568,121
	RESERVATIONS AND SALES EXPENSE:	
Line 20	Directly Assignable- Psgr.	917,170
Line 21	Directly Assignable- Cargo	556
Line 22	Not Directly Assignable	379,299
Line 23	Total Reservat. & Sales Exp.	1,297,025
	ADVERTISING & PUBLICITY EXPENSE:	
Line 25	Directly Assignable- Psgr.	0
Line 26	Directly Assignable- Cargo	0
Line 27	Not Directly Assignable	419,200
Line 28	Total Advertising & Prom. Exp	419,200
Line 29	GENERAL & ADMINISTRATIVE EXPENSE	1,004,630
	MAINT. & DEPREC. -GROUND PROP.&EQ.	
Line 31	Maintenance Ground Prop.&Eqpt.	800,875
Line 32	Depreciation Ground Prop.&Eqpt	126,521
Line 33	Total Maint.&Depr.- Ground P&E	927,396
Line 34	DEPR. EXPENSE - MAINTENANCE EQ.	2,968
Line 35	AMORT. (OTHER THAN FLIGHT EQ.)	85,446
Line 36	TOTAL SVCING,SALES & GEN.OP.EXP.	7,869,495
Line 37	TRANSPORT RELATED EXPENSES	65,446
Line 38	TOTAL OPERATING EXPENSES	15,504,600

OPERATING EXPENSES BY FUNCTIONAL GROUPING

Quarter Ended: June 30, 2000
 Schedule P-7

Air Carrier:
 Operation : System HAS

LINE#	DESCRIPTION	AMOUNT
Line 2	AIRCRAFT OPER. EXPENSES (DIRECT) Aircraft Operating Expenses	81,913,213
	SERV., SALES & GEN.OP.(INDIRECT)	
	PASSENGER SERVICE EXPENSE:	
Line 5	Flight Attendant Expense	9,542,993
Line 6	Food Expense	3,801,434
Line 7	Other In-Flight Expense	3,375,149
Line 8	Total Passenger Service Exp.	16,719,576
	PASSENGER SERVICING EXPENSE:	
Line 10	Line Servicing Expense	3,993,739
Line 11	Control Expense	1,813,186
Line 12	Landing Fees	2,249,127
Line 13	Total Aircraft Servicing Exp.	8,056,052
	TRAFFIC SERVICING EXPENSE:	
Line 15	Directly Assignable- Psgr.	6,636,793
Line 16	Directly Assignable- Cargo	2,139,717
Line 17	Not Directly Assignable	4,591,953
Line 18	Total Traffic Servicing Exp.	13,368,463
	RESERVATIONS AND SALES EXPENSE:	
Line 20	Directly Assignable- Psgr.	7,819,014
Line 21	Directly Assignable- Cargo	4,741
Line 22	Not Directly Assignable	3,233,580
Line 23	Total Reservat. & Sales Exp.	11,057,335
	ADVERTISING & PUBLICITY EXPENSE:	
Line 25	Directly Assignable- Psgr.	0
Line 26	Directly Assignable- Cargo	0
Line 27	Not Directly Assignable	3,573,742
Line 28	Total Advertising & Prom. Exp	3,573,742
Line 29	GENERAL & ADMINISTRATIVE EXPENSE	8,564,623
	MAINT. & DEPREC. -GROUND PROP.&EQ.	
Line 31	Maintenance Ground Prop.&Eqpt.	1,528,449
Line 32	Depreciation Ground Prop.&Eqpt	971,747
Line 33	Total Maint.&Depr.- Ground P&E	2,500,196
Line 34	DEPR. EXPENSE - MAINTENANCE EQ.	22,796
Line 35	AMORT. (OTHER THAN FLIGHT EQ.)	656,267
Line 36	TOTAL SVCING,SALES & GEN.OP.EXP.	64,519,050
Line 37	TRANSPORT RELATED EXPENSES	557,937
Line 38	TOTAL OPERATING EXPENSES	146,990,200