

## Balance Sheet

Air Carrier    Kalitta Charters II

As of June 30, 2006

KLQ  
Carrier Code

### ASSETS

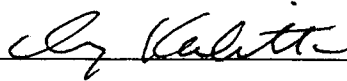
Current Assets	
Cash and equivalents	1 <u>1,588,128</u>
Notes and accounts receivable	2 <u>3,063,549</u>
Other Current Assets	3 <u>56,705</u>
Total Current Assets	4 <u>4,708,381</u>
Property and Equipment	
Owned property and equipment	5 <u>0</u>
Less accumulated depreciation	6 <u>0</u>
Property and equipment obtained under capital lease	7 <u>0</u>
Less accumulated amortization	8 <u>0</u>
Total property and equipment	9 <u>0</u>
Other Assets	10 <u>40,000</u>
<b>Total Assets</b>	11 <u><u>4,748,381</u></u>

### LIABILITIES & STOCKHOLDERS' EQUITY

Current Liabilities	
Notes and accounts payable	12 <u>1,886,722</u>
Accrued taxes	13 <u>0</u>
Other current liabilities	14 <u>1,003,899</u>
Total Current Liabilities	15 <u>2,890,621</u>
Long term debt	16 <u>0</u>
Other liabilities	17 <u>0</u>
Deferred Credits	18 <u>0</u>
Members Equity	
Capital Stock	
Preferred _____ shares outstanding	19 <u>N/A</u>
Common _____ shares outstanding	20 <u>N/A</u>
Other paid in capital	21 <u>140,000</u>
Retained earnings	22 <u>1,717,761</u>
Total stockholders equity	23 <u>1,857,761</u>
Less treasury stock	24 <u>0</u>
Net stockholder's equity	25 <u>1,857,761</u>
<b>Total Liabilities &amp; Equity</b>	26 <u><u>4,748,381</u></u>

I, the undersigned, (Title) President/CEO of the above-named air carrier certify that the above report and the attached Financial Schedules have been examined by me and to the best of my knowledge and belief are true, correct and complete reports for the period stated.

Date: 8-23-06

Signed 

Name Doug Kalitta

STATEMENT OF OPERATIONS

Air Carrier **Kalitta Charters II**  
 Six months ended June 30, 2006

KLQ  
 Carrier Code

	Current Period	Year To Date
Operating Revenue		
Transport Revenue		
Schedule Service		
Passenger	1	
Other	2	
Nonscheduled Service	3	7,748,243
Transport Related Revenue		
Public Service Revenue	4	
Other	5	
Total Operating Revenue	6	7,748,243
Operating Expense		
Flying Operations	7	3,594,754
Maintenance	8	247,613
General & Administrative	9	993,956
Depreciation & Rental		
Owned Property & Equipment	10	
Leased Property & Equipment	11	2,063,803
Transport Related Expense	12	
Total Operating Expense	13	6,900,126
Operating Profit	14	848,118
Non-operating Income & Expense		
Interest Expense	15	
Other Nonoperating (Net)	16	19,768
Income Tax	17	
Discontinued operations, extraordinary items or Accounting changes	18	
Net Income	19	867,886

**Aircraft Operating Expenses-Group I Air Carriers**

Aircarrier Kalitta Charters II, LLC

**KLQ** Six Months Ended June 30, 2006

Line No	Total All Aircraft	DC-9 Aircraft Type 6352 Code	727-200 Aircraft Type 7152 Code	Aircraft Type Code	Aircraft Type Code
1					
2					
3	1,688,827	303,989	1,384,838		
4	1,852,389	602,927	1,249,462		
5	53,538	13,384	40,153		
6	3,594,754	920,300	2,674,453		
7	247,613	61,903	185,710		
8	2,063,803	322,800	1,741,003		
9	5,906,170	1,305,003	4,601,166		
10					
11	-				
12	-				
13	325,875				
14	668,081				
15	993,956				
16	6,900,126				
17	1,757	324	1,433		
18	724	181	543		
19	628,358	207,933	420,425		