

## BALANCE SHEET

As At: June 30, 2000  
Schedule B-1.1 for Group I < 20MAir Carrier:  
Operation : Domestic SID

LINE#	DESCRIPTION	AMOUNT
	ASSETS	
	CURRENT ASSETS	
Line 1	Cash and cash equivalents	2,202,298
Line 2	Notes and accts receivable (net)	784,877
Line 3	Other current assets	21,828
Line 4	Total current assets	3,009,003
	PROPERTY AND EQUIPMENT	
Line 5	Owned property and equipment	8,731,052
Line 6	Less: accumulated depreciation	2,356,156
Line 7	Prop. & equip. under cap. leases	0
Line 8	Less: accumulated amortization	0
Line 9	Total property & equipment	6,374,896
Line 10	OTHER ASSETS	563,934
Line 11	TOTAL ASSETS	9,947,833
	LIABILITIES & STOCKHOLDERS' EQ.	
	CURRENT LIABILITIES	
Line 12	Notes and accounts payable	445,056
Line 13	Accrued taxes	-33,690
Line 14	Other current liabilities	673,903
Line 15	Total current liabilities	1,085,269
Line 16	LONG-TERM DEBT	5,130,401
Line 17	OTHER LIABILITIES	0
Line 18	DEFERRED CREDITS	0
	STOCKHOLDERS' EQUITY:	
Line 19	Preferred shares outstanding	0
Line 20	Common shares outstanding	0
Line 21	Other paid in capital	12,500
Line 22	Retained Earnings	0
Line 23	Total stockholders' equity	3,719,663
Line 24	Less: Treasury stock	3,732,163
Line 25	Net stockholders' equity	0
Line 26	TOTAL LIAB. & STOCKHOLDERS' EQ.	3,732,163
Line 19A	No. of Preferred shares outstanding	9,947,833
		0

## STATEMENT OF OPERATIONS

Six Months Ended: June 30, 2000  
 Schedule P-1.1 Group I < 20M

Air Carrier: Sierra Pacific  
 Operation : Domestic SID

LINE#	DESCRIPTION	AMOUNT
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	OPERATING REVENUE	
	Transport Revenue	
	Scheduled Service	
Line 1	Passenger	0
Line 2	Other	0
Line 3	Nonscheduled Service	3,133,869
	Transport Related Revenue	
Line 4	Public Service Revenue	0
Line 5	Other	59,763
Line 6	Total Operating Revenue	3,193,632
	OPERATING EXPENSE	
Line 7	Flying Operations	941,222
Line 8	Maintenance	1,068,122
Line 9	General Services and Administration	709,058
	Depreciation and Amortization	
Line 10	Owned Property and Equipment	480,010
Line 11	Leased Property and Equipment	0
Line 12	Transport Related Expense	0
Line 13	Total Operating Expense	3,198,412
Line 14	OPERATING PROFIT OR LOSS	-4,780
	NONOPERATING EXPENSE (INCOME)	
Line 15	Interest Expense	227,976
Line 16	Other Nonoperating (Net)	2,576
Line 17	Income Tax	-109,750
Line 18	Discontinued operations, extra-ordinary items or Accounting changes	0
Line 19	Net Income	-125,582

**REVISED** JUL 16 2001

AIRCRAFT OPERATING EXP. - Sch. P-5.1 Grp I < 20M 6 Mo: June 30, 2000  
 Air Carrier: Sierra Pacific Operation: Domestic SID  
 Total Eqp B-737-1/2  
 Code 9999 Code 6201

ACCT #	DESCRIPTION		
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DIRECT EXPENSES:			
FLYING OPERATIONS (Less Rentals)			
3	Pilots and Copilots (S&W &Benef	393,054	393,054
4	Aircraft Fuel and Oil	141,816	141,816
5	Other	121,175	121,175
6	Total Flying Ops. (Less Rentals)	656,045	656,045
7	Maintenance - Flight Equipment	1,068,122	1,068,122
8	Depr. & Rental - Flight Equipme	480,010	480,010
9	Total Direct Expenses	2,204,177	2,204,177
INDIRECT EXPENSES			
11	Flight Attendant Expense	211,008	
12	Traffic Related Expense	74,170	
13	Departure Related Expense	155,973	
14	Capacity Related Expense	553,085	
15	Total Indirect Expense	994,236	
16	Total Operating Expense	3,198,413	

**REVISED** JUL 16 2001