

## BALANCE SHEET

As At: June 30, 2000  
 Schedule B-1.1 for Group I < 20M

Air Carrier: Zantop Intl. Airline  
 Operation : Domestic ZKQD

LINE#	DESCRIPTION	AMOUNT
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ASSETS		
CURRENT ASSETS		
Line 1	Cash and cash equivalents	1,276,995
Line 2	Notes and accts receivable (net)	4,756,088
Line 3	Other current assets	3,987,276
Line 4	Total current assets	10,020,359
PROPERTY AND EQUIPMENT		
Line 5	Owned property and equipment	60,258,406
Line 6	Less: accumulated depreciation	49,184,468
Line 7	Prop. & equip. under cap. leases	0
Line 8	Less: accumulated amortization	0
Line 9	Total property & equipment	11,073,938
Line 10	OTHER ASSETS	6,557,414
Line 11	TOTAL ASSETS	27,651,711
LIABILITIES & STOCKHOLDERS' EQ.		
CURRENT LIABILITIES		
Line 12	Notes and accounts payable	5,974,760
Line 13	Accrued taxes	-129,348
Line 14	Other current liabilities	4,267,183
Line 15	Total current liabilities	10,112,595
Line 16	LONG-TERM DEBT	2,446,000
Line 17	OTHER LIABILITIES	0
Line 18	DEFERRED CREDITS	0
STOCKHOLDERS' EQUITY:		
Line 19	Preferred shares outstanding	0
Line 20	Common shares outstanding	45,000
Line 21	Other paid in capital	0
Line 22	Retained Earnings	15,048,116
Line 23	Total stockholders' equity	15,093,116
Line 24	Less: Treasury stock	0
Line 25	Net stockholders' equity	15,093,116
Line 26	TOTAL LIAB. & STOCKHOLDERS' EQ.	27,651,711
Line 19A	No. of Preferred shares outstanding	0
Line 20A	No. of Common shares outstanding	45,000

I, the undersigned, (Title) \_\_\_\_\_  
 of the above-named air carrier certify that the above report and  
 the attached Financial Schedules, Statement of Operations, and  
 Traffic and Capacity Statistics, including the T-100 report and  
 Passenger Origin-Destination Survey, have been examined by me and  
 to the best of my knowledge and belief are true, correct and  
 complete reports for the period stated.

Signature: \_\_\_\_\_ Date: \_\_\_\_\_

Name (Please Type or Print) \_\_\_\_\_

## STATEMENT OF OPERATIONS

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

Air Carrier: Zantop Intl. Airline  
 Operation : Domestic ZKQD

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	11,825,921
	Transport Related Revenue	
Line 4	Public Service Revenue	0
Line 5	Other	0
Line 6	Total Operating Revenue	11,825,921
	OPERATING EXPENSE	
Line 7	Flying Operations	2,413,245
Line 8	Maintenance	4,924,110
Line 9	General Services and Administration	2,697,021
	Depreciation and Amortization	
Line 10	Owned Property and Equipment	150,684
Line 11	Leased Property and Equipment	0
Line 12	Transport Related Expense	0
Line 13	Total Operating Expense	10,185,060
Line 14	OPERATING PROFIT OR LOSS	1,640,861
	NONOPERATING EXPENSE (INCOME)	
Line 15	Interest Expense	437,979
Line 16	Other Nonoperating (Net)	602,967
Line 17	Income Tax	0
Line 18	Discontinued operations, extra-ordinary items or Accounting changes	0
Line 19	Net Income	599,915
Line 20	Full-Time Employees	118
Line 21	Part-Time Employees	64

AIRCRAFT OPERATING EXP. - Sch. P-5.1 Grp I < 20M 6 Mo: June 30, 2000

Air Carrier: Zantop Intl. Airlines

Operation: Domestic

ZKQD

Total Eqp

CV-640

L-188A

DC-8-50F

ACCT #	DESCRIPTION	Code 9999	Code 4402	Code 5502	Code 8502
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	DIRECT EXPENSES:				
	FLYING OPERATIONS (Less Rentals)				
3	Pilots and Copilots (S&W &Benef	555,243	0	555,243	0
4	Aircraft Fuel and Oil	1,626,389	0	1,626,389	0
5	Other	231,613	1,125	226,063	4,425
6	Total Flying Ops. (Less Rentals)	2,413,245	1,125	2,407,695	4,425
7	Maintenance - Flight Equipment	4,924,110	320	4,921,493	2,297
8	Depr. & Rental - Flight Equipme	127,886	2,910	64,304	60,672
9	Total Direct Expenses	7,465,241	4,355	7,393,492	67,394
	INDIRECT EXPENSES				
11	Flight Attendant Expense	0			
12	Traffic Related Expense	1,055,461			
13	Departure Related Expense	0			
14	Capacity Related Expense	1,664,358			
15	Total Indirect Expense	2,719,819			
16	Total Operating Expense	10,185,060			