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BEFORE THE
DEPARTMENT OF TRANSPORTATION
WASHINGTON, D. C.

DEPARTMENT OF TRANSPORTATION
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DOCKET SECTION

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Application of                                     :
                                                :
      AMERICAN AIRLINES, INC.                   :   OST-97-2477
                                                :   OST-97-2944
under 49 USC 40109 for exemption (U.S.-       :
Mexico; codesharing with Aero California      :
S.A. de C.V.)                                  :
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APPLICATION OF AMERICAN AIRLINES, INC.
FOR RENEWAL OF EXEMPTION

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January 15, 1999

NOTICE: Answers supporting or opposing this application
are due on February 1, 1999

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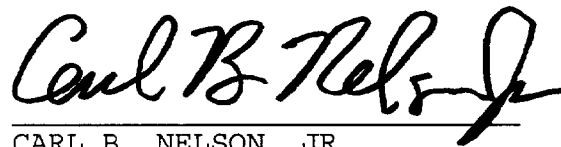
APPLICATION OF AMERICAN AIRLINES, INC.
FOR RENEWAL OF EXEMPTION

American Airlines, Inc. hereby applies for renewal of its exemption, granted by Notice of Action Taken in the captioned dockets on March 20, 1998, to serve the following U.S.-Mexico city-pair markets in conjunction with a codesharing arrangement with Aero California S.A. de C.V.: Boston-La Paz/Loreto/Mazatlan; Chicago-Torreon; and Dallas/Ft. Worth-Loreto.

In filing this application, American invokes the automatic extension provisions of the Administrative Procedure Act, 5 USC 558(c), as implemented by 14 CFR Part 377. The exemption would expire on March 20, 1999, absent this renewal application, which is timely under 14 CFR 377.10(c) since it is filed more than 60 days in advance of the expiration date.

The subject exemption should be renewed for the reasons stated in the Department's Notice of Action Taken. Renewal is consistent with the public interest, and with the Department's Statement of United States International Air Transportation Policy, 60 Fed. Reg. 21841, 21842, May 3, 1995, recognizing the public benefits offered by codeshare arrangements between U.S. and foreign carriers.

Respectfully submitted,

A handwritten signature in black ink, reading "Carl B. Nelson, Jr." in a cursive script. The signature is written over a horizontal line.

CARL B. NELSON, JR.
Associate General Counsel
American Airlines, Inc.

January 15, 1999