

Aspen Mountain Air / Lone Star Airlines

Statements of Cash Flows

	April-97	May-97	Jun-97	Jul-97	Aug-97	Sep-97	Oct-97	Nov-97	Dec-97	Jan-98	Feb-98	Mar-98	Total March 98
Operating Activities													
Net Income (Loss)	\$ (562,275)	\$ (739,148)	\$ (478,252)	\$ (357,145)	\$ (491,576)	\$ (426,784)	\$ (403,308)	\$ (732,375)	\$ (199,218)	\$ 219,500	\$ 443,723	\$ 568,539	\$ (3,158,321)
Adjustments to reconcile net income to net cash provided (used) by operating activities													
Depreciation	\$ 12,685	\$ 13,035	\$ 16,260	\$ 19,843	\$ 25,060	\$ 28,743	\$ 32,826	\$ 39,093	\$ 43,926	\$ 48,009	\$ 52,092	\$ 56,176	\$ 387,147
Amortization of Goodwill	\$ 35,769	\$ 35,769	\$ 35,769	\$ 35,769	\$ 35,769	\$ 35,769	\$ 35,769	\$ 35,769	\$ 35,769	\$ 35,769	\$ 35,769	\$ 35,769	\$ 429,228
Changes in													
Accounts Receivable	\$ 264,141	\$ 14,504	\$ (21,086)	\$ (123,181)	\$ (17,002)	\$ 53,704	\$ (115,485)	\$ 56,283	\$ (199,628)	\$ (295,238)	\$ 30,475	\$ (220,879)	\$ (573,191)
Inventories	\$ (1,500)	\$ (1,500)	\$ (2,250)	\$ (3,000)	\$ (4,500)	\$ (4,500)	\$ (10,500)	\$ (12,000)	\$ (13,500)	\$ (13,500)	\$ (13,500)	\$ (13,500)	\$ (93,750)
Prepaid Expenses	\$ 150,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (150,000)
Accounts Payable & Accrued Liabilities	\$ 88,141	\$ (19,601)	\$ (48,640)	\$ (148,724)	\$ (42,693)	\$ 52,412	\$ (118,800)	\$ 46,094	\$ (189,828)	\$ (295,237)	\$ 30,476	\$ (220,673)	\$ (872,879)
Net Cash Provided (Used) by Operating Activities	\$ (13,639)	\$ (696,841)	\$ (498,163)	\$ (574,438)	\$ (494,944)	\$ (260,656)	\$ (579,498)	\$ (565,136)	\$ (532,279)	\$ (300,687)	\$ 579,036	\$ 205,625	\$ (3,731,766)
Investing Activities													
Purchase of Property & Equipment	\$ (48,500)	\$ (80,500)	\$ (228,750)	\$ (262,000)	\$ (383,500)	\$ (281,500)	\$ (409,500)	\$ (564,000)	\$ (501,500)	\$ (456,500)	\$ (456,500)	\$ (456,500)	\$ (4,139,250)
Decrease (Increase) in Other Assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net Investing Activities	\$ (48,500)	\$ (80,500)	\$ (228,750)	\$ (262,000)	\$ (383,500)	\$ (281,500)	\$ (409,500)	\$ (564,000)	\$ (501,500)	\$ (456,500)	\$ (456,500)	\$ (456,500)	\$ (4,139,250)
Financing Activities													
Issuance of Common Stock	\$ 3,150,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,150,000
COI Revolver Draws, Net	\$ (3,150,000)	\$ -	\$ 1,500,000	\$ 1,007,500	\$ 1,020,008	\$ 1,030,175	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,407,713
Issuance of Debt & Notes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Payment of Debt & Notes	\$ (1,299)	\$ (31,299)	\$ (1,299)	\$ (1,299)	\$ (1,299)	\$ (1,299)	\$ (101,003)	\$ (401,003)	\$ (201,003)	\$ (1,003)	\$ (1,003)	\$ (561)	\$ (743,370)
Net Cash Used in Financing Activities	\$ (1,299)	\$ (31,299)	\$ 1,480,701	\$ 1,006,201	\$ 1,018,739	\$ 1,028,876	\$ (101,003)	\$ (401,003)	\$ (201,003)	\$ (1,003)	\$ (1,003)	\$ (561)	\$ 3,814,343
Net Increase (Decrease) in Cash	\$ (63,438)	\$ (808,740)	\$ 771,752	\$ 169,763	\$ 140,295	\$ 478,720	\$ (1,090,001)	\$ (1,530,139)	\$ (1,234,782)	\$ (758,200)	\$ 121,533	\$ (251,436)	\$ (4,056,673)
Cash at Beginning of Period	\$ 721,125	\$ 657,687	\$ (151,052)	\$ 620,899	\$ 790,462	\$ 930,757	\$ 1,407,477	\$ 317,476	\$ (1,212,664)	\$ (2,447,446)	\$ (3,205,645)	\$ (3,084,112)	\$ 721,125
Cash at End of Period	\$ 657,687	\$ (151,052)	\$ 620,899	\$ 790,462	\$ 930,757	\$ 1,407,477	\$ 317,476	\$ (1,212,664)	\$ (2,447,446)	\$ (3,205,645)	\$ (3,084,112)	\$ (3,335,548)	\$ (3,335,548)

Statements of Cash Flows

	Apr-98	May-98	Jun-98	Jul-98	Aug-98	Sep-98	Oct-98	Nov-98	Dec-98	Jan-99	Feb-99	Mar-99	Total March 99
Operating Activities													
Net Income (Loss)	\$ (269,824)	\$ (638,593)	\$ (124,765)	\$ 123,576	\$ (132,664)	\$ (75,226)	\$ (146,487)	\$ (193,092)	\$ 204,594	\$ 720,727	\$ 869,233	\$ 1,129,095	\$ 1,463,574
Adjustments to reconcile net income to net cash provided (used) by operating activities													
Depreciation	\$ 57,758	\$ 59,341	\$ 62,008	\$ 63,591	\$ 64,758	\$ 69,925	\$ 71,092	\$ 72,258	\$ 75,092	\$ 76,259	\$ 77,009	\$ 77,759	\$ 826,851
Amortization of Goodwill	\$ 35,769	\$ 35,769	\$ 35,769	\$ 35,769	\$ 35,769	\$ 35,769	\$ 35,769	\$ 35,769	\$ 35,769	\$ 35,769	\$ 35,769	\$ 35,769	\$ 428,228
Changes in:													
Accounts Receivable	\$ 455,131	\$ 68,094	\$ (148,683)	\$ (156,806)	\$ (29,124)	\$ 98,036	\$ (45,722)	\$ 89,427	\$ (208,511)	\$ (383,033)	\$ 109,057	\$ (268,768)	\$ (422,902)
Inventories	\$ (4,500)	\$ (4,500)	\$ (4,500)	\$ (4,500)	\$ (3,000)	\$ (9,000)	\$ (3,000)	\$ (3,000)	\$ (9,000)	\$ (9,000)	\$ (1,500)	\$ (1,500)	\$ (51,000)
Prepaid Expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts Payable & Accrued Liabilities	\$ 455,131	\$ 68,094	\$ (148,683)	\$ (156,806)	\$ (29,124)	\$ 98,036	\$ (45,722)	\$ 89,427	\$ (208,511)	\$ (383,033)	\$ 109,057	\$ (268,768)	\$ (422,902)
Net Cash Provided (Used) by Operating Activities	\$ 729,465	\$ (411,796)	\$ (328,854)	\$ (95,175)	\$ (93,305)	\$ 213,640	\$ (134,070)	\$ 90,790	\$ (113,567)	\$ 83,689	\$ 1,198,625	\$ 703,587	\$ 1,822,849
Investing Activities													
Purchase of Property & Equipment	\$ (165,500)	\$ (165,500)	\$ (230,500)	\$ (165,500)	\$ (117,000)	\$ (451,000)	\$ (117,000)	\$ (117,000)	\$ (311,000)	\$ (117,000)	\$ (68,500)	\$ (68,500)	\$ (2,094,000)
Decrease (Increase) in Other Assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net Investing Activities	\$ (165,500)	\$ (165,500)	\$ (230,500)	\$ (165,500)	\$ (117,000)	\$ (451,000)	\$ (117,000)	\$ (117,000)	\$ (311,000)	\$ (117,000)	\$ (68,500)	\$ (68,500)	\$ (2,094,000)
Financing Activities													
Issuance of Common Stock	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
CCI Revolver Draws, Net	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Issuance of Debt & Notes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Payment of Debt & Notes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net Cash Used in Financing Activities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net Increase (Decrease) in Cash	\$ 563,965	\$ (577,296)	\$ (559,354)	\$ (260,875)	\$ (210,385)	\$ (237,460)	\$ (251,070)	\$ (28,210)	\$ (424,667)	\$ (53,311)	\$ 1,130,125	\$ 635,087	\$ (271,151)
Cash at Beginning of Period	\$ (3,335,548)	\$ (2,771,583)	\$ (3,348,880)	\$ (3,908,234)	\$ (4,188,938)	\$ (4,379,293)	\$ (4,616,753)	\$ (4,887,823)	\$ (4,894,033)	\$ (5,318,600)	\$ (5,371,911)	\$ (4,241,786)	\$ (3,335,548)
Cash at End of Period	\$ (2,771,583)	\$ (3,348,880)	\$ (3,908,234)	\$ (4,188,938)	\$ (4,379,293)	\$ (4,616,753)	\$ (4,867,823)	\$ (4,894,033)	\$ (5,318,600)	\$ (5,371,911)	\$ (4,241,789)	\$ (3,606,699)	\$ (3,606,699)