

**BEFORE THE
DEPARTMENT OF TRANSPORTATION
WASHINGTON, D.C.**

Application of)	
)	
UNITED AIR LINES, INC.)	Docket OST-2003-16210
)	
for exemption authority pursuant to)	
49 U.S.C. § 40109 (Washington, D.C.-Cancun))	

**APPLICATION OF UNITED AIR LINES, INC.
FOR RENEWAL OF AN EXEMPTION**

Communications with respect to this document should be sent to:

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Dated: **October 16, 2007**

Notice: **Any party wishing to answer this application should do so on or before
October 31, 2007, and serve a copy on the persons listed above as well as all
persons on the attached Service List.**

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**APPLICATION OF UNITED AIR LINES, INC.
FOR RENEWAL OF AN EXEMPTION**

Pursuant to 49 U.S.C. § 40109, United Air Lines, Inc. (“United”) hereby applies for renewal of exemption from 49 U.S.C. §41101 authorizing it to provide scheduled combination service in foreign air transportation of persons, property, and mail between Washington, D.C. and Cancun, Mexico (“Washington-Cancun market”). United’s exemption authority for this market is currently effective through January 4, 2008, and this renewal application is being timely filed in compliance with the Department’s rules. United invokes and relies upon the applicable provisions of the Administrative Procedures Act (5 U.S.C. § 558(c)), as implemented by Part 377 of the Department’s Special Regulations, to continue in effect its existing exemption authority for this market pending final action by the Department on this renewal application.

In support of its request, United submits the following:

1. The Department originally awarded United an exemption and available designation to operate scheduled combination services in the Washington-Cancun market by Notice of Action Taken, dated October 9, 2003, in Docket OST-2003-16210. It subsequently renewed United’s exemption authority for this market by Notice of Action

Taken, dated January 4, 2006. Consequently, United's exemption authority for the Washington-Cancun market is currently effective through January 4, 2008. By this timely filed application, United requests that the Department renew its exemption authority for a minimum period of two years, subject to the usual conditions.^{1/}

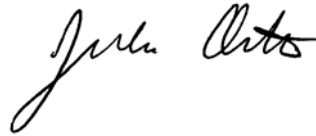
2. United intends to continue its year-round service in the Washington and Cancun market. Pursuant to Rule 24 of the Department's Procedural Regulations, United requests that the Department take official notice of all data filed to establish its fitness. *See*, Route 838, Order 2007-4-19, and Route 747, Order 2004-5-23. United also holds a number of exemption authorizations to provide combination air service in various U.S.-Mexico city-pair markets. *See*, Order 2000-5-31 in Docket OST-1999-5846; Notices of Action Taken, dated August 3, 2006, October 16, 2006, April 21, 2006, and January 4, 2006 in Dockets OST-2004-18692, -2004-17676, -2004-17490 and -2003-16210, respectively. United will continue to conduct its operations in accordance with the terms and conditions of its authority, as well as all applicable international agreements.

3. Renewal of United's authority is clearly in the public interest. United's services in the Washington-Cancun market is consistent with the U.S.-Mexico Air Services Agreement. Moreover, United's continued service in this market will continue to stimulate passenger travel and expand service options for consumers.

^{1/} United's request for issuance of a certificate of public convenience and necessity for these trans-border city pairs, *inter alia*, remains pending. United notes that grant of that request would avoid the need to process renewal applications such as this one. *See*, Supplement No. 3, dated September 8, 2005, to Application of United in Docket OST-1999-5846.

WHEREFORE, United requests that the Department renew its exemption authority in the Washington-Cancun market for a minimum period of two years and grant such other and further relief as the Department deems appropriate.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Julie Oettinger". The signature is written in a cursive style with a large, looping initial "J".

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Washington, D.C. 20036

DATED: October 16, 2007

CERTIFICATE OF SERVICE

I hereby certify that I have this date served a copy of the foregoing document on all persons named below by causing a copy to be sent via e-mail.

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Annalei Avanceña
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DATED: October 16, 2007