

**AON**

*Aon Aviation*

CHARLES F. ENGEL  
Vice Chairman  
Aon Aviation

August 4, 1998

Re: Baltia Air Lines, Inc.  
Aircraft Hull, Passenger Legal Liability & Third Party  
Insurance & War Risks

To Whom It May Concern:

Aon's aviation team recently concluded an extensive insurance marketing trip in the US and Europe with the Principal of Baltia Air Lines, Inc.

This letter will confirm that we are totally confident that all coverages stated above, in excess of Department of Transportation requirements, are immediately available at annual premiums substantially below those originally promulgated with the business plan submitted, and are based upon prevailing market conditions.

We are actively working with Baltia to ensure that coverage will be in place effective the date of delivery of the first aircraft.

Sincerely,

  
Charles E. Engel  
Vice Chairman