



TRANSPORTATION FROM THE GROUND UP

May 19, 2005

Damon Walker  
Air Carrier Fitness Division  
U.S. Department of Transportation  
400 7<sup>th</sup> Street, S.W.  
Washington, D.C. 20590

Dear Damon:

Attached is the reformatted Income Statement as requested. The data come directly from previously filed data, and there is no change in any of the assumptions of traffic or yield previously provided, or the resulting balance sheet. I hope this clarifies the issue.

Respectfully submitted,

Hank Myers

**PROJECTED INCOME STATEMENT FOR PM AIR, LLC**

	<b>Quarter Ending</b>				
	<b>September 1/</b>	<b>December 2/</b>	<b>March 3/</b>	<b>June 4/</b>	<b>Total 5/</b>
<b>Revenue:</b>					
Passengers	\$ 308,432	\$ 239,208	\$ 239,208	\$ 253,231	\$ 1,040,245
Freight	\$ 57,189	\$ 41,882	\$ 41,882	\$ 44,155	\$ 184,308
Mail	\$ 92,511	\$ 72,581	\$ 72,581	\$ 76,006	\$ 312,097
<b>TOTAL 6/</b>	<b>\$ 458,132</b>	<b>\$ 353,671</b>	<b>\$ 353,671</b>	<b>\$ 373,392</b>	<b>\$ 1,536,650</b>

	<b>Quarter Ending</b>				
	<b>September 7/</b>	<b>December 7/</b>	<b>March 7/</b>	<b>June 7/</b>	<b>Total 7/</b>
<b>Operating Expense:</b>					
Direct Exp. 7/	\$ 259,344	\$ 236,545	\$ 236,545	\$ 236,545	\$ 968,979
Liab. Insur.	\$ 15,750	\$ 15,750	\$ 15,750	\$ 15,750	\$ 63,000
Indirect Exp. 8/					
Ground Hndl.	\$ 58,741	\$ 41,910	\$ 41,910	\$ 44,072	\$ 186,633
Landing Fees	\$ 3,777	\$ 2,695	\$ 2,695	\$ 2,833	\$ 12,000
3 <sup>rd</sup> Party Ins.	\$ 25,494	\$ 18,189	\$ 18,189	\$ 19,128	\$ 81,000
Facilities	\$ 10,884	\$ 7,766	\$ 7,766	\$ 8,164	\$ 34,580
Admin.	\$ 19,335	\$ 13,794	\$ 13,794	\$ 14,508	\$ 61,431
Total Indir.	\$ 118,231	\$ 84,354	\$ 84,354	\$ 88,706	\$ 375,644
<b>TOTAL EXP. \$</b>	<b>393,325</b>	<b>\$ 336,649</b>	<b>\$ 336,649</b>	<b>\$ 341,001</b>	<b>\$ 1,407,623</b>
<b>Operating Profit: 8/</b>	<b>\$ 64,807</b>	<b>\$ 17,022</b>	<b>\$ 17,022</b>	<b>\$ 32,391</b>	<b>\$ 129,027</b>

**Note:** Unit costs from 298C F-2 reports filed by Promech, Inc. as reported in Order 2005-1-18, Appendix D. Direct expenses reported per 14CFR298.63. Indirect expense per telephone request by Fitness staff.

- 1/ Source- letter to Damon Walker, May 5, 2005, Appendix B page 3
- 2/ Source- letter to Damon Walker, May 5, 2005, Appendix B page 4
- 3/ Source- letter to Damon Walker, May 5, 2005, Appendix B page 5
- 4/ Source- letter to Damon Walker, May 5, 2005, Appendix B page 6
- 5/ Source- letter to Damon Walker, May 5, 2005, Appendix B page 2
- 6/ Quarterly revenue projections differ from annual total due to rounding of traffic projections, 12 month total is correct.
- 7/ Source- letter to Damon Walker, May 5, 2005, Appendix B pages 1 & 11
- 8/ Quarterly profit projections differ from annual total due to rounding of traffic and revenue projections, 12 month total is correct.