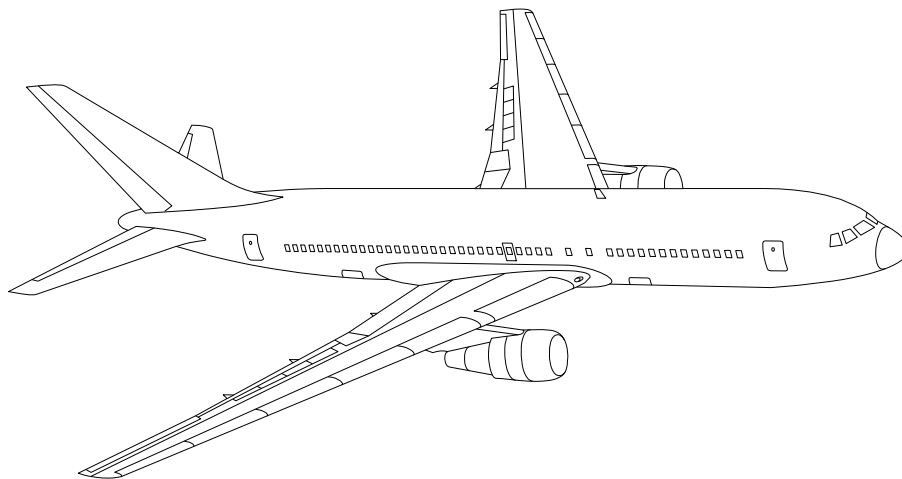


AIRLINE QUARTERLY FINANCIAL REVIEW

SECOND QUARTER 2018

PASSENGER NATIONALS



**DEPARTMENT OF TRANSPORTATION
OFFICE OF AVIATION ANALYSIS:
COMPETITION AND POLICY ANALYSIS
DIVISION**

Table of Contents

INTRODUCTION.....	2
SYSTEM PASSENGER NATIONALS	3
Chart 1. Operating Profit and Net Income (Loss) for the Quarter	4
Chart 2. Operating Profit and Net Income (Loss) for the Year Ended	4
Chart 3. Operating Profit (Loss) by Quarter	5
Chart 4. Net Income (Loss) by Quarter	5
Chart 5. Operating Profit (Loss) Year Ended by Quarter	6
Chart 6. Net Income (Loss) Year Ended by Quarter	6
Chart 7. Operating Revenue per Revenue Ton-Mile, Year over Year Percent Change	7
Chart 8. Ton Load Factor Year over Year Point Change.....	7
Chart 9. Operating Expense per Revenue Ton-Mile, Year over Year Percent Change	8
Chart 10. Operating Expense per Available Ton-Mile, Year over Year Percent Change	8
Chart 11. Passenger Revenue per Revenue Passenger-Mile, Year over Year Percent Change.....	9
Chart 12. Revenue Passenger-Miles (Scheduled Service), Year over Year Percent Change	9
Chart 13. Available Seat-Miles (Scheduled Passenger Service), Year over Year Percent Change.....	10
Chart 14. Passenger Load Factor, Year over Year Point Change	10
Chart 15. Passenger (RPM) Yield for the Quarter	11
Chart 16. Passenger Load Factor for the Quarter	11
Air Wisconsin Airlines Corp (ZW)	12
Allegiant Air (G4)	13
Compass Airlines (CP)	14
Endeavor Air Inc. (9E)	15
GoJet Airlines LLC d/b/a United Express (G7)	16
Horizon Air (QX).....	17
Mesa Airlines Inc. (YV)	18
PSA Airlines Inc. (OH)	19
Republic Airlines (YX)	20
Sun Country Airlines d/b/a MN Airlines (SY)	21
Comparison of Operating Profit (Loss) for Individual System Nationals.....	22
Comparison of Net Income (Loss) for Individual System Passenger Nationals	23
Comparison of Passenger Load Factors for Individual System Passenger Nationals	24
Comparison of Passenger Yields (Cents) for Individual System Passenger Nationals	25
Comparison of Operating Profit Margin (Percent) for Individual System Passenger Nationals	26
Comparison of Debt-to-Investment and Total Debt for Individual System Passenger Nationals	27
Endnotes	28
Carrier List	29
Explanation of Line Items	30

QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

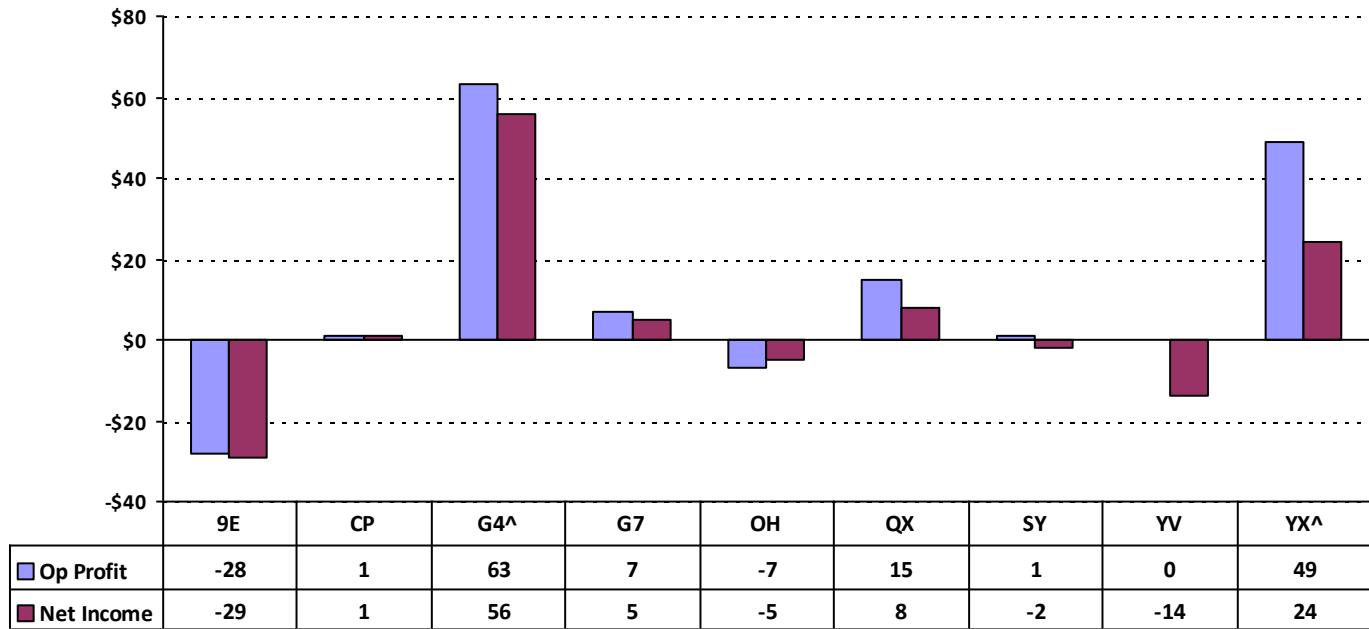
System Passenger Nationals

Items		Quarter Ended		12 Months Ended				
		2018 q2	2017 q2	2018 q2	2018 q1	2017 q4	2017 q3	2017 q2
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	1,625.3	1,564.0	6,303.0	6,241.7	6,171.6	6,103.1	6,117.6
2	Operating Expenses	1,524.6	1,392.1	5,895.2	5,762.8	5,683.2	5,583.2	5,558.9
3	Operating Profit (Loss)	100.7	171.9	407.7	478.9	488.3	520.0	558.7
4	Net Income (Loss)	43.9	233.2	258.8	448.1	682.4	553.3	125.8
<u>TRAFFIC: (Thousands)</u>								
5	RPMs - Scheduled Rev. Svc.	14,647.2	13,670.2	54,702.4	53,725.4	53,078.6	52,322.1	52,620.0
6	ASMs - Scheduled Rev. Svc.	17,813.0	16,839.3	67,846.8	66,873.1	66,528.9	65,985.7	66,196.5
7	Overall RTMs (All Svc.)	1,485.8	1,391.3	5,560.2	5,465.6	5,399.2	5,319.3	5,344.9
8	Overall ATMs (All Svc.)	2,361.1	2,631.8	9,853.4	10,124.1	10,480.3	10,235.4	10,154.2
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	109.4	112.4	113.4	114.2	114.3	114.7	114.5
10	Operating Expense per RTM	102.6	100.1	106.0	105.4	105.3	105.0	104.0
11	Operating Profit (Loss) per RTM	6.8	12.4	7.3	8.8	9.0	9.8	10.5
12	Operating Expense per ATM	64.6	52.9	59.8	56.9	54.2	54.5	54.7
13	Passenger Revenue per RPM	9.78	10.15	10.14	10.24	10.27	10.31	10.27
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	0.96	0.97	0.98	1.00	1.02
15	Times Interest Earned	*	*	2.19	3.17	3.09	2.76	0.42
16	Current Assets to Current Liabilities	*	*	0.98	1.04	1.06	1.01	1.09
17	No. of Days Cash Coverage of Cash Exp.	*	*	30.5	29.0	31.2	33.0	28.9
<u>FINANCIAL PERCENTAGES: (%)</u>								
18	Operating Profit (Loss) to Operating Revenue	6.2	11.0	6.5	7.7	7.9	8.5	9.1
19	Net Income to Stockholders Equity	*	*	9.92	18.36	30.67	27.18	6.49
20	Corporate Return on Investment	*	*	6.8	9.9	13.8	12.2	5.3
21	Debt to Total Investment	*	*	57.5	58.3	61.5	61.9	62.0
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	82.2	81.2	80.6	80.3	79.8	79.3	79.5
23	Breakeven	80.4	74.3	78.6	77.1	76.0	74.9	74.5
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	28,924	28,677	29,187	29,126	29,039	28,472	28,074
25	Overall RTM's per Employee (000)	51.4	48.5	190.5	187.7	185.9	186.8	190.4
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	3.9	1.4	3.0	2.4	1.2	0.4	1.3
27	Operating Expenses (%)	9.5	1.0	6.0	3.9	2.8	1.3	2.2
28	Operating Profit (Loss) (in Millions \$)	-71.2	8.1	-150.9	-71.6	-82.0	-46.1	-42.4
29	Net Income (Loss) (in Millions \$)	-189.3	254.7	133.0	577.0	1,141.2	916.8	-19.9
30	RPMs (Sch. Svc.) (%)	7.1	1.0	4.0	2.4	1.3	0.5	2.7
31	ASMs (Sch. Svc.) (%)	5.8	1.7	2.5	1.4	1.6	2.0	4.3
32	Operating Revenues per RTM (%)	-2.7	-0.2	-1.0	-0.3	-0.5	-0.5	-1.7
33	Operating Expense per RTM (%)	2.5	-0.6	1.9	1.2	1.1	0.4	-0.8
34	Passenger Revenue per RPM (Sch. Svc.)(%)	-3.7	0.1	-1.3	-0.3	-0.4	-0.5	-2.0

COMPARISONS AMONG PASSENGER NATIONALS GROUP AIRLINES SYSTEM ENTITY

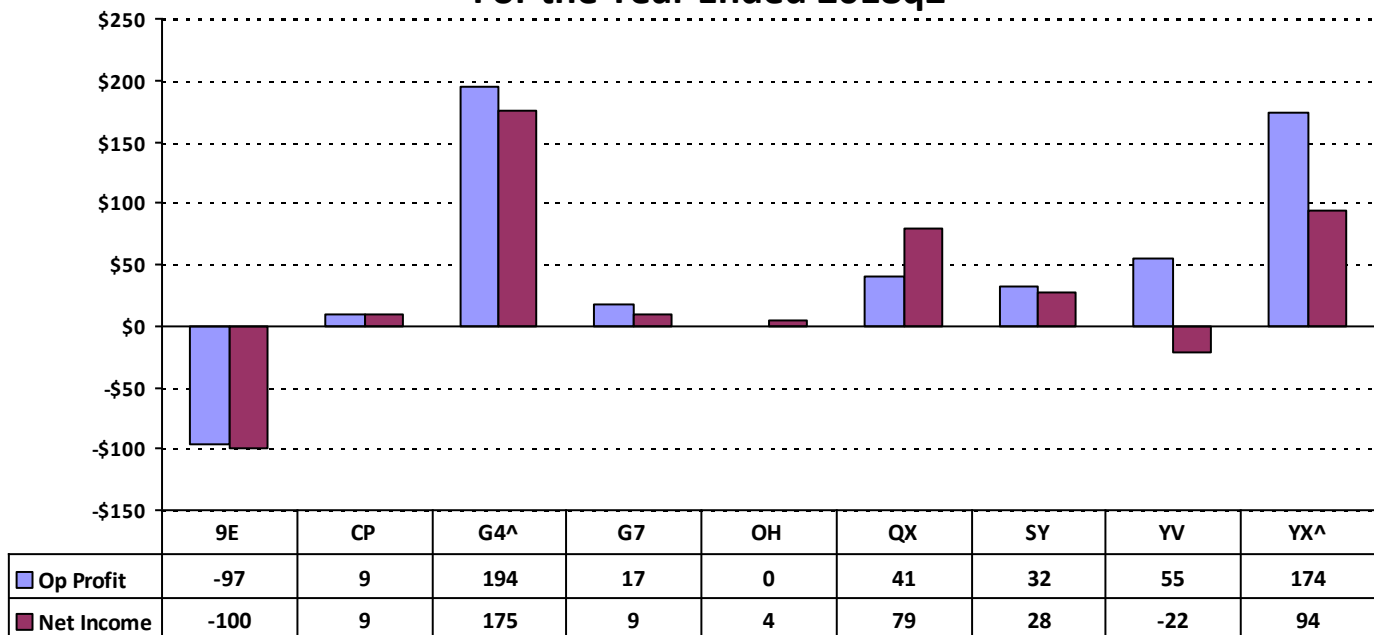
**Chart 1. Operating Profit and Net Income (Loss)
For the Quarter 2018q2**

\$Millions



**Chart 2. Operating Profit and Net Income (Loss)
For the Year Ended 2018q2**

\$Millions



TOTAL PASSENGER NATIONALS GROUP AIRLINES SYSTEM ENTITY

Chart 3. Operating Profit (Loss) By Quarter

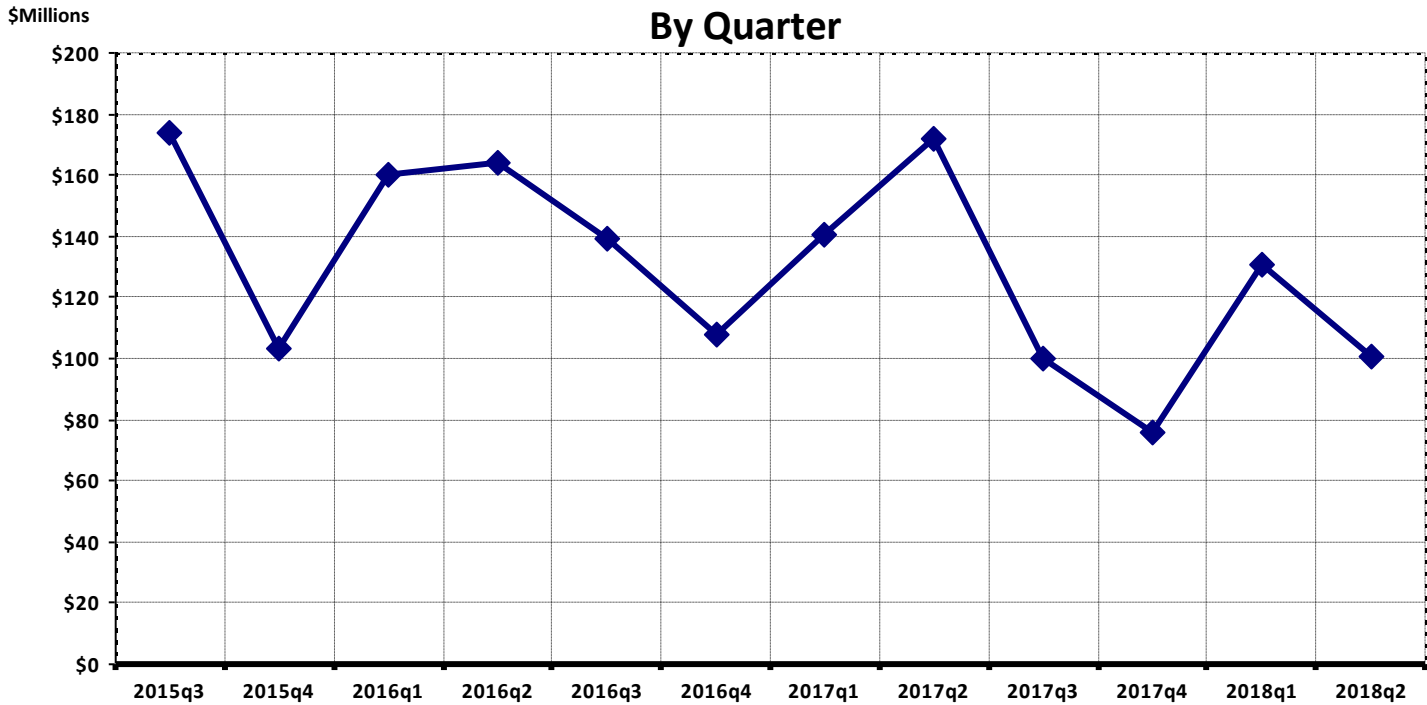
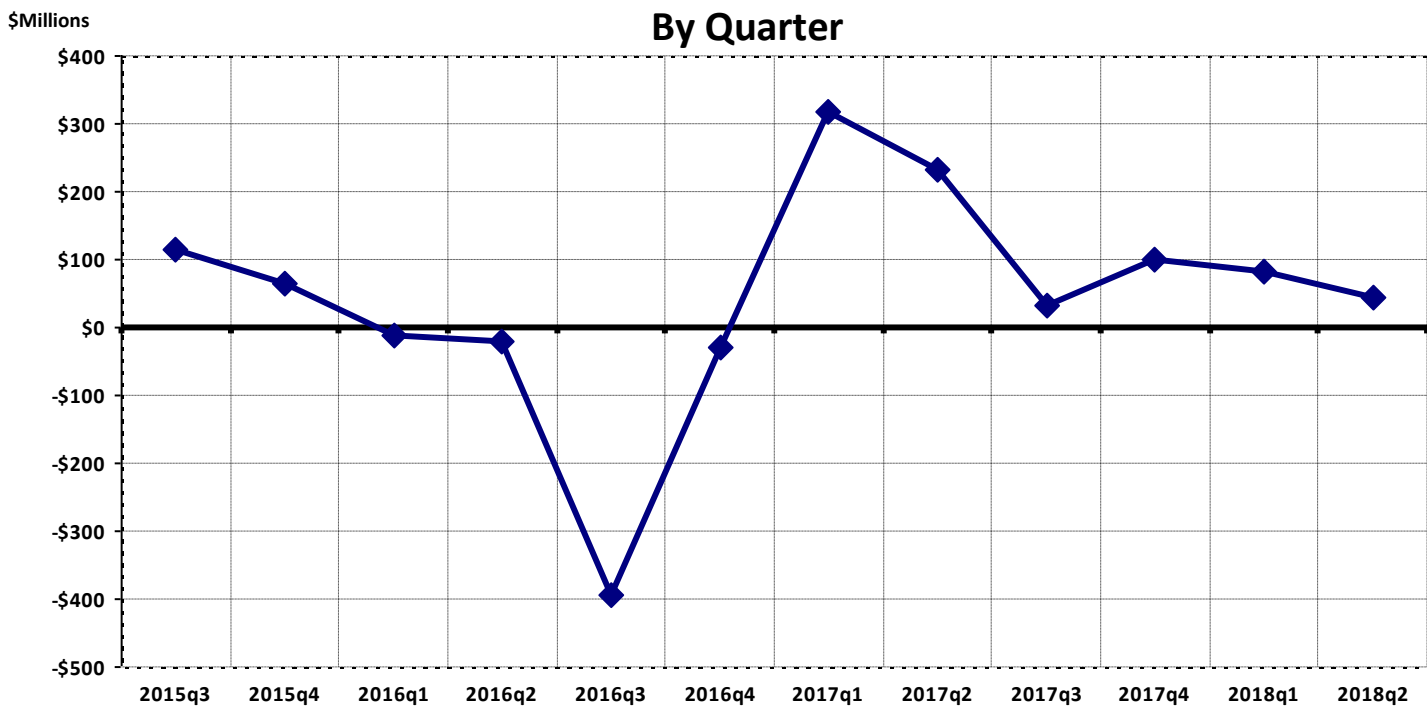
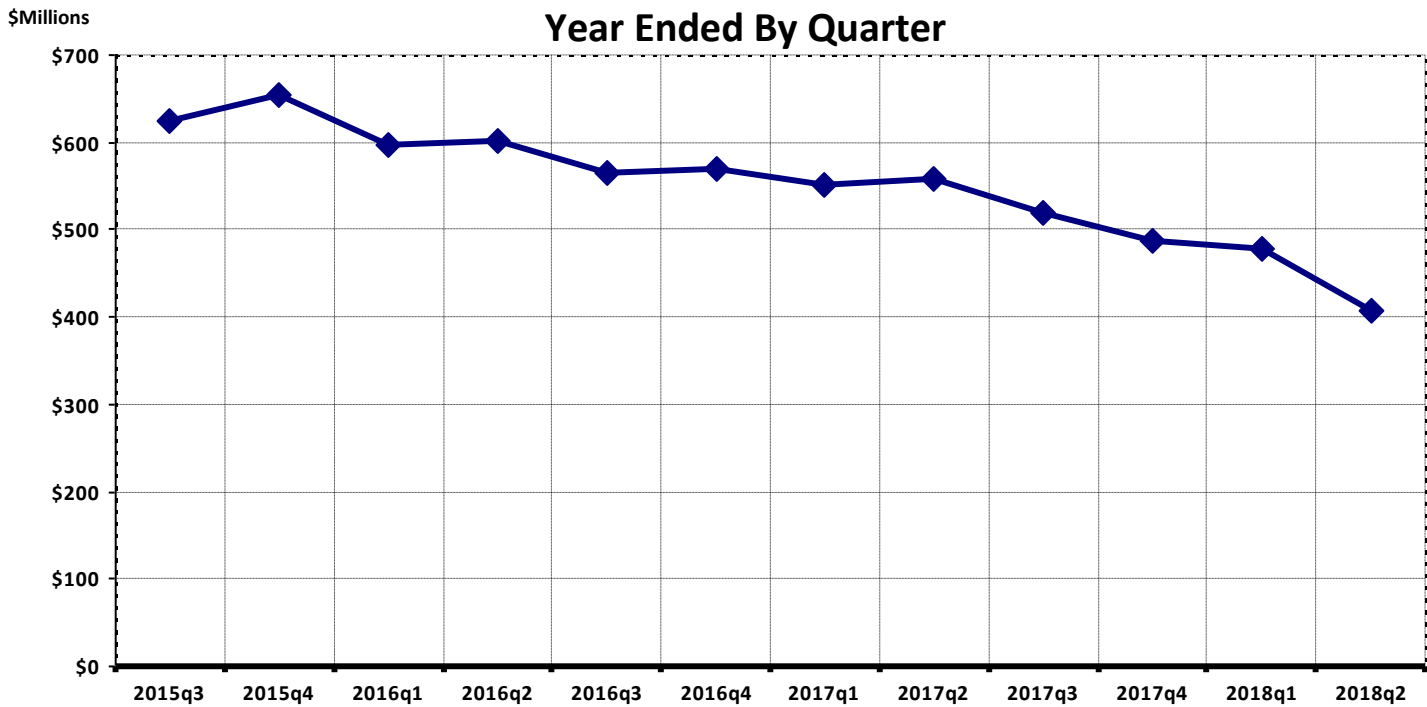


Chart 4. Net Income (Loss) By Quarter

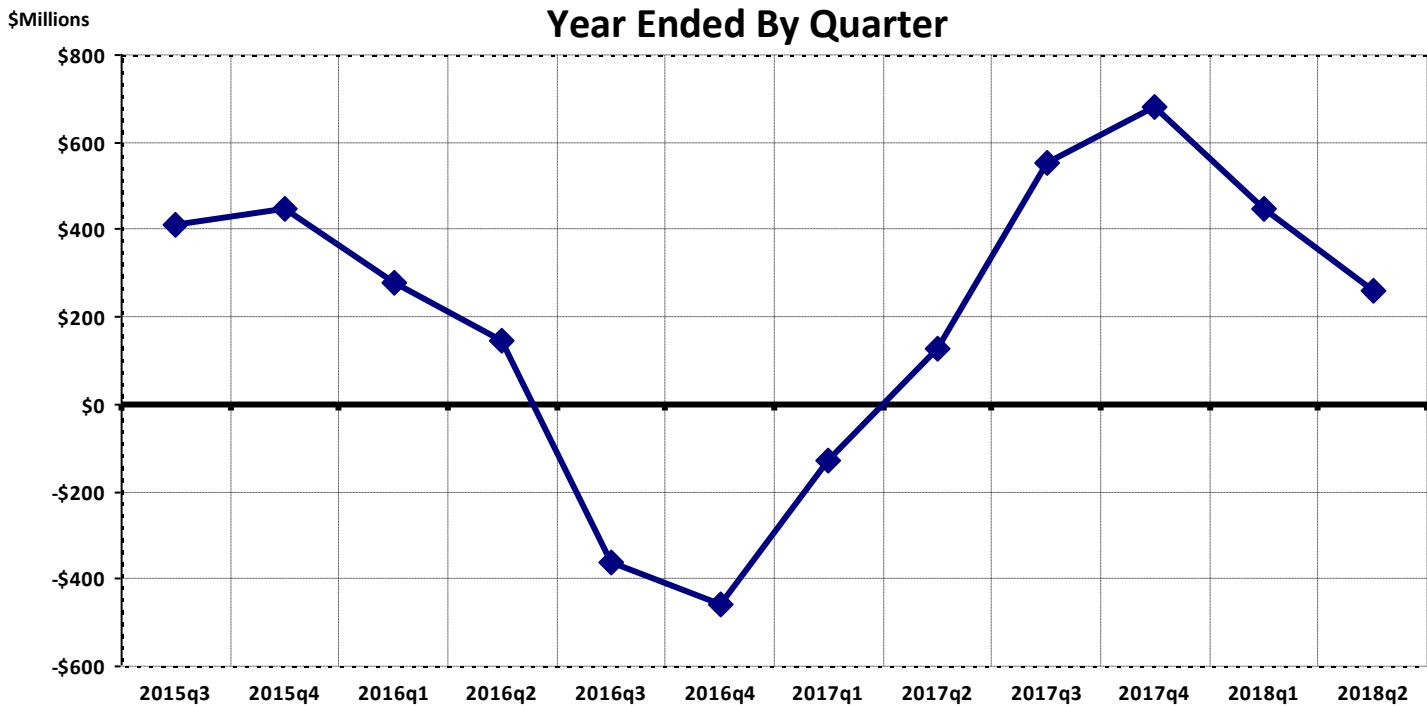


TOTAL PASSENGER NATIONALS GROUP AIRLINES SYSTEM ENTITY

**Chart 5. Operating Profit (Loss)
Year Ended By Quarter**



**Chart 6. Net Income (Loss)
Year Ended By Quarter**



TOTAL PASSENGER NATIONALS GROUP AIRLINES SYSTEM ENTITY

Chart 7. Operating Revenue Per Revenue Ton-Mile Year Over Year Percent Change

Percent Change YOY

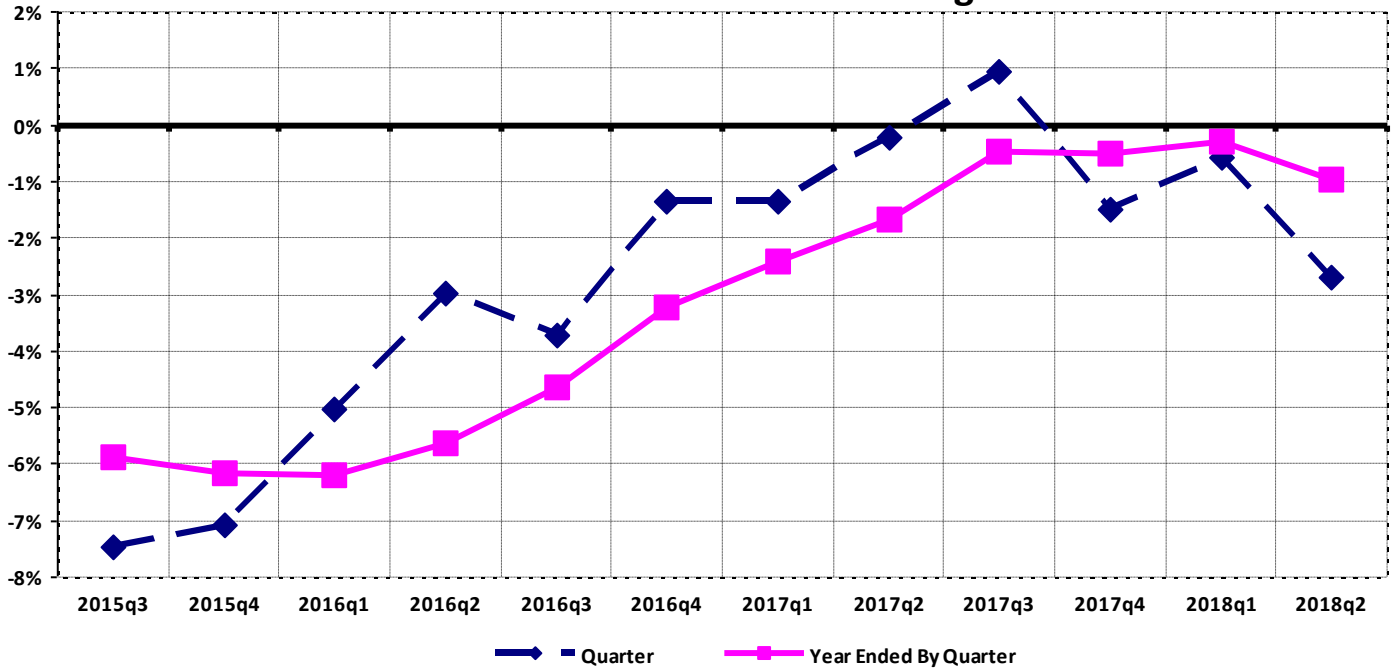
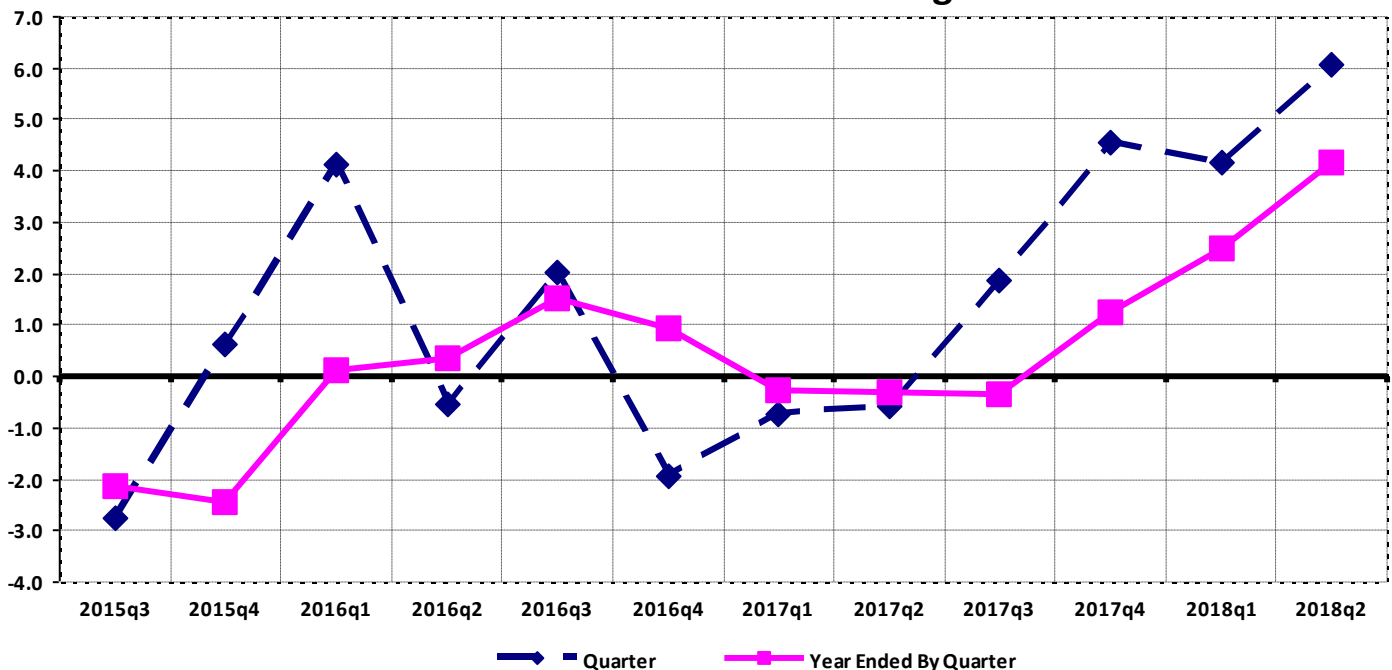


Chart 8. Ton Load Factor Year Over Year Point Change

Point Change YOY



TOTAL PASSENGER NATIONALS GROUP AIRLINES SYSTEM ENTITY

Chart 9. Operating Expense Per Revenue Ton-Mile Year Over Year Percent Change

Percent Change YOY

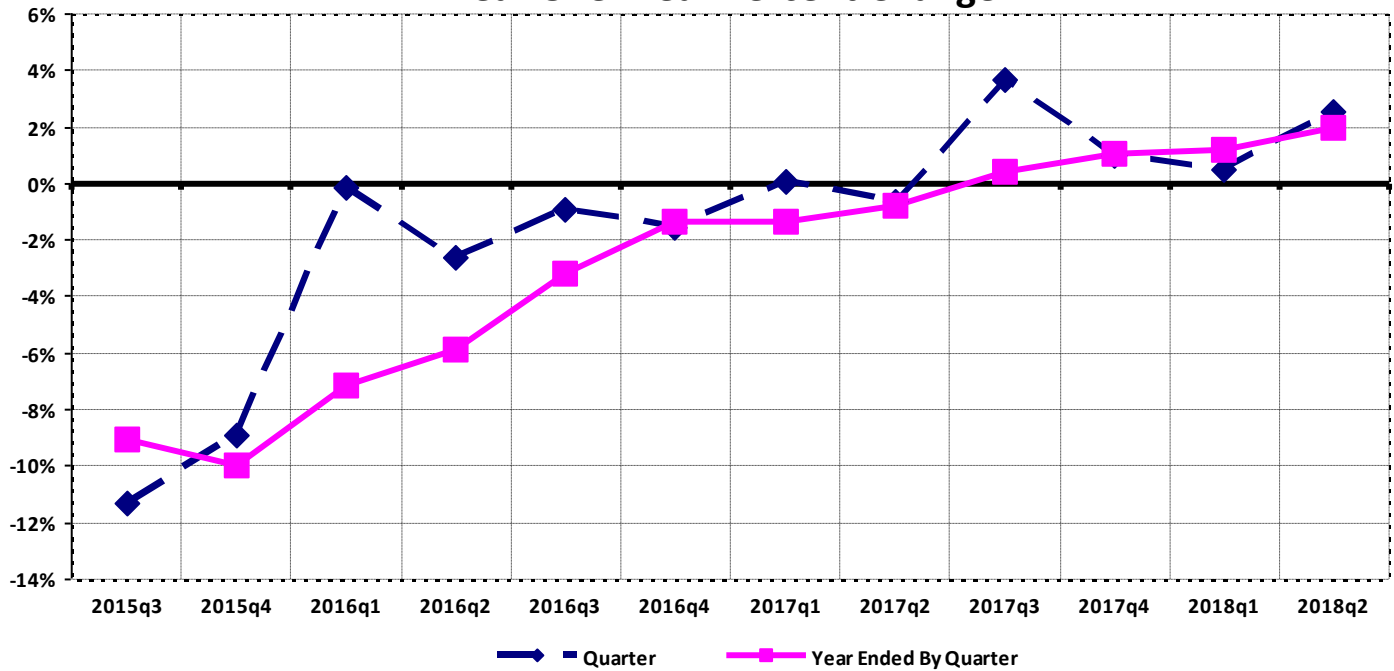
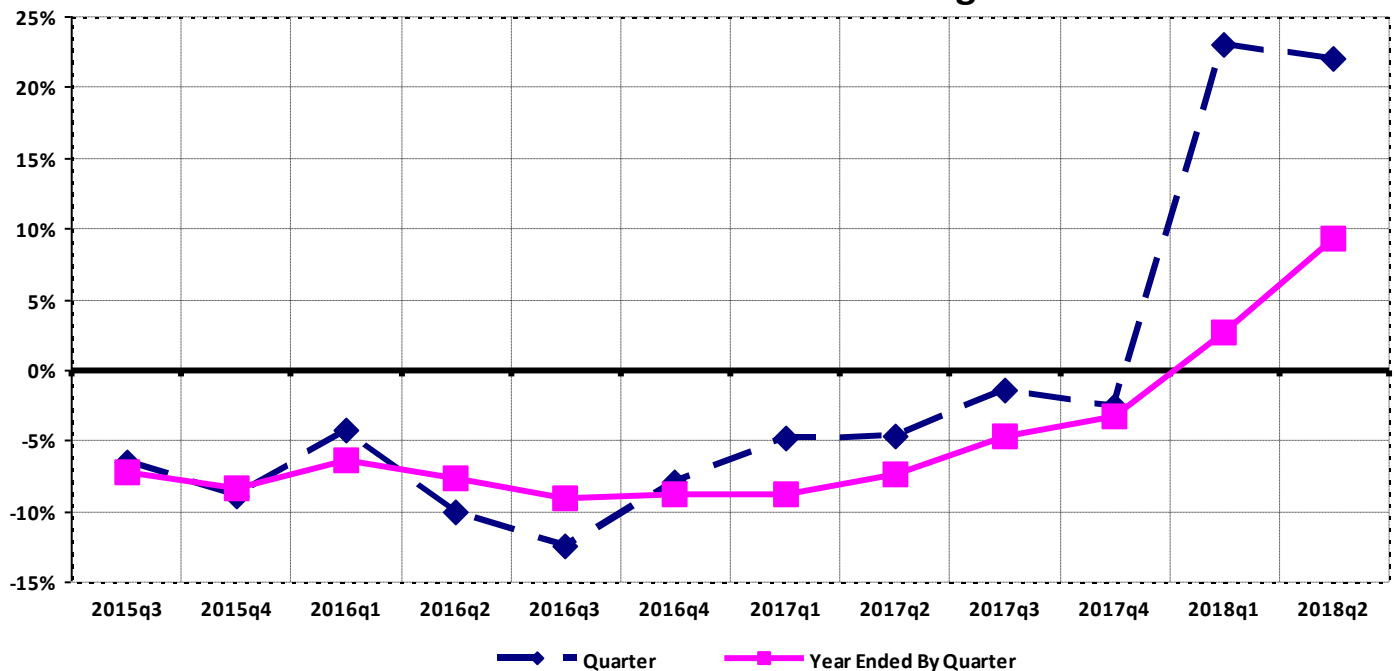


Chart 10. Operating Expense Per Available Ton-Mile Year Over Year Percent Change

Percent Change YOY



TOTAL PASSENGER NATIONALS GROUP AIRLINES SYSTEM ENTITY

Chart 11. Passenger Revenue Per Revenue Passenger Mile Year Over Year Percent Change

Percent Change YOY

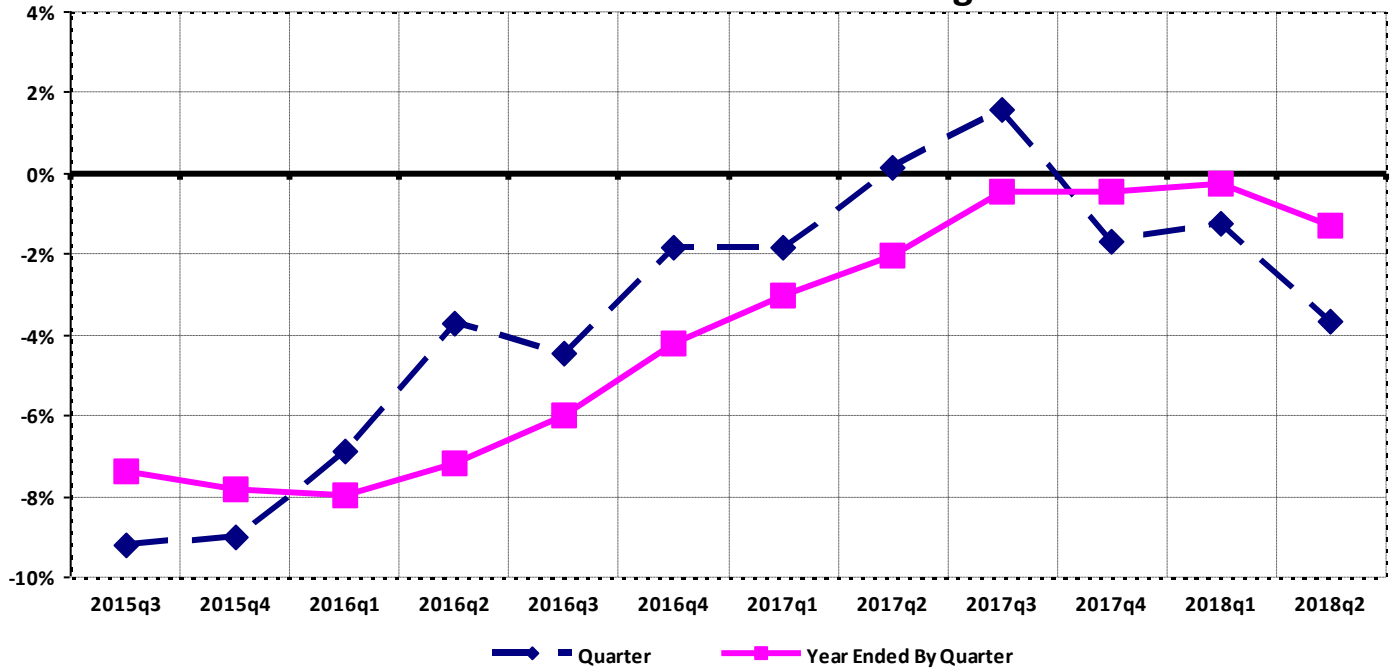
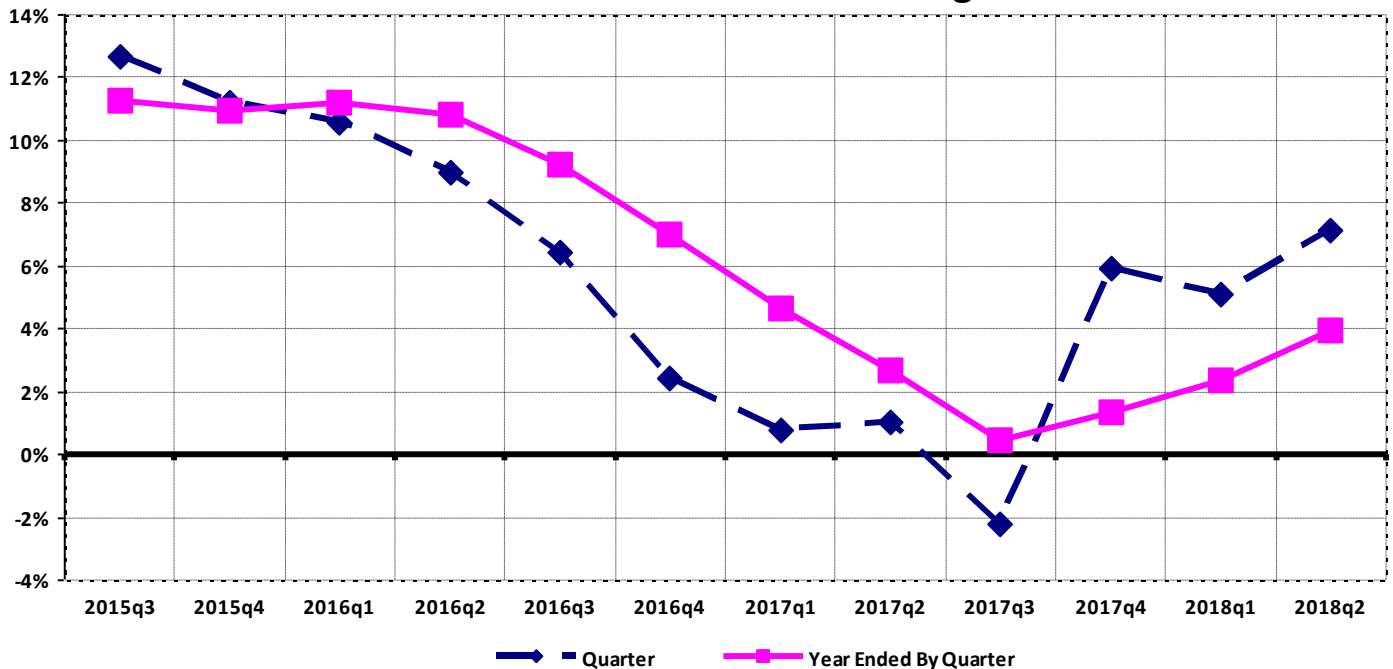


Chart 12. Revenue Passenger Miles (Scheduled Service) Year Over Year Percent Change

Percent Change YOY



TOTAL PASSENGER NATIONALS GROUP AIRLINES SYSTEM ENTITY

Chart 13. Available Seat Miles (Scheduled Passenger Service)

Percent Change YOY

Year Over Year Percent Change

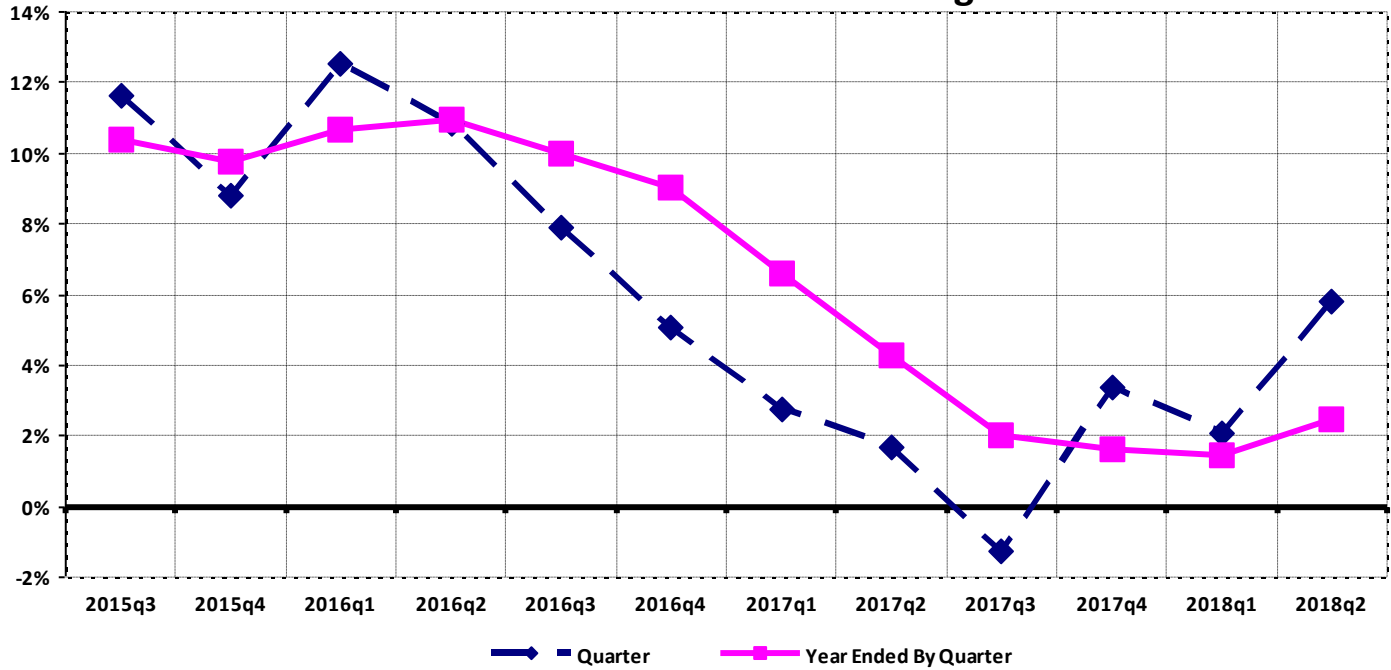
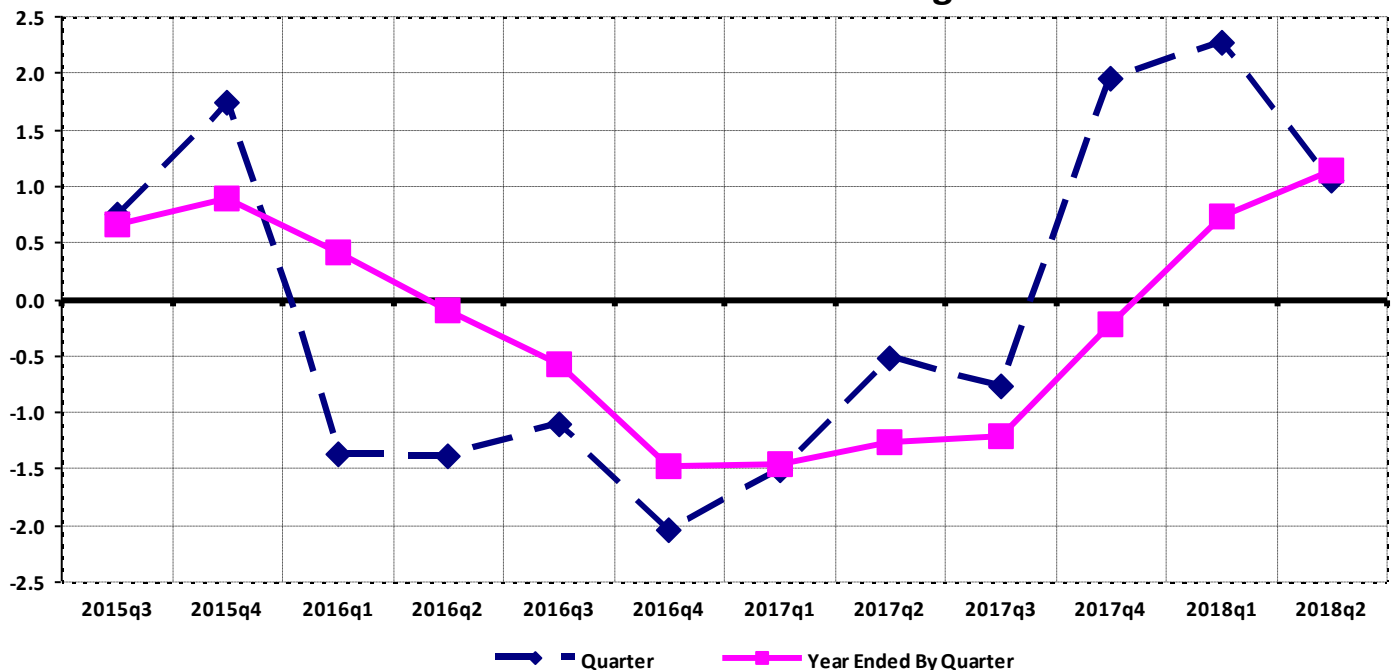


Chart 14. Passenger Load Factor

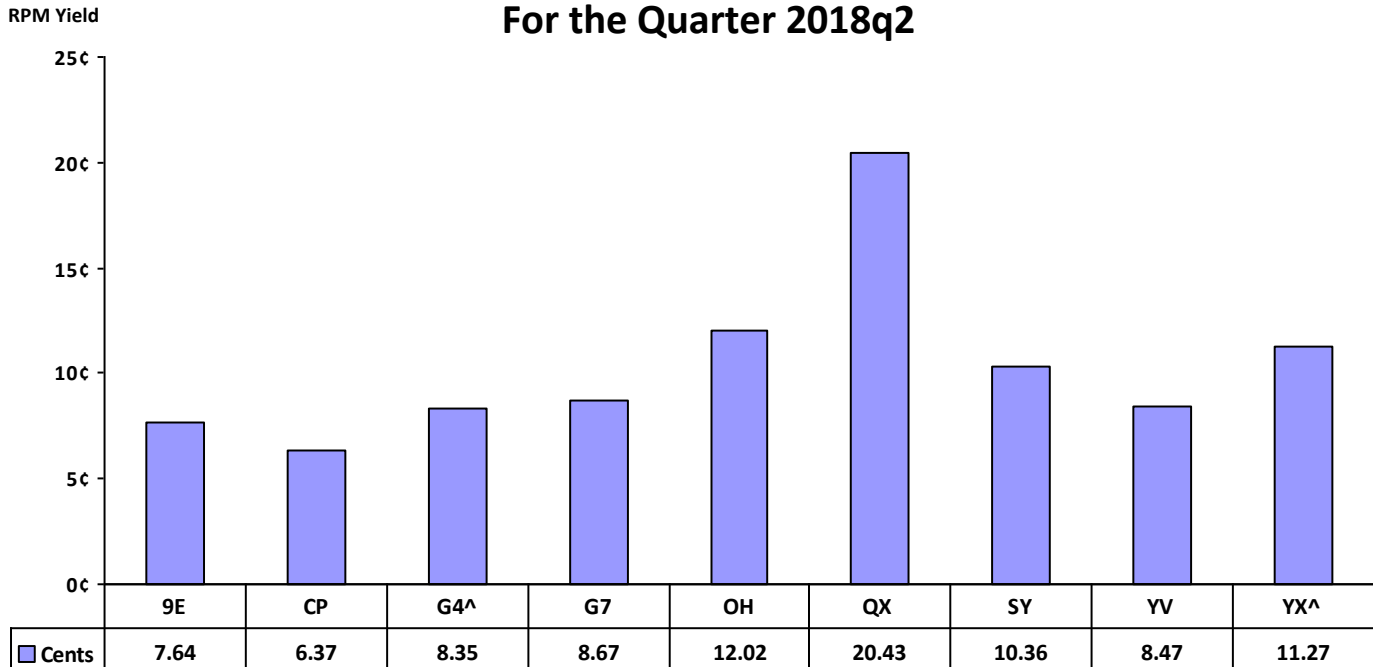
Point Change YOY

Year Over Year Point Change

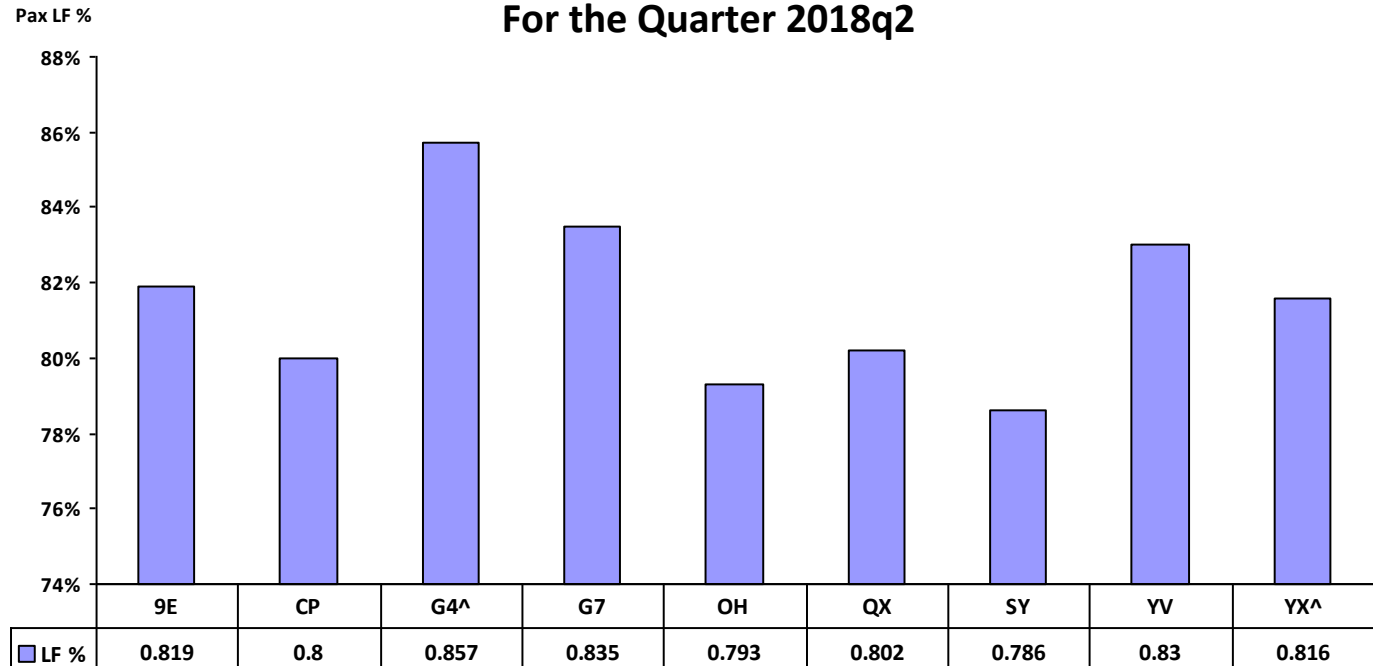


TOTAL PASSENGER NATIONALS GROUP AIRLINES SYSTEM ENTITY

**Chart 15. Passenger (RPM) Yield
For the Quarter 2018q2**



**Chart 16. Passenger Load Factor
For the Quarter 2018q2**



QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

Air Wisconsin Airlines Corp (ZW)^

Items	Quarter Ended		12 Months Ended			
		2017 q2		2017 q4	2017 q3	2017 q2
<u>FINANCIAL RESULTS: (\$Millions)</u>						
1 Operating Revenues		60.5		247.7	293.9	345.8
2 Operating Expenses		66.0		276.1	315.8	356.1
3 Operating Profit (Loss)		-5.5		-28.3	-21.9	-10.2
4 Net Income (Loss)		-4.4		-25.4	-20.0	-12.5
<u>TRAFFIC: (Thousands)</u>						
5 RPMs - Scheduled Rev. Svc.		316.5		1,302.7	1,464.6	1,683.2
6 ASMs - Scheduled Rev. Svc.		400.9		1,679.7	1,919.1	2,192.2
7 Overall RTMs (All Svc.)		31.7		130.3	146.6	168.5
8 Overall ATMs (All Svc.)		49.1		205.8	234.9	268.3
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>						
9 Operating Revenue per RTM		191.0		190.0	200.5	205.3
10 Operating Expense per RTM		208.3		211.8	215.4	211.4
11 Operating Profit (Loss) per RTM		-17.3		-21.7	-15.0	-6.1
12 Operating Expense per ATM		134.4		134.1	134.4	132.7
13 Passenger Revenue per RPM		19.11		19.01	20.06	20.48
<u>FINANCIAL RATIOS:</u>						
14 Operating Revenues to Total Investment	*	*		0.78	0.92	1.09
15 Times Interest Earned	*	*		-2.12	-1.64	-0.70
16 Current Assets to Current Liabilities	*	*		1.74	1.26	1.59
17 No. of Days Cash Coverage of Cash Exp.	*	*		30.4	27.9	24.0
<u>FINANCIAL PERCENTAGES: (%)</u>						
18 Operating Profit (Loss) to Operating Revenue		-9.1		-11.4	-7.5	-3.0
19 Net Income to Stockholders Equity	*	*		-59.84	-41.47	-23.98
20 Corporate Return on Investment	*	*		-4.0	-2.4	-0.2
21 Debt to Total Investment	*	*		90.8	88.2	86.3
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>						
22 Actual		78.9		77.6	76.3	76.8
23 Breakeven		86.9		87.4	82.7	79.6
<u>Employment & Productivity:</u>						
24 Employment, Total Weighted Avg CY		1,327		1,383	1,381	1,442
25 Overall RTM's per Employee (000)		23.9		94.2	106.1	116.8
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>						
26 Operating Revenues (%)		-46.8		-44.1	-36.4	-28.9
27 Operating Expenses (%)		-40.5		-37.8	-30.7	-25.0
28 Operating Profit (Loss) (in Millions \$)		-8.3		-27.5	-28.2	-21.9
29 Net Income (Loss) (in Millions \$)		-4.7		-20.3	-21.3	-19.3
30 RPMs (Sch. Svc.) (%)		-43.6		-36.8	-31.5	-24.0
31 ASMs (Sch. Svc.) (%)		-43.7		-37.9	-31.1	-23.3
32 Operating Revenues per RTM (%)		-5.6		-11.5	-7.1	-6.5
33 Operating Expense per RTM (%)		5.5		-1.6	1.2	-1.3
34 Passenger Revenue per RPM (Sch. Svc.)(%)		-3.7		-10.3	-5.4	-4.8

QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

Allegiant Air (G4)^

Items		Quarter Ended		12 Months Ended				
		2018 q2	2017 q2	2018 q2	2018 q1	2017 q4	2017 q3	2017 q2
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	415.6	384.4	1,525.4	1,494.3	1,443.6	1,405.3	1,393.7
2	Operating Expenses	353.0	307.6	1,331.5	1,286.1	1,245.4	1,164.0	1,115.6
3	Operating Profit (Loss)	62.5	76.9	193.9	208.2	198.2	241.3	278.1
4	Net Income (Loss)	56.0	73.8	175.0	192.8	185.4	229.9	267.7
<u>TRAFFIC: (Thousands)</u>								
5	RPMs - Scheduled Rev. Svc.	3,266.3	2,921.4	11,720.2	11,375.3	10,986.4	10,683.7	10,664.7
6	ASMs - Scheduled Rev. Svc.	3,813.1	3,444.7	13,770.1	13,401.7	13,065.4	12,757.6	12,671.2
7	Overall RTMs (All Svc.)	329.7	297.7	1,188.4	1,156.3	1,117.4	1,085.7	1,082.5
8	Overall ATMs (All Svc.)	411.0	823.1	2,467.3	2,879.4	3,240.9	3,036.9	2,915.2
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	126.0	129.1	128.4	129.2	129.2	129.4	128.7
10	Operating Expense per RTM	107.1	103.3	112.0	111.2	111.5	107.2	103.1
11	Operating Profit (Loss) per RTM	19.0	25.8	16.3	18.0	17.7	22.2	25.7
12	Operating Expense per ATM	85.9	37.4	54.0	44.7	38.4	38.3	38.3
13	Passenger Revenue per RPM	8.35	8.64	8.45	8.53	8.53	8.58	8.53
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	0.70	0.72	0.74	0.76	0.80
15	Times Interest Earned	*	*	8.87	11.81	14.72	22.79	29.45
16	Current Assets to Current Liabilities	*	*	2.03	2.05	2.09	2.28	2.40
17	No. of Days Cash Coverage of Cash Exp.	*	*	6.6	5.3	7.4	19.9	4.4
<u>FINANCIAL PERCENTAGES: (%)</u>								
18	Operating Profit (Loss) to Operating Revenue	15.0	20.0	12.7	13.9	13.7	17.2	20.0
19	Net Income to Stockholders Equity	*	*	11.06	12.57	12.51	16.03	19.48
20	Corporate Return on Investment	*	*	9.0	10.2	10.2	13.1	16.0
21	Debt to Total Investment	*	*	28.6	29.5	31.2	26.4	21.6
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	85.7	84.8	85.1	84.9	84.1	83.7	84.2
23	Breakeven	86.7	77.6	88.8	86.5	86.0	80.8	77.4
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	3,822	3,658	3,756	3,715	3,643	3,537	3,445
25	Overall RTM's per Employee (000)	86.3	81.4	316.4	311.3	306.7	307.0	314.2
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	8.1	15.5	9.5	11.3	9.6	8.6	10.4
27	Operating Expenses (%)	14.8	30.8	19.4	23.3	28.5	26.9	26.2
28	Operating Profit (Loss) (in Millions \$)	-14.3	-20.8	-84.1	-90.7	-150.1	-135.8	-100.3
29	Net Income (Loss) (in Millions \$)	-17.8	-19.9	-92.7	-94.8	-150.8	-135.6	-98.8
30	RPMs (Sch. Svc.) (%)	11.8	10.4	9.9	9.5	7.8	7.4	11.7
31	ASMs (Sch. Svc.) (%)	10.7	12.4	8.7	9.0	9.6	10.3	14.1
32	Operating Revenues per RTM (%)	-2.4	4.2	-0.3	1.4	1.4	1.0	-1.2
33	Operating Expense per RTM (%)	3.6	18.0	8.7	12.3	19.0	18.0	13.0
34	Passenger Revenue per RPM (Sch. Svc.)(%)	-3.4	5.5	-1.0	1.4	1.0	0.4	-2.6

QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

Compass Airlines (CP)

Items		Quarter Ended		12 Months Ended				
		2018 q2	2017 q2	2018 q2	2018 q1	2017 q4	2017 q3	2017 q2
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	57.8	66.2	231.2	239.5	234.3	235.8	242.1
2	Operating Expenses	57.2	54.9	222.3	220.0	219.1	226.1	235.3
3	Operating Profit (Loss)	0.6	11.3	8.9	19.6	15.2	9.7	6.8
4	Net Income (Loss)	0.6	11.3	9.1	19.8	15.3	9.7	6.9
<u>TRAFFIC: (Thousands)</u>								
5	RPMs - Scheduled Rev. Svc.	906.7	1,019.7	3,702.6	3,815.6	3,982.2	4,133.2	4,259.3
6	ASMs - Scheduled Rev. Svc.	1,133.4	1,229.7	4,567.1	4,663.5	4,895.5	5,084.2	5,257.9
7	Overall RTMs (All Svc.)	90.7	102.0	370.3	381.6	398.2	413.3	425.9
8	Overall ATMs (All Svc.)	148.3	161.0	597.8	610.5	641.2	666.4	689.6
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	63.7	64.9	62.4	62.8	58.8	57.0	56.8
10	Operating Expense per RTM	63.1	53.8	60.0	57.6	55.0	54.7	55.2
11	Operating Profit (Loss) per RTM	0.6	11.1	2.4	5.1	3.8	2.3	1.6
12	Operating Expense per ATM	38.6	34.1	37.2	36.0	34.2	33.9	34.1
13	Passenger Revenue per RPM	6.37	6.48	6.23	6.27	5.87	5.69	5.67
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	4.67	5.28	5.62	6.07	6.49
15	Times Interest Earned	*	*					
16	Current Assets to Current Liabilities	*	*	2.40	2.27	2.11	1.96	1.92
17	No. of Days Cash Coverage of Cash Exp.	*	*	86.7	88.7	99.4	93.9	76.9
<u>FINANCIAL PERCENTAGES: (%)</u>								
18	Operating Profit (Loss) to Operating Revenue	1.0	17.1	3.8	8.2	6.5	4.1	2.8
19	Net Income to Stockholders Equity	*	*	18.38	43.54	36.67	25.05	18.37
20	Corporate Return on Investment	*	*	18.4	43.5	36.7	25.1	18.4
21	Debt to Total Investment	*	*					
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	80.0	82.9	81.1	81.8	81.3	81.3	81.0
23	Breakeven	79.2	67.3	77.7	74.5	75.7	77.8	78.7
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	1,705	1,817	1,745	1,773	1,808	1,849	1,886
25	Overall RTM's per Employee (000)	53.2	56.1	212.2	215.2	220.3	223.5	225.8
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	-12.7	16.9	-4.5	3.0	-0.1	2.7	13.7
27	Operating Expenses (%)	4.3	1.0	-5.5	-6.3	-6.0	1.0	13.5
28	Operating Profit (Loss) (in Millions \$)	-10.7	9.0	2.0	21.8	13.8	3.8	1.2
29	Net Income (Loss) (in Millions \$)	-10.7	9.0	2.2	21.9	13.9	3.9	1.3
30	RPMs (Sch. Svc.) (%)	-11.1	-9.4	-13.1	-12.6	-8.5	-4.3	2.7
31	ASMs (Sch. Svc.) (%)	-7.8	-11.1	-13.1	-13.8	-9.6	-5.0	2.8
32	Operating Revenues per RTM (%)	-1.8	29.0	9.8	17.8	9.2	7.3	10.7
33	Operating Expense per RTM (%)	17.3	11.5	8.7	7.2	2.8	5.6	10.5
34	Passenger Revenue per RPM (Sch. Svc.)(%)	-1.7	29.1	9.9	17.9	9.2	7.2	10.7

QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

Endeavor Air Inc. (9E)

Items		Quarter Ended		12 Months Ended				
		2018 q2	2017 q2	2018 q2	2018 q1	2017 q4	2017 q3	2017 q2
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	140.8	128.1	528.9	516.3	519.3	508.9	506.4
2	Operating Expenses	169.2	138.4	625.8	595.0	573.3	552.8	546.1
3	Operating Profit (Loss)	-28.5	-10.3	-96.9	-78.7	-53.9	-43.9	-39.7
4	Net Income (Loss)	-29.2	-11.3	-100.2	-82.3	-57.8	-48.0	-44.1
<u>TRAFFIC: (Thousands)</u>								
5	RPMs - Scheduled Rev. Svc.	1,841.7	1,491.6	6,275.6	5,925.4	5,815.9	5,790.1	5,766.1
6	ASMs - Scheduled Rev. Svc.	2,247.9	1,830.5	7,912.3	7,494.8	7,343.5	7,296.1	7,282.5
7	Overall RTMs (All Svc.)	184.2	149.2	627.6	592.6	581.6	579.0	576.6
8	Overall ATMs (All Svc.)	313.0	251.9	1,095.3	1,034.2	1,011.6	1,005.2	1,004.7
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	76.4	85.9	84.3	87.1	89.3	87.9	87.8
10	Operating Expense per RTM	91.9	92.8	99.7	100.4	98.6	95.5	94.7
11	Operating Profit (Loss) per RTM	-15.5	-6.9	-15.4	-13.3	-9.3	-7.6	-6.9
12	Operating Expense per ATM	54.1	54.9	57.1	57.5	56.7	55.0	54.4
13	Passenger Revenue per RPM	7.64	8.59	8.43	8.71	8.93	8.79	8.78
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	7.35	6.40	6.41	5.91	5.70
15	Times Interest Earned	*	*	-25.48	-19.76	-12.98	-10.15	-8.85
16	Current Assets to Current Liabilities	*	*	0.97	1.03	0.95	1.16	1.25
17	No. of Days Cash Coverage of Cash Exp.	*	*	20.7	26.8	27.8	32.1	34.9
<u>FINANCIAL PERCENTAGES: (%)</u>								
18	Operating Profit (Loss) to Operating Revenue	-20.2	-8.0	-18.3	-15.2	-10.4	-8.6	-7.8
19	Net Income to Stockholders Equity	*	*	-236.17	-165.44	-118.63	-91.62	-82.14
20	Corporate Return on Investment	*	*	-134.0	-97.1	-66.2	-50.7	-44.6
21	Debt to Total Investment	*	*	42.7	41.3	52.0	39.2	34.6
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	81.9	81.5	79.3	79.1	79.2	79.4	79.2
23	Breakeven	100.3	88.8	95.5	92.5	88.3	87.0	86.1
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	4,427	3,900	4,208	4,076	3,956	3,861	3,784
25	Overall RTM's per Employee (000)	41.6	38.2	149.1	145.4	147.0	150.0	152.4
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	9.9	1.6	4.4	2.3	5.7	7.4	12.5
27	Operating Expenses (%)	22.3	3.8	14.6	10.0	8.0	8.5	12.8
28	Operating Profit (Loss) (in Millions \$)	-18.2	-3.1	-57.1	-42.1	-14.5	-8.3	-5.6
29	Net Income (Loss) (in Millions \$)	-17.9	-2.9	-56.1	-41.1	-13.7	-7.4	-4.8
30	RPMs (Sch. Svc.) (%)	23.5	-2.3	8.8	2.1	-1.1	-0.5	-0.2
31	ASMs (Sch. Svc.) (%)	22.8	-2.2	8.6	2.3	-0.6	-0.1	0.9
32	Operating Revenues per RTM (%)	-11.0	4.0	-4.0	0.2	6.9	8.0	12.7
33	Operating Expense per RTM (%)	-1.0	6.3	5.3	7.7	9.2	9.1	13.0
34	Passenger Revenue per RPM (Sch. Svc.)(%)	-11.0	4.0	-4.0	0.2	6.9	8.0	12.7

QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

GoJet Airlines LLC d/b/a United Express (G7)

Items		Quarter Ended		12 Months Ended				
		2018 q2	2017 q2	2018 q2	2018 q1	2017 q4	2017 q3	2017 q2
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	63.9	62.0	247.2	245.3	237.9	232.8	231.8
2	Operating Expenses	56.7	61.4	229.8	234.5	235.9	239.1	241.3
3	Operating Profit (Loss)	7.2	0.6	17.4	10.7	2.0	-6.4	-9.5
4	Net Income (Loss)	5.3	-1.7	9.1	2.1	-6.9	-15.5	-18.7
<u>TRAFFIC: (Thousands)</u>								
5	RPMs - Scheduled Rev. Svc.	736.7	705.8	2,742.6	2,711.8	2,716.7	2,686.3	2,708.2
6	ASMs - Scheduled Rev. Svc.	882.0	853.8	3,369.1	3,340.9	3,347.4	3,339.5	3,376.3
7	Overall RTMs (All Svc.)	73.7	70.6	274.3	271.2	271.7	268.6	270.8
8	Overall ATMs (All Svc.)	114.2	110.5	433.5	429.8	431.0	431.9	436.8
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	86.8	87.8	90.1	90.4	87.6	86.7	85.6
10	Operating Expense per RTM	77.0	87.0	83.8	86.5	86.8	89.0	89.1
11	Operating Profit (Loss) per RTM	9.8	0.8	6.3	4.0	0.7	-2.4	-3.5
12	Operating Expense per ATM	49.7	55.6	53.0	54.6	54.7	55.4	55.2
13	Passenger Revenue per RPM	8.67	8.78	9.01	9.04	8.76	8.66	8.55
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	1.66	1.61	1.51	1.42	1.34
15	Times Interest Earned	*	*	2.14	1.25	0.19	-0.79	-1.09
16	Current Assets to Current Liabilities	*	*	0.17	0.13	0.18	0.12	0.19
17	No. of Days Cash Coverage of Cash Exp.	*	*	12.0	6.7	14.3	7.5	10.8
<u>FINANCIAL PERCENTAGES: (%)</u>								
18	Operating Profit (Loss) to Operating Revenue	11.3	0.9	7.0	4.4	0.9	-2.7	-4.1
19	Net Income to Stockholders Equity	*	*	-151.38	-27.99	97.89	320.50	86,334.97
20	Corporate Return on Investment	*	*	11.4	6.8	1.0	-4.2	-5.6
21	Debt to Total Investment	*	*	98.8	102.4	105.5	108.7	104.6
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	83.5	82.7	81.4	81.2	81.2	80.4	80.2
23	Breakeven	73.1	81.8	75.1	77.2	80.4	82.9	84.0
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	1,250	1,362	1,303	1,331	1,346	1,345	1,333
25	Overall RTM's per Employee (000)	58.9	51.8	210.5	203.7	201.8	199.7	203.2
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	3.1	5.0	6.7	7.2	4.7	3.1	4.6
27	Operating Expenses (%)	-7.7	-5.5	-4.7	-4.2	-4.7	-2.3	2.6
28	Operating Profit (Loss) (in Millions \$)	6.6	6.6	26.8	26.8	22.4	12.5	4.2
29	Net Income (Loss) (in Millions \$)	7.0	6.7	27.7	27.5	23.0	13.0	4.9
30	RPMs (Sch. Svc.) (%)	4.4	-0.4	1.3	0.0	1.4	1.4	5.0
31	ASMs (Sch. Svc.) (%)	3.3	-2.5	-0.2	-1.7	-1.0	-0.3	3.5
32	Operating Revenues per RTM (%)	-1.2	5.5	5.3	7.2	3.2	1.6	-0.4
33	Operating Expense per RTM (%)	-11.5	-5.1	-5.9	-4.2	-6.0	-3.6	-2.3
34	Passenger Revenue per RPM (Sch. Svc.)(%)	-1.2	5.8	5.4	7.3	3.4	1.8	-0.3

QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

Horizon Air (QX)

Items		Quarter Ended		12 Months Ended				
		2018 q2	2017 q2	2018 q2	2018 q1	2017 q4	2017 q3	2017 q2
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	138.3	109.4	471.1	442.3	434.6	428.3	425.6
2	Operating Expenses	123.2	114.2	430.0	421.1	419.6	420.5	417.4
3	Operating Profit (Loss)	15.1	-4.8	41.1	21.2	15.0	7.8	8.2
4	Net Income (Loss)	8.1	-4.5	78.9	66.2	64.3	1.0	1.4
<u>TRAFFIC: (Thousands)</u>								
5	RPMs - Scheduled Rev. Svc.	673.5	592.9	2,449.5	2,368.9	2,338.9	2,330.4	2,286.8
6	ASMs - Scheduled Rev. Svc.	839.4	740.7	3,103.0	3,004.3	2,939.8	2,917.9	2,875.6
7	Overall RTMs (All Svc.)	67.6	59.7	246.3	238.4	235.5	234.7	230.2
8	Overall ATMs (All Svc.)	101.3	87.0	368.9	354.5	345.7	342.7	337.4
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	204.6	183.2	191.3	185.5	184.6	182.5	184.9
10	Operating Expense per RTM	182.2	191.2	174.6	176.6	178.2	179.2	181.3
11	Operating Profit (Loss) per RTM	22.4	-8.0	16.7	8.9	6.4	3.3	3.6
12	Operating Expense per ATM	121.5	131.3	116.6	118.8	121.4	122.7	123.7
13	Passenger Revenue per RPM	20.43	18.31	19.11	18.53	18.19	17.97	18.19
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	1.23	1.17	1.15	1.13	1.08
15	Times Interest Earned	*	*	2.49	1.44	1.16	0.74	0.91
16	Current Assets to Current Liabilities	*	*	0.32	0.36	0.39	0.28	0.38
17	No. of Days Cash Coverage of Cash Exp.	*	*	0.1	0.1	0.1	0.1	0.1
<u>FINANCIAL PERCENTAGES: (%)</u>								
18	Operating Profit (Loss) to Operating Revenue	10.9	-4.4	8.7	4.8	3.5	1.8	1.9
19	Net Income to Stockholders Equity	*	*	34.77	31.05	31.80	0.54	0.76
20	Corporate Return on Investment	*	*	24.8	21.1	20.0	2.8	2.4
21	Debt to Total Investment	*	*	34.7	36.2	38.7	46.2	49.2
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	80.2	80.1	78.9	78.9	79.6	79.9	79.5
23	Breakeven	70.4	84.0	71.2	74.6	75.3	77.1	76.6
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	3,569	3,347	3,563	3,508	3,434	3,357	3,301
25	Overall RTM's per Employee (000)	18.9	17.8	69.1	68.0	68.6	69.9	69.7
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	26.4	-1.3	10.7	3.6	1.6	-0.7	-0.3
27	Operating Expenses (%)	7.8	13.8	3.0	4.3	3.6	4.1	4.8
28	Operating Profit (Loss) (in Millions \$)	19.9	-15.3	32.9	-2.3	-7.9	-19.6	-20.5
29	Net Income (Loss) (in Millions \$)	12.6	-9.4	77.4	55.4	55.9	-9.0	-9.7
30	RPMs (Sch. Svc.) (%)	13.6	3.9	7.1	4.6	3.2	3.0	0.7
31	ASMs (Sch. Svc.) (%)	13.3	0.7	7.9	4.7	1.8	0.9	-0.5
32	Operating Revenues per RTM (%)	11.7	-5.2	3.5	-1.0	-1.7	-3.8	-1.2
33	Operating Expense per RTM (%)	-4.7	9.3	-3.7	-0.3	0.3	0.9	3.9
34	Passenger Revenue per RPM (Sch. Svc.)(%)	11.6	-4.9	5.1	0.6	-2.7	-3.8	-0.1

QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

Mesa Airlines Inc. (YV)

Items		Quarter Ended		12 Months Ended				
		2018 q2	2017 q2	2018 q2	2018 q1	2017 q4	2017 q3	2017 q2
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	171.7	168.0	661.4	657.6	650.4	647.9	653.3
2	Operating Expenses	171.7	130.4	605.9	564.6	552.6	543.4	544.5
3	Operating Profit (Loss)	0.0	37.6	55.5	93.0	97.8	104.5	108.8
4	Net Income (Loss)	-14.1	25.7	-22.1	17.8	24.4	34.9	65.3
<u>TRAFFIC: (Thousands)</u>								
5	RPMs - Scheduled Rev. Svc.	2,026.8	1,940.1	7,597.5	7,510.8	7,534.9	7,648.3	7,827.2
6	ASMs - Scheduled Rev. Svc.	2,443.1	2,388.2	9,331.5	9,276.6	9,338.3	9,482.8	9,641.7
7	Overall RTMs (All Svc.)	203.2	194.7	762.0	753.4	755.9	767.2	785.0
8	Overall ATMs (All Svc.)	304.7	298.3	1,164.4	1,158.0	1,166.3	1,185.2	1,206.2
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	84.5	86.3	86.8	87.3	86.1	84.4	83.2
10	Operating Expense per RTM	84.5	67.0	79.5	74.9	73.1	70.8	69.4
11	Operating Profit (Loss) per RTM	0.0	19.3	7.3	12.3	12.9	13.6	13.9
12	Operating Expense per ATM	56.4	43.7	52.0	48.8	47.4	45.8	45.1
13	Passenger Revenue per RPM	8.47	8.61	8.70	8.74	8.60	8.41	8.26
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	0.64	0.64	0.64	0.64	0.68
15	Times Interest Earned	*	*	1.02	1.79	1.95	2.26	2.48
16	Current Assets to Current Liabilities	*	*	0.51	0.60	0.62	0.57	0.62
17	No. of Days Cash Coverage of Cash Exp.	*	*	0.0	0.1	0.1	0.1	0.1
<u>FINANCIAL PERCENTAGES: (%)</u>								
18	Operating Profit (Loss) to Operating Revenue	0.0	22.4	8.4	14.1	15.0	16.1	16.7
19	Net Income to Stockholders Equity	*	*	-27.54	22.30	33.09	50.42	115.49
20	Corporate Return on Investment	*	*	3.1	6.8	7.3	8.0	11.3
21	Debt to Total Investment	*	*	94.0	92.1	92.6	90.5	91.6
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	83.0	81.2	81.4	81.0	80.7	80.7	81.2
23	Breakeven	83.0	60.9	73.8	68.2	67.2	66.1	66.0
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	3,261	3,072	3,180	3,133	3,093	3,073	3,066
25	Overall RTM's per Employee (000)	62.3	63.4	239.6	240.5	244.4	249.7	256.0
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	2.2	12.2	1.2	3.6	5.2	8.7	14.1
27	Operating Expenses (%)	31.6	-6.8	11.3	1.9	2.7	3.9	9.1
28	Operating Profit (Loss) (in Millions \$)	-37.5	27.8	-53.4	12.0	17.4	31.8	35.4
29	Net Income (Loss) (in Millions \$)	-39.9	23.9	-87.4	-23.6	-20.1	-6.0	18.3
30	RPMs (Sch. Svc.) (%)	4.5	4.8	-2.9	-2.9	0.0	5.3	12.9
31	ASMs (Sch. Svc.) (%)	2.3	6.9	-3.2	-2.2	1.2	7.2	13.3
32	Operating Revenues per RTM (%)	-2.1	7.2	4.3	6.7	5.2	3.2	1.0
33	Operating Expense per RTM (%)	26.1	-11.0	14.6	5.0	2.7	-1.4	-3.4
34	Passenger Revenue per RPM (Sch. Svc.)(%)	-1.5	7.8	5.4	7.8	6.2	3.9	1.4

QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

PSA Airlines Inc. (OH)

Items		Quarter Ended		12 Months Ended				
		2018 q2	2017 q2	2018 q2	2018 q1	2017 q4	2017 q3	2017 q2
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	160.8	152.9	636.4	628.5	619.1	602.2	589.6
2	Operating Expenses	167.4	142.7	636.6	612.0	595.2	588.7	580.9
3	Operating Profit (Loss)	-6.6	10.2	-0.2	16.5	23.9	13.5	8.8
4	Net Income (Loss)	-5.0	6.2	4.1	15.4	20.7	5.8	-0.6
<u>TRAFFIC: (Thousands)</u>								
5	RPMs - Scheduled Rev. Svc.	1,338.0	1,250.5	5,150.1	5,062.6	4,931.4	4,756.3	4,704.9
6	ASMs - Scheduled Rev. Svc.	1,687.1	1,589.8	6,609.9	6,512.6	6,375.7	6,226.2	6,095.2
7	Overall RTMs (All Svc.)	134.0	125.1	515.5	506.7	493.5	476.1	470.9
8	Overall ATMs (All Svc.)	230.8	217.4	904.2	890.8	871.8	851.4	833.6
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	120.0	122.2	123.5	124.0	125.4	126.5	125.2
10	Operating Expense per RTM	125.0	114.0	123.5	120.8	120.6	123.7	123.3
11	Operating Profit (Loss) per RTM	-4.9	8.1	0.0	3.3	4.8	2.8	1.9
12	Operating Expense per ATM	72.5	65.6	70.4	68.7	68.3	69.1	69.7
13	Passenger Revenue per RPM	12.02	12.23	12.36	12.41	12.55	12.66	12.53
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	93.38	132.48	496.07	-278.00	-207.79
15	Times Interest Earned	*	*	-0.62	35.41	55.00	34.67	24.30
16	Current Assets to Current Liabilities	*	*	0.49	0.56	0.55	0.51	0.56
17	No. of Days Cash Coverage of Cash Exp.	*	*	0.1	0.1	0.1	0.1	1.9
<u>FINANCIAL PERCENTAGES: (%)</u>								
18	Operating Profit (Loss) to Operating Revenue	-4.1	6.7	0.0	2.6	3.9	2.2	1.5
19	Net Income to Stockholders Equity	*	*	60.80	324.17	1,658.55	-267.36	21.77
20	Corporate Return on Investment	*	*	68.5	333.8	1,693.2	-285.3	9.4
21	Debt to Total Investment	*	*					
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	79.3	78.7	77.9	77.7	77.3	76.4	77.2
23	Breakeven	82.9	72.8	77.9	75.5	74.0	74.5	75.9
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	3,700	2,925	3,419	3,225	3,045	2,902	2,786
25	Overall RTM's per Employee (000)	36.2	42.8	150.8	157.1	162.1	164.0	169.0
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	5.2	7.4	7.9	8.5	6.7	4.1	4.4
27	Operating Expenses (%)	17.3	-1.7	9.6	4.9	2.6	8.3	12.5
28	Operating Profit (Loss) (in Millions \$)	-16.8	12.9	-9.0	20.7	23.8	-21.8	-40.0
29	Net Income (Loss) (in Millions \$)	-11.2	8.0	4.8	24.0	26.6	-15.4	-33.6
30	RPMs (Sch. Svc.) (%)	7.0	2.7	9.5	8.4	7.8	7.3	12.0
31	ASMs (Sch. Svc.) (%)	6.1	6.4	8.4	8.5	8.8	11.5	16.5
32	Operating Revenues per RTM (%)	-1.8	4.6	-1.4	0.2	-1.0	-3.0	-6.8
33	Operating Expense per RTM (%)	9.6	-4.2	0.1	-3.2	-4.9	1.0	0.4
34	Passenger Revenue per RPM (Sch. Svc.)(%)	-1.7	4.6	-1.4	0.2	-1.1	-3.0	-6.8

QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

Republic Airline (YX)^

Items		Quarter Ended		12 Months Ended				
		2018 q2	2017 q2	2018 q2	2018 q1	2017 q4	2017 q3	2017 q2
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	339.8	295.5	1,261.5	1,217.1	1,195.5	1,180.6	1,181.4
2	Operating Expenses	290.9	244.6	1,087.4	1,041.1	1,006.1	983.7	981.4
3	Operating Profit (Loss)	48.9	50.8	174.1	176.0	189.3	196.9	200.0
4	Net Income (Loss)	24.3	133.0	93.7	202.4	434.1	335.9	-148.1
<u>TRAFFIC: (Thousands)</u>								
5	RPMs - Scheduled Rev. Svc.	3,001.4	2,607.3	10,913.5	10,519.3	10,044.1	9,473.7	9,384.4
6	ASMs - Scheduled Rev. Svc.	3,677.7	3,344.8	13,943.7	13,610.8	13,215.7	12,672.9	12,478.0
7	Overall RTMs (All Svc.)	300.3	260.7	1,091.5	1,051.9	1,004.4	947.4	938.4
8	Overall ATMs (All Svc.)	533.9	473.1	1,986.8	1,926.0	1,869.5	1,788.6	1,754.3
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	113.2	113.3	115.6	115.7	119.0	124.6	125.9
10	Operating Expense per RTM	96.9	93.8	99.6	99.0	100.2	103.8	104.6
11	Operating Profit (Loss) per RTM	16.3	19.5	15.9	16.7	18.8	20.8	21.3
12	Operating Expense per ATM	54.5	51.7	54.7	54.1	53.8	55.0	55.9
13	Passenger Revenue per RPM	11.27	11.27	11.49	11.50	11.78	12.18	12.13
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	0.52	0.51	0.52	0.54	0.53
15	Times Interest Earned	*	*	2.39	3.58	3.26	2.06	-2.67
16	Current Assets to Current Liabilities	*	*	1.00	0.96	0.93	0.73	0.73
17	No. of Days Cash Coverage of Cash Exp.	*	*	111.0	112.1	110.9	102.5	102.5
<u>FINANCIAL PERCENTAGES: (%)</u>								
18	Operating Profit (Loss) to Operating Revenue	14.4	17.2	13.8	14.5	15.8	16.7	16.9
19	Net Income to Stockholders Equity	*	*	17.13	45.75	147.93	208.45	-117.09
20	Corporate Return on Investment	*	*	7.0	11.9	22.8	19.6	-2.0
21	Debt to Total Investment	*	*	74.5	76.0	76.9	79.0	80.2
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	81.6	78.0	78.3	77.3	76.0	74.8	75.2
23	Breakeven	68.5	63.0	66.2	64.8	62.5	60.6	60.5
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	5,685	5,495	5,619	5,572	5,563	5,407	5,308
25	Overall RTM's per Employee (000)	52.8	47.4	194.3	188.8	180.6	175.2	176.8
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	15.0	-11.6	6.8	-0.2	-3.5	-7.4	-10.5
27	Operating Expenses (%)	18.9	-12.2	10.8	2.5	-6.5	-17.7	-21.5
28	Operating Profit (Loss) (in Millions \$)	-1.9	-4.8	-26.0	-28.8	26.6	117.5	130.1
29	Net Income (Loss) (in Millions \$)	-108.7	240.0	241.8	590.6	1,214.8	1,090.0	144.3
30	RPMs (Sch. Svc.) (%)	15.1	2.4	16.3	12.8	4.6	-5.5	-10.0
31	ASMs (Sch. Svc.) (%)	10.0	4.7	11.7	10.4	5.8	-1.3	-5.6
32	Operating Revenues per RTM (%)	-0.1	-13.7	-8.2	-11.6	-7.8	-2.0	-0.3
33	Operating Expense per RTM (%)	3.2	-14.2	-4.7	-9.1	-10.6	-12.9	-12.6
34	Passenger Revenue per RPM (Sch. Svc.)(%)	0.0	-10.1	-5.3	-7.9	-4.0	0.4	-0.2

QUARTERLY FINANCIAL & TRAFFIC REVIEW

SYSTEM OPERATIONS

Sun Country Airlines d/b/a MN Airlines (SY)

Items		Quarter Ended		12 Months Ended				
		2018 q2	2017 q2	2018 q2	2018 q1	2017 q4	2017 q3	2017 q2
<u>FINANCIAL RESULTS: (\$Millions)</u>								
1	Operating Revenues	136.7	137.1	616.9	617.3	589.0	567.5	547.9
2	Operating Expenses	135.2	131.9	584.8	581.5	559.9	549.0	540.5
3	Operating Profit (Loss)	1.5	5.2	32.1	35.8	29.1	18.5	7.4
4	Net Income (Loss)	-2.1	5.1	27.5	34.7	28.3	19.7	8.6
<u>TRAFFIC: (Thousands)</u>								
5	RPMs - Scheduled Rev. Svc.	856.2	824.4	3,511.2	3,479.4	3,425.4	3,355.4	3,335.4
6	ASMs - Scheduled Rev. Svc.	1,089.3	1,016.2	4,435.2	4,362.0	4,328.0	4,289.4	4,325.9
7	Overall RTMs (All Svc.)	102.5	100.0	420.4	417.9	410.6	400.7	396.0
8	Overall ATMs (All Svc.)	203.8	160.5	736.4	693.1	696.4	692.3	707.9
<u>YIELD & UNIT COST & PROFITS: (Cents)</u>								
9	Operating Revenue per RTM	133.3	137.1	146.7	147.7	143.5	141.6	138.4
10	Operating Expense per RTM	131.9	131.9	139.1	139.1	136.4	137.0	136.5
11	Operating Profit (Loss) per RTM	1.4	5.2	7.6	8.6	7.1	4.6	1.9
12	Operating Expense per ATM	66.3	82.2	79.4	83.9	80.4	79.3	76.4
13	Passenger Revenue per RPM	10.36	11.68	11.55	11.88	11.66	11.64	11.39
<u>FINANCIAL RATIOS:</u>								
14	Operating Revenues to Total Investment	*	*	7.80	10.39	10.32	9.53	9.08
15	Times Interest Earned	*	*	22.97	48.91	40.48	25.02	11.42
16	Current Assets to Current Liabilities	*	*	0.96	0.71	0.64	0.76	0.76
17	No. of Days Cash Coverage of Cash Exp.	*	*	40.7	26.8	27.8	31.2	23.3
<u>FINANCIAL PERCENTAGES: (%)</u>								
18	Operating Profit (Loss) to Operating Revenue	1.1	3.8	5.2	5.8	4.9	3.3	1.3
19	Net Income to Stockholders Equity	*	*	48.57	71.46	61.35	40.63	17.50
20	Corporate Return on Investment	*	*	36.4	59.6	50.8	34.4	15.6
21	Debt to Total Investment	*	*	42.3	17.6	22.9	17.1	17.9
<u>PASSENGER LOAD FACTOR: (Sch. Svc. %)</u>								
22	Actual	78.6	81.1	79.2	79.8	79.1	78.2	77.1
23	Breakeven	84.0	84.9	83.1	83.3	82.8	83.8	84.9
<u>Employment & Productivity:</u>								
24	Employment, Total Weighted Avg CY	1,502	1,771	1,683	1,751	1,763	1,755	1,718
25	Overall RTM's per Employee (000)	68.3	56.5	249.8	238.7	232.9	228.3	230.5
<u>CHANGE OVER COMPARABLE PERIOD 12 MONTHS EARLIER</u>								
26	Operating Revenues (%)	-0.3	17.7	12.6	17.1	13.5	11.1	4.6
27	Operating Expenses (%)	2.5	14.3	8.2	11.0	11.1	11.1	10.0
28	Operating Profit (Loss) (in Millions \$)	-3.7	4.1	24.7	32.5	14.0	2.1	-25.1
29	Net Income (Loss) (in Millions \$)	-7.1	4.0	19.0	30.1	11.9	4.5	-22.5
30	RPMs (Sch. Svc.) (%)	3.9	6.3	5.3	5.9	5.7	4.1	5.5
31	ASMs (Sch. Svc.) (%)	7.2	2.1	2.5	1.3	2.9	2.7	6.4
32	Operating Revenues per RTM (%)	-2.8	3.8	6.0	7.6	3.2	1.8	-4.9
33	Operating Expense per RTM (%)	0.0	0.8	1.9	2.0	1.0	1.7	0.0
34	Passenger Revenue per RPM (Sch. Svc.)(%)	-11.3	9.3	1.4	6.5	4.3	4.4	-1.6

Comparison of Operating Profit (Loss)

For Individual System Passenger Nationals

2017 q2 Compared To 2018 q2

Operating Profit (Loss) (\$Millions)						
	Quarterly Data			12 Months Ended Data		
	2017 q2	2018 q2	\$ Chg	YE 2017 q2	YE 2018 q2	\$ Chg
System Passenger Nationals	171.9	100.7	-71.2	558.7	425.7	-132.9
Air Wisconsin Airlines Corp (ZW)^	-5.5			-10.2		
Allegiant Air (G4)^	76.9	62.5	-14.3	278.1	193.9	-84.1
Compass Airlines (CP)	11.3	0.6	-10.7	6.8	8.9	2.0
Endeavor Air Inc. (9E)	-10.3	-28.5	-18.2	-39.7	-96.9	-57.1
GoJet Airlines LLC d/b/a United Express (G7)	0.6	7.2	6.6	-9.5	17.4	26.8
Horizon Air (QX)	-4.8	15.1	19.9	8.2	41.1	32.9
Mesa Airlines Inc. (YV)	37.6	0.0	-37.5	108.8	55.5	-53.4
PSA Airlines Inc. (OH)	10.2	-6.6	-16.8	8.8	-0.2	-9.0
Republic Airline (YX)^	50.8	48.9	-1.9	200.0	174.1	-26.0
Sun Country Airlines d/b/a MN Airlines (SY)	5.2	1.5	-3.7	7.4	32.1	24.7

Comparison of Net Income (Loss)
For Individual System Passenger Nationals
2017 q2 Compared To 2018 q2

	Net Income (Loss) (\$Millions)					
	Quarterly Data			12 Months Ended Data		
	2017 q2	2018 q2	\$ Chg	YE 2017 q2	YE 2018 q2	\$ Chg
System Passenger Nationals	233.2	43.9	-189.3	125.8	275.1	149.3
Air Wisconsin Airlines Corp (ZW)^	-4.4			-12.5		
Allegiant Air (G4)^	73.8	56.0	-17.8	267.7	175.0	-92.7
Compass Airlines (CP)	11.3	0.6	-10.7	6.9	9.1	2.2
Endeavor Air Inc. (9E)	-11.3	-29.2	-17.9	-44.1	-100.2	-56.1
GoJet Airlines LLC d/b/a United Express (G7)	-1.7	5.3	7.0	-18.7	9.1	27.7
Horizon Air (QX)	-4.5	8.1	12.6	1.4	78.9	77.4
Mesa Airlines Inc. (YV)	25.7	-14.1	-39.9	65.3	-22.1	-87.4
PSA Airlines Inc. (OH)	6.2	-5.0	-11.2	-0.6	4.1	4.8
Republic Airline (YX)^	133.0	24.3	-108.7	-148.1	93.7	241.8
Sun Country Airlines d/b/a MN Airlines (SY)	5.1	-2.1	-7.1	8.6	27.5	19.0

Comparison of Passenger Load Factors
For Individual System Passenger Nationals
2017 q2 Compared To 2018 q2

Passenger Load Factor (Percent)						
	Quarterly Data			12 Months Ended Data		
	2017 q2	2018 q2	Pt Chg	YE 2017 q2	YE 2018 q2	Pt Chg
System Passenger Nationals	81.2	82.2	1.0	79.5	80.6	1.1
Air Wisconsin Airlines Corp (ZW)^	78.9			76.8		
Allegiant Air (G4)^	84.8	85.7	0.8	84.2	85.1	0.9
Compass Airlines (CP)	82.9	80.0	-2.9	81.0	81.1	0.1
Endeavor Air Inc. (9E)	81.5	81.9	0.4	79.2	79.3	0.1
GoJet Airlines LLC d/b/a United Express (G7)	82.7	83.5	0.9	80.2	81.4	1.2
Horizon Air (QX)	80.1	80.2	0.2	79.5	78.9	-0.6
Mesa Airlines Inc. (YV)	81.2	83.0	1.7	81.2	81.4	0.2
PSA Airlines Inc. (OH)	78.7	79.3	0.7	77.2	77.9	0.7
Republic Airline (YX)^	78.0	81.6	3.7	75.2	78.3	3.1
Sun Country Airlines d/b/a MN Airlines (SY)	81.1	78.6	-2.5	77.1	79.2	2.1

Comparison of Passenger Yields (Cents)
For Individual System Passenger Nationals
2017 q2 Compared To 2018 q2

	Passenger Yields (Cents)					
	Quarterly Data			12 Months Ended Data		
	2017 q2	2018 q2	% Chg	YE 2017 q2	YE 2018 q2	% Chg
System Passenger Nationals	10.2	9.8	-3.7%	10.3	10.1	-1.3%
Air Wisconsin Airlines Corp (ZW)^	19.1			20.5		
Allegiant Air (G4)^	8.6	8.4	-3.4%	8.5	8.5	-1.0%
Compass Airlines (CP)	6.5	6.4	-1.7%	5.7	6.2	9.9%
Endeavor Air Inc. (9E)	8.6	7.6	-11.0%	8.8	8.4	-4.0%
GoJet Airlines LLC d/b/a United Express (G7)	8.8	8.7	-1.2%	8.5	9.0	5.4%
Horizon Air (QX)	18.3	20.4	11.6%	18.2	19.1	5.1%
Mesa Airlines Inc. (YV)	8.6	8.5	-1.5%	8.3	8.7	5.4%
PSA Airlines Inc. (OH)	12.2	12.0	-1.7%	12.5	12.4	-1.4%
Republic Airline (YX)^	11.3	11.3	0.0%	12.1	11.5	-5.3%
Sun Country Airlines d/b/a MN Airlines (SY)	11.7	10.4	-11.3%	11.4	11.6	1.4%

Comparison of Operating Profit Margin (Percent)

For Individual System Passenger Nationals

2017 q2 Compared To 2018 q2

Operating Profit Margin (Percent)						
	Quarterly Data			12 Months Ended Data		
	2017 q2	2018 q2	Pt Chg	YE 2017 q2	YE 2018 q2	Pt Chg
System Passenger Nationals	11.0	6.2	-4.8	9.1	6.5	-2.7
Air Wisconsin Airlines Corp (ZW)^	-9.1			-3.0		
Allegiant Air (G4)^	20.0	15.0	-4.9	20.0	12.7	-7.2
Compass Airlines (CP)	17.1	1.0	-16.1	2.8	3.8	1.0
Endeavor Air Inc. (9E)	-8.0	-20.2	-12.2	-7.8	-18.3	-10.5
GoJet Airlines LLC d/b/a United Express (G7)	0.9	11.3	10.4	-4.1	7.0	11.1
Horizon Air (QX)	-4.4	10.9	15.3	1.9	8.7	6.8
Mesa Airlines Inc. (YV)	22.4	0.0	-22.3	16.7	8.4	-8.3
PSA Airlines Inc. (OH)	6.7	-4.1	-10.8	1.5	0.0	-1.5
Republic Airline (YX)^	17.2	14.4	-2.8	16.9	13.8	-3.1
Sun Country Airlines d/b/a MN Airlines (SY)	3.8	1.1	-2.7	1.3	5.2	3.8

Comparison of Debt-to-Investment and Total Debt

For Individual System Passenger Nationals

2017 q2 Compared To 2018 q2

	Debt To Investment (Percent)			Total Debt (\$Millions)		
	Quarterly Data			Quarterly Data		
	2017 q2	2018 q2	Pt Chg	2017 q2	2018 q2	\$ Chg
System Passenger Nationals	62.0	57.5	-4.5	4,028.5	3,765.9	-262.6
Air Wisconsin Airlines Corp (ZW)^	86.3			280.6		
Allegiant Air (G4)^	21.6	28.6	7.1	415.3	675.7	260.4
Endeavor Air Inc. (9E)	34.6	42.7	8.1	32.3	26.7	-5.6
GoJet Airlines LLC d/b/a United Express (G7)	104.6	98.8	-5.8	164.2	146.3	-17.9
Horizon Air (QX)	49.2	34.7	-14.5	179.6	137.4	-42.2
Mesa Airlines Inc. (YV)	91.6	94.0	2.4	929.2	978.4	49.2
Republic Airline (YX)^	80.2	74.5	-5.7	2,016.2	1,732.4	-283.8
Sun Country Airlines d/b/a MN Airlines (SY)	17.9	42.3	24.4	11.0	68.9	57.9

ENDNOTES

- * Not Calculated on a quarterly basis.
- ** Cannot be calculated because balance sheet data not submitted on an entity basis.
Data presented only on a system basis.
- ++ Not calculated for all-cargo carriers.
- & Meaningfull calculation cannot be made.
- ^ Carrier specific note. See below.

Air Wisconsin Airlines Corp (ZW)

Effective 2018q1, Air Wisconsin Airlines Corp (ZW) began reporting as a Group V Small Certificated carrier and ceased reporting Form 41 Financial Data to the Department.

Allegiant Air (G4)

Effective 2016q1, Allegiant Air (G4) began reporting as a Group III Major. All Form 41 Traffic and Financial Data collected by the Department for Allegiant Air are included in this report.

Chautauqua Airlines Inc. (RP)

see Republic Airline (YX)

Republic Airline (YX)

Effective 2017q1, Shuttle America Corp (S5) merged into a single operating certificate with Republic Airline (YX).

Effective 2015q1, Chautauqua Airlines Inc. (RP) merged into a single operating certificate with Shuttle America Corp (S5).

All Form 41 Traffic and Financial data collected by the Department for Chautauqua Airlines and Shuttle America are now consolidated as Republic Airline in this report.

Shuttle America Corp. (S5)

See Republic Airline (YX)

World Airways Inc. (WO)

Effective March 2014, World Airways Inc. (WO) ceased operations. Their last quarter of full reporting to the Department was 2013q4. All Form 41 Traffic and Financial data collected by the Department for World Airways Inc. are included in this report.

Carrier List

Passenger

ZW^	Air Wisconsin Airlines Corp
G4^	Allegiant Air
RP^	Chautauqua Airlines Inc.
CP	Compass Airlines
9E	Endeavor Air Inc.
G7	GoJet Airlines LLC d/b/a United Express
QX	Horizon Air
YV	Mesa Airlines Inc.
OH	PSA Airlines Inc.
YX^	Republic Airline
S5^	Shuttle America Corp.
SY	Sun Country Airlines d/b/a MN Airlines
WO^	World Airways Inc.

Explanation of Line Items

Line #	Reported By	Description of Line Item	Line Item Derivation
			FINANCIAL RESULTS: (\$Millions)
1	All	Operating Revenues	Total Operating Revenues (P012 Account 49990)
2	All	Operating Expenses	Total Operating Expenses (P012 Account 71990)
3	All	Operating Profit (Loss)	Operating Profit Or Loss (P012 Account 79990)
4	All	Net Income (Loss)	Net Income (P012 Account 98990)
			TRAFFIC: (Billions)
5	Combi Only	RPMS - Scheduled Rev. Svc.	Scheduled Revenue Passenger Miles (T100_K_RPM_140)
	Cargo Only	RTMs - Scheduled Rev. Svc.	Scheduled Revenue Ton Miles (T100_K_RTM_240)
6	Combi Only	ASMs - Scheduled Rev. Svc.	Scheduled Available Passenger Miles (T100_K_ASM_320)
	Cargo Only	ATMs - Scheduled Rev. Svc.	Scheduled Available Ton Miles (T100_K_ATM_280)
7	All	RTMs (All Svc.)	RTMs (All Svc.) (T100_Z_RTM_240)
8	All	ATMs (All Svc.)	ATMs (All Svc.) (T100_Z_ATM_280)
			YIELD & UNIT COST & PROFITS: (Cents)
9	All	Operating Revenue per RTM	<u>Operating Revenues (P012 Account 49990)</u> All Services Revenue Ton-Miles (T100_Z_RTM_240)
10	All	Operating Expense per RTM	<u>Operating Expenses (P012 Account 71990)</u> All Services Revenue Ton-Miles (T100_Z_RTM_240)
11	All	Operating Profit (Loss) per RTM	<u>Operating Profit (P012 Account 79990)</u> All Services Revenue Ton-Miles (T100_Z_RTM_240)
12	All	Operating Expense per ATM	<u>Operating Expenses (P012 Account 71990)</u> All Services Available Ton-Miles (T100_Z_ATM_280)
13	All	Passenger Revenue per RPM	<u>Passenger Revenues (schd service) (P012 Account 39010)</u> Scheduled Revenue Passenger Miles (T100_K_RPM_140)

Explanation of Line Items

Line #	Reported By	Description of Line Item	Line Item Derivation
			FINANCIAL RATIOS:
14	All	Operating Revenues to Total Investment	$\frac{\text{Total Operating Revenues (P012 Account 49990)}}{(\text{Current Maturities of Long-Term Debt (B010 Account 20000)} + \text{Current Obligations Under Capital Leases (B010 Account 20800)} + \text{Long-Term Debt (B010 Account 22100)} + \text{Advances from Associated Companies (B010 Account 22400)} + \text{Noncurrent Obligations Under Capital Leases (B010 Account 22800)} + \text{Net Stockholders' Equity (B010 Account 29950)})}$ (A five-quarter average is used)
15	All	Times Interest Earned	$\frac{\text{Income Before Income Tax (P012 Account 89990)} + \text{Interest on Long-Term Debt and Capital Leases (P012 Account 81810)} + \text{Other Interest Expense (P012 Account 81820)}}{\text{Interest On Long-Term Debt and Capital Leases (P012 Account 81810)} + \text{Other Interest Expense (P012 Account 81820)}}$
16	All	Current Assets to Current Liabilities	$\frac{\text{Total Current Assets (B010 Account 14990)}}{\text{Total Current Liabilities (B010 Account 21990)}}$
17	All	No. of Days Cash Coverage of Cash Exp.	$\frac{\text{Cash (B010 Account 10100)} + \text{Short Term Investments (B010 Account 11000)}}{(\text{Total Operating Expenses (P012 Account 71990)} + \text{Depreciation And Amortization (B010 Account 70000)}) / 365}$
			FINANCIAL PERCENTAGES:
18	All	Operating Profit (Loss) to Operating Revenue	$\frac{\text{Operating Profit Or Loss (P012 Account 79990)}}{\text{Total Operating Revenues (P012 Account 49990)}}$
19	All	Net Income to Stockholders Equity	$\frac{\text{Net Income (P012 Account 98990)}}{\text{Net Stockholders' Equity (B010 Account 29950)}}$
20	All	Corporate Return on Investment	$\frac{\text{Net Income (P012 Account 98990)} - \text{Interest On Long Term Debt And Capital Leases (P012 Account 81810)} + \text{Other Interest Expense (P012 Account 81820)}}{(\text{Current Maturities Of Long-Term Debt (B010 Account 20000)} + \text{Current Obligations Under Capital Leases (B010 Account 20800)} + \text{Long Term Debt (B010 Account 22100)} + \text{Advances From Associated Companies (B010 Account 22400)} + \text{Nonrecurrent Obligations Under Capital Leases (B010 Account 22800)} + \text{Net Stockholders' Equity (B010 Account 29950)})}$
		Corporate Return on Investment (Calculation Details)	
21	All	Debt to Total Investment	$\frac{\text{Current Maturities Of Long-Term Debt (B010 Account 20000)} + \text{Current Obligations Under Capital Leases (B010 Account 20800)} + \text{Long Term Debt (B010 Account 22100)} + \text{Advances From Associated Companies (B010 Account 22400)} + \text{Nonrecurrent Obligations Under Capital Leases (B010 Account 22800)}}{\text{Current Maturities Of Long-Term Debt (B010 Account 20000)} + \text{Current Obligations Under Capital Leases (B010 Account 20800)} + \text{Advances From Associated Companies (B010 Account 22400)} + \text{Nonrecurrent Obligations Under Capital Leases (B010 Account 22800)} + \text{Net Stockholders' Equity (B010 Account 29950)} + \text{Long Term Debt (B010 Account 22100)}}$

Explanation of Line Items

Line #	Reported By	Description of Line Item	Line Item Derivation
			LOAD FACTOR: (%)
22	All	Actual Passenger Load Factor (Sch. Svc.)	$\frac{\text{Scheduled Revenue Passenger Miles (T100 K RPM 140)}}{\text{Scheduled Available Passenger Miles (T100 K_ASM_320)}}$
23	Combi Only	Breakeven Passenger Load Factor (Sch. Svc.)	$\frac{(\text{Total Operating Revenues (P012 Account 49990)} + \text{Transport Revenues Expenses (P012 Account 71000)} - (\text{Transport Revenues - Passenger (P012 Account 39010)} * .90) - \text{Total Operating Expenses (P012 Account 71990)} - \text{Transport Related Revenues (P012 Account 48980)}) * (\text{Scheduled Revenue Passenger Miles (T100 K RPM 140)} / \text{Scheduled Available Passenger Miles (T100 K_ASM_320)})}{(\text{Transport Revenues - Passenger (P012 Account 39010)} * .90)}$
	Cargo Only	Ton Load Factor (All Svc.)	$\frac{\text{Overall RTMs (All Svc.) (T100 Z RTM 240)}}{\text{Overall ATMs (All Svc.) (T100 Z_ATM_280)}}$
			Employment & Productivity:
24	All	Employment, Total Weighted Avg CY	$\frac{((\text{P1a Account Z f99007}) + ((\text{P1a Account Z-f99008})/2))}{\text{Months in Period (3 Quarter; 12 Month Ended)}}$
25	All	Overall RTM's per Employee (000)	$\frac{\text{Overall RTMs (All Svc.) (T100 Z RTM 240)}}{((\text{P1a Account Z f99007}) + ((\text{P1a Account Z-f99008})/2)) / \text{Months in Period (3 Quarter; 12 Month Ended)}}$
			Change Over Comparable Period 12 Month Earlier:
26	All	Operating Revenues (%)	Total Operating Revenues (P012 Account 49990) (CY/PY)
27	All	Operating Expenses (%)	Total Operating Expenses (P012 Account 71990) (CY/PY)
28	All	Operating Profit (Loss) (in Millions \$)	Operating Profit Or Loss (P012 Account 79990) (CY/PY)
29	All	Net Income (Loss) (in Millions \$)	Net Income (P012 Account 98990) (CY/PY)
30	All	RPMS (Sch. Svc.) (%)	Scheduled Revenue Passenger Miles (T100_K_RPM_140) (CY/PY)
31	All	ASMs (Sch. Svc.) (%)	Scheduled Available Passenger Miles (T100_K_ASM_320) (CY/PY)
32	All	Operating Revenues per RTM (%)	$\frac{\text{Operating Revenues (P012 Account 49990)}}{\text{System Ton-Miles (T100_Z_RTm_240)}} (CY/PY)$
33	All	Operating Expense per RTM (%)	$\frac{\text{Operating expenses (P012 Account 71990)}}{\text{System Available Ton-Miles (T100_Z_ATM_280)}} (CY/PY)$
34	All	Passenger Revenue per RPM (Sch. Svc.) (%)	$\frac{\text{Passenger Revenues (schd service) (P012 Account 39010)}}{\text{Scheduled Revenue Passenger Miles (T100_K_RPM_140)}} (CY/PY)$