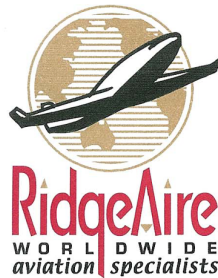


N501BJ

1969 Cessna 401A

Cost of Ownership

Aircraft S/N: 401A-0228



Prepared by the worldwide aviation specialists at RidgeAire, Inc.

(Per Hour Estimates Based on 150 Hours of Use Per Year)

ACQUISITION EXPENSES (based on 3 year ownership)	
Purchase Price of Aircraft	\$125,000.00
Estimated Resale Value	\$120,000.00
Refurbishment Cost (Paint and Interior)	\$15,000.00
TOTAL Per Hour ASSET Expense	\$44.44

FIXED ANNUAL EXPENSES	
Hangar Rental (\$250 per month for 12 Months)	\$3,000.00
Insurance - Hull	\$4,000.00
Insurance - Liability	\$2,000.00
Flight Crew - Pilot	\$0.00
Copilot	
Recurrent Pilot Training	\$3,500.00
TOTAL Per Hour FIXED Expense	\$83.33

VARIABLE COSTS (per hour)	
Fuel (37 gallon per hour at \$3.25 per gallon)	\$120.25
Inspection and Maintenance (\$15000 per year divided by 150)	\$100.00
Engine Overhaul and Reserves ((\$50000 times 2) divided by 1400)	\$71.43
Propeller Overhaul ((\$6000 times 2) divided by 2000)	\$6.00
Avionics Maintenance	\$10.00
TOTAL Per Hour VARIABLE Expense	\$307.68

TOTAL OPERATIONAL COST PER HOUR	\$435.46
TOTAL MILES PER YEAR (235 miles per hour)	35,250
OPERATIONAL COST PER MILE	\$1.85
OPERATIONAL COST PER SEAT PER HOUR (8 seats)	\$54.43
OPERATIONAL COST PER SEAT PER MILE (8 seats)	\$0.23

REMARKS