

ABC COMPANY

Tax Year End

12-31-05

AIRCRAFT DEDUCTIONS DISALLOWED - PER IRS NOTICE 2005-45

Flight Ref	Date of Flight	Airport Identifiers		Actual Hours	Total Seats	Total Seat-Hrs	Entertainment Hrs and Related Cost			Imputed Income	Deductions Disallowed
		Begin	End				Seats	Seat-Hrs	Disallowed		
1A	01-04-05	ICT	LAX	5.0	3	15.0					\$ 0
1B	01-05-05	LAX	ICT	5.0	3	15.0					\$ 0
2A	02-24-05	ICT	ORL	5.0	4	20.0					\$ 0
2B	02-25-05	ORL	ICT	5.0	4	20.0					\$ 0
3A	03-14-05	ICT	LAX	5.0	2	10.0	2	10.0	\$ 27,778	(\$ 1,277)	\$ 26,500
3B	03-15-05	LAX	ICT	5.0	2	10.0	2	10.0	\$ 27,778	(\$ 1,277)	\$ 26,500
4A	04-14-05	ICT	LAX	5.0	3	15.0					\$ 0
4B	04-15-05	LAX	ICT	5.0	3	15.0					\$ 0
5A	05-04-05	ICT	ORL	5.0	4	20.0					\$ 0
5B	05-05-05	ORL	ICT	5.0	4	20.0					\$ 0
6A	06-24-05	ICT	LAX	5.0	2	10.0	2	10.0	\$ 27,778	(\$ 1,277)	\$ 26,500
6B	06-25-05	LAX	ICT	5.0	2	10.0	2	10.0	\$ 27,778	(\$ 1,277)	\$ 26,500
7A	07-04-05	ICT	LAX	5.0	3	15.0					\$ 0
7B	07-05-05	LAX	ICT	5.0	3	15.0					\$ 0
8A	08-15-05	ICT	ORL	5.0	4	20.0					\$ 0
8A	08-15-05	ORL	ICT	5.0	4	20.0					\$ 0
9A	09-15-05	ICT	LAX	5.0	2	10.0	2	10.0	\$ 27,778	(\$ 1,267)	\$ 26,511
9B	09-16-05	LAX	ICT	5.0	2	10.0	2	10.0	\$ 27,778	(\$ 1,267)	\$ 26,511
10A	10-04-05	ICT	LAX	5.0	3	15.0					\$ 0
10B	10-05-05	LAX	ICT	5.0	3	15.0					\$ 0
11A	11-24-05	ICT	ORL	5.0	4	20.0					\$ 0
11B	11-25-05	ORL	ICT	5.0	4	20.0					\$ 0
12A	12-04-05	ICT	LAX	5.0	2	10.0	2	10.0	\$ 27,778	(\$ 1,267)	\$ 26,511
12B	12-05-05	LAX	ICT	5.0	2	10.0	2	10.0	\$ 27,778	(\$ 1,267)	\$ 26,511
<b>Totals</b>				<u>120.0</u>		<u>360.0</u>		<u>80.0</u>	<u>\$ 222,222</u>	<u>(\$ 10,178)</u>	<u>\$ 212,044</u>

Total Aircraft Costs

\$ 1,000,000

Cost per Seat Hour (Total Aircraft Costs / Total Seat-Hrs)

**\$ 2,778**