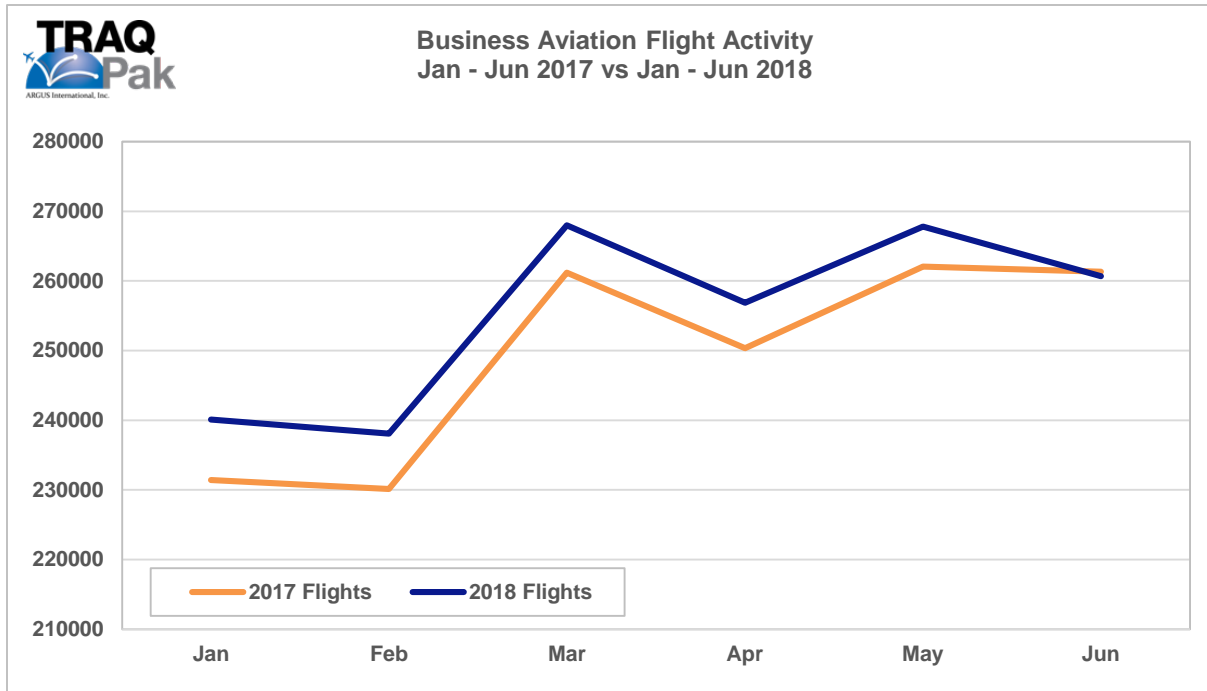




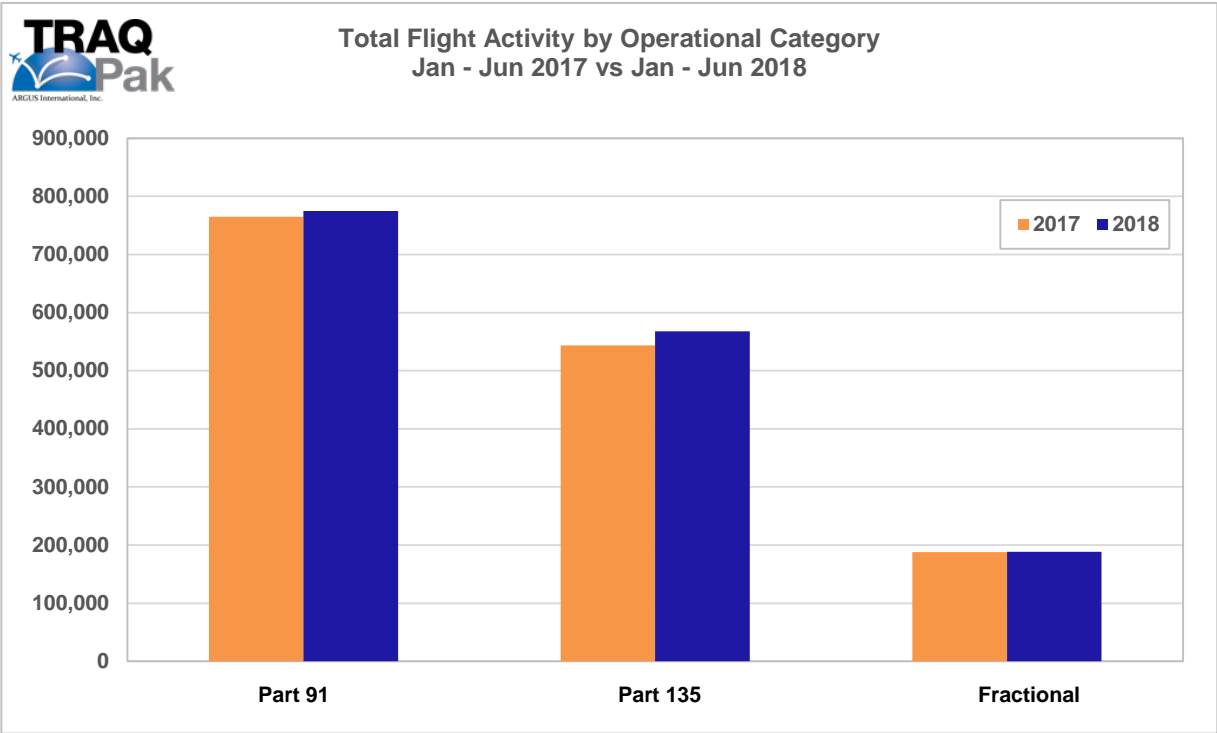
2018 Mid Year Business Aviation Review

JULY 2018

- We're mid-way through 2018 and flight activity has soared to new highs with 5 of the 6 months recording a year over year gain from 2017.
- 2018 YTD flight activity is up 2.3% from 2017 while flight hours have risen 2.6% for the same period.
- Flight activity continues to be significant in the Part 135 segment, so far in the first six months activity was up 4.5% in 2018. The Fractional industry showed positive signs with yearly gains in 4 of 6 months so far in 2018. The Part 91 segment has also been mostly positive in 2018 with gains in 4 of the months.
- This review will look at flight activity for the overall industry, the individual industry segments & aircraft categories, it will review top operators & other key metrics. It will also include TRAQPak's prestigious quarterly forecast.

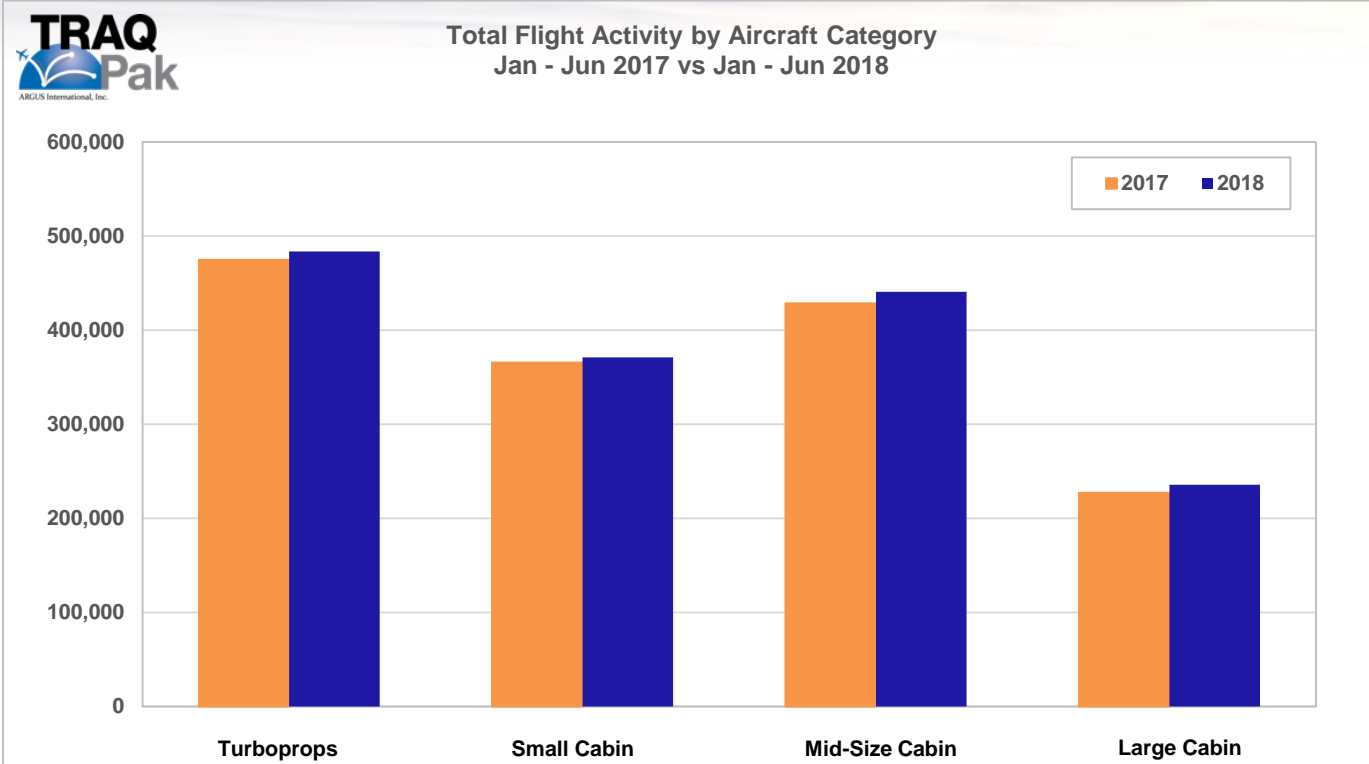


Flight activity for the first half of 2018 was up 2.3% compared to the same period in 2017. Flight hours were up 2.6% during the same period.



Part 135 flight activity recorded the strongest mid year gain, up 4.5% during the first 6 months of 2018, when compared to the same period in 2017. Part 91 flight activity was up 1.3% during the same period, while Fractional activity rose 0.4%.

FLIGHT ACTIVITY BY AIRCRAFT CATEGORY



Flight Activity by Aircraft Category			
Aircraft Category	2017	2018	% Increase
Turboprops	474,891	483,685	1.9%
Small Cabin	360,655	370,980	1.5%
Mid-Size Cabin	428,645	440,960	2.9%
Large Cabin	227,299	235,848	3.8%
Total	1,496,490	1,531,473	2.3%



TOP US PART 135 OPERATORS IN 2018

Rank	Operator Name	2018 Hours	2017 Hours	2018 Fleet Size	2017 Fleet Size
1	GAMA AVIATION	72,885	61,651	117	99
2	EXECUTIVE JET MANAGEMENT	58,305	52,566	136	137
3	XOJET	46,739	45,254	43	41
4	DELTA PRIVATE JETS	40,239	36,665	69	70
5	JET LINX AVIATION	32,568	28,956	81	91
6	SOLAIRUS AVIATION	26,784	22,466	54	48
7	TRAVEL MANAGEMENT COMPANY	24,416	36,702	42	54
8	JET EDGE	21,643	18,025	46	47
9	JET AVIATION	21,612	15,060	48	44
10	CLAY LACY AVIATION	17,585	14,152	64	57
11	CORPORATE FLIGHT MANAGEMENT	17,446	16,204	28	30
12	EXCLUSIVE JETS	15,940	7,092	30	20
13	JETSUITE AIR	13,829	16,458	16	20
14	ENCOMPASS AVIATION	13,095	2,611	8	12
15	MOUNTAIN AVIATION	13,076	9,209	27	20
16	LANDMARK AVIATION	12,918	12,225	42	48
17	AERO AIR	11,796	10,702	25	23
18	RED WING AEROPLANE CO	10,059	8,302	13	11
19	JET SELECT	9,725	7,190	27	29
20	WORLDWIDE JET CHARTER	8,864	7,848	14	11
21	SC AVIATION	8,848	7,469	19	16
22	MERIDIAN AIR CHARTER	8,801	8,492	23	23
23	TALON AIR	8,785	9,408	24	21
24	LJ ASSOCIATES	8,460	7,572	23	25
25	BERRY AVIATION	8,218	5,549	25	25

**Note- 2018 Fleet Size based on DO85 dated July 2, 2018*

**Note- 2018 Hours based on 7/1/2017 – 6/30/2018*

**Note- 2017 Fleet Size based on DO85 dated July 3, 2017*

**Note- 2017 Hours based on 7/1/2016 – 6/30/2017*

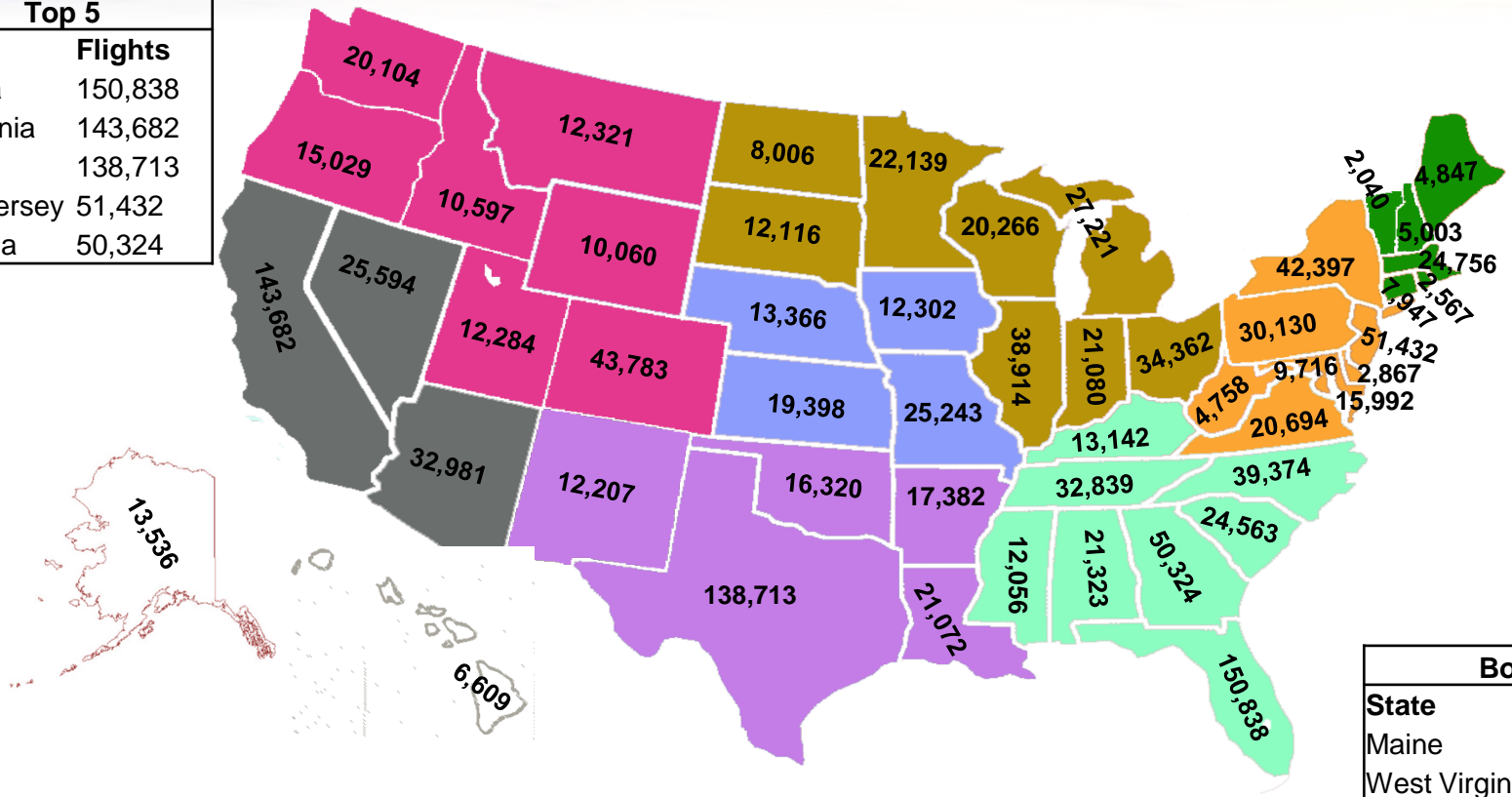
**Note- Excludes Medical Operators*



DEPARTURES BY STATE

1/1/2018 – 6/30/2018

Top 5	
State	Flights
Florida	150,838
California	143,682
Texas	138,713
New Jersey	51,432
Georgia	50,324



Bottom 5	
State	Flights
Maine	4,847
West Virginia	4,758
Delaware	2,867
Rhode Island	2,567
Vermont	2,040

Top 10 Days	
Date	Flights
16-Feb-18	11,345
24-May-18	11,024
15-Feb-18	10,954
26-Apr-18	10,906
29-Mar-18	10,659
22-Mar-18	10,629
29-Jun-18	10,548
17-May-18	10,542
03-May-18	10,536
28-Jun-18	10,519

Thursday continues to be the busiest day of the week. 8 of the top 10 days in 2018 were Thursdays and the other 2 were Fridays. 25 different days have recorded at least 10,000 flights in 2018.

Average Daily Flights-By Month	
Date	Flights
18-Jan	7,723
18-Feb	8,478
18-Mar	8,615
18-Apr	8,540
18-May	8,598
18-Jun	8,645

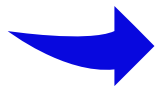
5 of the 6 months saw increases in the daily average when compared to 2017. The only month to record a decline was June.

Average Flight Activity-By Day of Week	
Day	Flights
Mon	8,435
Tues	8,831
Wed	9,345
Thur	10,057
Fri	9,493
Sat	5,840
Sun	6,957

Wednesday, Thursday and Friday remain the top days of the week and each of them has averaged more than 9,000 flights per day in 2018 with Thursday averaging over 10,000 flights per day.

- Part 91 flight activity has been mostly positive in 2018 with gains in 4 of the first 6 months. The only two months to record a decline (March & June) were down a negligible 0.4% & 0.2% respectively. The best month for the 1st half of the year was April, where activity grew 4.0% year over year.
- Part 135 flight activity continues to see positive growth, although the rate of growth has slowed lately. After a long run of yearly gains the segment posted it's first yearly decline in 25 months in June 2018. The segment saw gains in 5 of 6 months for the 1st half of the year and the best month was February, up 8.8%.
- The Fractional market has been mostly flat in 2018, but it did record gains in 4 of the 6 months. The best month was January, up 1.8%, while February and June recorded slight yearly declines. The biggest impact to the segment has been the slow down in large cabin flying.

- TRAQPak has been forecasting & predicting monthly flight activity for over five years. The program makes use of historical results, weather impacts, activity gains & loses and much more to provide an accurate short term forecast.
- TRAQPak analysts estimate that Q3 2018 activity will be up 0.8% when compared to the same period in 2017.
 - July rose 0.9% from July 2017
 - August is estimated to rise 0.9% from August 2017
 - September is estimated to rise 0.8% from September 2017



Looking ahead to the 4th quarter, TRAQPak estimates that **October 2018** will rise 2.3% from October 2017 and hit the **280,000** monthly flight mark for the 1st time since March 2008.



Thank You

UNEQUALLED EXPERIENCE, INVALUABLE RESULTS.