

## *LynxxJet's Falcon 20F-5 Fleet Shared Ownership Program Summary*

In 2004, LynxxJet acquired a meticulously maintained fleet of Dassault Falcon 20F BR5 aircraft. The group is now offering a unique 200 hour per year joint shared-ownership program perfectly suited for Dallas-area individuals and companies seeking a way to reduce the costs of executive air travel while maintaining most, if not all of the benefits of private aircraft ownership.

For many, the Falcon 20F-5 is arguably the best mid-size corporate jet ever made.

- Faster, roomier, more range, more payload, more passengers
- Superior construction and manufacturing methodology
- State-of-the-art RVSM, EGPWS, TCAS II and Flight Management avionics technology
- BR5 Fan upgrade mod provides significantly enhanced performance specs and hourly operations costs
- Historically holds its value better than other mid-size executive aircraft

Program elements include:

- significant reduction in ownership costs
  - vs. sole ownership
  - vs. other shared ownership and fractional type programs
- Interchangeability with other fleet aircraft, unmatched flexibility
- charter revenue offset to cost for unused hours
- perfect supplemental lift solution for existing corporate fleets—high quality, fast aircraft with superior cost structure
- financing program available for share ownership

Many fractional owners find that the costs of their existing program simply don't make economic sense. By developing an innovative ownership strategy that dramatically improves the economics of ownership and increases flexibility for an aircraft owner, LynxxJet can provide access to a fleet of what many consider to be the most desirable jets in the corporate market, and at the same time significantly reduce the overall cost of aircraft operations. That's not a bad combination.

### Summary of Program Elements

<b>EQUIPMENT</b>	<b>Falcon 20F-5</b>	Honeywell (Garrett) TFE 731-BR-5 engine Retrofit, MSP, RVSM, EGPWS, TCAS II
<b>SHARE PURCHASE PRICE</b>	<b>\$ 1,295,000</b>	Per Share, 25% share equivalent
<b>MONTHLY FIXED COST S</b>	<b>\$ 12,600-17,400</b>	Per owner, per month, variable in this range depending on number of shareowners
<b>MONTHLY MANAGEMENT FEE</b>	<b>\$ 2,500</b>	Per owner, per month
<b>DIRECT OPERATING COSTS</b>	<b>\$ 1,450</b>	Per flight hour
<b>AIRCRAFT OWNERSHIP</b>	<b>LLC</b>	Limited liability asset holding company
<b>ENTITY OWNERSHIP</b>	<b>6-12 Shareowners</b>	Depending on number of program aircraft
<b>AIRCRAFT MANAGEMENT</b>	<b>LynxxJet Int'l</b>	McKinney base of operations
<b>AIRCRAFT USAGE</b>	<b>200 flight hours</b>	Per year, per owner
<b>CONSIGNED HOURS</b>	Share owner may sell unused hours back through Part 135 LynxxJet's charter or block hour programs	
<b>AIRCRAFT INTER-CHANGE AGREEMENT</b>	Share owners have full access to LynxxJet's charter fleet through aircraft interchange agreement and hourly exchange matrix.	
<b>DEPRECIATION BENEFITS</b>	Passed through to owners via K-1	
<b>EXPERTS</b>	Nationally recognized experts assisted in development of structure and program design elements which improve operating and tax advantages over competitive programs and provide maximum liability protection to program participants.	
<b>RISK</b>	<i>The above description of the Shared Owners program is of a summary nature and should be considered indicative only. Finalized terms and conditions are more fully described in definitive program documentation.</i>	