

(Per Hour Estimates Based on 100 Hours of Use Per Year)

ACQUISITION EXPENSES (based on 5 year ownership)	
Purchase Price of Aircraft	\$59,000.00
Estimated Resale Value	\$50,000.00
Refurbishment Cost (Paint and Interior)	\$2,500.00
TOTAL Per Hour ASSET Expense	\$23.00

FIXED ANNUAL EXPENSES	
Hangar Rental (\$200 per month for 12 Months)	\$2,400.00
Insurance - Hull	\$2,250.00
Insurance - Liability	\$0.00
Flight Crew - Pilot	\$0.00
Copilot	\$0.00
Recurrent Pilot Training	\$0.00
TOTAL Per Hour FIXED Expense	\$46.50

VARIABLE COSTS (per hour)	
Fuel (11 gallon per hour at \$3.5 per gallon)	\$38.50
Inspection and Maintenance (\$2000 per year divided by 100)	\$20.00
Engine Overhaul and Reserves ((\$15000 times 1) divided by 2000)	\$7.50
Propeller Overhaul ((\$1500 times 1) divided by 2000)	\$0.75
Avionics Maintenance	\$2.00
TOTAL Per Hour VARIABLE Expense	\$68.75

TOTAL OPERATIONAL COST PER HOUR	\$138.25
TOTAL MILES PER YEAR (155 miles per hour)	15,500
OPERATIONAL COST PER MILE	\$0.89
OPERATIONAL COST PER SEAT PER HOUR (2 seats)	\$69.13
OPERATIONAL COST PER SEAT PER MILE (2 seats)	\$0.45

REMARKS	
16000 miles travel per year	