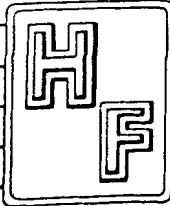


WILLIAM P. LEAR FAMILY TRUST
CHARGE AND DISCHARGE STATEMENT
FOR THE FISCAL YEAR
MAY 1, 1986 TO APRIL 30, 1987



HOLLANDER, FREEDMAN, HARRISON & FINE

CERTIFIED PUBLIC ACCOUNTANTS

ROBERT E. HOLLANDER, C.P.A./MARVIN H. FREEDMAN, C.P.A./DANIEL HARRISON, C.P.A.

ALAN G. FINE, C.P.A./DAVID E. LAZARUS, C.P.A./PETER F. BANK, C.P.A.

Messrs. James L. Murphy, Harold P. Dayton
and Richard B. Rowley, Co-Trustees of the
William P. Lear Family Trust
350 South Center
Reno, Nevada 89504

Gentlemen:

We have compiled the accompanying charge and discharge statement and related schedules of the William P. Lear Family Trust for the fiscal year May 1, 1986 to April 30, 1987, in accordance with standards established by the American Institute of Certified Public Accountants.

A compilation is limited to presenting the transactions in charge and discharge form and is the representation of the Co-Trustees. We have not audited or reviewed the accompanying charge and discharge statement and related schedules and, accordingly, do not express an opinion or any other form of assurance on them.

Peter F. Bank

Peter F. Bank
Certified Public Accountant

Beverly Hills, California
September 15, 1987

William P. Lear Family Trust
Charge and Discharge Statement
For the Fiscal Year
May 1, 1986 to April 30, 1987

Charges:

Property on hand May 1, 1986 (Schedule A)		\$ 4,960,248.15
Income (Schedule B)		
Interest income	\$ 23,615.25	
Rental income	<u>166,273.55</u>	189,888.80
Gain on sales of land (Schedule C)		177,604.70
Cash in bank transferred from Trust A		<u>159.32</u>
 Total charges		 <u><u>\$ 5,327,900.97</u></u>

Credits:

Expense (Schedule D)		\$ 237,987.35
Reduction in Liabilities		
Payments of principal to Nevada National Bank on Hangar loan		23,934.84
Reduction in amount due to Moya Olsen Lear		50.00
Property on hand, April 30, 1987 (Schedule E)		<u>5,065,928.78</u>
 Total credits		 <u><u>\$ 5,327,900.97</u></u>

Unaudited
See Accountant's Compilation Report

William P. Lear Family Trust
Property on Hand
May 1, 1986

Schedule A

Undivided one-half interest in land and buildings near Reno/Stead
Airport, Washoe County, Nevada:

Remaining portion of approximately 2,352 acres of vacant land		\$ 2,002,559.77
Remaining portion of approximately 29.24 acres of land and small buildings:		
Land	\$ 272,414.63	
Buildings	\$ 331,500.00	
Building improvements	<u>9,326.60</u>	613,241.23
	<u>340,826.60</u>	
Hangar building	425,000.00	
Building improvements	<u>15,458.32</u>	<u>440,458.32</u>
Total interest in real estate		3,056,259.32
Cash in First Interstate Bank		51,619.35
Time Certificate of Deposit		
Security Bank of Nevada		156,295.46
First Interstate Bank (escrow)		75,000.00
Investment in Silver Lake Water Distribution Co.		530,300.10
Notes receivable - North Valley Homes, Inc.:		
Unit #2	\$ 150,500.00	
Unit #3	<u>162,000.00</u>	312,500.00
Funds held in escrow pending release of lien by Internal Revenue Service		53,673.11
Funds held in escrow (North Valley Homes, Inc. Unit #2)		750.00
Due from Estate of William P. Lear (including \$525,500 paid to Internal Revenue Service)		<u>723,850.81</u>
Total property on hand		<u><u>\$ 4,960,248.15</u></u>

Unaudited
See Accountant's Compilation Report

William P. Lear Family Trust
Income
May 1, 1986 to April 30, 1987

Schedule B

Interest Income

First Interstate Bank:

Checking account	\$ 3,206.98	
Time Certificate of Deposit	<u>1,271.40</u>	\$ 4,478.38

Security Bank of Nevada -

Time Certificates of Deposit		8,708.82
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North Valley Homes, Inc.

Unit #2	8,241.30	
Unit #3	<u>1,126.00</u>	9,367.30

Nevada Savings & Loan Association		273.44
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First Western Savings Association		<u>787.31</u>
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Total interest income		\$ 23,615.25
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Rental Income

Rent on Hangar, etc.		<u>166,273.55</u>
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Total income		<u>\$ 189,888.80</u>
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Unaudited
See Accountant's Compilation Report

William P. Lear Family Trust
Gain on Sale of Land
May 1, 1986 to April 30, 1987

Schedule C

August 12, 1986 Sale of Trust's one-half interest in 58 lots in Washoe County, Nevada, to North Valley Homes, Inc. (Leareno Estates Unit #5):

Gross sale price:		
Cash	\$ 58,000.00	
Note	<u>174,000.00</u>	\$ 232,000.00
Expense of sale		<u>455.30</u>
Net sale price		231,544.70
Cost basis		<u>53,940.00</u>
Gain on sale		<u>\$ 177,604.70</u>

Unaudited
See Accountant's Compilation Report

William P. Lear Family Trust
Expense
May 1, 1986 to April 30, 1987

Schedule D

Expense Regarding Real Properties:

Property taxes	\$ 31,296.29	
Interest - Nevada National Bank (Hangar loan)	14,800.90	
Insurance	14,566.50	
Roof repairs	7,500.00	
Other repairs	4,132.62	
Salaries	26,093.85	
Payroll taxes and employee benefits	1,957.89	
Management fees and expense	37,078.32	
Miscellaneous expense	<u>1,830.73</u>	\$ 139,257.10

Administration Expense:

Trustees' fees	73,769.94	
Legal and accounting fees	<u>24,960.31</u>	<u>98,730.25</u>

Total expense

\$ 237,987.35

Unaudited
See Accountant's Compilation Report

William P. Lear Family Trust
Property on Hand
April 30, 1987

Schedule E

Undivided one-half interest in land and buildings near
Reno/Stead Airport, Washoe County, Nevada:

Remaining portion of approximately 2,352 acres of vacant land (including \$1,336.50 cost of mapping)	\$ 1,949,956.27
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Remaining portion of approximately 29.24
acres of land and small buildings:

Land	\$ 272,414.63	
Buildings	\$ 331,500.00	
Building improvements	<u>9,326.60</u>	613,241.23

Hangar building	425,000.00	
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Building improvements	<u>15,458.32</u>	440,458.32
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Autoclave and equipment	<u>87,500.00</u>
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Total interest in real estate and equipment	3,091,155.82
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Cash in First Interstate Bank	60,858.57
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Time Certificate of Deposit - Security Bank of Nevada	101,118.00
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Notes Receivable - North Valley Homes, Inc.:

Leareno Estates Unit #3	\$ 147,000.00	
Leareno Estates Unit #5	<u>174,000.00</u>	321,000.00

Funds held in escrow (North Valley Homes,
Inc.)

Unit #2	7,200.00	
Unit #3	<u>750.00</u>	7,950.00

Due from Leareno Development Co.	8,578.18
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Due from Estate of William P. Lear (including \$625,000 paid to Internal Revenue Service)	818,706.86
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Investment in Silver Lake Water Distribution Co.	<u>656,561.35</u>
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Total property on hand	<u>\$ 5,065,928.78</u>
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Unaudited
See Accountant's Compilation Report