

THE WILLIAM P. LEAR AND MOYA OLSEN LEAR FAMILY TRUST
TRUST ACCOUNTING FOR THE PERIOD
MAY 14, 1978 THROUGH JULY 31, 1979

SUMMARY OF ACCOUNT

Charges

1. Assets at commencement of accounting period (Schedule A)	\$ ✓ 76,000.00
2. Receipts during accounting period (Schedule B)	1,840,248.00
TOTAL CHARGES	<u>\$1,916,248.00</u>

Credits

1. Disbursements during accounting period (Schedule C)	\$1,837,248.00
2. Property on hand (Schedule D)	79,000.00
TOTAL CREDITS	<u>\$1,916,248.00</u>

SCHEDULE OF ACCOUNTING

Schedule A: Assets at commencement of period

1. 1,000 shares of stock of LearAvia Corp.; \$1.00 par value	\$ 1,000.00
2. 75,000 shares of stock of Leareno Development, Inc.; \$1.00 par value	75,000.00
TOTAL ASSETS	<u>\$ 76,000.00</u>

Schedule B: Receipts

1. December 14, 1978 - Loan from Nevada National Bank	\$ 100,000.00
2. June 14, 1979 - Loan from Moya Olsen Lear	✓ 105,750.00
3. Total Canadair advances (Note 1)	✓ <u>1,634,498.00</u>
TOTAL RECEIPTS	<u>\$1,840,248.00</u>

Schedule C: Disbursements

1. December 14, 1978 - Law Offices of Rifkind & Sterling; payment of legal fees	\$ 47,957.06
2. January 17, 1979 - Law Offices of McDonald, Carrano, Wilson, Bergin & Bible; payment of legal fees	3,229.20
3. April 12, 1979 - LearAvia Corp.; reimbursement of one-half of meeting expense for Trustees, Mrs. Lear & counsel.	39.85
4. April 12, 1979 - reimbursement of LearAvia Corp. for travel expenses of Trustees.	484.00
5. May 4, 1979 - Nevada National Bank; safety deposit box rental	22.50
6. June 12, 1979 - Nevada National Bank; interest on loan	750.00
7. June 12, 1979 - Nevada National Bank; repayment of loan	100,000.00
8. June 12, 1979 - Moya Olsen Lear; partial repayment of loan. Note given by Trust to repay balance of \$60,482.61.	45,267.39
9. Total Canadair advances to LearAvia. (Note 1)	1,634,498.00
	<u>1,837,248.00</u> - 173224
TOTAL DISBURSEMENTS	

Schedule D: Balance on Hand

1. Cash	\$ 3,000.00
2. 1,000 shares LearAvia Corp. stock (Note 2)	1,000.00
3. 75,000 shares Leareno Development, Inc. stock (Note 2)	75,000.00
	<u>79,000.00</u>
TOTAL BALANCE ON HAND	

Dated: August 13, 1979

FOR THE TRUSTEES:

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NOTE 1.

These amounts represent a portion of advances since May 14, 1978 to LearAvia Corp. from Canadair Ltd. for Challenger royalties. The portion of the advances shown is one-half of total Canadair advances from May 12, 1978 through July 31, 1979. Only one-half is shown because Trust ownership of shares accruing to Moya Olsen Lear is revocable. The Trust ownership of shares accruing to the Estate of William P. Lear is not revocable.

NOTE 2.

As discussed per NOTE 1 and as follows:

	LAC	Leareno
Shares held in Moya Olsen Lear Fund of Family Trust (Ownership revocable)	500	37,500
Shares held in William P. Lear Fund of Family Trust (Ownership not revocable)	<u>500</u>	<u>37,500</u>
Total Shares	<u><u>1,000</u></u>	<u><u>75,000</u></u>