

Overview of SkyLink Financing Plan

SkyLink's financing plan consists of four separate phases. The first two phases have been completed, and, as described in the letter from Lehman Brothers Inc. (see page 5 of this exhibit), the third phase is well under way looking towards a certification date of December 1, 2004. Phase IV, which looks to funding 2006 and beyond activities, will begin after certification.

Phase I

SkyLink was incorporated in November of 2003. It raised approximately \$400,000 of seed capital to prepare its business plan and begin the certification process at the Department of Transportation ("DOT") and the Federal Aviation Administration ("FAA"). It filed for DOT and FAA certificates on February 20, 2004. The balance sheet showed approximately \$390,000 of assets as of January 20, 2004. SKY-408.

Phases II and III

On March 18, 2004, Ms. Thomas advised by letter "that the company will require funding between \$48.4 and \$51.0 million to meet the Department's financial fitness criteria." On April 19, SkyLink advised the Fitness Division that it was negotiating an agreement with an investment banker to raise the funds to meet the financial fitness requirements. A letter indicating that an investment banker was reviewing the details of the financing was also enclosed.

On May 26, the Company advised DOT that it had reached agreement with an investment banker to raise the necessary funds to comply with DOT requirements. A copy of the

investment banking agreement was provided. This letter also set forth the agreed term sheet for acquisition of three Boeing 767-200ER aircraft.

On June 15, 2004, the SkyLink completed Phase II of its financing. This Phase consisted of convertible debt and other credit facilities in the total amount of approximately \$49,800,000. \$15,000,000 (convertible debt) provided cash to cover all startup costs and early expenses. Approximately \$34,800,000 was financing commitments to support the acquisition of three aircraft and related engines and spare parts. These aircraft will be delivered shortly after certification. One of the aircraft will be on short term operating lease to support the proving runs and certification efforts. This aircraft will be purchased at certification. There were no fees associated with either the \$15,000,000 cash provided by the convertible debt offering or with the \$34,800,000 aircraft financing commitment. The \$15,000,000 in cash will more than cover all of the Company start-up costs. See SKY-402 (Rev). The total cash and financing commitments secured by SkyLink as of this date exceed \$50 million.

SkyLink expects to close Phase III this fall. SkyLink is meeting with private equity investors. Lehman Brothers, in accordance with the Agreement previously provided, is serving as the Investment Banker for the Phase III and subsequent offerings. Phase III will provide the remaining funds to meet the DOT financial fitness requirements. It is expected to close before December 1, 2004.

SKY 407 (Rev) would indicate that DOT's financial fitness requirement is between \$43 and \$49 million. The Company has already raised more than \$15 million in cash. Thus, if the Phase III cash financing commitments exceed \$34 million, SkyLink will have met the likely DOT requirements. Based on current discussions, SkyLink will close Phase III prior to December 1 with additional unrestricted cash commitments in excess of \$34 million. At that point total debt and equity capital committed to the company will easily exceed \$100 million. This will place the company in a strong position to enter international markets with a competitive product.

Phase IV

The Company intends to complete its private placement efforts after certification. This fourth phase of funding will support expansion in 2006 and beyond. Such funds will be used for aircraft deposits, additional credit facilities and working capital.

LEHMAN BROTHERS

August 16, 2004

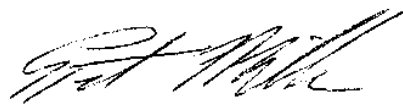
Joshua Benegal Marks
President
SkyLink Airways, Inc.
Washington Dulles International Airport
44965 Aviation Drive, Suite 260
Dulles, VA 20166

Re: SkyLink Airways Inc. Financing

Dear Mr. Marks:

SkyLink commenced the marketing of its private placement with the assistance of Lehman Brothers in July 2004. Lehman Brothers is working on a best efforts basis to assist SkyLink in raising approximately \$160 million (the "Private Placement"). Over the past two months SkyLink has met with over a dozen private equity investors for its financing, to support reserve requirement and working capital objectives for 2005 and 2006. These investors continue to do their diligence on the Company. In addition, SkyLink continues to meet with other prospective investors. We expect that investors will complete their due diligence investigations in the coming two months. SkyLink has represented to us that after the close of the Private Placement this fall, total debt and equity capital committed to the Company will exceed \$100 million.

Sincerely,



Grant Miller
Lehman Brothers Inc.