

## TRANS-CANADA AIR LINES

## CAPITAL BUDGET

1959

*Application of Funds:*

|                                   |              |
|-----------------------------------|--------------|
| Property & Equipment Budget ..... | \$63,750,000 |
| Refinancing Loans—C.N.R. ....     | 5,000,000    |
| Additional Working Capital .....  | 1,200,000    |
|                                   | <hr/>        |
|                                   | \$69,950,000 |

*Source of Funds:*

|                                       |            |              |
|---------------------------------------|------------|--------------|
| Net Income .....                      | \$ 500,000 |              |
|                                       | <hr/>      |              |
| Depreciation Provisions .....         | 12,450,000 | 12,950,000   |
| Loans from Canadian National Railways |            | \$57,000,000 |
|                                       |            | <hr/> <hr/>  |

## TRANS-CANADA AIR LINES

## PROPERTY &amp; EQUIPMENT BUDGET—YEAR 1959

|   | Projects<br>Previously<br>Authorized | New<br>Projects | Total        |
|---|--------------------------------------|-----------------|--------------|
|   | <hr/>                                | <hr/>           | <hr/>        |
| <i>Airplanes and Components</i>             |                                      |                 |              |
| Airplanes .....                             | \$33,850,000                         | \$ 4,000,000    | \$37,850,000 |
| Betterment Projects .....                   | 993,000                              | 250,000         | 1,243,000    |
| Airplane Spares .....                       | 1,060,000                            | 1,000,000       | 2,060,000    |
|   | <hr/>                                | <hr/>           | <hr/>        |
| Total .....                                 | \$35,903,000                         | \$ 5,250,000    | \$41,153,000 |
|   | <hr/>                                | <hr/>           | <hr/>        |
| <i>Ground Facilities and Components</i>     |                                      |                 |              |
| Ground Communications .....                 | \$ 5,000                             | \$ 900,000      | \$ 905,000   |
| Hangar and Shop .....                       | 15,000                               | 2,200,000       | 2,215,000    |
| Ramp .....                                  | 25,000                               | 100,000         | 125,000      |
| Motorized Vehicles .....                    | 70,000                               | 1,250,000       | 1,320,000    |
| Office Equipment .....                      | 73,000                               | 200,000         | 273,000      |
| Miscellaneous Equipment .....               | 1,176,000                            | 900,000         | 2,076,000    |
|   | <hr/>                                | <hr/>           | <hr/>        |
| Total .....                                 | \$ 1,364,000                         | \$ 5,550,000    | \$ 6,914,000 |
|   | <hr/>                                | <hr/>           | <hr/>        |
| <i>Buildings and Improvements</i> .....     | \$13,433,000                         | \$ 1,950,000    | \$15,383,000 |
|   | <hr/>                                | <hr/>           | <hr/>        |
| <i>Contingency Fund</i> .....               |                                      | \$ 300,000      | \$ 300,000   |
|   |                                      | <hr/>           | <hr/>        |
| <i>Total Property &amp; Equipment</i> ..... | \$50,700,000                         | \$13,050,000    | \$63,750,000 |

The expenditures in respect of each of the above items may exceed the amount shown by not more than 10% without further approval, provided the total expenditure on the said items does not exceed \$63,750,000.