1. **GRANTEE:** Warbelow's Air Ventures, Inc.
   Fairbanks, AK
   FAA Certificate #WVBA620S

2. **PURPOSE AND LIMITATION:**
   a. This special permit authorizes the transportation in commerce of certain cylinders of compressed gases with a subsidiary hazard of Division 5.1, when other means of transportation are impracticable, without their outer packaging being capable of passing the Flame Penetration and Resistance Test and the Thermal Resistance Test. This special permit provides no relief from the Hazardous Materials Regulations (HMR) other than what is specifically stated herein. The most recent revision supersedes all previous revisions.
   
   b. This special permit authorizes the transportation of cylinders of gases meeting Division 5.1 only within the State of Alaska.
   
   c. The safety analyses performed during the development of this special permit only considered the hazards and risks associated with the transportation in commerce.
   
   d. No party status will be granted to this special permit.

3. **REGULATORY SYSTEM AFFECTED:** 49 CFR Parts 106, 107 and 171-180.
4. **REGULATIONS FROM WHICH EXEMPTED:** 49 CFR § 173.302(f)(3)(4), and (5) and § 173.304(f)(3), (4), and (5) in that each cylinder must be placed in a rigid outer packaging that is capable of passing the Flame Penetration Resistance Test and the Thermal Resistance Test, except as provided herein.

5. **BASIS:** This special permit is based on the application of Warbelow's Air Ventures, Inc. dated January 24, 2012 submitted in accordance with § 107.109.

6. **HAZARDOUS MATERIALS (49 CFR § 172.101):**

<table>
<thead>
<tr>
<th>Proper Shipping Name</th>
<th>Hazard Class/Division</th>
<th>Identification Number</th>
<th>Packing Group</th>
</tr>
</thead>
<tbody>
<tr>
<td>Air, refrigerated liquid, (cryogenic liquid)</td>
<td>2.2</td>
<td>UN1003</td>
<td>N/A</td>
</tr>
<tr>
<td>Compressed gas, oxidizing, n.o.s.</td>
<td>2.2</td>
<td>UN3156</td>
<td>N/A</td>
</tr>
<tr>
<td>Liquefied gas, oxidizing, n.o.s.</td>
<td>2.2</td>
<td>UN3157</td>
<td>N/A</td>
</tr>
<tr>
<td>Nitrogen trifluoride, compressed</td>
<td>2.2</td>
<td>UN2451</td>
<td>N/A</td>
</tr>
<tr>
<td>Nitrous oxide</td>
<td>2.2</td>
<td>UN1070</td>
<td>N/A</td>
</tr>
<tr>
<td>Oxygen, compressed</td>
<td>2.2</td>
<td>UN1072</td>
<td>N/A</td>
</tr>
<tr>
<td>Receptacles, small, containing gas or gas cartridges (oxidizing) without release device, not refillable and not exceeding 1 L capacity</td>
<td>2.2</td>
<td>UN2037</td>
<td>N/A</td>
</tr>
</tbody>
</table>

7. **SAFETY CONTROL MEASURES:**

   a. **PACKAGING -** Cylinders as required by either §§ 173.302(f)(1), 173.304(f)(1) or 173.316 (as applicable) with a capacity of up to 281 cubic feet (based on oxygen compression ratio).
b. Each cylinder:

(1) With a capacity of 116 cubic feet or less must be:

(i) Fully covered with a fire resistant blanket that is secured in place; and

(ii) Placed in a rigid outer packaging or an ATA 300 Category 1 shipping container.

(2) With a capacity of more than 116 cubic feet must be:

(i) Secured within a frame;

(ii) Fully covered with a fire resistant blanket that is secured in place; and

(iii) Fitted with a securely attached metal cap of sufficient strength to protect the valve from damage during transportation.

(3) For passenger carrying and cargo aircraft, the transportation of cylinders of oxidizing gases may not exceed the quantities described in the Hazardous Materials Table, 49 CFR 172.101, Column (9A).

(i) No more than 2 cylinders may be transported by passenger-carrying aircraft.

8. SPECIAL PROVISIONS: A current copy of this special permit must be carried aboard each aircraft used to transport packages covered by this special permit.

9. OPERATIONAL CONTROLS:

a. Authorized Aircraft: The aircraft must be leased or owned and operated by Warbelow's Air Ventures, Inc.

b. This special permit applies to single-pilot aircraft that are less than 12,500 lb take off weight.

1) Cargo Aircraft Only.
2) Passenger-Carrying Aircraft: Transport of no more than 2 cylinders of oxidizing gases is permitted on passenger-carrying flights within Alaska and transport is restricted to and from the following cities/villages:

- Anatuvuk Pass
- Beaver
- Bettles
- Central
- Chalkyitsik
- Circle
- Fort Yukon
- Manley
- Minto
- Rampart
- Stevens Village
- Tanana

c. For the purpose of this section “impracticable” means transportation is not physically possible or cannot be performed by routine and frequent means of other transportation due to extenuating circumstances. Extenuating circumstances include: conditions precluding highway or water transportation, such as a frozen vessel route; road closures due to catastrophic weather or volcanic activity; or a declared state of emergency. The desire for expedience of a shipper, carrier, or consignor, is not relevant in determining whether other means of transportation are impracticable.

d. Warbelow's Air Ventures, Inc. is required to provide additional training regarding the function specific responsibilities of those employees involved in meeting the terms of this special permit.

e. Operations Manual: Operations must be conducted in accordance with the conditions and limitations specific in certificate holder’s operations manual accepted and approved by the FAA. It does not waive any FAA airworthiness operating requirements or the need to obtain FAA operating authorizations.

f. The crewmember(s) must have access to the cylinder(s) and have at least one fire extinguisher readily available for use by the crewmember(s).

g. Any other hazardous materials transported onboard must comply with 49 CFR 175.78 for stowage compatibility.
h. The granting of this special permit does not grant the authority to use foreign controlled airspace or airports outside of the United States.

i. In lieu of providing information to an FAA or DOT representative during a review of the activity conducted under the authority of the special permit the following transport information may be submitted to FAA on a semi-annual basis:

1) Date of Transport  
2) Number of Shipments  
3) Number/Size/Type/ Proper Shipping Name of compressed gases transported under the authority of this special permit.

Federal Aviation Administration  
Hazardous Material Office (ADG-200)  
Washington, DC

10. MODES OF TRANSPORTATION AUTHORIZED: Passenger-carrying and cargo aircraft only (see paragraphs 7 and 9 of this special permit).

11. COMPLIANCE: Failure by a person to comply with any of the following may result in suspension or revocation of this special permit and penalties prescribed by the Federal hazardous materials transportation law, 49 U.S.C. 5101 et seq:

   o All terms and conditions prescribed in this special permit and the Hazardous Materials Regulations, 49 CFR Parts 171-180.

   o Persons operating under the terms of this special permit must comply with the security plan requirement in Subpart I of Part 172 of the HMR, when applicable.

   o Registration required by § 107.601 et seq., when applicable.

Each "Hazmat employee", as defined in § 171.8, who performs a function subject to this special permit must receive training on the requirements and conditions of this special
permit in addition to the training required by §§ 172.700 through 172.704.

No person may use or apply this special permit, including display of its number, when this special permit has expired or is otherwise no longer in effect.

Under Title VII of the Safe, Accountable, Flexible, Efficient Transportation Equity Act: A Legacy for Users (SAFETEA-LU)—“The Hazardous Materials Safety and Security Reauthorization Act of 2005” (Pub. L. 109-59), 119 Stat. 1144 (August 10, 2005), amended the Federal hazardous materials transportation law by changing the term “exemption” to “special permit” and authorizes a special permit to be granted up to two years for new special permits and up to four years for renewals.

12. REPORTING REQUIREMENTS: Shipments or operations conducted under this special permit are subject to the Hazardous Materials Incident Reporting requirements specified in 49 CFR §§ 171.15 Immediate notice of certain hazardous materials incidents, and 171.16 Detailed hazardous materials incident reports. In addition, the grantee(s) of this special permit must notify the Associate Administrator for Hazardous Materials Safety, in writing, of any incident involving a package, shipment or operation conducted under terms of this special permit.

Issued in Washington, D.C.:

for Dr. Magdy El-Sibaie
Associate Administrator for Hazardous Materials Safety

March 16, 2012

Copies of this special permit may be obtained by accessing the Hazardous Materials Safety Homepage at http://hazmat.dot.gov/sp_app/special_permits/spec_perm_index.htm. Photo reproductions and legible reductions of this special permit are permitted. Any alteration of this special permit is prohibited.

PO: LAVALLE