



SO ORDERED: April 05, 2006.

A handwritten signature in black ink, reading "Basil H. Lorch III".

Basil H. Lorch III
United States Bankruptcy Judge

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF INDIANA
INDIANAPOLIS DIVISION

In re:)	Chapter 11
)	
ATA Holdings Corp., et al., ¹)	Case No. 04-19866-BHL-11
)	(Jointly Administered)
Debtors.)	
_____)	

**ORDER APPROVING STIPULATION BETWEEN DEBTORS AND
NATIONAL CITY BANK OF INDIANA RESOLVING OBJECTION TO CLAIM 1106**

This cause comes before the Court on the “Stipulation Resolving Objection To Claim Of National City Bank Of Indiana (Claim No. 1106)” (the “Stipulation”) filed by ATA Holdings Corp. and ATA Airlines, Inc. (collectively, the “Debtors”) and National City Bank of Indiana (“National City”). In the Stipulation, the Debtors indicate that they objected to Claim No. 1106 filed by National City in their fourth omnibus objection. However, the parties have determined that Claim No. 1106, which is based on a guaranty of a letter of credit facility between the

¹ The Debtors are the following entities: ATA Holdings Corp. (04-19866), ATA Airlines, Inc. (04-19868), Ambassador Travel Club, Inc. (04-19869), ATA Leisure Corp. (04-19870), Amber Travel, Inc. (04-19871), American Trans Air Execujet, Inc. (04-19872), ATA Cargo, Inc. (04-19873), and C8 Airlines, Inc., f/k/a Chicago Express Airlines, Inc. (04-19874).

Debtors and National City, is a postpetition liability due to a postpetition consent and confirmation of guaranty by ATA Holdings Corp. of ATA Airlines, Inc.'s obligations under the letter of credit facility. Accordingly, National City is not entitled to any recovery or distribution for Claim No. 1106 under the Debtors' plan as a prepetition claimant but the guaranty underlying Claim No. 1106 is an ongoing obligation of ATA Holdings Corp.

IT IS THEREFORE CONSIDERED AND ORDERED that the Stipulation hereby is and shall be approved in its entirety and that National City shall not be allowed to participate or receive any distribution as a prepetition claimant of ATA Holdings Corp. with respect to Claim No. 1106.

IT IS THEREFORE FURTHER CONSIDERED AND ORDERED that nothing in this Order or this Stipulation shall affect the obligations owned by the Debtors to National City under the Credit Agreement or the liens, priorities or protections granted to National City under the Credit Agreement or related loan documents as authorized by the Order Approving National City Bank Credit Agreement.

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Submitted by:

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