

IN THE UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF INDIANA
INDIANAPOLIS DIVISION

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

**REORGANIZED DEBTORS' OBJECTION TO CLAIMS OF CITY OF HOUSTON,
TEXAS AND NOTICE OF RESPONSE DEADLINE AND HEARING
(Claim Nos. 1188 and 2169)**

The Reorganized Debtors² file this objection (this "Objection") to claim 1188 ("Claim 1188") and claim 2169 ("Claim 2169", together with Claim 1188, the "Claims") as set forth on the official claims register in these cases (www.bmccorp.net/ATA), filed by City of Houston, Texas (the "Claimant"), and request the Claims be disallowed and expunged in their entirety.

1. This Court has jurisdiction over this Objection under 28 U.S.C. § 1334. This matter is a core proceeding within the meaning of 28 U.S.C. § 157(b)(2)(B). Venue of this proceeding and this Objection is properly in this district pursuant to 28 U.S.C. §§ 1408 and 1409. The statutory bases for the relief requested herein are 28 U.S.C. § 502 and Rule 3007 of the Bankruptcy Rules.

2. The Reorganized Debtors filed voluntary petitions for relief on October 26, 2004 (the "Petition Date"). The First Amended Joint Chapter 11 Plan For Reorganizing Debtors (the "Plan") was confirmed January 31, 2006, and became effective on February 28, 2006.

3. The Reorganized Debtors object to Claim 1188 because it is amended and survived by Claim 2169. The Reorganized Debtors therefore ask that the Claim be disallowed and expunged in its entirety.

4. The Reorganized Debtors object to Claim 2169 because they have no liability to Claimant. The Reorganized Debtors therefore ask that the Claim be disallowed and expunged in its entirety.

¹ The Debtors means the following entities: ATA Holdings Corp. (04-19866), ATA Airlines, Inc. (04-19868), Ambassadeir 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. (04-19874).

² ATA Holdings Corp. (04-19866); ATA Airlines, Inc. (04-19868); ATA Leisure Corp. (04-19870) American Trans Air Execujet, Inc. (04-19872), and ATA Cargo, Inc. (04-19873).

5. The Reorganized Debtors reserve the right to object to the Claim on any grounds other than the reasons given in this Objection. The Reorganized Debtors request that should an order be entered allowing the Claim, that such order be without prejudice to the Reorganized Debtors' rights and avoidance powers under sections 544, 545, 546, 547, 548, 549, 550, 551, 552, 553, and 558 of the Bankruptcy Code or other applicable nonbankruptcy law.

6. **NOTICE.** Response to this Objection, if any, must be filed in writing or by means of the Court's electronic filing system with the Clerk's Office (PO Box 44978, Indianapolis, Indiana 46244) and served on Reorganized Debtors' counsel at the address below, on counsel for the Post-Confirmation Committee of Unsecured Creditors (Akin Gump Strauss Hauer & Feld LLP, 590 Madison Avenue, New York, NY 10022-2524, Attn: Lisa Beckerman), and the U.S. Trustee (101 W. Ohio St., Suite 1000, Indianapolis, IN 46204) so as to be received **no later than twenty-five (25) days** after the date this Objection is filed.

7. The Court will hold a pretrial status hearing on the Objection and any response(s) filed thereto on **September 7, 2006 at 10:30 a.m. EDT** in Room 310, 46 E. Ohio Street, Indianapolis, Indiana 46204. The dial-in telephone number for interested parties to participate in the hearing by conference call is 1-800-559-1261; passcode 6117474, followed by the "#" key.

WHEREFORE, the Reorganized Debtors ask that the Claims be disallowed and expunged in their entirety.

Respectfully Submitted,

BAKER & DANIELS LLP

By: /s/Terry E. Hall

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CERTIFICATE OF SERVICE

The undersigned hereby certifies that the foregoing was served this 31st day of July, 2006, by (i) electronic mail on the Core Group, 2002 List, and the Appearance List and by (ii) first class United States Mail, postage prepaid, on the Claimant.

/s/Terry E. Hall