



July 23, 1986

Dear Quickie Enthusiast,

As you know QUICKIE AIRCRAFT CORPORATION has been fighting a legal battle to reverse an unjust verdict we suffered in Denver Colorado, and in order to appeal this bizarre ruling we were forced to file for protection under Chapter 11 of the Bankruptcy code in January of 1985 in order to stay in business.

We expected to have a resolution to our appeal within a few months of the filing but the legal process has been protracted with the appellate court finally hearing the case in May of this year. We should have a ruling within the next 60 days or so and we expect to win. This could not have been possible without your support.

The outcome of this case is very important to all of us in sport aviation not just the designers and kit suppliers. That is why AOPA and EAA, both member oriented, have supported reform in the aviation liability field.

The current situation is affecting everyone. We have talked to many builders who are afraid to sell their aircraft after completion due to liability concerns. New products are not coming to the market and existing ones are being withdrawn for the same reason.

QUICKIE AIRCRAFT'S situation since filing Chapter 11 in January of 1985 was initially not too bad. We had a small surge in sales primarily from existing customers who wished to complete their kits (not an unwise move) but we did not sell many new kits. This is certainly understandable as an aircraft kit is not like other products in that builders need to have some help available after purchase and the uncertainty associated with QUICKIE AIRCRAFT'S legal dilemma would inhibit anyone. We certainly don't blame the buying public for exercising caution, another factor is that QUICKIE AIRCRAFT has been unable to advertize our products due to the uncertainty as an ad in a magazine must be placed as much as four months in advance. Finally the sales climate for our type of product has been in a slump with many different designs available and perhaps some saturation of the market.

The level of business in recent months has made it impossible for QUICKIE AIRCRAFT CORPORATION to reorganize as required by the court under Chapter 11 consequently we have informed the court that we will not oppose them converting to a Chapter 7 liquidation. We see no alternative at this time.

Until the dust settles and we see what can be done to try and salvage the program you can get in touch with me by telephone at (805) 824-9136 or by mail at P.O. Box 806 - Mojave, CA 93501. If you need a written reply you must include a stamped, self addressed envelope. I will be going to Oshkosh from July 30th thru August 11th or so.

I will be conducting a forum at Oshkosh which will be on Saturday August 2, at 8:45 A.M. in forum tent #2. I will be on the flight line with my Q200 for the entire show with the exception of the Oshkosh 500 race on Monday, August 4. So come on by for the latest update and whatever help I can be in assisting you in completion of your project. I've talked to a lot of builders who expect to be at Oshkosh with their planes so don't miss this opportunity to visit.

So we don't finish this letter on a sour note the CAFE 400 results:

|  |                                |
|--|--------------------------------|
| Single Place Experimental                        | 2 Place Experimental           |
| Winner - Vic Turner in his modified Quickie      | Winner - Gene Sheehan - Q200   |
| Speed - 126.4 MPH - MPG= 62.92!                  | Speed - 173.0 MPH - MPG= 40.68 |
| Payload - 200 lbs.                               | Payload - 400 lbs.             |
| SCORE - 1418404 50% higher than his competition. | SCORE - 2283279                |

For the Q200 this score was the highest overall in fact the highest score ever by a competitor in the CAFE Race. Gene also won the AOPA Efficiency Award (Formerly the Chevron Award) as well as the Best Experimental Trophy.

So friends you are still building the most efficient single and two place airplanes around.

Good Luck,

Gene Sheehan  
President QUICKIE AIRCRAFT CORPORATION