

In November 2001, the FASB staff issued Topic D-103 (subsequently recharacterized as EITF 01-14), "Income Statement Characterization of Reimbursements Received for 'Out of Pocket' Expenses Incurred." This staff announcement clarified certain provisions of EITF 99-19 "Reporting Revenue Gross as a Principal versus Net as an Agent," and among other things established when reimbursements are required to be shown gross as opposed to net. EITF 01-14 also directed that the new rules should be applied in financial reporting periods beginning after December 15, 2001. The clarifying rules now require the Company to henceforth report certain reimbursed incidental activities on a gross rather than net basis. The Company has reclassified amounts in the 2001 and 2000 presentations to conform with the current presentation.

The following schedule shows the financial statement impact of the adoption by comparing the net amounts in the report on Form 10K filed on or about March 29, 2002, with the gross amounts reported in this annual report. There is no impact on net revenue, nor is there any impact on operating income or net earnings as a result of this change.

For the years ended
December 31,

	2001		2000	
	Net	Gross	Net	Gross
Revenues:				
Airfreight	\$ 930,998	971,980	1,014,375	1,053,461
Ocean freight and ocean services	508,482	590,684	472,853	542,411
Customs brokerage and import services	213,153	320,406	207,953	310,854
Total Revenues	1,652,633	1,883,070	1,695,181	1,906,726
Costs:				
Airfreight	676,496	717,478	788,947	828,033
Ocean freight and ocean services	369,601	451,803	357,879	427,437
Customs brokerage and import services	–	107,253	–	102,901
Total Costs	1,046,097	1,276,534	1,146,826	1,358,371
Net Revenues	\$ 606,536	606,536	548,355	548,355