

July 11, 2016

Dr. Gabor Lukacs Air Passenger Rights Halifax Canada

Dear Dr. Lukacs,

RE: Air Passenger Rights' Position on Canada Jetlines' Request for Exemption

On May 16, 2016 Canada Jetlines (Jetlines) submitted to the Honourable Marc Garneau, Minister of Transport (Minister), a request for issuance of an exemption order pursuant to subsection 62(1) of the Canada Transportation Act. Jetlines is specifically requesting an exemption from the current 25% foreign voting interest limit and the permission to have up to 49% foreign voting interest. This request was made to facilitate investment into Jetlines by international investors that specialize in investing in and supporting start-up Ultra Low Cost Carriers (ULCC) throughout the world.

Jetlines has observed in the media that Air Passenger Rights is publicly objecting to the recent Canadian Transport Agency (CTA) decision that allows resellers like NewLeaf Travel to offer airfare to the public. These actions include challenging the CTA decision in the Federal Court of Appeal.

Enclosed is a redacted copy of Jetlines' submission to the Minister. Jetlines believes it is important that passengers rights issues be addressed to ensure that such an exemption is in the public's best interests. Thereby, I would appreciate Air Passenger Rights notifying Jetlines of its position or any input on this matter that is before the Minister.

Sincerely,

Jim Scott

President & CEO