


9 September 2010  
Mr Michael Bird  
Executive Director  
International Air Services Commission  
PO Box 630  
Canberra ACT 2601  
Via Fax: 02 62 67 1111

Dear Mr ~~Bird~~ 

### Application for Capacity Allocation – Indonesia

I refer to our letter of 9 September which sought the agreement of the Commission for Pacific Blue Australia (PBA) to transfer to Virgin Blue Airlines (VBA) all seats allocated to PBA for services operated to and from Indonesia.

On 5 August 2010 Pacific Blue Airlines (Aust) wrote to the Commission seeking a Determination which would permit it to operate an additional 13 weekly services between points in Australia and Indonesia. We propose the application of 5 August be now considered by the Commission as a request from Virgin Blue as follows:

#### Allocation Sought

Virgin Blue requests an allocation of an additional 2,340 seats each way each week on the Indonesia route on the following basis:

- The capacity will be utilised by Virgin Blue Airlines
- The allocation is requested for a period of five years from the date of the Determination of the Commission.
- The capacity will be fully utilised from 31 October 2011.

#### IASC Act and Policy Statement Considerations

We request the Commission consider this application against the general criteria for assessing the benefit to the public in Paragraph 4 of the Minister's Policy Statement. The Paragraph 4 criteria provides that the use of entitlements by an Australian carrier under a bilateral air services agreement is of benefit to the public, provided that the carrier is reasonably capable of obtaining the necessary approvals and implementing the proposal. We would be pleased to provide any further information the Commission may require in support of this application.

Yours sincerely



Tony Wheelens  
General Manager Government Affairs  
Virgin Blue Group

Virgin Blue Group of Airlines  
PO Box 1034 Spring Hill QLD Australia 4004  
P [+61 7 3295 3000]  
virginblue.com.au