



21 April 2011

Mr Michael Bird
Executive Director
International Air Services Commission
GPO Box 630
Canberra ACT 2601

Dear Mr Bird

Mike

Application for Capacity Allocation – Indonesia Route

Qantas' wholly-owned subsidiary company, Jetstar Airways (Jetstar) plans to introduce additional services from Australia to Denpasar and beyond to points beyond Indonesia.

These services will be operated utilising 180 seat A320 aircraft.

Allocation Sought

Qantas seeks an allocation of 540 seats and three frequencies of beyond Indonesia capacity to be used on the following basis:

- the allocations are requested for a period of five years from the date of the determination;
- the allocations will be fully used by 31 December 2011;
- the capacity may be utilised by Qantas or another Australian carrier which is a wholly-owned subsidiary of Qantas; and
- the capacity may be used to provide joint services with Qantas or any wholly-owned subsidiary of the Qantas Group.

IASC Act and Policy Statement Considerations

This application should be considered against the general criteria for assessing the benefit to the public in paragraph 4 of the Minister's Policy Statement.

These state that the use of entitlements by an Australian carrier under a bilateral arrangement is of benefit to the public, provided that it 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

pp Megan Morris

Robert Wood
Head of Government and International Relations
Government and Corporate Affairs