

June 1, 2015

To whom it may concern,

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Announcement Regarding the Rehabilitation Plan

1. As previously reported, Skymark Airlines Inc. (the “Rehabilitation Debtor”) submitted a rehabilitation plan (the “Rehabilitation Debtor Plan”) to the Tokyo District Court on May 29, 2015. Following such submission, on the same day, Intrepid Aircraft Leasing LLC (“Intrepid”), a rehabilitation creditor, also submitted a rehabilitation plan (the “Intrepid Plan”) to the Tokyo District Court.

The main differences between the Rehabilitation Debtor Plan and the Intrepid Plan are as described in the attached Schedule.

2. Under the Civil Rehabilitation Act, a rehabilitation plan is not referred to a resolution of a creditors meeting unless the court makes such an order (a “Resolution Order”). In the event that the court makes a Resolution Order for both of the Rehabilitation Debtor Plan and the Intrepid Plan, both plans are referred to a resolution of a creditors meeting.
3. The feasibility of the Intrepid Plan is not clear at all. While the plan is premised on an airline company becoming a sponsor, it is not only that such a company has not yet been selected, but also the repayment amounts for the rehabilitation claims and their providers have not yet been decided. In addition, the repayment rate for the rehabilitation claims is lower than the one under the Rehabilitation Debtor Plan.

On the other hand, the Rehabilitation Debtor has already executed a sponsorship

agreement and agreed to submit a rehabilitation plan jointly with Integral, ANA Holdings Inc. which has a leading Japanese airline company as its subsidiary and UDS Airlines Investment Limited Partnership (an investment fund established by the Development Bank of Japan Inc. and Sumitomo Mitsui Banking Corporation, both of which have deep knowledge about the airline industry). We believe that the Rehabilitation Debtor Plan is feasible and the most beneficial to rehabilitation creditors and therefore it will be able to obtain the consent from the majority.

End

Schedule

Item	Rehabilitation Debtor Plan	Intrepid Plan
Sponsor	Integral and its associated investment funds *1 ANAHD *2 UDS *3	Integral *4 and other sponsors (this will be decided by the Rehabilitation Debtor and Integral with the consent of the major rehabilitation creditors including but not limited to airline companies which will support the operations of the Rehabilitation Debtor). No name of specific sponsor candidates other than Integral
Airline Sponsor	ANAHD	Not decided (No specific airline companies named)
Fund Raising Method	Equity investment by sponsors	Loan and/or equity investment by sponsors
Repayment Amount	<p>1st Repayment: 15.5 billion JPY (being the remainder of the 18.0 billion JPY, total amount invested by the sponsors minus an assumed maximum amount 2.5 billion JPY for common benefit claims etc.)</p> <p>Additional Repayment: The amount is calculated as follows a – b + (b – c) – d a: Total amount invested by sponsors (18.0 billion JPY) b: Assumed amount of 2.5 billion JPY for common benefit claims etc. c: Actual amount of 2.5 billion JPY for common benefit</p>	No description

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	claims etc. d: Total amount for the basic repayment of all determined rehabilitation creditors.	
Initial Share Subscribers	Integral 2 Limited Partners Integral Fund II (A)L.P. ANAHD UDS	Integral, the Rehabilitation Debtor and persons whom Integral will determine after discussion (including but not limited to airline companies which will support the operation of the Rehabilitation Debtor.). No name of specific subscriber candidates other than Integral
Repayment Rate	For amounts not more than 1 million JPY: 100%	For amounts not more than 1 million JPY: 100%
	For amounts exceeding 1 million JPY: 5%+additional repayment	For amounts exceeding 1 million JPY: 3%+additional repayment
Repayment Method (Other than the Additional Repayment)	For amounts not more than 1 million JPY: last day of the month that is two months after the date on which an order of confirmation of the rehabilitation plan becomes final and binding (the " Order Finalizing Date ").	For amounts not more than 1 million JPY: last day of the month that is three months after the Order Finalizing Date.
	For amounts exceeding 1 million JPY: lump-sum repayment (last day of the month that is two months after the Order Finalizing Date)	For amounts exceeding 1 million JPY: A suitable way will be decided by Integral and other sponsors and related parties after discussions (if it is a lump-sum repayment, the Rehabilitation Debtor shall make the repayment by the last day of the month that is three months after the Order Finalizing Date. If it is an installment repayment, the Rehabilitation Debtor shall make repayments at least once a year with the first repayment being the last day of the

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		month that is three months after the Order Finalizing Date, with the repayment installments for following years being by the final day of each December.
Repayment Methods (Additional Repayment)	By the later of either (i) the last day of the month that is two months after conditions, such as the determination of undetermined rehabilitation claims *5, have been made or (ii) the last day of the month that is two months after the Order Finalizing Date.	Until each undetermined rehabilitation claim amount is determined following the Order Finalizing Date, the Rehabilitation Debtor shall repay the amount for additional repayment as of the last day of each November for amounts exceeding 1 million JPY proportionally by the last business day of each December; provided that if the amount for additional repayment as of the last day of November is not enough to repay 1% of the portion exceeding 1 million JPY of the principal rehabilitation claim (except in the circumstance where the amount of all undetermined rehabilitation claims is determined), the Rehabilitation Debtor will not make such additional repayment, and the amount for additional repayment shall be carried over for additional repayment to the next year.

*1 Integral Corporation, Integral 2 Limited Partners and Integral Fund II (A)L.P.

*2 ANA Holdings Inc.

*3 UDS Airlines Investment Limited Partnership (in which Development Bank of Japan Inc. and Sumitomo Mitsui Banking Corporation have invested equally).

*4 Integral Corporation

*5 (i) Each undetermined portion of undetermined rehabilitation claims has been determined, (ii) each amount of security for the rehabilitation claims has been determined, (iii) each deficient amount of the rehabilitation claims with a right of separation satisfaction has been determined,

Schedule

and (iv) the amount of common benefit claims etc. which shall be deducted from 18 billion JPY (being the total amount from the sponsors) has been determined.