

<p>Department of Transportation Office of the Secretary of Transportation</p> <p style="text-align: center;">FOREIGN AIR CARRIER APPLICATION FOR STATEMENT OF AUTHORIZATION</p> <p style="text-align: center;">2003-123</p> <p style="text-align: center;">(See Instructions On Reverse Side)</p>	<p style="text-align: center;">DO NOT WRITE -- FOR OFFICIAL USE ONLY</p> <p>Disposition of Application:</p> <p><input type="checkbox"/> Approved.</p> <p><input type="checkbox"/> Approved, subject to condition(s) on reverse.</p> <p><input type="checkbox"/> Disapproved/Dismissed for reason(s) cited on reverse.</p> <p>Under assigned authority _____</p> <p>Effective from _____ to _____</p> <p style="text-align: right;">Director, Office of Aviation Operations</p>
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<p>TO: Department of Transportation Licensing Division, P-45 Office of Aviation Operations 400 7th Street, S.W. Washington, D.C. 20590</p>	<p>Operations under this authorization shall conform to Part 212 of DOT's Regulations, to the terms, conditions and limitations of the applicant's foreign air carrier permit or exemption, and to Part 129 of the Federal Aviation Regulations.</p>
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Application is made for authorization to conduct charter flights under provisions of applicant's foreign air carrier permit and 14 CFR 212 or DOT order.

<p>1 Name of Applicant Flugleidir hf. - Icelandair</p> <p>Nationality: Icelandic</p>	<p>3 Name of Charterer: Air Luxor, S.A.</p> <p>Address: Aeroporto Lisboa 1700 Lisbon Portugal</p>
<p>2 Send Authorization To: Mark W. Atwood Sher & Blackwell, LLP 1850 M Street, NW, Suite 900 Washington, DC 20036</p> <p>b Telephone 202-463-2513</p>	<p>4. Total Charter Price: Confidential</p>

5. Dates of Flights Under This Authorization:
April 14, 21 and 28, 2003

<p>6 Aircraft Make Model and Capacity: B-757-200; 213 seats</p>	<p>7. Country in Which Aircraft is Registered: Iceland</p>
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8. Planned Routing of Flights (Indicate non-traffic stops by asterisks):
**New York-Sal, Cape Verde-New York
(JFK)**

9. No. of Flights: One One-Way (specify whether one-way or round-trip) and type: **3 roundtrips**

Passenger Cargo Mixed

For passenger flights available passenger seats **206** number of passengers to be carried _____

If cargo to be carried, weight and description of cargo: Outsized cargo consists of:

If Application is Being Filed Late, State Reasons for Lateness:

Contract has just been finalized and is awaiting signature.

11. Description of Chartering Organization and Purpose of Flights:

Aircraft is being chartered by Air Luxor to provide substitute service while an aircraft is in maintenance.

12. Does the nation which is the domicile of the applicant grant to United States carriers a privilege similar to that requested herein?

Yes if so, has the fact of such reciprocity been established with DOT? **Yes** If the fact has not been established with DOT, the documentation to establish such reciprocity

13. Other information requested by DOT

CERTIFICATION

I hereby certify that the charter flights for which authority is sought herein conform to the requirements of DOT's Regulations and applicable orders of DOT governing charters

4/7/03

(Date)

**Counsel
Icelandair Charter & Leasing**

(Signature and title of authorized officer)

INSTRUCTIONS

1. Prepare an original and two copies of this application according to Section 212.5 of DOT's Regulations, or Order of DOT requiring use of this form. If extra space is required to complete an item, continue on a separate sheet of paper.
2. Send the application to: Department of Transportation, Licensing Division, P-45, Office of Aviation Operations, 400 7th Street, S.W., Washington, D.C. 20590 (and, if required by regulation or Order, to Director of Flight Operations, Federal Aviation Administration, Washington, D.C. 20591)

DO NOT WRITE -- FOR OFFICIAL USE ONLY

Exercise of the authorization is subject to the following condition(s):

OR Application is disapproved/dismissed for the following reason(s):



Suite 900 • 1850 M Street, N.W. • Washington, D.C. 20036
Telephone: 202.463.2500 • Facsimile: 202.463.4950 • www.sherblackwell.com

ATTORNEYS AT LAW

A LIMITED LIABILITY PARTNERSHIP

Writer's direct dial
(202) 463-2513

April 7, 2003

Mr. George Wellington
Chief, Foreign Carrier Licensing
Room 6412
Department of Transportation
400 7th St., S.W.
Washington, D.C. 20590

Re: Icelandair Fifth Freedom Charter Authorization

Dear Mr. Wellington:

Enclosed is an application for a Statement of Authorization on behalf of Flugleidir hf., d/b/a Icelandair, for three Fifth Freedom flights between New York and Ilha do Sal, Cape Verde. The flights will provide substitute service for Air Luxor, a Portuguese air carrier. The flights will take place on April 14, 21 and 28, 2003.

Please contact me if you have any questions.

Sincerely

Mark W. Atwood
Counsel for
Icelandair Charter & Leasing

03 APR 9 11:00