

**BEFORE THE
DEPARTMENT OF TRANSPORTATION
WASHINGTON, D.C.**

**Joint Application of
SCANDINAVIAN AIRLINES SYSTEM
and
ICELANDAIR
under 49 U.S.C. §§ 41308 and 41309 for
approval of, and antitrust immunity for,
alliance agreement**

Docket OST-2000-7248

**JOINT SURREPLY AND MOTION FOR LEAVE TO FILE
OF MALAYSIA AIRLINES AND NORTHWEST AIRLINES, INC.**

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Dated: July 27, 2000

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DATED: JULY 27, 2000

**JOINT SURREPLY AND MOTION FOR LEAVE TO FILE
OF MALAYSIA AIRLINES AND NORTHWEST AIRLINES, INC.**

Malaysia Airlines ("MAS") and Northwest Airlines, Inc. ("Northwest") hereby move the Department for leave to file this otherwise unauthorized surreply, good cause for which is shown herein, pursuant to Rule 6(c) of the Department's Rules of Practice. 14 C.F.R. § 302.6(c).

On April 13, 2000, Scandinavian Airlines System and Icelandair ("SAS/Icelandair") filed a joint application for approval of and antitrust immunity for a cooperation agreement. Answers to that application were due July 12, 2000 and no answers were filed. On July 21, 2000, SAS/Icelandair filed a joint reply requesting that the Department expeditiously approve their application, with effectiveness no later than October 1, 2000. The carriers ask the Department to bypass the issuance of a show cause order and move directly to a final order.

On January 13, 2000, MAS and Northwest filed a joint application for approval of and

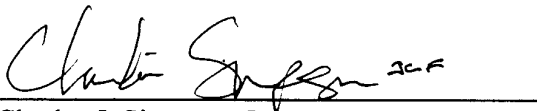
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Northwest Airlines, Inc.
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antitrust immunity for their Coordination Agreement dated December 22, 1999. By its Notice dated May 26, 2000, the Department found that the application was substantially complete and set June 16, 2000 as the due date for answers. No answers were filed.

Northwest and MAS do not object to SAS/Icelandair's request. However, Northwest and MAS respectfully request that the Department not approve the SAS/Icelandair application until it has first issued a final order approving the MAS/Northwest application. The MAS/Northwest application was filed three months before the SAS/Icelandair application, and the deadline for answers to the MAS/Northwest application was nearly a month earlier. If the Department sees fit to act expeditiously on the SAS/Icelandair application, it should also expeditiously grant the MAS/Northwest application. The MAS/Northwest application is unopposed and ripe for final action by the Department.

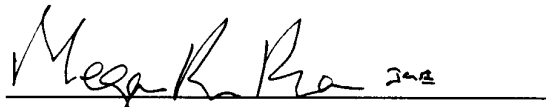
Accordingly, MAS and Northwest respectfully request that the Department not act on the SAS/Icelandair application until it has first issued a final order granting their Joint Application.

Respectfully submitted,



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