



Press release
Gothenburg, September 25, 2006

FlyMe signs new agreement with English carrier Astraeus

- FlyMe and the owners of Astraeus have in the best understanding decided not to fulfil the earlier communicated acquisition agreement regarding a 51 percent share takeover of Astraeus. Instead FlyMe has agreed to enter into a sub “dry lease agreement” of two Boeing 737-300 aircraft from Astraeus.
- FlyMe continues cooperation with Lithuanian Airlines, but states that it has decided not to gradually acquire the shares in Lithuanian Airlines so as mentioned in earlier market communications.

The Boeing 737 is the type of plane that suits FlyMe’s business model as a LCC. Astraeus will continue to focus on its existing business primarily through its Boeing 757 fleet. Both parties have the intention to continue the discussions about potential future cooperation on, amongst other things, the English market.

Based on the conclusion of Fly Me Sweden AB’s due diligence, the Board of Directors have decided not to move forward with the previously planned gradual share acquisitions in Lithuanian Airlines. However, FlyMe Sweden AB will continue its cooperation with Lithuanian Airlines. FlyMe Sweden AB has already, amongst other, a so called “dry lease agreement” with Lithuanian Airlines for a Boeing 737-500.

”We are taking another step in our ambition of becoming one of the leading LCC players in Europe. It also feels positive to be able to conclude business with both Astraeus and Lithuanian Airlines in a way that is beneficial for all parties,” says Finn Thaulow, CEO of FlyMe.

Fredrik Skanselid, CEO/AM for Fly Me Sweden AB, has the following comment:

”The demand for LCC continues to grow. As we are planning to expand our business, domestically as well as internationally, it feels good that Fly Me now gets access to two more Boeing 737-300s which suits our future LCC strategy perfectly.”

[For more information, please contact:](#)

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