

ASX code SXR
AIM code SKYW

SKYWEST AIRLINES LTD
(Incorporated in the Republic of Singapore)
(Company Registration Number: 199708548K)

**APPOINTMENT OF DMG & PARTNERS SECURITIES PTE LTD AS
INDEPENDENT FINANCIAL ADVISER**

1. INTRODUCTION

The Board of Directors (the "**Directors**") of Skywest Airlines Ltd. (the "**Company**") refers to the joint announcement made by the boards of directors of the Company and Virgin Australia Holdings Limited ("**Virgin Australia**") on 6 December 2012 (the "**Joint Announcement**") in relation to Virgin Australia's proposal to acquire 100% of the issued ordinary shares in the capital of the Company ("**Skywest Shares**"), by way of a scheme of arrangement under Section 210 of the Companies Act (Chapter 50 of Singapore) and in accordance with the Singapore Code on Take-overs and Mergers (the "**Scheme**").

Unless otherwise defined, capitalised terms used in this announcement (this "**Announcement**") shall have the same meanings as defined in the Joint Announcement.

2. APPOINTMENT OF INDEPENDENT FINANCIAL ADVISER

The Directors wish to announce that DMG & Partners Securities Pte Ltd (the "**IFA**") has been appointed as the independent financial adviser to advise the Directors on the Scheme for the purpose of making a recommendation to the shareholders of the Company ("**Shareholders**") in connection with the Scheme.

Full details of the Scheme (including the recommendation of the Directors along with the advice of the IFA) will be contained in the scheme document to be despatched to the Shareholders in due course.

In the meantime, Shareholders are advised to refrain from taking any action in relation to their Skywest Shares which may be prejudicial to their interests and to exercise caution when dealing in their Skywest Shares until they or their advisers have considered the information and the recommendations of the Directors, as well as the advice of the IFA to be set out in the scheme document.

3. DIRECTORS' RESPONSIBILITY STATEMENT

The Directors (including any who may have delegated detailed supervision of this Announcement) have taken all reasonable care to ensure that the facts stated and all the opinions expressed in this Announcement are fair and accurate and that no material facts have been omitted from this Announcement, the omission of which would make any statement in this Announcement misleading, and the Directors jointly and severally accept full responsibility accordingly.

Where any information has been extracted or reproduced from published or otherwise publicly available sources, the sole responsibility of the Directors has been to ensure through

reasonable enquiries that such information is correctly extracted from such sources or, as the case may be, reflected or reproduced in this Announcement.

Issued by

SKYWEST AIRLINES LTD

18 December 2012

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