JET AIRWAYS

28th November, 2014

The Manager
Listing Department
National Stock Exchange of India Limited
Exchange Plaza, 5th Floor
Plot No. C/1, G Block
Bandra -Kurla Complex
Bandra (E), Mumbai 400 051

BSE Limited
1st Floor, P. J. Towers
Dalal Street
Fort
Mumbai 400001

Symbol: JETAIRWAYS/Series: EQ **Stock Code: 532617/JETAIRWAYS**

Dear Sirs,

Subject: Jet Airways' Credit Rating reinstated to "BB"

Following our first communication to you on the subject in August 2014, and resting with our last communication to you in September 2014, wherein we had informed you that the credit rating of Jet Airways had been upgraded by ICRA to "C" with a further review to be undertaken by ICRA in 2-3 months, we are now happy to inform you that the long-term rating for bank facilities of Jet Airways has been reinstated to "BB" (stable) and the short-term rating of "A4" has been reaffirmed. Extracts from ICRA's rating rationale is given below. The ICRA rating rationale on Jet Airways can also be seen on their website http://www.icra.in/Files/Reports/Rationale/Jet%20Airways_r_27112014.pdf.

ICRA has upgraded the long-term rating assigned to the Rs. 3,210.0 crore, long-term, fund-based bank facilities of Jet Airways (India) Limited (Jet Airways) to [ICRA]BB (pronounced ICRA double B) from [ICRA]C (pronounced ICRA C). ICRA has reaffirmed the short-term rating of [ICRA]A4 (pronounced ICRA A four) assigned to the Rs. 4,250.0 crore, short-term, fund-based/non-fund based bank facilities of Jet Airways. ICRA has taken a consolidated view of Jet Airways, along with its wholly-owned subsidiary, Jet Lite (India) Limited (Jet Lite). The rating upgrade takes into account the improvement in the liquidity and credit profile of the Company, arising from improved operating performance as well as support from its strategic partner – Etihad Airways PJSC.

The ratings reflect the strategic initiatives being planned by Jet Airways together with its strategic partner in reshaping its business so as to enable it to return to sustainable profitability and improve cash flows. This strategic alliance between the two airlines is expected to be mutually beneficial across all areas, including network growth, code sharing, operational synergies and cost improvement through maintenance contract renegotiations, co-ordination of flights, leasing of spare aircraft, procurement of fuel and other services etc. resulting in cost savings for both the airlines.

Despite a marginal reduction in total debt, the credit profile of the Company continues to remain stretched, characterized by negative net-worth, high leverage and stretched coverage indicators. This is however partly mitigated by the several liquidity initiatives undertaken by the company, which includes potential infusion of an additional US$ 300 million from a shareholder in the form of redeemable preference shares or non-convertible debentures or shareholder loan, currently funded by a bridge loan till the time the shareholder infuses the funds; and other ongoing initiatives with banks to raise funds.

The management of Jet Airways has also indicated discontinuation of its low cost brand "JetKonnect" with effect from December 01, 2014 and operation of one Master Brand – "Jet Airways" as a full service carrier across the domestic network with the aim of providing customers with an enhanced and consistent product offering. While JetLite as a company will continue to exist, the management is working on a revenue sharing arrangement between the two companies.

Thanking you,

Yours faithfully,

Jet Airways (India) Limited

Arun Kanakal
Company Secretary & Associate Legal Counsel