

***airBaltic* lowers prices and increases frequencies
on flights to Sweden**

Riga, 20 October 2006: Starting now, Latvian airline *airBaltic* is lowering its starting prices on direct flights from Riga to Stockholm and Gothenburg. With the beginning of the winter season on 29th October, *airBaltic* will increase the number of flights on the Riga – Stockholm route to three per day.

“At the moment, we have one-way tickets starting from EUR 20 including taxes on five routes. Stockholm and Gothenburg are next. We are also increasing the frequency of flights to Stockholm, since experience has shown that when we lower our prices our passenger numbers increase 100%. Step by step we are coming closer to the time when all tickets will have such a low starting price,” *airBaltic* president Bertolt Flick said.

The new starting price of SEK295 (EUR 27.90) one way including airport taxes is being introduced on direct flights from Riga to Stockholm and Gothenburg. Tickets at this prices are available only on the *airBaltic* website, www.airbaltic.lv.

At present, *airBaltic* operates two flights daily from Riga to Stockholm, in the morning and the evening. Starting on 29th October, *airBaltic* will operate three daily flights by adding in one flight in the afternoon. Flights to Gothenburg will depart three times per week, on Tuesdays, Thursdays and Sundays.

***airBaltic* in brief**

AIR BALTIC CORPORATION (*airBaltic*) is a joint-stock company founded in 1995. The main shareholders are the Latvian state (52.6%) and airline SAS AB (47.2%). In the first half of 2006 the airline's turnover reached 50.85 million lats, an increase of 33% over 2005. The airline's consolidated financial result for the first half of 2006 was a profit of 984 000 lats.

The *airBaltic* fleet consists of sixteen aircraft of types Boeing 737-500 and Fokker-50. *airBaltic* operates direct flights from two Baltic capitals: Riga (33 routes) and Vilnius (14 routes), as well as operating direct flights between Kaliningrad and Copenhagen. For the winter timetable, *airBaltic* will open flights to Zurich and Gothenburg.

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