

IN THE STATES OF THE ISLAND OF GUERNSEY

ON THE 14TH DAY OF MAY, 2003

The States resolved as follows concerning Billet d'Etat No. XI
dated 12th May, 2003

STATES ADVISORY AND FINANCE COMMITTEE

SECURITY OF AIR LINKS

After consideration of the Report dated the 12th May, 2003 of the States Advisory and Finance Committee:-

1. To authorise the States Advisory and Finance Committee to take all such actions as may be necessary or appropriate to acquire Cabernet Limited being the holding company of Aurigny Air Services Limited and Anglo Normandy Engineering Limited for a total consideration of £5 million.
2. To authorise the States Advisory and Finance Committee to pay the associated professional, legal and technical fees incurred in investigating and facilitating the above acquisition out of its existing budget.
3. To authorise the States Advisory and Finance Committee on behalf of the States of Guernsey to provide loans or enter into any commercial guarantees or underwriting arrangements, with terms and conditions as it may determine and consider appropriate, in order to secure the operation of the additional services to Gatwick.
4. To direct the States Advisory and Finance Committee to report to the States on the exercise of any actions taken under 3 above, as appropriate.
5. To direct the States Advisory and Finance Committee to report to the States on any necessary or desirable changes to the regulation and licensing of air services by the Transport Board.
6. To note the intention of the States Advisory and Finance Committee to secure the appointment of Directors as set out in that report.

K. H. TOUGH
HER MAJESTY'S GREFFIER