Alaska Airlines_

October 11, 2005

Alaska Airlines apologizes to Mansour Fadaie and his family for the distress caused by his 2003 termination. That discharge was under a different management structure than the one in place today. We sincerely value the service that Mr. Fadaie provided during his employment and his commitment to safety and quality. We are please we were able to reach an amicable settlement of Mr. Fadaie's lawsuit.

William S. Ayer

Chairman, President & Chief

Will s Cly

Executive Officer