

**UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK**

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In re : **Chapter 11 Case No.**
REPUBLIC AIRWAYS HOLDINGS INC., et al., : **16-10429 (SHL)**
Debtors.¹ : **(Jointly Administered)**

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**ORDER PURSUANT TO 11 U.S.C. § 105 AND FED. R. BANKR. P. 9019 APPROVING
SETTLEMENT AGREEMENTS REGARDING SURRENDERED AIRCRAFT
(OWNED 145s) AND REJECTED AIRCRAFT LEASE AGREEMENT (N266SK)**

A hearing having been held on March 16, 2017 (the “Hearing”), to consider the motion, dated February 22, 2017 (the “Motion”),² of Republic Airways Holdings Inc. (“RAH”), and certain of its wholly-owned direct and indirect subsidiaries, as debtors and debtors in possession in the above-captioned chapter 11 cases (collectively with RAH, “Republic” or the “Debtors”), pursuant to section 105(a) of the Bankruptcy Code and Rule 9019 of the Federal Rules of Bankruptcy Procedure, approving (i) the Owned 145s Settlement Agreement with Dougherty Funding LLC (“DFLLC”), Dougherty Equipment Finance LLC (“DEF,” and together with DFLLC, the “Owned 145s Claimants”) and (ii) the N266SK Settlement Agreement with Wells Fargo Bank Northwest, N.A. (“Wells Fargo”), and Dougherty Air Trustee, LLC (“Dougherty,” and together with Wells Fargo, the “N266SK Claimants”), as more fully described in the Motion; and the Court having jurisdiction to consider the Motion and the relief requested therein in accordance with 28 U.S.C. §§ 157 and 1334 and Amended Standing Order of Reference M-431, dated January 31, 2012 (Preska, C.J.); and consideration of the Motion and

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1. The Debtors in these chapter 11 cases are the following entities: Republic Airways Holdings Inc.; Republic Airways Services, Inc.; Republic Airline Inc.; Shuttle America Corporation; Midwest Air Group, Inc.; Midwest Airlines, Inc.; and Skyway Airlines, Inc. The Debtors’ employer tax identification numbers and addresses are set forth in their respective chapter 11 petitions.
 2. Capitalized terms not otherwise defined herein have the meanings ascribed to them in the Motion.

the relief requested therein being a core proceeding pursuant to 28 U.S.C. § 157(b); and venue being proper before this Court pursuant to 28 U.S.C. §§ 1408 and 1409; and due and sufficient notice of the Motion having been provided in accordance with the Court's Case Management Order dated March 2, 2016 (ECF No. 70), and it appearing that no other or further notice need be given; and the Court having considered the Motion, the papers in support thereof, and all of the proceedings had before the Court; and the appearances of all interested parties having been noted in the record of the Hearing; and after due deliberation and sufficient cause appearing therefor, and for reasons stated in the record of the Hearing; and the Court having found and determined that the relief sought in the Motion is in the best interests of the Debtors, their estates, creditors, and all parties in interest, and that the legal and factual bases set forth in the Motion establish just cause for the relief granted herein; and after due deliberation and sufficient cause appearing therefor, it is

ORDERED that the Motion is granted as provided herein; and it is further

ORDERED that the Owned 145s Settlement Agreement and the N266SK Settlement Agreement are each approved in their entirety; and it is further

ORDERED that, in accordance with the Owned 145s Settlement Agreement, each of Claims Nos. 1030 (which amends proof of claim numbered 1090) and 1091 shall be, and each hereby are, allowed as general unsecured claims in the amount of \$1,288,711.19 (the "Allowed Owned 145s Claims"); and it is further

ORDERED that, in accordance with the N266SK Settlement Agreement, each of Claims Nos. 1088 and 1092 shall be, and each hereby are, allowed as general unsecured claims in the amount of \$1,947,184.87 (the "Allowed N266SK Claims," and together with the Allowed Owned 145s Claims, the "Allowed Claims"); and it is further

ORDERED that the Allowed Claims shall not be subject to any challenge, reduction, counterclaim or offset for any reason; and it is further

ORDERED that the claims agent is authorized and directed to update the claims register in accordance with this Order, the Owned 145s Settlement Agreement, and the N266SK Settlement Agreement; and it is further

ORDERED that the Debtors are authorized to take any actions as are necessary or appropriate to implement and effectuate the terms of this Order; and it is further

ORDERED that this Court shall retain jurisdiction to hear and determine all matters arising from or related to this Order.

Dated: New York, New York

March 17, 2017

/s/ Sean H. Lane
Honorable Sean H. Lane
United States Bankruptcy Judge