

January 19, 2010

To whom it may concern:

Japan Airlines Corporation  
(undergoing Corporate Reorganization Proceedings)  
Representative:  
Trustee Enterprise Turnaround Initiative Corporation  
of Japan  
(Executive Officers: Hideo Seto and Akitoshi  
Nakamura)  
Trustee Eiji Katayama  
(Stock Code 9205 Tokyo, Osaka and Nagoya Stock  
Exchange, First Section)

**Announcement of Filing of Application for Support from the Enterprise Turnaround Initiative Corporation of Japan (ETIC) and ETIC's Decision to Support Our Restructuring; Filing of the Petitions for Commencement of Corporate Reorganization Proceedings and the Court's Decision on Commencement of the Proceedings**

Today, Japan Airlines Corporation, Japan Airlines International Co., Ltd. and JAL Capital Co., Ltd. (collectively, "JAL" or "we") decided and filed an application for support from the Enterprise Turnaround Initiative Corporation of Japan ("ETIC") for JAL's restructuring pursuant to Article 25, Paragraph 1 of the Enterprise Turnaround Initiative Corporation Act and received ETIC's decision to provide support. Also, today JAL decided and filed the petitions for commencement of corporate reorganization proceedings with the Tokyo District Court (the "Court"). The Court entered an order commencing the proceedings and appointed ETIC and Eiji Katayama, Esq., as reorganization trustees ("Trustees").

We sincerely apologize to all of our shareholders, customers and suppliers and other related parties for the great inconvenience and concerns this situation might cause. Hereafter, we, together with ETIC's support, the Court's supervision and the Trustees' leadership, intend to implement a comprehensive restructuring plan which will revitalize JAL's business. Thank you for your understanding and cooperation as we move forward with this process.

1. Background of the Filing of the Application to ETIC and ETIC's Decision to Support JAL's Restructuring

Since it was established in 1953, JAL group has been providing high-quality air transportation services based on safe and timely operations mainly through international airline networks. After the integration of Japan Airlines Corporation and Japan Air System Co., Ltd. in 2002, JAL group has a 66% market share of international airline services and a 46% market share of domestic airline services in Japan and, as the largest airline company in Japan providing around 1,100 daily regular flights, has contributed to the convenience of domestic and international flight users as well as to public interests.

However, since the beginning of this century, several incidents such as the September 11th multiple attacks in the U.S., the Iraq War and the outbreak of Severe Acute Respiratory Syndrome (SARS) have contributed to the decline in demand especially for international flight services, which significantly affected JAL group, and our financial condition has become continuously more precarious.

In addition, there was a decline in tourism demand due to unprecedented soaring fuel prices and high fuel surcharges, and the financial crisis that occurred in the fall of 2008 pushed the world economy into an unprecedented global recession. JAL group also suffered a significant decline in sales

due mainly to a decline in demand for international passenger service for business users and a sudden decline in demand for international cargo service. As a result of such circumstances, in June of 2009, JAL group received loans in the total amount of 100 billion yen from the Development Bank of Japan (“DBJ”) and other private financial institutions.

Under such business circumstances, on October 29, 2009, “JAL Task Force”, a professional group consisting of business restructuring specialists and established by the Minister of Land, Infrastructure, Transport and Tourism for the purpose of ensuring JAL group’s restructuring, reported to the Minister of Land, Infrastructure, Transport and Tourism the results of their examinations to the effect that it is appropriate that JAL group’s corporate restructuring should be conducted with the support of ETIC.

As announced in the press release entitled “Announcement of Preliminary Consultation with the Enterprise Turnaround Initiative Corporation of Japan to Support Our Restructuring” dated October 29, 2009, JAL began prior consultations with ETIC regarding support for JAL group’s restructuring and, as announced in the press release entitled “Announcement of Application for and Acceptance of Turnaround ADR Procedure” dated November 13, 2009, while pursuing the Turnaround ADR Procedures, JAL has continued to consult with ETIC. Today, after prior examination by ETIC, JAL filed, jointly with DBJ, Japan Bank for International Cooperation, Mizuho Corporate Bank, Ltd., The Bank of Tokyo-Mitsubishi UFJ, Ltd. and Sumitomo Mitsui Banking Corporation, an application to ETIC for support for our restructuring and received ETIC’s decision to provide support. ETIC is a joint-stock corporation established and authorized by the Japanese government to provide support for the revitalization of certain corporations as stipulated by laws. JAL will receive public support for its revitalization as a result of this decision.

2. Reason for Filing the Petitions for Commencement of Corporate Reorganization Proceedings

JAL also filed the petitions for commencement of corporate reorganization proceedings. Because JAL will receive public support through ETIC, JAL will use the corporate reorganization proceedings simultaneously with support from ETIC to ensure that its restructuring is conducted swiftly pursuant to transparent and fair procedures.

3. Total Amount of Liabilities (as of September 30, 2009)

Japan Airlines Corporation	671,578 million yen
Japan Airlines International Co., Ltd.	1,527,919 million yen
JAL Capital Co., Ltd.	122,684 million yen

4. The Court Decision on Commencement of Corporate Reorganization Proceedings and Future Outlook

Today, the Court decided on the commencement of JAL’s corporate reorganization proceedings and appointed ETIC and Eiji Katayama, Esq., as Trustees for the proceedings. Also, today the Trustees obtained comprehensive Court approval authorizing JAL’s continued payment of certain commercial transaction claims, including payments for fuel and other supplies and services, as well as leases and other related obligations. Hereafter, with the support from ETIC, under the supervision of the Court and leadership of the Trustees, JAL will continue to maintain safe and stable flight operations, while advancing the revitalization of JAL group’s business.

The anticipated schedule regarding the corporate reorganization proceedings is as follows:

Period for Submission of Reorganization Claims (*Kosei*)      until March 19, 2010

*Saiken*). etc.

Deadline for Approval/Disapproval of Submitted Claims	April 30, 2010
General Examination Period for Reorganization Claims, etc.	from May 10, 2010 to May 24, 2010
Period for Submission of Written Comments for Selection of the Trustees	until February 19, 2010
Deadline for Submission of Report, etc. (Article 84, Paragraph 1 of the Corporate Reorganization Act) from Trustees	March 19, 2010
Deadline for Submission of Proposed Restructuring Plan (Related Parties)	May 31, 2010
Deadline for Submission of Proposed Restructuring Plan (Trustees)	June 30, 2010

(Note) the above schedule may be modified depending on the status of the proceedings.

5. Application for Examination of Restructuring Plan, etc. prescribed in Article 605, Paragraph 1 of the Securities Listing Regulations of the Tokyo Stock Exchange, Article 3-2, Paragraph 1 of the delisting criteria of the Osaka Securities Exchange or Article 3-2, Paragraph 1 of the delisting criteria of the Nagoya Stock Exchange.

We decided not to submit applications for the Examination of Restructuring Plans.

(Reference)

**【Japan Airlines Corporation】**

1. Overview of the Petition

- (1) Date of Filing the Petition: January 19, 2010
- (2) Court of Competent Jurisdiction: Tokyo District Court
- (3) Case Name: Case No. 1 of 2010 (*mi*), The Petition for Commencement of Corporate Reorganization Proceedings
- (4) Filing Agent: Nishimura & Asahi  
Kenichi Minami, Esq., and 16 other attorneys

2. Overview of the Company

- (1) Trade Name Japan Airlines Corporation
- (2) Address of Head Office 2-4-11, Higashi Shinagawa, Shinagawa-ku, Tokyo
- (3) Establishment October 2, 2002
- (4) Representative Haruka Nishimatsu, Representative Director, President
- (5) Business of JAL Group Air Transportation Business, Airline-Related Business, Travel Services Business, Credit Card and Leasing Services Business
- (6) Paid-in Capital 251,000,000,000 yen  
(*Shihon-kin*)
- (7) Total Issued and Outstanding Shares 3,346,383,250 shares  
Number of Ordinary Shares: 2,732,383,250 shares  
Number of Class A Shares: 614,000,000 shares

(8) Shareholders (as of September 30, 2009)

(a) Ordinary Shares Total Number of Shareholders: 459,814

Names of Major Shareholders	Number of Shares (thousand shares)	Shareholding Ratio (%)
Tokyu Corporation	80,428	2.94
Tokio Marine & Nichido Fire Insurance Co., Ltd.	70,188	2.57
Nissay Dowa General Insurance Co., Ltd.	43,076	1.58
Japan Trustee Services Bank, Ltd. (trust account)	42,957	1.57
JAL Group Employees' Stockholding	37,017	1.35
Mizuho Corporate Bank, Ltd.	35,303	1.29
The Bank of Tokyo-Mitsubishi UFJ, Ltd.	34,772	1.27
Eitaro Itoyama	32,500	1.19
The Master Trust Bank of Japan, Ltd. (trust account)	29,418	1.08
Shin Nihon Kanko Co., Ltd.	26,500	0.97

(b) Class A Shares Total Number of Shareholders: 15

Names of Shareholders	Number of Shares (thousand shares)	Shareholding Ratio (%)
Mizuho Corporate Bank, Ltd.	80,000	13.03
Development Bank of Japan Inc.	80,000	13.03
Mitsui & Co., Ltd.	80,000	13.03
The Bank of Tokyo-Mitsubishi UFJ, Ltd.	68,000	11.07
Sojitz Corporation	60,000	9.77
Mitsubishi Corporation	60,000	9.77

UBS Securities Japan Ltd.	40,000	6.51
Sumitomo Mitsui Banking Corporation	22,000	3.58
Idemitsu Kosan Co., Ltd.	20,000	3.26
ITOCHU Corporation	20,000	3.26
Japan Energy Corporation	20,000	3.26
Nippon Oil Corporation	20,000	3.26
Sumitomo Corporation	20,000	3.26
Marubeni Corporation	20,000	3.26
Cosmo Oil Co., Ltd.	4,000	0.65

(9) Directors and Representative Director, President Haruka Nishimatsu  
Auditors

Representative Director, Executive Vice President Katsuhiko Nawano  
Representative Director, Executive Vice president Tetsuya Takenaka  
Representative Director, Executive Vice President Kiyoshi Kishida  
Managing Director Toshio Annaka  
Managing Director Shunichi Saito  
Managing Director Masaaki Haga  
Director Kunio Hirata  
Director Yoshimasa Kanayama  
Director Toshinari Oshima  
Director Chihiro Tamura  
Director Tetsuo Takahashi  
Director Hiroyasu Omura  
Director (External) Kunio Ishihara  
Corporate Auditor Teruhisa Ishizawa  
Corporate Auditor Hideo Hiramoto  
Corporate Auditor Hirokazu Horinouchi  
(External)  
Corporate Auditor Masatake Matsuda  
(External, non-standing)  
Corporate Auditor Hiroshi Suzuki  
(External, non-standing)  
Corporate Auditor Hideyuki Sakai  
(External, non-standing)

(10) Employees 6 secondees from Japan Airlines International Co., Ltd. and 6 temporary staff (as of September 30, 2009)

(11) Labor Union None

(12) Total Liabilities 671,578 million yen  
(as of September 30, 2009)

(13) Financial Highlights for Past Three Years  
(Consolidated)

(million yen)

	Financial Year Ended March 31, 2007	Financial Year Ended March 31, 2008	Financial Year Ended March 31, 2009
Sales	2,301,915	2,230,416	1,951,158
Operating Profit	22,917	90,013	▲ 50,884
Ordinary Profit	20,576	69,817	▲ 82,177
Net Profit	▲ 16,267	16,921	▲ 63,194

(Non-Consolidated)	(million yen)		
	Financial Year Ended March 31, 2007	Financial Year Ended March 31, 2008	Financial Year Ended March 31, 2009
Sales	21,808	16,595	18,495
Operating Profit	8,594	1,092	3,394
Ordinary Profit	8,573	1,011	3,517
Net Profit	8,742	1,167	2,959

【Japan Airlines International Co., Ltd.】

1. Overview of the Petition

- (1) Date of Filing the Petition: January 19, 2010
- (2) Court of Competent Jurisdiction: Tokyo District Court
- (3) Case Name: Case No. 2 of 2010 (*mi*), The Petition for Commencement of Corporate Reorganization Proceedings
- (4) Filing Agent: Nishimura & Asahi  
Kenichi Minami, Esq., and 16 other attorneys

2. Overview of the Company

- (1) Trade Name Japan Airlines International Co., Ltd.
- (2) Address of Head Office 2-4-11, Higashi Shinagawa, Shinagawa-ku, Tokyo
- (3) Establishment October 1, 1953
- (4) Representative Haruka Nishimatsu, Representative Director, President
- (5) Main Business Air Transportation Business, Cargo Business, etc.
- (6) Paid-in capital (*Shihon-kin*) 200,000,000,000 yen
- (7) Total Issued and outstanding Shares Ordinary Shares: 3,829,361,418 shares
- (8) Shareholders Total Number of Shareholders:  
1 (as of September 30, 2009)  
Major Shareholder:  
Japan Airlines Corporation 100%
- (9) Directors and Auditors Representative Director, Haruka Nishimatsu  
President  
Representative Director, Katsuhiko Nawano  
Executive Vice President  
Representative Director, Tetsuya Takenaka  
Executive Vice president  
Representative Director, Kiyoshi Kishida  
Executive Vice President  
Managing Director Toshio Annaka  
Managing Director Shunichi Saito  
Managing Director Masaaki Haga  
Director Kunio Hirata  
Director Yoshimasa Kanayama  
Director Toshinari Oshima  
Director Chihiro Tamura  
Director Tetsuo Takahashi  
Director Hiroyasu Omura

- |  |   |                     |
|--|---|---------------------|
|  | Director (External)   | Kunio Ishihara      |
|  | Corporate Auditor   | Teruhisa Ishizawa   |
|  | Corporate Auditor   | Hideo Hiramoto      |
|  | Corporate Auditor<br>(External)   | Hirokazu Horinouchi |
|  | Corporate Auditor (External,<br>non-standing)   | Masatake Matsuda    |
|  | Corporate Auditor (External,<br>non-standing)   | Hiroshi Suzuki      |
|  | Corporate Auditor (External,<br>non-standing)   | Hideyuki Sakai      |
| (10) Employees                                       | Number of Employees: 15,943 (as of September 30, 2009)  |                     |
| (11) Labor Union                                     | JAL Labor Union<br>Japan Airlines Labor Union<br>JAL Flight Crew Union<br>Japan Airlines Cabin Crew Union<br>Japan Airlines Captain Association<br>Japan Airlines Senior Engineer Union<br>Japan Airlines Domestic Labor Union<br>Japan Airlines Domestic Pilot Union |                     |
| (12) Total Liabilities<br>(as of September 30, 2009) | 1,527,919 million yen   |                     |
| (13) Financial Highlights for Past Three Years       |   |                     |

(million yen)

	Financial Year Ended March 31, 2007	Financial Year Ended March 31, 2008	Financial Year Ended March 31, 2009
Sales	1,582,792	1,735,035	1,664,700
Operating Profit	3,121	69,438	▲ 62,588
Ordinary Profit	29	46,602	▲ 95,787
Net Profit	▲ 24,257	▲ 6,771	▲ 68,132

**【JAL Capital Co., Ltd.】**

1. Overview of the Petition

- (1) Date of Filing the Petition: January 19, 2010
- (2) Court of Competent Jurisdiction: Tokyo District Court
- (3) Case Name: Case No. 3 of 2010 (*mi*), The Petition for Commencement of Corporate Reorganization Proceedings
- (4) Filing Agent: Nishimura & Asahi  
Kenichi Minami, Esq., and 16 other attorneys

2. Overview of the Company

- (1) Trade Name JAL Capital Co., Ltd.
- (2) Address of Head Office 2-4-11, Higashi Shinagawa, Shinagawa-ku, Tokyo
- (3) Establishment July 25, 1988
- (4) Representative Yoshimasa Kanayama, Representative Director, President
- (5) Main Business Finance Business, General Lease Business, etc.
- (6) Paid-in capital (Shihon-kin) 3,500,000,000 yen
- (7) Total Issued and Ordinary Shares: 70,000 shares

Outstanding Shares

(8) Shareholders Total Number of Shareholders:  
1 (as of September 30, 2009)  
Major Shareholders:  
Japan Airlines Corporation 100%

(9) Directors and Auditors

Representative Director, President	Yoshimasa Kanayama
Representative Director, Executive Vice President	Toshihide Nakamura
Managing Director	Toshio Akama
Managing Director	Kazumi Inoue
Director	Tatsuro Sunaga
Director	Isamu Jinguji
Corporate Auditor (External)	Koichi Baba
Corporate Auditor (External, non-standing)	Teruhisa Ishizawa
Corporate Auditor (External, non-standing)	Toshio Takahashi

(10) Employees

Number of  
Full Time Employees: 24;  
Secondees: 5  
Contract Employees: 4  
Temporary Staff: 2  
(as of October 1, 2009)

(11) Labor Union None

(12) Total Liabilities (as of September 30, 2009) 122,684 million yen

(13) Financial Highlights for Past Three Years

(million yen)

	Financial Year Ended March 31, 2007	Financial Year Ended March 31, 2008	Financial Year Ended March 31, 2009
Sales	43,114	48,128	44,489
Operating Profit	1,420	1,696	1,348
Ordinary Profit	1,428	1,701	1,350
Net Profit	792	1,205	752

End.