

**APPROVED**

By Order No. 1R-55  
of 23 April 2020  
of Chief Executive Officer  
SE Lithuanian Airports

**EXTENSION OF INCENTIVE SCHEMES**

Taking into consideration that due to the spread of coronavirus on 14 March 2020 the Government of the Republic of Lithuania passed Resolution No. 207 “On Announcing the Quarantine within the Territory of the Republic of Lithuania” (hereinafter referred to as the Resolution), under which the quarantine regime was announced within the whole territory of the Republic of Lithuania, restrictions were imposed for the foreigners to enter/leave the Republic of Lithuania as well as for the citizens of the Republic of Lithuania to leave the Republic of Lithuania, furthermore, due to the outcomes of the coronavirus the airlines were forced to terminate the flights, thus, in order to encourage the airlines to restore the routes and the lost passenger traffic at the airports managed by State Enterprise Lithuanian Airports the decision was made by the Order No 1R-55 of the Chief Executive Officer of the State Enterprise Lithuanian Airports on 23 April 2020:

1.1. To prolong the validity term of Vilnius Airport Incentive Scheme, approved by the order No. 1R-110 of 27 September 2019 (hereinafter referred to as VNO incentive scheme), Kaunas Airport Incentive Scheme approved by the order No. 1R-50 of 1 April 2019 (hereinafter referred to as KUN incentive scheme), Palanga Airport Incentive Scheme, approved by the order No. 1R-111 of 27 September 2019 (hereinafter referred to as PLQ incentive scheme) and Lithuanian Airports Network Incentive Scheme, approved by the order No. 1R-112 of 27 September 2019 (hereinafter referred to as LOU network incentive scheme) for three months;

1.2. To apply New Route Incentive discount to the routes that are incentivised in accordance with Vilnius Airport Incentive Scheme and Palanga Airport Incentive Scheme ratified by the orders of the Chief Executive Officer of LOU (Order No. 1R-236 of 31 August 2015, Order No. 1R-176 of 22 August 2017, Order No. 1R-220 of 27 December 2018, Order No. 1R-221 of 27 December 2018, Order No. 1R-110 of 27 September 2019, Order No. 1R-111 of 27 September 2019) and that were temporarily suspended due to restrictions related to flight operations and/or movement of persons because of the epidemiological situation pertaining to COVID-19, without counting into the period of application of the incentive those periods during which the flights were temporarily not operated due to the restrictions imposed because of the epidemiological situation pertaining to COVID-19. During the period of extension of the discount validity term, the discount of such size as was valid

on the day of the last flight on the respective route, before suspension of the flights due to the announced quarantine regime or other restrictions pertaining to the epidemiological situation of COVID-19, shall be applied.

1.3. In case the flights on the route benefiting from the New Route Incentive, that are indicated in item 1.2. herein, are not commenced from the day of submission of the application until 31 August 2020, the incentive as approved for the airline shall not be applied and the respective New Route Incentive application submitted by the airline for to the routes that were not commenced by 31 August 2020, shall be considered void.

1.4. To prolong the term, established under VNO incentive scheme, during which the number of passengers carried by the airline is evaluated for the purpose of application of Route Growth Incentive for three months, i.e. for the airlines which submitted the applications in 2020 the number of passengers, carried during the period from 1 January 2020 to 31 March 2021 shall be evaluated. Credit invoices for the airlines, which comply with the requirements of the scheme, shall be issued after 31 March 2020. Respectively, for the airlines which submitted the applications in 2021 the number of passengers, carried during the period from 1 April 2021 to 31 March 2022 shall be evaluated. The term for submission of the applications to benefit from Route Growth Incentive in 2021 shall be prolonged until 30 April 2021.

1.5. To prolong the term, established under PLQ incentive scheme, during which the number of passengers carried by the airline is evaluated for the purpose of application of Passenger Traffic Development incentive for three months, i.e. for the airlines which submitted the applications in 2020 the number of passengers, carried during the period from 1 January 2020 to 31 March 2021 shall be evaluated. Credit invoices for the airlines, which comply with the requirements of the scheme, shall be issued after 31 March 2020. Respectively, for the airlines which submitted the applications in 2021 the number of passengers, carried during the period from 1 April 2021 to 31 March 2022 shall be evaluated. The term for submission of the applications to benefit from Passenger Traffic Development incentive in 2021 shall be prolonged until 30 April 2021.

1.6. To determine the following new periods under the Network Incentive Scheme: Period 1 – from 1 April 2020 to 30 June 2021, Period 2 – from 1 July 2021 to 30 June 2022.

1.7. To consider the periods indicated in the airline applications, submitted in order to benefit from VNO Route Growth Incentive, PLQ Passenger Traffic Development Incentive and LOU network incentive prolonged as per this order.

1.8. In cases where the applications submitted by the airlines under the incentive schemes are approved by the letters of approval of Lithuanian Airports, the terms indicated under the letters of approval shall be considered prolonged as per this order.

1.9. The applications to benefit from KUN incentive scheme during the first period, which shall commence after the end of quarantine regime, shall be submitted not later than within 5 working days before the first flight scheduled by the airline.

1.10. The incentive schemes may be applicable even though the applications are submitted without meeting the deadlines under the incentive scheme, but the airlines shall have presented all relevant information.