

Transaction Summary

The U.S. Department of the Treasury agreed to make a loan of up to \$1.948 billion to JetBlue Airways Corporation (the Company), one of the largest domestic airlines in the United States. Treasury originally agreed to make a loan of up to \$1.14 billion to the Company, and on November 3, 2020, Treasury increased the maximum loan amount to \$1.948 billion. The Company had approximately 23,000 U.S. employees in March 2020 and carried more than 42 million passengers in 2019.

Treasury made the loan pursuant to section 4003(b)(1) of the Coronavirus Aid, Relief, and Economic Security (CARES) Act. The loan is secured by the Company's TrueBlue loyalty program, certain aircraft, and engines. The loan has an interest rate equal to LIBOR plus 2.75% and matures on September 29, 2025. The Company elected to draw \$115 million at close and may draw the remaining loan funds in multiple draws through May 28, 2021. The loan proceeds will be used to provide liquidity to continue the Company's operations. The transaction agreement includes covenants by the Company to comply with certain restrictions on employee compensation, stock repurchases, dividends, and reductions in employment levels, as required by the CARES Act. Treasury will receive warrants to purchase common stock equal to 10% of the total loan amount drawn.