



Media Release

QANTAS TO RAISE US\$400 MILLION

SYDNEY, 29 March 2006: Qantas Airways Limited announced today that it would raise US\$400 million of unsecured debt.

The Chief Financial Officer of Qantas, Mr Peter Gregg, said the funds were being raised through a Rule 144A/Regulation S offering of 6.05% 10-year notes due 2016.

The offering was priced at 133 basis points over the 10 year US benchmark treasury bond.

The net proceeds from the offering will be used for general corporate purposes, which may include the acquisition of aircraft and aircraft related assets.

"This is the fourth time that Qantas has accessed the US debt markets since 1993," Mr Gregg said.

"The notes were rated Baa1 by Moody's Investor Services and BBB+ by Standard & Poor's, and were well received by investors. We are pleased with our ability to continue to diversify our funding sources and extend our debt maturity profile."

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