

SKYWEST INC  
Form 8-K  
September 27, 2005

**UNITED STATES**  
**SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

**FORM 8-K**

**CURRENT REPORT**

**Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934**

Date of Report (date of earliest event reported): **September 21, 2005**

**SKYWEST, INC.**

(Exact name of registrant as specified in its charter)

**Utah**  
(State or other jurisdiction of  
incorporation or organization)

**0-14719**  
(Commission  
File Number)

**87-0292166**  
(I.R.S. Employer  
Identification No.)

**444 South River Road**  
**St. George, Utah**  
(Address of principal executive offices)

**84790**  
(Zip Code)

**(435) 634-3000**

(Registrant's telephone number, including area code)

**N/A**

(Former name or former address, if changed since last report)

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Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
  
  - Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
  
  - Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
  
  - Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))
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**ITEM 1.01            Entry Into A Definitive Material Agreement.**

On September 21, 2005, SkyWest, Inc. (the Company ) and its wholly-owned subsidiary, SkyWest Airlines, Inc. (the Borrower ), entered into a \$60,000,000 Loan Agreement and certain related agreements (collectively, the Loan Documents ) with C.I.T. Leasing Corporation ( CIT ). Simultaneously with the execution of the Loan Documents, the Borrower borrowed the entire \$60,000,000 available under the Loan Documents (the Loan ). The Loan bears interest at the rate of 6.3118% per annum up to and including October 21, 2005 and, thereafter, at an adjustable rate based on LIBOR. Interest only payments are due monthly throughout the term of the Loan, with the entire principal balance due on March 21, 2006. The obligations of the Borrower under the Loan Documents are guaranteed by the Company and secured by, among other things, a security interest in four Bombardier Model CL-600-2B19 Regional Jets (the Aircraft ). Upon not less than 15 days notice to CIT, the Borrower may prepay the then outstanding principal balance of the Loan together with interest accrued thereon. Depending on the existence of certain conditions, a penalty may apply to any such prepayment under the Loan Documents.

The Loan Documents contain certain affirmative and negative covenants, including obligations regarding the registration, maintenance, and operation of the Aircraft, and limitations on the Borrower and the Company with respect to mergers and dispositions of assets.

The Loan Documents provide for certain events of default with corresponding grace periods, including failure to pay any principal or interest when due, failure to comply with covenants, any material representation or warranty made by the Company or the Borrower proving to be false in any material respect, failure to maintain required insurance on the Aircraft, certain bankruptcy, insolvency or receivership events affecting the Company or the Borrower, and the imposition of certain judgments against the Company or the Borrower. Upon an event of default, CIT may declare the entire unpaid principal amount of the Loan immediately due and payable.

The foregoing description of the Loan Documents and related agreements is qualified in its entirety by reference to those documents.

**ITEM 2.03                            Creation of a Direct Financial Obligation or an Obligation under an Off-Balance Sheet Arrangement of a Registrant**

The disclosure required by this item is included in Item 1.01 of this Report and is incorporated herein by reference.

**SIGNATURES**

Pursuant to the requirements of the Securities Exchange Act of 1934, as amended, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

**SKYWEST, INC.**

Date: September 27, 2005

By:

/s/ Bradford R. Rich  
Bradford R. Rich, Executive Vice President,  
Chief Financial Officer and Treasurer