



4600 Wells Fargo Center
90 South 7th Street
Minneapolis, MN 55402

www.castlelake.com

CASTLELAKE AVIATION LIMITED

March 2, 2022

Re: Russia-Ukraine Update

Dear Investor:

We would like to share an update on Castlelake's response to the Russia-Ukraine war and specifically address exposure to Russia assets in the Castlelake Aviation Limited ("CAL") investment portfolio. First and foremost, our thoughts are with the Ukrainian people and all who have been displaced by the Russia-Ukraine war. We are focused on supporting employees who are impacted and addressing relevant exposure to our investments.

Consistent with our prior disclosures related to our aircraft fleet and lessor composition, CAL has no direct asset exposure to Russia.

As a leading global servicing and leasing platform, we are in frequent dialogue with industry counterparties in an effort to protect our investments and address evolving sanctions and restrictions. This work includes monitoring relevant sanctions and ensuring that we can act accordingly. Some of our airline counterparties' international operations have been impacted by airspace bans, and we understand they are working to address this by rerouting or canceling routes. Given banking system sanctions, we are also working with counterparties to identify alternative payment processes, subject to compliance with applicable sanctions. We will continue to work closely with counterparties, as permitted by applicable sanctions, as we seek to actively manage the assets through this volatility.

More broadly, we believe that increased cost pressure related to volatile oil prices will impact the global aviation industry for some time. The war also adds incremental uncertainty to the extended recovery of international travel globally and especially in Europe. We believe our prudent investment decision-making and management have been effective at limiting our exposure to this situation. As we manage the current situation and look ahead, we continue to believe in the hands-on asset management approach that we've refined over our 16-year history and remain confident in our team and its capabilities.

Please contact the Castlelake Aviation Limited Investor Relation's team at aviation@castlelake.com if you'd like to discuss further or register for our investor portal at www.castlelakeaviation.com.

CONFIDENTIAL - This letter is confidential and proprietary, is provided for information purposes only, may not be reproduced in whole or in part or used for any other matter absent express written permission from Castlelake, and is intended for use only with existing lenders or investors. The information contained herein is presented solely with respect to the date noted herein and may be changed or updated at any time without notice to any of the recipients of this letter. This letter contains only a high-level summary, and it does not contain all material information pertinent to an investment decision. This letter also includes statements that are not purely historical in nature but are “forward-looking statements.” Forward-looking statements and discussions of the strategy of Castlelake and CAL are subject to the unknown impact of the ongoing war, which may substantially and adversely impact Castlelake’s assumptions and expectations. This letter is neither an offer to sell nor a solicitation of an offer to purchase any security; such an offer will only be made pursuant to the relevant offering materials, which, among other things, should be carefully reviewed prior to making any investment decision. Past performance is not an indication of future performance and there can be no assurances that the Fund's investment objectives can or will be achieved.