

Castlelake Aviation Limited ("CA") Completes Sale-leaseback and Financing

MINNEAPOLIS – November 5, 2021 – Castlelake Aviation Limited ("CA"), has completed the sale and immediate lease back of six A330-200 freight aircraft to Avianca S.A. ("Avianca") with 10-year lease terms. The leases include mirror-in/mirror-out end-of-lease compensation terms, providing for the aircraft to be returned to CA in the same condition as delivery. The purchase price of the aircraft was \$250 million.

Simultaneously, CA has reached an agreement to provide Avianca with \$22 million of financing for the purchase of four aircraft engines with a 6% fixed interest rate and a term of 3 years. The financing has been structured as an increase of the purchase price of the six aircraft and corresponding increase in the base rental rate of those aircraft for the first 36 months of the aircraft lease term.

Sale-Leaseback		Financing	
Asset Type	A330-200	Collateral	Trent 772B
Count	6	Count	4
Purchase Price	\$250.0 million	Advance	\$22.0 million
Lease Rate Factor	0.85%	Interest Rate	6.0%
Average Age	8.1 years	Term	3 years
Lease Term	10.0 years	Amortization	Mortgage-style

The sale-leaseback and financing transaction is expected to be funded with \$85 million of equity from an existing investor and \$188 million of debt from CA's revolving credit facility. The transaction is expected to generate returns over the hold period consistent with CA's stated targets.

Forward Looking Statements

Certain items in this press release may constitute forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995 including, but not necessarily limited to, statements relating to future operations. These statements are based on management's current expectations and beliefs and are subject to a number of factors that could lead to actual results materially different from those described in the forward-looking statements. Many of but not all of these risks are described in the documents that Castlelake makes available to its investors, which you are encouraged to review. Castlelake can give no assurance that their expectations will be attained. There are important factors that could cause actual results, level of activity, performance or achievements to differ from the results, level of activity, performance or achievements expressed or implied in the forward looking statements. In light of these risks, uncertainties and assumptions, the future performance or events described in the forward-looking statements in this press release may not occur. Accordingly, you should not rely upon forward-looking statements as a prediction of actual results and we do not assume any responsibility for the accuracy or completeness of any of these forward-looking statements. Such forward-looking statements speak only as of the date of this press release. Castlelake expressly disclaims any obligation to release publicly any updates or revisions to any forward-looking statements contained herein to reflect any change in Castlelake's expectations with regard thereto or change in events, conditions or circumstances on which

any statement is based. Further to this, past performance is not an indication or guarantee of future results and as such, there can be no guarantee that historical trends will continue

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