

## AIRPLANES GROUP

New York, April 7, 2017

**The Airplanes Group Board has proposed to the Cash Manager that there be a significant reduction in the level of the Required Expense Amount for the purpose of the April 18, 2017 Payment Date**

Reference is made to the report for the quarter ended June 30, 2016 which was published by Airplanes Limited and Airplanes U.S. Trust (together, "**Airplanes Group**") on the Airplanes Group website [www.airplanes-group.com](http://www.airplanes-group.com) on July 28, 2016 (the "**Quarterly Report**"). Note 2. "Contingent Liabilities – Legal Proceedings – Transbrasil" to the unaudited financial statements contained in the Quarterly Report set out a summary as at July 28, 2016 of the ongoing legal proceedings in Brazil relating to Transbrasil to which Airplanes Holdings Limited ("**Airplanes Holdings**") is a party as one of the six "Lessor Companies". Reference is also made to the press release issued by Airplanes Group on December 9, 2016 which provided an update on developments in those legal proceedings as at December 9, 2016 and which was also published on the Airplanes Group website (the "**December Press Release**"). Capitalised terms used in this press release and not otherwise defined herein have the meaning given to such terms in the Quarterly Report or the December Press Release.

In line with its obligations, the Board continues to monitor the progress of the Transbrasil litigation and to review the level of the cash reserves which are being maintained by Airplanes Group, in part as a result of such litigation. The Board has considered the recent developments in the litigation, including the November 2016 Decision rendered by the Court of Appeals (which was published in February 2017) and the motion to clarify filed by Transbrasil in February 2017 in response to the November 2016 Decision (which was made public on February 9, 2017), and has taken further advice from Brazilian Counsel to Airplanes Holdings and from Airplanes Group's other legal advisors. This has included an updated assessment regarding the likelihood of Transbrasil ultimately prevailing against Airplanes Holdings in the various proceedings which are still continuing in Brazil. In light of the advice, and having regard to the provisions of the trust indentures to which Airplanes Group is party (the "**Trust Indentures**") which govern the extent to which Airplanes Group is able to reserve for future contingencies, the Board resolved on April 6, 2017 to propose to AerCap Cash Manager Limited (the "**Cash Manager**") that the level of the cash reserve held by way of the Required Expense Amount be significantly reduced with effect from the next Payment Date on April 18, 2017 (the "**April Payment Date**").

The level of the Required Expense Amount which the Board has proposed to the Cash Manager for the purpose of the April Payment Date has been reduced from the current level of approximately US\$185 million to approximately US\$46 million. This in turn will allow a significant portion of the currently reserved cash to be distributed on the April Payment Date in accordance with the priority of payments under the Trust Indentures. The revised lower level of the Required Expense Amount has been determined by the Board in accordance with the governing provisions of the Trust Indentures.

The Board is continuing to keep the level of reserves under close review and Airplanes Holdings intends, insofar as it remains capable of doing so, to continue to vigorously dispute liability in the litigation with Transbrasil in an effort to favourably resolve the litigation and to have as much as possible of the cash reserve ultimately paid to the Airplanes Group noteholders.

Further updates will be provided in due course.

For further information about Airplanes Group, please see our periodic reports and other information published on our website at [www.airplanes-group.com](http://www.airplanes-group.com).