The Board of Avation Plc ("Avation"), a company that owns commercial jet aircraft that it leases to airlines, provides airline consumables as well as owns a business that sells broadcasting equipment, is pleased to announce the closing of a fundraising for its newly incorporated UK subsidiary Capital Lease Aviation Plc ("CLA").

CLA, a special purpose vehicle founded by Avation, has successfully raised a total of GBP 11,450,001.36 (gross of issue costs) through the issue of 47,708,339 new ordinary shares of 0.1 pence each at a price of 24 pence per ordinary share. The total number of ordinary shares in issue in CLA as at the date of this announcement is 97,808,339. Avation holds 50,100,000 ordinary shares in CLA, representing a 51.22% holding in the enlarged share capital of CLA.

It is the intention of the Directors that, subject to the securing of further aircraft and also the acquisition senior debt financing and securing the aircraft themselves, CLA will use a combination of debt and equity finance to finance the acquisition of various commercial aircraft to be leased to airlines. CLA will endeavour to provide a leveraged return on the investment in the aircraft and to this end it has approached the primary bankers to Avation in seeking to secure senior debt finance.

Further developments in this regard will be made in due course at the appropriate time.

Avation's first special purpose vehicle, F100 Pty Ltd, was formed late in 2006. It currently owns three Fokker F100 aircraft and is in the process of finalising contracts to buy and lease a fourth aircraft.

The placing in CLA was managed by WH Ireland Ltd and involved
an issue of new ordinary shares to sophisticated institutional investors.

Pursuant to the placing, WH Ireland Ltd has consequently been appointed a joint-stockbroker to Avation.

The directors take responsibility for the contents of this announcement.

---ENDS---

ENQUIRES:

AVATION PLC 07783 942 553
Jeff Chatfield, Chairman

STOCKBROKERS
WH Ireland Ltd 020 7220 1670
Philip Haydn-Slater

Cornhill Asset Management Ltd 020 7743 6000
Paul Dudley, James Almond

ADVISOR 020 7628 1128
Peter Freeman
Loeb Aron & Company

MEDIA 020 7562 3350
Maxine Barnes, Nick Rome
Bishopsgate Communications