

avation PLC

Equity Ticker LSE: AVAP

Warrants Ticker LSE:AVAW

Bond Ticker LU: AVTCAP



**Corporate Update
May 2023**

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Snapshot of Avation

Diversified Fleet and Customer Base

avation PLC






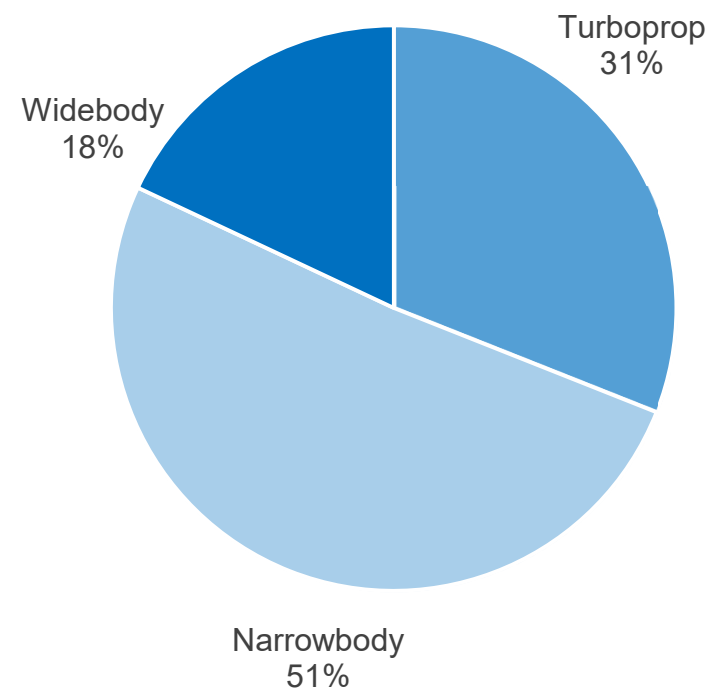
1. Lease rentals receivable includes non-cancellable operating leases, finance leases and deferred rent as at 31 March 2023.

Aircraft Portfolio

Balanced Fleet with valuable orderbook and Purchase Rights that create significant opportunity

By Value

Aircraft Type	Fleet	Orders	Purchase Rights
Turboprop Aircraft			
ATR 72-600 	16	2	28
ATR 72-500 	5	-	-
Narrowbody Aircraft			
A321-200 	6	-	-
A320-200 	2	-	-
A220-300 	5	-	-
Widebody Aircraft			
A330-300 	1	-	-
B777-300ER 	1	-	-
Total	36	2	28



Avation PLC – Core Competencies

Since inception in 2006

• Purchasing :	Total 73 Aircraft purchased with US\$1.9 billion invested
• Leasing :	Executed 80 Leases with 30 Airlines crossing 20 Countries
• Financing :	US\$1.9 billion debt raised
• Sales :	37 aircraft sold
• Transitions :	13 aircraft transitioned
• Repossessions:	19 aircraft (in 6 countries)
• Purchase options sold :	2

Covid Dynamic

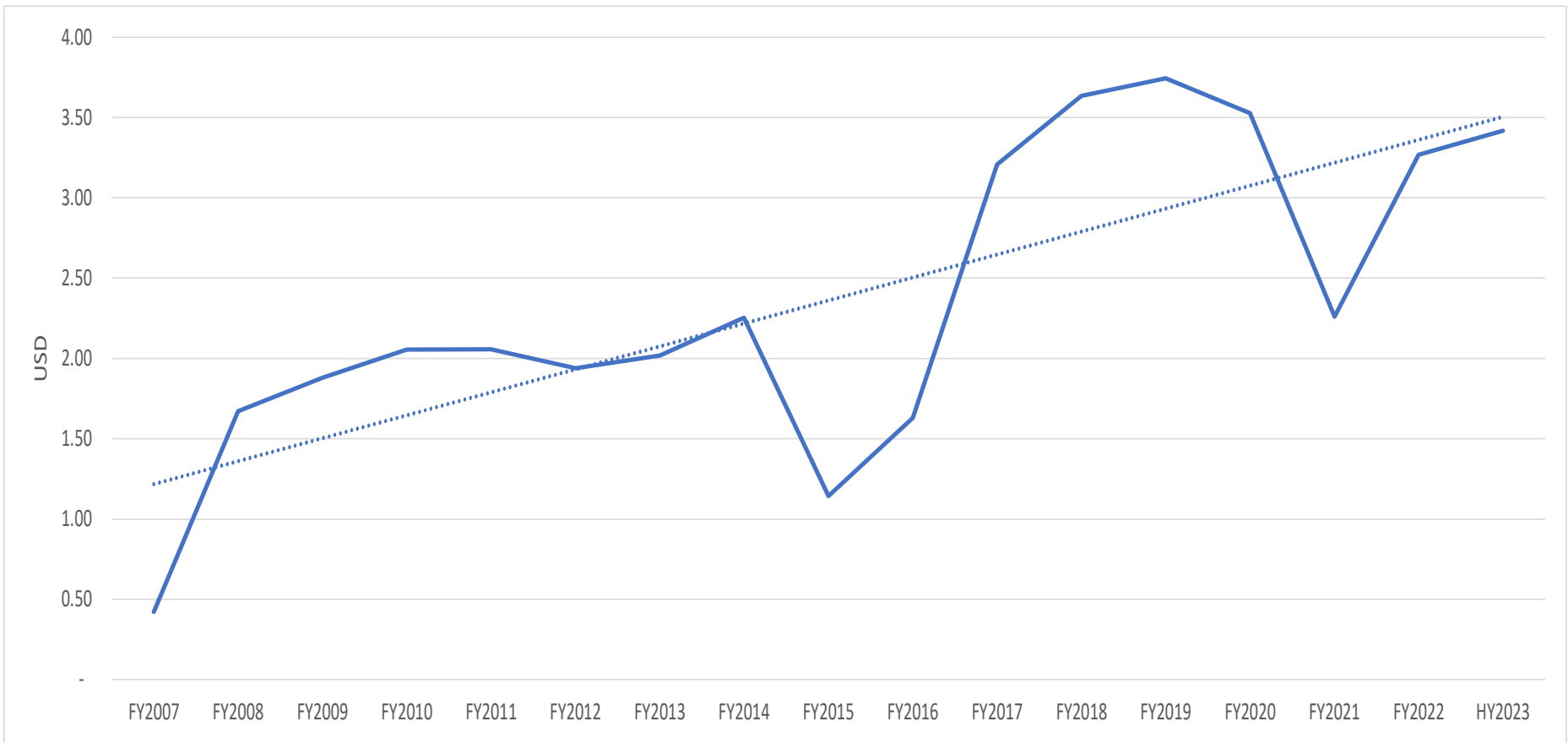
- Deferral scheme
- Rearranged Capital Structure
- Repaid \$322m in debt
- Transitioned 11 aircraft
- Placed 100% of Inventory

All data as 30 April 2023, since inception unless otherwise indicated.

Outcome

- | | |
|--------------------------------------|---|
| • Total number of aircraft delivered | 69 |
| • Proportion of aircraft traded | 54% |
| • Net Asset Value per share | FY2007 was US\$0.42 to HY2023 was US\$3.42 |
| • Total Dividends | \$0.43 |
| • 31 Mar '23 - Rent Arrears | 22% turboprop, 78% narrowbody and 0% widebody |

Avation PLC – Net Asset Value per share



Avation PLC's NAV per share CAGR is 13.8% p.a.

Airline Customers

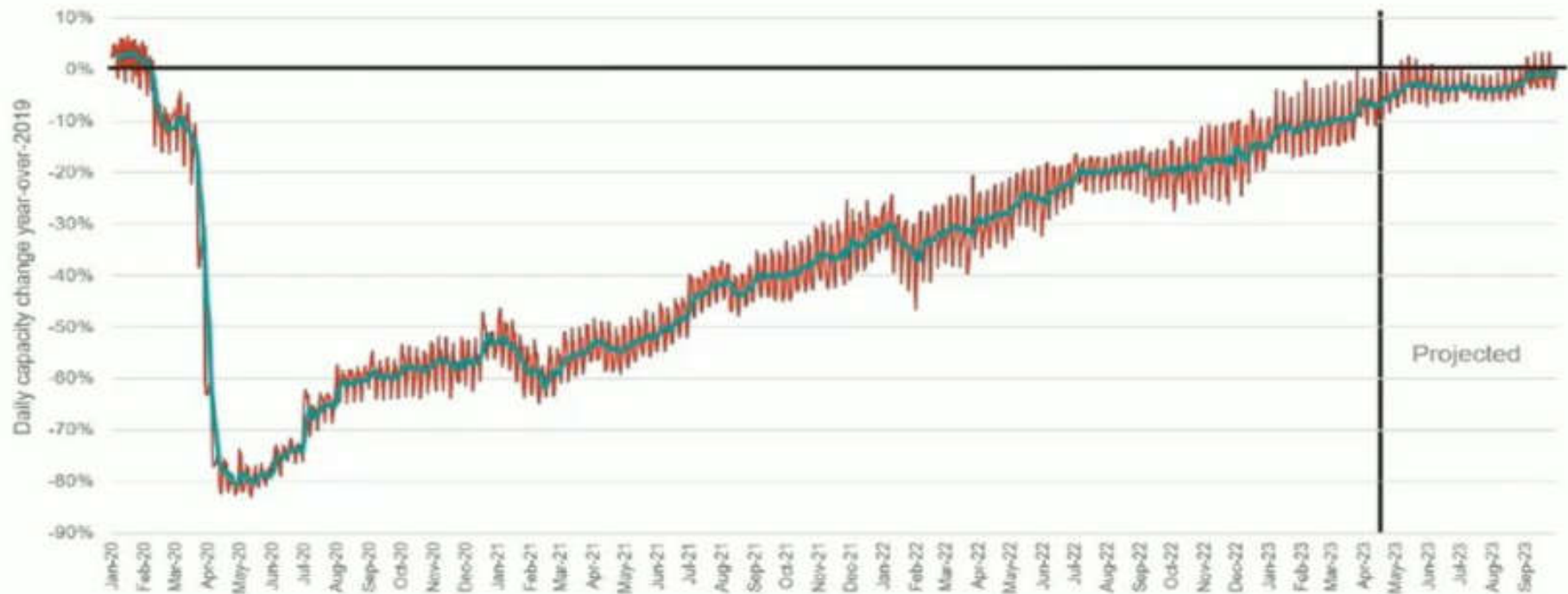
17 Airline Customers in 14 Countries

Airline	Aircraft	Number
Vietjet	A321-200	6
Air Baltic	A220-300	5
Hevilift	ATR 72-500	3
Mandarin	ATR 72-600	3
Alliance Air	ATR 72-600	2
Braathens	ATR 72-600	2
Danish Air Transport	ATR 72-600	2
US Bangla	ATR 72-600	2
EVA Air	A330-300	1
Philippine Airlines	B777-300ER	1
Avion Express	A320-200	1
Cebu Pacific	ATR 72-600	1
easyJet	A320-200	1
Fiji Airways	ATR 72-600	1
Flybig	ATR 72-500	1
Yeti Airlines	ATR 72-500	1
Air Tahiti	ATR 72-600	1



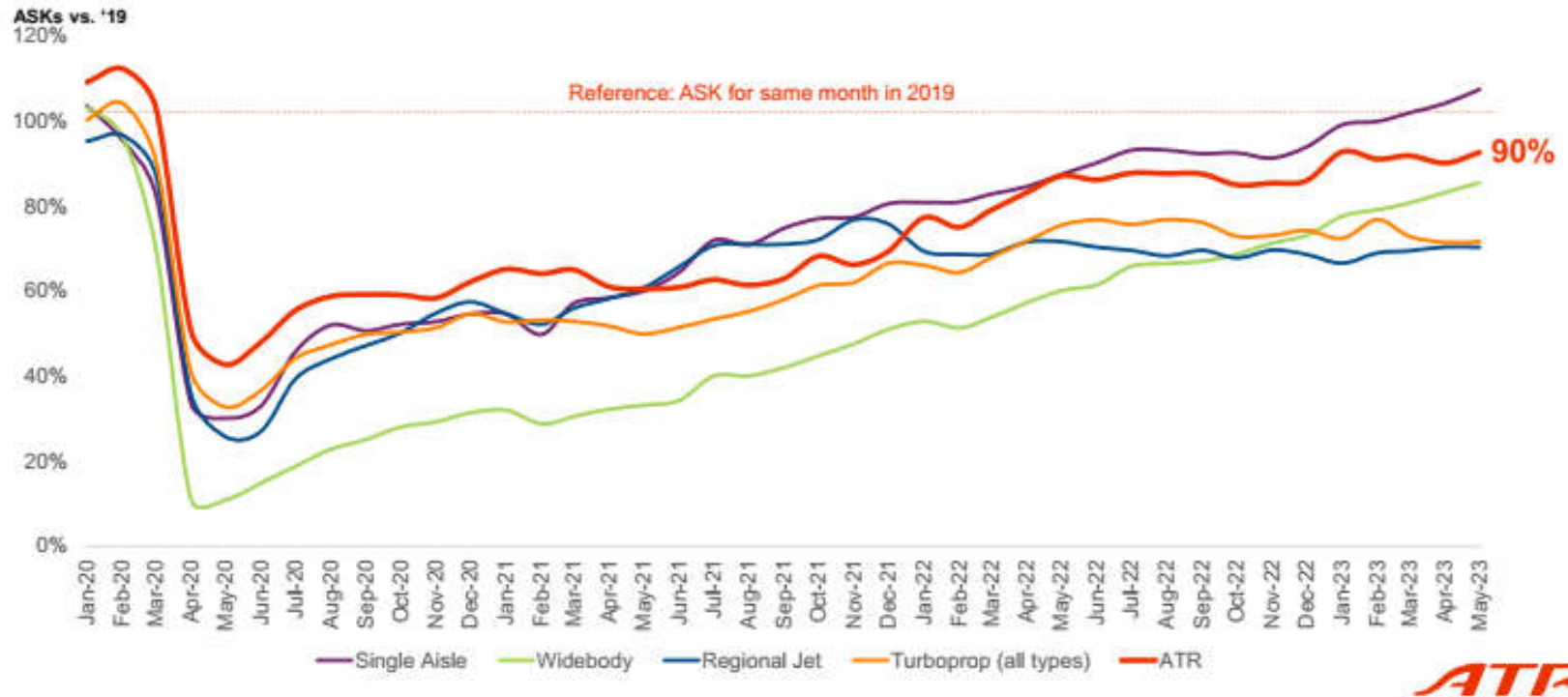
All aircraft fully placed at May 2023

Global capacity expected to be within 1% of 2019 volume globally by the end of September 2023



Source: Cirium

Recovering steadily and above pre-Covid levels in Europe, North America



Source: ATR, OAG at 20 Apr 2023

A Successful Program

The infographic features a background image of an ATR aircraft's propeller and fuselage against a blue sky. Six white icons are arranged horizontally across the middle, each representing a different metric. Below each icon is a large number and a smaller text label. The metrics are: +200 operators (icon of three overlapping sheets), 100 countries (icon of a globe), 1,800 aircraft sold (icon of two hands shaking), 1,600 deliveries (icon of an airplane with stars), 36 M flights (icon of an airplane flying over a globe), and +1 B passengers (icon of an airplane seat).

Metric	Value
Operators	+200
Countries	100
Aircraft Sold	1,800
Deliveries	1,600
Flights	36 M
Passengers	+1 B

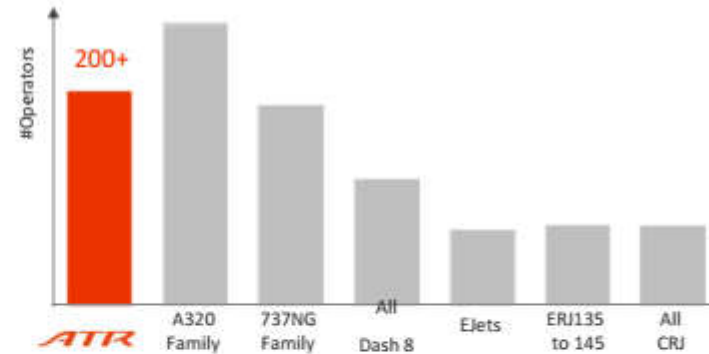
From the world's largest cities, to our planet's most remote regions, our purpose is to deliver air travel to people, communities and businesses in an innovative, sustainable and modern way.

ATR – Customer Base

A diverse customer base...

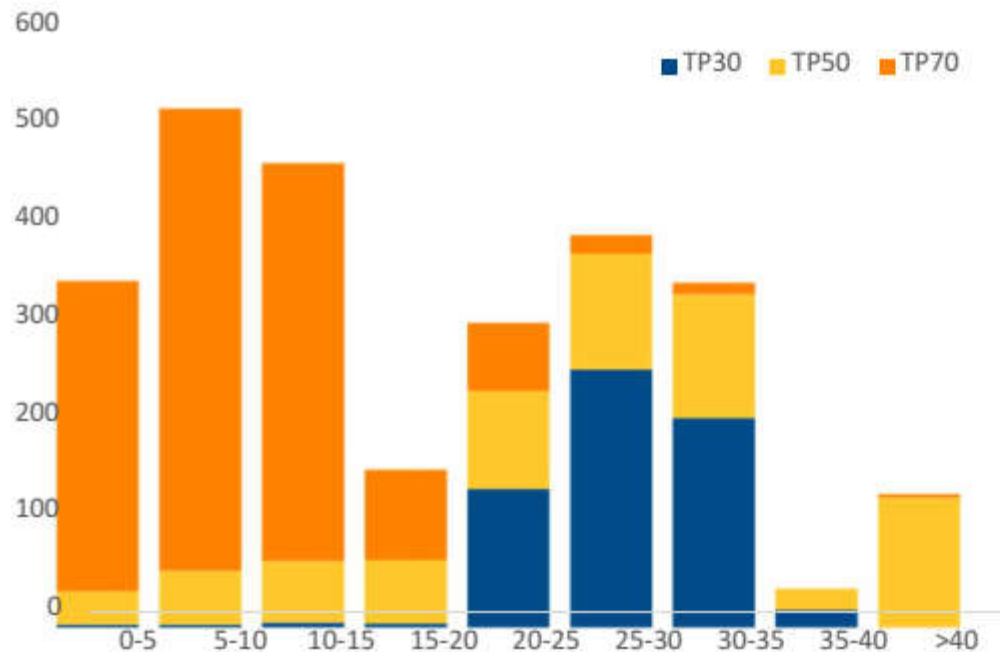
 **+200 OPERATORS**
100 COUNTRIES

Various operations: Regional Airlines, Network Carriers, LCC, Charters, Cargo, VIP, Special Mission



ATR – Replacement Opportunity

Aging fleet profile will increase replacement opportunities



Source: Cirium, 2nd Sep, Western types only, In service and stored fleet.
Notes: Retirement age for TP30s and TP50s at 25y, TP70s 20 years.

1200 aircraft

over retirement
age



ATR – 100% SAF certified by 2025



Lowering CO2 emissions meets upcoming ESG requirements



SINGAPORE, 19 DECEMBER 2019 - Avation PLC ... the first ever commercial aircraft financed with a Green Loan. The green loan was provided by Deutsche Bank.

Vigeo Eiris, one of the world's leading institutions for Environmental, Social and Governance ratings, has expressed an opinion that the project of replacing aging regional jets with new ATR 72-600 aircraft is aligned with the Loan Market Association's Green Loan Principles guidelines 2018. In their opinion Vigeo Eiris stated "We express a reasonable assurance (our highest level of assurance) on the Borrower's commitments and on the Loan's contribution to sustainability."

Avation first lessor commercial aircraft Green Loan

Firm Aircraft Orderbook

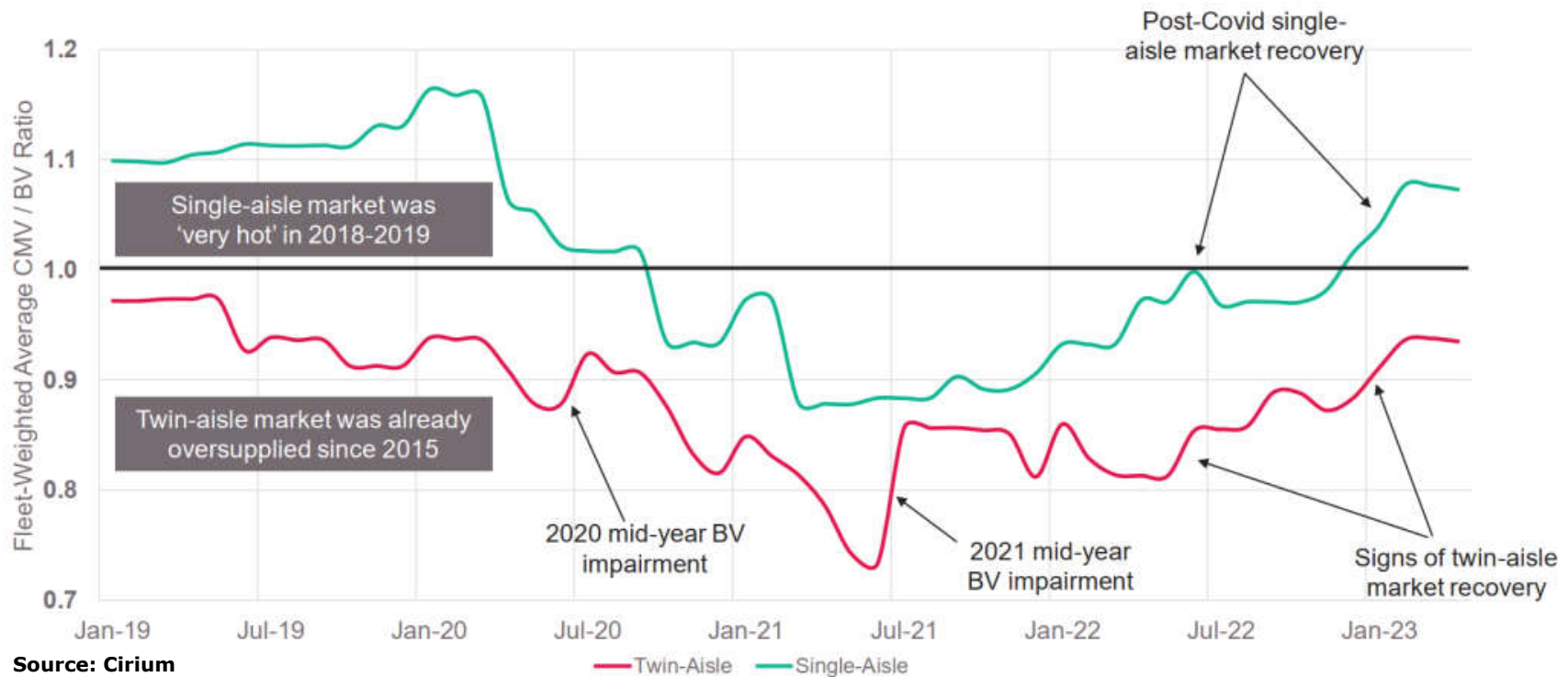
- Two ATR72-600 with 2024 delivery (PDP's paid)
- With low CO2 PW 127XT-M engines
- IBA Dec 2022 Market Value is \$21.34 million per aircraft

Purchase rights

- 28 ATR72-600 aircraft with PW 127XT-M engines
- Purchase rights run to June 2027

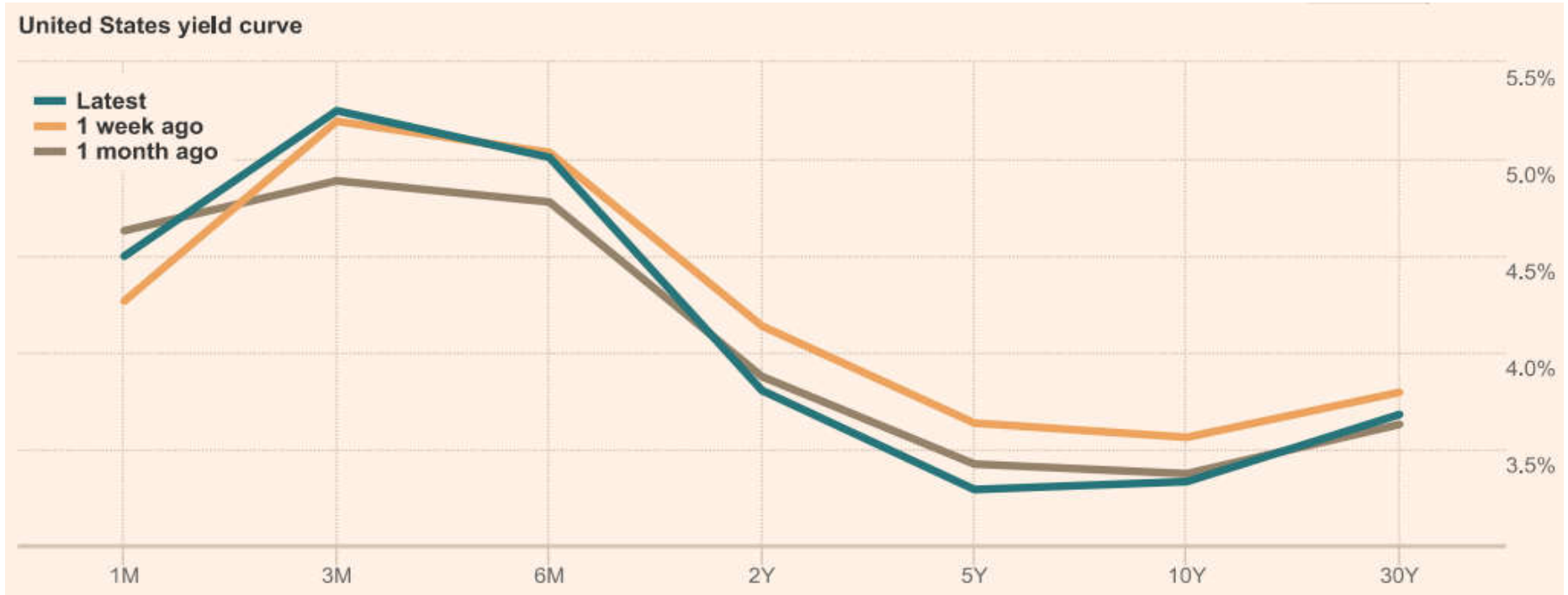
Aircraft Values Rising

Narrowbody base value recovered, widebody values improving



In times of inflation, aircraft values rise

Long Term Debt



**5-10 year base rates support longer lease terms
our leases are 100% hedged**

Debt Finance Comparisons

Lessor	Last bond		Recent bond
	Issue date	Tenor	Issue Yield %
Air Lease	Mar-23	5yr	6.10
Aviation Capital Group	Apr-23	5yr	6.44
TrueNord	Apr-23	5yr	8.15
Macquarie AirFinance	Apr-23	5yr	8.38
SMBC	May-23	5yr	5.49
Avolon	May-23	5yr	6.62

Sources: BBG, AirFinance Journal

Senior debt average 4.5%
all debt average cost 6.08% at 31 Mar 2023

- At 100% fleet utilisation
- ATR turboprops have lower rent arrears compared to narrowbodies.
- ATR turboprops at the forefront of reducing CO2 emissions
- Interest rates hedging is effective

Leverage core competencies

Organic growth with market recovery

Harness ATR innovation - low CO2 emissions

Inflation upward pressure on aircraft values

De-risk rising rates – 100% hedging

Questions & Answers

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