



## 2019 FIRST QUARTER RESULTS

**Avolon announce Q1 2019 profit of US\$176 million, up 16% year on year**

**Dublin | 30 April, 2019:** Avolon, the international aircraft leasing company, announces results for the first quarter of 2019 ('Q1').

### 2019 FIRST QUARTER | FINANCIAL HIGHLIGHTS

US\$ MILLION	Q1 2019	Q1 2018	CHANGE
Lease Revenue	616	640	(4%)
Gain on disposal of PPE / finance lease receivables	83	8	938%
Profit for the quarter	176	152	16%
Total Available Liquidity	5,348	5,212	3%
Total Assets	27,490	28,273	(3%)
Net Debt to Equity	2.1x	2.2x	

- Lease revenue for the quarter was US\$616 million;
- Generated US\$454 million of net cash from operating activities in the quarter;
- Delivered US\$176 million in profit for the quarter, an increase of 16% year on year;
- At 31 March 2019, Avolon had US\$16.5 billion future contracted rental cashflows; and
- At quarter end, Avolon had US\$5.3 billion of available liquidity in unrestricted cash, undrawn revolving credit facilities and undrawn secured and unsecured debt.

### 2019 First Quarter | Operating Highlights

- Owned and managed fleet of 553 aircraft, with total orders and commitments for 398 new technology aircraft;
- Executed a total of 8 lease transactions in the quarter comprising new aircraft leases, follow-on leases and lease extensions;
- Delivered a total of 12 new aircraft to 9 customers and transitioned 4 aircraft to follow-on lessees;
- Sold 20 aircraft during the quarter including the sale of 10 regional aircraft; and
- Total of 150 airline customers operating in 61 countries.



## 2019 First Quarter | Strategic Highlights

- Closing of a private offering of US\$1.1 billion, aggregate principal amount, of senior unsecured notes, upsized from an initial target size of US\$750 million;
- Closing of inaugural US\$500 million three-year unsecured term loan facility which was upsized by over 60% based on the original launch size of US\$300 million; and
- Upsized unsecured revolving credit facility by US\$125 million bringing the total facility size to over US\$2.3 billion;

## Post Quarter-End Updates

- Closing of a private offering by Avolon of US\$2.5 billion, aggregate principal amount, of senior unsecured notes, upsized from an initial target size of US\$1.8 billion due to significant investor demand; and
- Avolon's corporate credit and senior unsecured notes ratings were upgraded to investment grade by Fitch Ratings, Moody's Investors Service and S&P Global Ratings. Avolon now has a corporate rating of BBB-, Baa3, and BBB- respectively, all with stable outlook.

**Dómhnaí Slattery, Avolon CEO, commented:** *"The first quarter represents another strong quarter of performance for Avolon, highlighted by the delivery of US\$176 million profit for the quarter. The strong financial performance is underpinned by another active quarter for aircraft trading – a testament to the continued hard work, focus and commitment of the Avolon team."*

*Since quarter end, we have successfully achieved an investment grade ratings profile - a key corporate objective for 2019 and well ahead of our expected timeframe. Our enhanced credit rating profile will provide us with even greater financial flexibility and access to a deeper pool of capital."*

**ENDS**

### About Avolon

Headquartered in Ireland, with offices in the United States, Dubai, Singapore, Hong Kong and Shanghai, Avolon provides aircraft leasing and lease management services. Avolon is 70% owned by an indirect subsidiary of Bohai Leasing Co., Ltd., a public company listed on the Shenzhen Stock Exchange (SLE: 000415) and 30% owned by ORIX Aviation Systems, a subsidiary of ORIX Corporation which is listed on the Tokyo and New York Stock Exchanges (TSE: 8591; NYSE: IX). Avolon is the world's third largest aircraft leasing business with an owned, managed and committed fleet, as of 31 March 2019 of 951 aircraft.

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**Note Regarding Forward-Looking Statements**

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