

Purchase of Securitization Notes backed by a Portfolio of Aircraft Engines

MG Leasing Corporation (“MGL”) hereby announces its purchase of securitization notes, backed by a portfolio of aircraft engines initially held by Total Engine Asset Management Pte. Ltd. (“TEAM”), an aircraft engine leasing company headquartered in Singapore. The securitization structure includes US\$257 million of fixed rate notes offered in three tranches, out of which MGL has subscribed to a significant portion of the Series C notes (issued amount : US\$12 million), in addition to 47.43% of the equity notes.

TEAM is a 50-50 aircraft engine leasing joint venture between Marubeni Corporation and ST Engineering’s Aerospace arm. The transaction is comprised of a diversified portfolio of 30 aircraft engines leased to 13 airlines in 11 countries, and is the first aircraft engine securitization transaction originated by a lessor headquartered in the Asia Pacific region.

MGL considers the aviation business to be central in its future growth, and aspires to further develop its business through this opportunity.

【Outline of TEAM】

Founded : August 2011
Headquarters : Republic of Singapore
Representative : Hitoshi Nakamura, Director / Jeffrey Lam, Director
Shareholders : Marubeni group (50%), ST Engineering Aerospace Ltd. group (50%)
Business : Aircraft engine leasing

【For Inquiries】

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