



POWER FOR THE AFTERMARKET

INNOVATING CFM56 AND V2500 POWER

FTAI Aviation

Supplemental Information Third Quarter 2024

Leading in Maintenance, Repair and Exchange (MRE)

Q3 2024



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NON-GAAP FINANCIAL INFORMATION. This Presentation includes information based on financial measures that are not recognized under generally accepted accounting principles (GAAP), such as Adjusted EBITDA. You should use Non-GAAP information in addition to, and not as an alternative to, financial information prepared in accordance with GAAP. See Reconciliation and Glossary in the Appendix to this Presentation for reconciliations to the most comparable GAAP measures and an explanation of our Non-GAAP measures. Our Non-GAAP measures may not be identical or comparable to measures with the same name presented by other companies. Reconciliations of forward-looking Non-GAAP financial measures to their most directly comparable GAAP financial measures are not included in this Presentation because the most directly comparable GAAP financial measures are not available on a forward-looking basis without unreasonable effort.

Key Highlights Q3 2024

Business Updates:

- Closed acquisition on September 9, 2024, of Lockheed Martin Commercial Engine Services (LMCES) for **\$170 million**
 - Agreement signed May 30, 2024, was subject to customary regulatory approval
- Notice issued to Preferred Equity Series A shareholders for redemption of all outstanding shares on October 29, 2024
 - Redemption price equal to par value of \$25.00 per Series A Share

Financial Results Overview

Business Segment Highlights

1) Aviation Leasing:

- **\$136.4** million Q3 2024 Adj. EBITDA⁽¹⁾ comprised of:
 - \$122.2 million Leasing Adj. EBITDA
 - \$14.2 million Gains on Sales

2) Aerospace Products:

- Generated Revenue of **\$303.5** million
- **135%** Quarterly Adj. EBITDA growth versus Q3 2023⁽¹⁾

<i>\$s in millions</i>	Q3 2024
Net Income Attributable to Shareholders	\$78.1
Adj. EBITDA⁽¹⁾	
Aviation Leasing	\$136.4
Aerospace Products	\$101.8
Corporate & Other	\$(6.2)
FTAI Consolidated	\$232.0

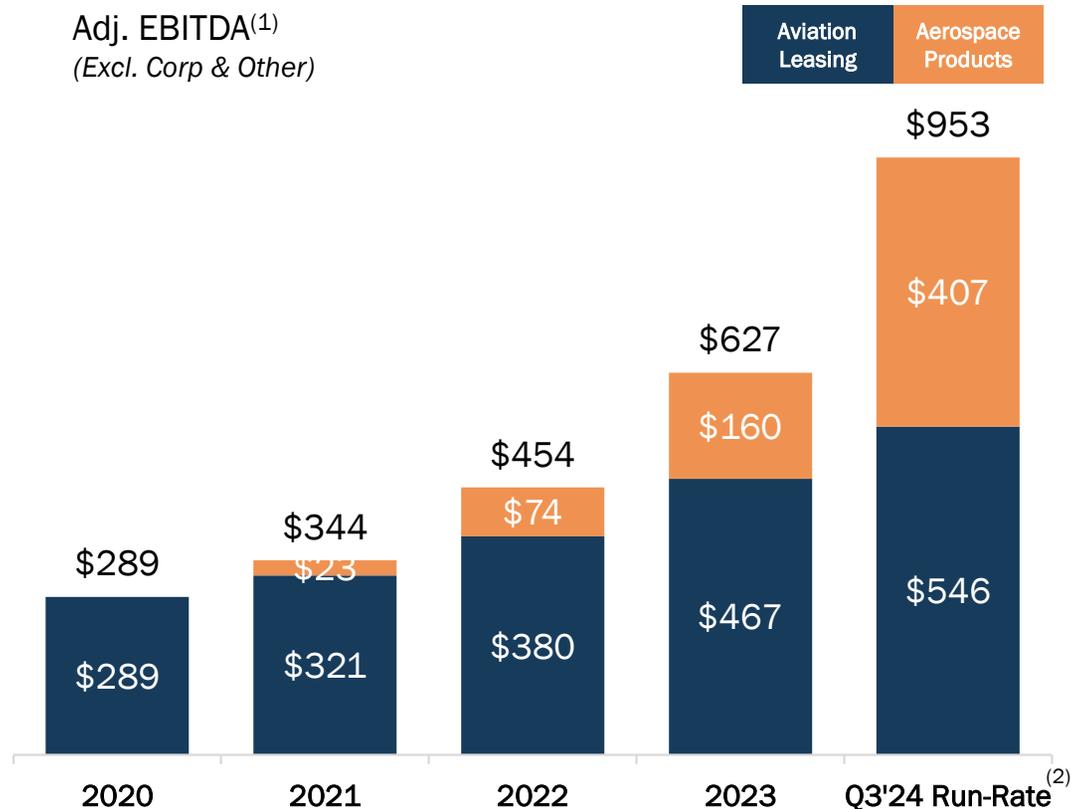
Capital Structure

- Net Debt / Run-Rate Adj. EBITDA multiple of **3.3x** in Q3 2024^(1,2)
- \$250 million of Corporate Revolver facility available as of September 30, 2024
- Q4 2024 Net Debt / Run-Rate Adj. EBITDA targeted to be within **3.0x – 3.5x** range⁽³⁾

Capital Structure Overview

(\$s in millions)

Q3 2024	
Total Debt	\$3,218 ⁽⁴⁾
Less: Cash	\$112
Net Debt	\$3,106
Run-Rate Adj. EBITDA^(1,2)	
Aviation Leasing	\$546 ⁽²⁾
Aerospace Products	\$407 ⁽²⁾
Corporate & Other	\$(25) ⁽²⁾
Total Adj. EBITDA	\$928⁽²⁾
Net Debt / Adj. EBITDA	3.3x



1) This is a Non-GAAP measure. See Reconciliation of Non-GAAP Measures section in Appendix for a reconciliation to the most comparable GAAP measure.

2) Adjusted EBITDA Run-Rate is defined as Q3'24 annualized.

3) Forward looking statement. See "Disclaimers" at the beginning of the Presentation.

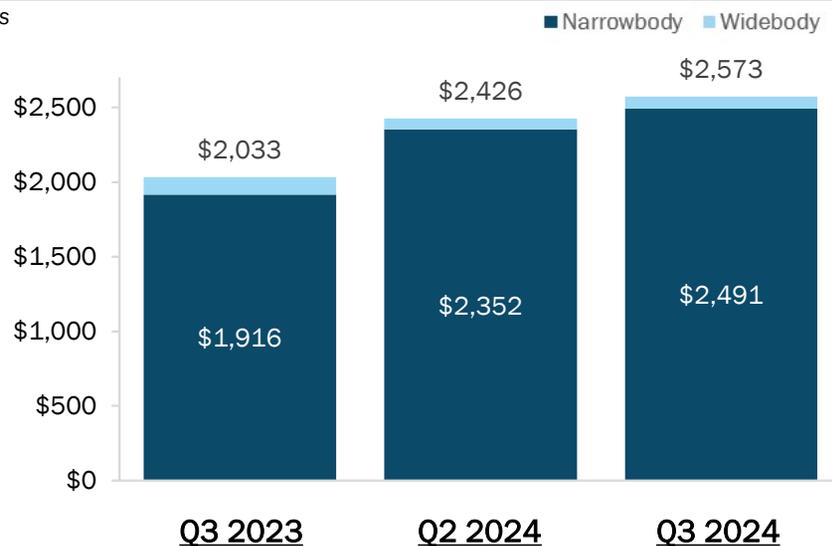
4) Total Debt is net of approximately \$62.2mm of net deferred financing costs and bond issuance premium & discount; gross debt outstanding was \$3,280.5mm at September 30, 2024.

Portfolio Concentration on CFM56 & V2500 Platforms

- 442 CFM56 Engines in portfolio including Standalone Engines, Engines On-Wing and Engines at the Module Factory
 - 109x Engines on Airbus A320 and 51x Engines on Boeing 737 (160 CFM56 Engines)
 - 274 modules at the Module Factory (~91 Aerospace CFM56 Engine Equivalents)⁽²⁾
- 145 V2500 Engines in portfolio comprising 74x on Airbus A320 and 71x Standalone Engines

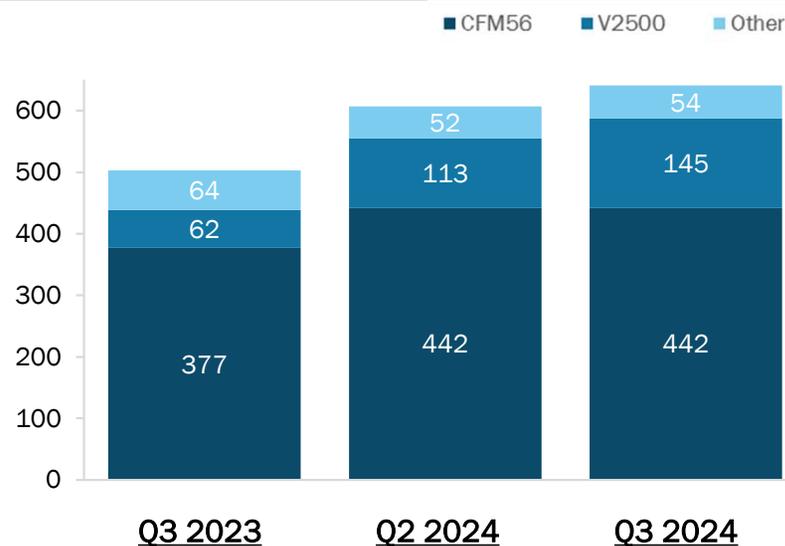
FTAI Aviation Portfolio

\$ in millions



Narrowbody	\$1,916	\$2,352	\$2,491
Widebody	\$117	\$74	\$82
Total BV⁽¹⁾	\$2,033	\$2,426	\$2,573

FTAI Engine Count



CFM56 ⁽²⁾	377	442	442
V2500	62	113	145
Other ⁽³⁾	64	52	54
Total Engines	503	607	641

Narrowbody assets comprise 97% of Aviation portfolio as of September 30, 2024

1) BV, or Book Value, is defined as Aviation Net Leasing Equipment plus Inventory and Financing Receivables from our consolidated Balance Sheet.
 2) CFM56 Engine is comprised of three module components. Numbers disclosed include Engine equivalents held as inventory in the Module Factory.
 3) Other primarily includes PW2000, PW4000, RB211 and CF6-80 Engines.

Consolidated Financial Results

1 Q3'24 Financial Results

- Net Income Attributable to Shareholders of \$78.1mm
- Adjusted EBITDA of \$232.0mm⁽¹⁾
- Adjusted EBITDA growth of 50.5% versus Q3 2023⁽¹⁾

2 Q3'24 Balance Sheet

- Total Assets of \$3.7b
- Total Debt of \$3.2b⁽²⁾
- Total Cash of \$112.0mm

Consolidated Key Financial Metrics

(\$s in millions)

Quarter Over Quarter Results	Q3'23	Q2'24	Q3'24
Aviation Leasing	\$116.9	\$125.0	\$136.4
Aerospace Products	\$43.3	\$91.2	\$101.8
Corporate & Other	\$(6.0)	\$(2.3)	\$(6.2)
Adjusted EBITDA⁽¹⁾	\$154.2	\$213.9	\$232.0
Depreciation & Amortization	\$(59.4)	\$(65.8)	\$(69.5)
Interest Expense	\$(40.2)	\$(55.2)	\$(57.9)
Other ⁽³⁾	\$(21.6)	\$(321.1) ⁽⁴⁾	\$(26.5)
Net Income (Loss) Attributable to Shareholders	\$33.0	\$(228.2)	\$78.1

Balance Sheet & Liquidity	Sep 30, 2024
Cash	\$112.0
Net Leasing Equipment	\$2,066.3
Other Assets	\$1,560.6
Total Assets	\$3,738.9
Total Debt ⁽²⁾	\$3,218.3
Total Equity	\$118.5
Total Debt + Total Equity	\$3,336.8

1) This is a Non-GAAP measure. See Reconciliation of Non-GAAP Measures section in Appendix for a reconciliation to the most comparable GAAP measure.

2) Total Debt is net of approximately \$62.2mm of net deferred financing costs and bond issuance premium & discount.

3) Other primarily includes dividends on preferred shares, incentive allocation expense, provision for income taxes and acquisition and transaction expenses.

4) Includes \$300.0mm relating to Internalization Fee to Affiliate and \$13.9mm relating to loss on extinguishment of debt.

Aviation Leasing

Highlights & Key Metrics

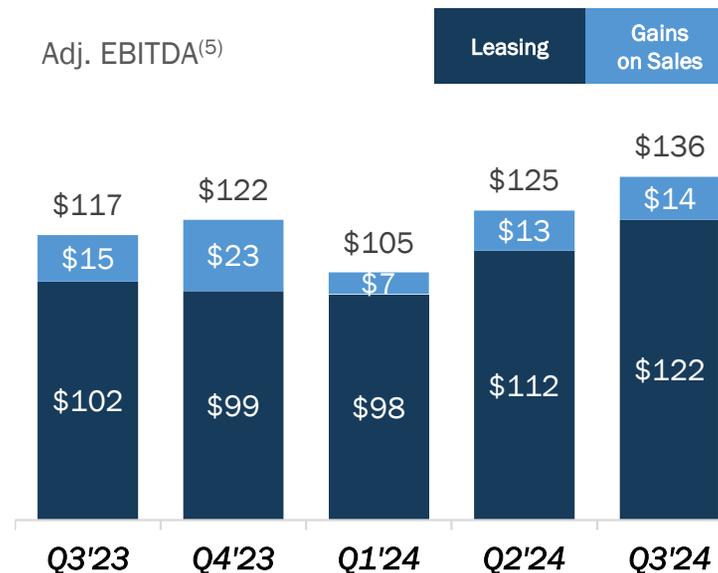
- Acquired 39 Engines & 3 Aircraft during Q3 '24
- \$35.0mm Asset Sales for 41% NBV gain of \$14.2mm
- W.A. Utilization of 79%
- Performed 11 Engine Exchanges for Aircraft Lessees in Q3 '24

As of September 30, 2024	Engines	Aircraft	Total
# Assets ⁽¹⁾	297	96	393
Net Leasing Equipment	\$959.5	\$1,058.1	\$2,017.6
Remaining Lease Term ⁽²⁾	21	45	(n/a)
W.A. Utilization ⁽³⁾	65%	91%	79%
Portfolio Composition	47.6%	52.4%	100.0%

Aviation Leasing Performance

(\$s in millions)

Statement of Operations	Q3'23	Q4'23	Q1'24	Q2'24	Q3'24
Total Revenue	\$161.4	\$153.8	\$135.3	\$184.4	\$152.3
Total Expenses	\$(103.9)	\$(89.2)	\$(89.9)	\$(122.4)	\$(85.8)
Other ⁽⁴⁾	\$(2.0)	\$41.1	\$(2.8)	\$(9.2)	\$(6.9)
Net Income Attributable to Shareholders	\$55.5	\$105.7	\$42.6	\$52.8	\$59.6
Adjusted EBITDA⁽⁵⁾	\$116.9	\$121.8	\$104.8	\$125.0	\$136.4



1) Asset count includes 17 Engines and 8 Aircraft in Russia that have been written-off.

2) Remaining Lease Term is based on the average remaining months for our Aircraft and Engine portfolios, weighted by the net asset value of the respective assets, which is gross asset value including lease intangibles, as applicable, net of accumulated depreciation, accumulated amortization and maintenance deposits, as applicable.

3) W.A. Utilization is based on the percent of days on-lease in the quarter weighted by the monthly average equity value of our aviation leasing equipment, excluding airframes.

4) Includes Total other income and Provision for income taxes.

5) This is a Non-GAAP measure. See Reconciliation of Non-GAAP Measures section in Appendix for a reconciliation to the most comparable GAAP measure.

Aerospace Products

Highlights & Key Metrics

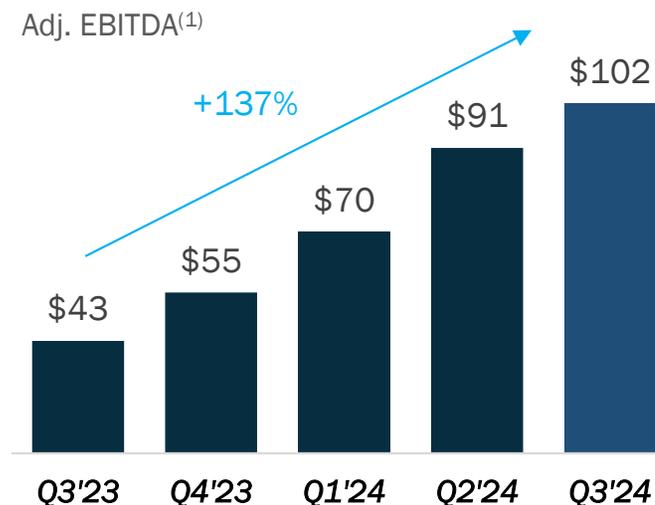
- Q3'24 Total Revenue growth of 155.7% versus Q3 2023
- Annual Shop Visit Capacity for 1,350 CFM56 Modules
- Consistently generating Adj. EBITDA margins of between 30% - 40%
- 09/30 Engine parts inventory of \$491.0mm to support backlog

Aerospace Products Margin (\$s in millions)	Q3'23	Q2'24	Q3'24
Total Revenue	\$118.7	\$245.2	\$303.5
Adj. EBITDA ⁽¹⁾	\$43.3	\$91.2	\$101.8
Adj. EBITDA Margin % ⁽²⁾	36%	37%	34%

Aerospace Products Performance

(\$s in millions)

Statement of Operations	Q3'23	Q4'23	Q1'24	Q2'24	Q3'24
Total Revenue	\$118.7	\$158.5	\$189.1	\$245.2	\$303.5
Total Expenses	\$(76.4)	\$(110.3)	\$(119.6)	\$(154.8)	\$(204.8)
Other ⁽³⁾	\$(1.0)	\$32.4	\$(3.1)	\$(5.5)	\$(4.9)
Net Income Attributable to Shareholders	\$41.3	\$80.6	\$66.4	\$84.9	\$93.8
Adjusted EBITDA ⁽¹⁾	\$43.3	\$54.6	\$70.3	\$91.2	\$101.8



1) This is a Non-GAAP measure. See Reconciliation of Non-GAAP Measures section in Appendix for a reconciliation to the most comparable GAAP measure.

2) Calculated as Adjusted EBITDA divided by total revenue.

3) Includes Total other income and Provision for income taxes.

Corporate & Other

Highlights & Key Metrics

Corporate & Other is primarily comprised of:

- Debt, unallocated corporate G&A expenses and management fees before internalization
- Offshore energy related vessels and equipment that support offshore oil & gas activities and production

Corporate Debt (\$s in millions)	Q2'24	Q3'24
Corporate Revolver	\$0.0	\$150.0
Corporate Bonds	\$3,130.9	\$3,130.5
Other ⁽¹⁾	\$(53.3)	\$(62.2)
Total Debt	\$3,077.6	\$3,218.3
Interest Expense	\$55.2	\$57.9

Corporate & Other Performance

(\$s in millions)

Statement of Operations	Q3'23	Q4'23	Q1'24	Q2'24	Q3'24
Total Revenue	\$11.0	\$0.5	\$2.3	\$14.0	\$10.1
Total Expenses	\$(66.3)	\$(69.0)	\$(72.0)	\$(384.2) ⁽²⁾	\$(83.9)
Other ⁽³⁾	\$(8.5)	\$(7.8)	\$(8.0)	\$4.3	\$(1.4)
Net Loss Attributable to Shareholders	\$(63.8)	\$(76.3)	\$(77.7)	\$(365.9)	\$(75.2)
Adjusted EBITDA⁽⁴⁾	\$(6.0)	\$(14.1)	\$(11.0)	\$(2.3)	\$(6.2)

Q3'24 Highlights

- M/V Pride completed 4-month Charter in Taiwan
- M/V Pioneer Vessel currently on five-year charter
- Issued redemption notice for all outstanding Series A Preferred Equity shares

1) Deferred financing costs and bond issuance premium & discount.

2) Includes \$300.0 million internalization fee to affiliate.

3) Includes Total other income, preferred dividends and Provision for income taxes.

4) This is a Non-GAAP measure. See Reconciliation of Non-GAAP Measures section in Appendix for a reconciliation to the most comparable GAAP measure.

Q3 2024 Coverage Ratios

- Net Income Attributable to Shareholders of \$78 million in Q3 2024
- Generated **\$218 million** in Adj. EBITDA⁽¹⁾ net of Aviation Leasing Gains on Asset Sales
- Stable earnings stream to support interest and preferred dividend coverage of **2.8x**
- Excess cashflows reinvested for asset acquisition growth and investment activity

FTAI Earnings

(\$s in millions)

Q3 2024

Adj. EBITDA excluding
Gains on Asset Sales⁽¹⁾ **\$217.8**

Less:

Maintenance Capex⁽²⁾ **\$(32.2)**

**Cashflow Available
for New Investments **\$185.6****

Coverage Ratios

(\$s in millions)

Q3 2024

Cashflow Available for New Investments **\$185.6**

Interest Expense **\$57.9**

Interest Coverage **3.2x**

Cashflow Available for New Investments **\$185.6**

Interest Expense + Preferred Dividend **\$66.3**

Interest and Pref. Dividend Coverage **2.8x**

1) This is a Non-GAAP measure. See Reconciliation of Non-GAAP Measures section in Appendix for a reconciliation to the most comparable GAAP measure. Comprised of \$232.0 million Q3 2024 Adjusted EBITDA less Aviation Leasing Gains on Sales of \$14.2 million.

2) Total leasing equipment capex of \$180.9 million comprising \$148.7 million acquisition capex and \$32.2 million maintenance capex.

Appendix:

- **Statement of Operations by Segment**
- **Comparative Statements of Operations**
- **Condensed Balance Sheets**
- **Reconciliation of Non-GAAP Measures**
- **Glossary**

Statement of Operations by Segment

Statement of Operations by Segment (unaudited)

For the Three Months Ended September 30, 2024

(\$ in thousands)

	Aviation Leasing	Aerospace Products	Corporate and Other	Total
Revenues	\$ 152,266	\$ 303,469	\$ 10,059	\$ 465,794
Expenses				
Cost of sales	20,684	198,812	—	219,496
Operating expenses	9,995	2,617	14,246	26,858
General and administrative	—	—	4,045	4,045
Acquisition and transaction expenses	2,620	2,100	4,621	9,341
Depreciation and amortization	52,455	1,306	3,014	56,775
Interest expense	—	—	57,937	57,937
Total expenses	\$ 85,754	\$ 204,835	\$ 83,863	\$ 374,452
Other income (expense)				
Equity in losses of unconsolidated entities	—	(438)	—	(438)
Other income	1,982	—	927	2,909
Total other income (expense)	\$ 1,982	\$ (438)	\$ 927	\$ 2,471
Income (loss) before income taxes	68,494	98,196	(72,877)	93,813
Provision for (benefit from) income taxes	8,898	4,408	(5,975)	7,331
Net income (loss)	\$ 59,596	\$ 93,788	\$ (66,902)	\$ 86,482
Less: Dividends on preferred shares	—	—	8,335	8,335
Net income (loss) attributable to shareholders	\$ 59,596	\$ 93,788	\$ (75,237)	\$ 78,147
Adjusted EBITDA⁽¹⁾	\$ 136,423	\$ 101,814	\$ (6,207)	\$ 232,030

1. This is a Non-GAAP measure. See Reconciliation of Non-GAAP Measures section in Appendix for a reconciliation to the most comparable GAAP measure.

Statement of Operations by Segment (unaudited)

For the Three Months Ended September 30, 2023

(\$ in thousands)

	Aviation Leasing	Aerospace Products	Corporate and Other	Total
Revenues	\$ 161,388	\$ 118,675	\$ 11,033	\$ 291,096
Expenses				
Cost of sales	46,511	70,196	—	116,707
Operating expenses	13,944	5,947	13,996	33,887
General and administrative	—	—	3,015	3,015
Acquisition and transaction expenses	2,329	110	1,822	4,261
Management fees and incentive allocation to affiliate	—	—	4,577	4,577
Depreciation and amortization	41,141	115	2,703	43,959
Interest expense	—	—	40,185	40,185
Total expenses	\$ 103,925	\$ 76,368	\$ 66,298	\$ 246,591
Other income				
Equity in (losses) earnings of unconsolidated entities	(108)	154	—	46
Other income	444	—	17	461
Total other income	\$ 336	\$ 154	\$ 17	\$ 507
Income (loss) before income taxes	57,799	42,461	(55,248)	45,012
Provision for income taxes	2,332	1,131	242	3,705
Net income (loss)	\$ 55,467	\$ 41,330	\$ (55,490)	\$ 41,307
Less: Dividends on preferred shares	—	—	8,334	8,334
Net income (loss) attributable to shareholders	\$ 55,467	\$ 41,330	\$ (63,824)	\$ 32,973
Adjusted EBITDA⁽¹⁾	\$ 116,858	\$ 43,289	\$ (5,929)	\$ 154,218

Statement of Operations by Segment (unaudited)

For the Nine Months Ended September 30, 2024

(\$ in thousands)

	Aviation Leasing	Aerospace Products	Corporate and Other	Total
Revenues	\$ 472,013	\$ 737,726	\$ 26,343	\$ 1,236,082
Expenses				
Cost of sales	111,542	456,615	—	568,157
Operating expenses	26,984	16,510	37,780	81,274
General and administrative	—	—	10,697	10,697
Acquisition and transaction expenses	7,350	2,871	13,318	23,539
Management fees and incentive allocation to affiliate	—	—	8,449	8,449
Internalization fee to affiliate	—	—	300,000	300,000
Depreciation and amortization	151,211	3,177	8,998	163,386
Asset impairment	962	—	—	962
Interest expense	—	—	160,840	160,840
Total expenses	\$ 298,049	\$ 479,173	\$ 540,082	\$ 1,317,304
Other income (expense)				
Equity in losses of unconsolidated entities	(207)	(1,592)	—	(1,799)
Loss on extinguishment of debt	—	—	(13,920)	(13,920)
Other income	1,440	—	1,605	3,045
Total other income (expense)	\$ 1,233	\$ (1,592)	\$ (12,315)	\$ (12,674)
Income (loss) before income taxes	175,197	256,961	(526,054)	(93,896)
Provision for (benefit from) income taxes	20,224	11,865	(32,219)	(130)
Net income (loss)	\$ 154,973	\$ 245,096	\$ (493,835)	\$ (93,766)
Less: Dividends on preferred shares	—	—	25,005	25,005
Net income (loss) attributable to shareholders	\$ 154,973	\$ 245,096	\$ (518,840)	\$ (118,771)
Adjusted EBITDA⁽¹⁾	\$ 366,211	\$ 263,331	\$ (19,507)	\$ 610,035

1. This is a Non-GAAP measure. See Reconciliation of Non-GAAP Measures section in Appendix for a reconciliation to the most comparable GAAP measure.

Statement of Operations by Segment (unaudited)

For the Nine Months Ended September 30, 2023

(\$ in thousands)

	Aviation Leasing	Aerospace Products	Corporate and Other	Total
Revenues	\$ 527,809	\$ 296,513	\$ 33,837	\$ 858,159
Expenses				
Cost of sales	188,343	178,566	—	366,909
Operating expenses	28,610	12,838	39,770	81,218
General and administrative	—	—	10,270	10,270
Acquisition and transaction expenses	4,960	1,137	4,098	10,195
Management fees and incentive allocation to affiliate	—	—	13,137	13,137
Depreciation and amortization	114,994	298	8,107	123,399
Asset impairment	1,220	—	—	1,220
Interest expense	—	—	117,976	117,976
Total expenses	\$ 338,127	\$ 192,839	\$ 193,358	\$ 724,324
Other income (expense)				
Equity in losses of unconsolidated entities	(242)	(1,427)	—	(1,669)
Other income	860	—	17	877
Total other income (expense)	\$ 618	\$ (1,427)	\$ 17	\$ (792)
Income (loss) before income taxes	190,300	102,247	(159,504)	133,043
Provision for income taxes	4,414	2,631	541	7,586
Net income (loss)	\$ 185,886	\$ 99,616	\$ (160,045)	\$ 125,457
Less: Dividends on preferred shares	—	—	23,460	23,460
Net income (loss) attributable to shareholders	\$ 185,886	\$ 99,616	\$ (183,505)	\$ 101,997
Adjusted EBITDA⁽¹⁾	\$ 345,580	\$ 105,413	\$ (16,042)	\$ 434,951

Comparative Statements of Operations

Consolidated - Comparative Statements of Operations (unaudited)

(\$s in thousands)	Three Months Ended				9/30/2024
	9/30/2023	12/31/2023	3/31/2024	6/30/2024	
Revenues					
Lease Income	\$ 45,622	\$ 46,795	\$ 53,161	\$ 70,754	\$ 65,450
Maintenance revenue	63,925	50,216	45,790	51,187	59,917
Asset sales revenue	61,400	56,214	38,607	72,433	34,953
Aerospace products revenue	118,675	158,457	189,057	245,200	303,469
Other revenue	1,474	1,055	79	4,020	2,005
Total revenues	\$ 291,096	\$ 312,737	\$ 326,694	\$ 443,594	\$ 465,794
Expenses					
Cost of sales	116,707	135,223	142,804	205,857	219,496
Operating expenses	33,887	28,945	25,317	29,099	26,858
General and administrative	3,015	3,430	3,683	2,969	4,045
Acquisition and transaction expenses	4,261	4,999	6,179	8,019	9,341
Management fees and incentive allocation to affiliate	4,577	4,900	4,895	3,554	—
Internalization fee to affiliate	—	—	—	300,000	—
Depreciation and amortization	43,959	46,478	49,920	56,691	56,775
Asset impairment	—	901	962	—	—
Interest expense	40,185	43,663	47,707	55,196	57,937
Total expenses	\$ 246,591	\$ 268,539	\$ 281,467	\$ 661,385	\$ 374,452
Other income (expense)					
Equity in earnings (losses) of unconsolidated entities	46	63	(667)	(694)	(438)
Loss on extinguishment of debt	—	—	—	(13,920)	—
Other income (expense)	461	6,713	634	(498)	2,909
Total other income (expense)	\$ 507	\$ 6,776	\$ (33)	\$ (15,112)	\$ 2,471
Net income (loss) before income taxes	45,012	50,974	45,194	(232,903)	93,813
Provision for (benefit from) income taxes	3,705	(67,386)	5,572	(13,033)	7,331
Net income (loss)	41,307	118,360	39,622	(219,870)	86,482
Less: Dividends on preferred shares	8,334	8,335	8,335	8,335	8,335
Net income (loss) attributable to shareholders	\$ 32,973	\$ 110,025	\$ 31,287	\$ (228,205)	\$ 78,147
Adjusted EBITDA⁽¹⁾	\$ 154,218	\$ 162,331	\$ 164,101	\$ 213,904	\$ 232,030

1. This is a Non-GAAP measure. See Reconciliation of Non-GAAP Measures section in Appendix for a reconciliation to the most comparable GAAP measure.

Aviation Leasing - Comparative Statements of Operations (unaudited)

(\$s in thousands)	Three Months Ended				
	9/30/2023	12/31/2023	3/31/2024	6/30/2024	9/30/2024
Revenues					
Lease income	\$ 35,981	\$ 46,726	\$ 50,846	\$ 60,759	\$ 57,322
Maintenance revenue	63,925	50,216	45,790	51,187	59,917
Asset sales revenue	61,400	56,214	38,607	72,433	34,953
Other revenue	82	646	67	58	74
Total revenues	\$ 161,388	\$ 153,802	\$ 135,310	\$ 184,437	\$ 152,266
Expenses					
Cost of sales	46,511	33,509	31,889	58,969	20,684
Operating expenses	13,944	9,266	8,207	8,782	9,995
Acquisition and transaction expenses	2,329	2,190	2,761	1,969	2,620
Depreciation and amortization	41,141	43,360	46,084	52,672	52,455
Asset impairment	—	901	962	—	—
Total expenses	\$ 103,925	\$ 89,226	\$ 89,903	\$ 122,392	\$ 85,754
Other income (expense)					
Equity in (losses) earnings of unconsolidated entities	(108)	94	(146)	(61)	—
Other income (expense)	444	440	369	(911)	1,982
Total other income (expense)	\$ 336	\$ 534	\$ 223	\$ (972)	\$ 1,982
Net income before income taxes	57,799	65,110	45,630	61,073	68,494
Provision for (benefit from) income taxes	2,332	(40,607)	3,033	8,293	8,898
Net income attributable to shareholders	\$ 55,467	\$ 105,717	\$ 42,597	\$ 52,780	\$ 59,596
Adjusted EBITDA⁽¹⁾	\$ 116,858	\$ 121,808	\$ 104,807	\$ 124,981	\$ 136,423

1. This is a Non-GAAP measure. See Reconciliation of Non-GAAP Measures section in Appendix for a reconciliation to the most comparable GAAP measure.

Aerospace Products - Comparative Statements of Operations (unaudited)

(\$s in thousands)	Three Months Ended				
	9/30/2023	12/31/2023	3/31/2024	6/30/2024	9/30/2024
Revenues					
Aerospace products revenue	\$ 118,675	\$ 158,457	\$ 189,057	\$ 245,200	303,469
Total revenues	\$ 118,675	\$ 158,457	\$ 189,057	\$ 245,200	\$ 303,469
Expenses					
Cost of sales	70,196	101,714	110,915	146,888	198,812
Operating expenses	5,947	7,621	7,470	6,423	2,617
Acquisition and transaction expenses	110	585	246	525	2,100
Depreciation and amortization	115	363	933	938	1,306
Total expenses	\$ 76,368	\$ 110,283	\$ 119,564	\$ 154,774	\$ 204,835
Other income (expense)					
Equity in earnings (losses) of unconsolidated entities	154	(31)	(521)	(633)	(438)
Other income	—	5,347	—	—	—
Total other income (expense)	\$ 154	\$ 5,316	\$ (521)	\$ (633)	\$ (438)
Net income before income taxes	42,461	53,490	68,972	89,793	98,196
Provision for (benefit from) income taxes	1,131	(27,071)	2,539	4,918	4,408
Net income attributable to shareholders	\$ 41,330	\$ 80,561	\$ 66,433	\$ 84,875	\$ 93,788
Adjusted EBITDA⁽¹⁾	\$ 43,289	\$ 54,596	\$ 70,277	\$ 91,240	\$ 101,814

1. This is a Non-GAAP measure. See Reconciliation of Non-GAAP Measures section in Appendix for a reconciliation to the most comparable GAAP measure.

Corporate and Other - Comparative Statements of Operations (unaudited)

(\$s in thousands)	Three Months Ended				
	9/30/2023	12/31/2023	3/31/2024	6/30/2024	9/30/2024
Revenues					
Lease income	\$ 9,641	\$ 69	\$ 2,315	\$ 9,995	\$ 8,128
Other revenue	1,392	409	12	3,962	1,931
Total revenues	\$ 11,033	\$ 478	\$ 2,327	\$ 13,957	\$ 10,059
Expenses					
Operating expenses	13,996	12,058	9,640	13,894	14,246
General and administrative	3,015	3,430	3,683	2,969	4,045
Acquisition and transaction expenses	1,822	2,224	3,172	5,525	4,621
Management fees and incentive allocation to affiliate	4,577	4,900	4,895	3,554	—
Internalization fee to affiliate	—	—	—	300,000	—
Depreciation and amortization	2,703	2,755	2,903	3,081	3,014
Interest expense	40,185	43,663	47,707	55,196	57,937
Total expenses	\$ 66,298	\$ 69,030	\$ 72,000	\$ 384,219	\$ 83,863
Other income (expense)					
Loss on extinguishment of debt	—	—	—	(13,920)	—
Other income	17	926	265	413	927
Total other income (expense)	\$ 17	\$ 926	\$ 265	\$ (13,507)	\$ 927
Net loss before income taxes	(55,248)	(67,626)	(69,408)	(383,769)	(72,877)
Provision for (benefit from) income taxes	242	292	—	(26,244)	(5,975)
Net loss	\$ (55,490)	\$ (67,918)	\$ (69,408)	\$ (357,525)	\$ (66,902)
Less: Dividends on preferred shares	8,334	8,335	8,335	8,335	8,335
Net loss attributable to shareholders	\$ (63,824)	\$ (76,253)	\$ (77,743)	\$ (365,860)	\$ (75,237)
Adjusted EBITDA⁽¹⁾	\$ (5,929)	\$ (14,073)	\$ (10,983)	\$ (2,317)	\$ (6,207)

1. This is a Non-GAAP measure. See Reconciliation of Non-GAAP Measures section in Appendix for a reconciliation to the most comparable GAAP measure.

Condensed Balance Sheets

Condensed Balance Sheets

(\$s in thousands)

Gross property, plant and equipment (PP&E)

Accumulated depreciation on PP&E

Net PP&E

Gross leasing equipment

Accumulated depreciation on leasing equipment

Net leasing equipment

Intangible assets, net

Assets held for sale

Goodwill

All other assets

Total assets

Debt, net

All other liabilities

Total liabilities

Shareholders' equity

Non-controlling interest in equity of consolidated subsidiaries

Total equity

Total liabilities and equity

	(unaudited)	
	September 30, 2024	December 31, 2023
	\$ 108,579	\$ 47,089
	(4,974)	(1,914)
	\$ 103,605	\$ 45,175
	2,621,016	2,574,394
	(554,679)	(541,981)
	\$ 2,066,337	\$ 2,032,413
	38,001	50,590
	119,012	—
	31,533	4,630
	1,380,422	831,877
	\$ 3,738,910	\$ 2,964,685
	3,218,343	2,517,343
	402,035	271,459
	\$ 3,620,378	\$ 2,788,802
	118,532	175,349
	—	534
	\$ 118,532	\$ 175,883
	\$ 3,738,910	\$ 2,964,685

Reconciliation of Non-GAAP Measures

Adjusted EBITDA Reconciliation by Segment (unaudited)

For the Three Months Ended September 30, 2024

(\$s in thousands)

	Aviation Leasing	Aerospace Products	Corporate and Other	Total
Net income (loss) attributable to shareholders	\$ 59,596	\$ 93,788	\$ (75,237)	\$ 78,147
Add: Provision for (benefit from) income taxes	8,898	4,408	(5,975)	7,331
Add: Equity-based compensation expense	176	156	1,098	1,430
Add: Acquisition and transaction expenses	2,620	2,100	4,621	9,341
Add: Losses on the modification or extinguishment of debt and capital lease obligations	—	—	—	—
Add: Changes in fair value of non-hedge derivative instruments	—	—	—	—
Add: Asset impairment charges	—	—	—	—
Add: Incentive allocations	—	—	—	—
Add: Depreciation & amortization expense ⁽¹⁾	65,133	1,306	3,014	69,453
Add: Interest expense and dividends on preferred shares	—	—	66,272	66,272
Add: Internalization fee to affiliate	—	—	—	—
Add: Pro-rata share of Adjusted EBITDA from unconsolidated entities ⁽²⁾	—	(382)	—	(382)
Less: Equity in losses of unconsolidated entities	—	438	—	438
Less: Non-controlling share of Adjusted EBITDA	—	—	—	—
Adjusted EBITDA	\$ 136,423	\$ 101,814	\$ (6,207)	\$ 232,030

For the Three Months Ended September 30, 2023

(\$s in thousands)

	Aviation Leasing	Aerospace Products	Corporate and Other	Total
Net income (loss) attributable to shareholders	\$ 55,467	\$ 41,330	\$ (63,824)	\$ 32,973
Add: Provision for income taxes	2,332	1,131	242	3,705
Add: Equity-based compensation expense	105	70	335	510
Add: Acquisition and transaction expenses	2,329	110	1,822	4,261
Add: Gain on the modification or extinguishment of debt and capital lease obligations	—	—	—	—
Add: Changes in fair value of non-hedge derivative instruments	—	—	—	—
Add: Asset impairment charges	—	—	—	—
Add: Incentive allocations	—	—	4,274	4,274
Add: Depreciation & amortization expense ⁽¹⁾	56,562	115	2,703	59,380
Add: Interest expense and dividends on preferred shares	—	—	48,519	48,519
Add: Internalization fee to affiliate	—	—	—	—
Add: Pro-rata share of Adjusted EBITDA from unconsolidated entities ⁽²⁾	(45)	687	—	642
Less: Equity in losses of unconsolidated entities	108	(154)	—	(46)
Less: Non-controlling share of Adjusted EBITDA	—	—	—	—
Adjusted EBITDA	\$ 116,858	\$ 43,289	\$ (5,929)	\$ 154,218

Adjusted EBITDA Reconciliation by Segment (unaudited)

For the Nine Months Ended September 30, 2024

(\$s in thousands)

	Aviation Leasing	Aerospace Products	Corporate and Other	Total
Net income (loss) attributable to shareholders	\$ 154,973	\$ 245,096	\$ (518,840)	\$ (118,771)
Add: Provision for (benefit from) income taxes	20,224	11,865	(32,219)	(130)
Add: Equity-based compensation expense	409	154	2,015	2,578
Add: Acquisition and transaction expenses	7,350	2,871	13,318	23,539
Add: Losses on the modification or extinguishment of debt and capital lease obligations	—	—	13,920	13,920
Add: Changes in fair value of non-hedge derivative instruments	—	—	—	—
Add: Asset impairment charges	962	—	—	962
Add: Incentive allocations	—	—	7,456	7,456
Add: Depreciation & amortization expense ⁽¹⁾	182,209	3,177	8,998	194,384
Add: Interest expense and dividends on preferred shares	—	—	185,845	185,845
Add: Internalization fee to affiliate	—	—	300,000	300,000
Add: Pro-rata share of Adjusted EBITDA from unconsolidated entities ⁽²⁾	(123)	(1,424)	—	(1,547)
Less: Equity in losses of unconsolidated entities	207	1,592	—	1,799
Less: Non-controlling share of Adjusted EBITDA	—	—	—	—
Adjusted EBITDA	\$ 366,211	\$ 263,331	\$ (19,507)	\$ 610,035

For the Nine Months Ended September 30, 2023

(\$s in thousands)

	Aviation Leasing	Aerospace Products	Corporate and Other	Total
Net income (loss) attributable to shareholders	\$ 185,886	\$ 99,616	\$ (183,505)	\$ 101,997
Add: Provision for income taxes	4,414	2,631	541	7,586
Add: Equity-based compensation expense	232	155	741	1,128
Add: Acquisition and transaction expenses	4,960	1,137	4,098	10,195
Add: Gain on the modification or extinguishment of debt and capital lease obligations	—	—	—	—
Add: Changes in fair value of non-hedge derivative instruments	—	—	—	—
Add: Asset impairment charges	1,220	—	—	1,220
Add: Incentive allocations	—	—	12,540	12,540
Add: Depreciation & amortization expense ⁽¹⁾	148,679	298	8,107	157,084
Add: Interest expense and dividends on preferred shares	—	—	141,436	141,436
Add: Internalization fee to affiliate	—	—	—	—
Add: Pro-rata share of Adjusted EBITDA from unconsolidated entities ⁽²⁾	(53)	149	—	96
Less: Equity in losses of unconsolidated entities	242	1,427	—	1,669
Less: Non-controlling share of Adjusted EBITDA	—	—	—	—
Adjusted EBITDA	\$ 345,580	\$ 105,413	\$ (16,042)	\$ 434,951

Notes to Non-GAAP Reconciliations - Adjusted EBITDA

(\$s in thousands)

⁽¹⁾ Total

Includes the following items for the three months ended September 30, 2024 and 2023: (i) depreciation and amortization expense of \$56,775 and \$43,959, (ii) lease intangible amortization of \$3,720 and \$3,726 and (iii) amortization for lease incentives of \$8,958 and \$11,695, respectively.

Includes the following items for the nine months ended September 30, 2024 and 2023: (i) depreciation and amortization expense of \$163,386 and \$123,399, (ii) lease intangible amortization of \$11,482 and \$11,325 and (iii) amortization for lease incentives of \$19,516 and \$22,360, respectively.

Aviation Leasing

Includes the following items for the three months ended September 30, 2024 and 2023: (i) depreciation and amortization expense of \$52,455 and \$41,141, (ii) lease intangible amortization of \$3,720 and \$3,726 and (iii) amortization for lease incentives of \$8,958 and \$11,695, respectively.

Includes the following items for the nine months ended September 30, 2024 and 2023: (i) depreciation and amortization expense of \$151,211 and \$114,994, (ii) lease intangible amortization of \$11,482 and \$11,325 and (iii) amortization for lease incentives of \$19,516 and 22,360, respectively.

⁽²⁾ Total

Includes the following items for the three months ended September 30, 2024 and 2023: (i) net (loss) income of \$(438) and \$46, (ii) depreciation and amortization expense of \$56 and \$367 and (iii) acquisition and transaction expense of \$— and \$229, respectively.

Includes the following items for the nine months ended September 30, 2024 and 2023: (i) net loss of \$1,799 and \$1,669, (ii) depreciation and amortization expense of \$252 and \$1,202 and (iii) acquisition and transaction expense of \$— and \$563, respectively.

Aviation Leasing

Includes the following items for the three months ended September 30, 2024 and 2023: (i) net loss of \$— and \$108 and (ii) depreciation and amortization of \$— and \$63, respectively.

Includes the following items for the nine months ended September 30, 2024 and 2023: (i) net loss of \$207 and \$242 and (ii) depreciation and amortization of \$84 and \$189, respectively.

Aerospace Products

Includes the following items for the three months ended September 30, 2024 and 2023: (i) net (loss) income of \$(438) and \$154, (ii) depreciation and amortization expense of \$56 and \$304 and (iii) acquisition and transaction expense of \$— and \$229, respectively.

Includes the following items for the nine months ended September 30, 2024 and 2023: (i) net loss of \$1,592 and \$1,427, (ii) depreciation and amortization expense of \$168 and \$1,013 and (iii) acquisition and transaction expense of \$— and \$563, respectively.

Glossary

Adjusted EBITDA

The Chief Operating Decision Maker (“CODM”) utilizes Adjusted EBITDA as the key performance measure. Adjusted EBITDA is not a financial measure in accordance with U.S. generally accepted accounting principles (“U.S. GAAP”). This performance measure provides the CODM with the information necessary to assess operational performance and make resource and allocation decisions. We believe Adjusted EBITDA is a useful metric for investors and analysts for similar purposes of assessing our operational performance.

Adjusted EBITDA is defined as net income (loss) attributable to shareholders from continuing operations, adjusted (a) to exclude the impact of provision for (benefit from) income taxes, equity-based compensation expense, acquisition and transaction expenses, losses on the modification or extinguishment of debt and capital lease obligations, changes in fair value of non-hedge derivative instruments, asset impairment charges, incentive allocations, depreciation and amortization expense, dividends on preferred shares and interest expense, internalization fee to affiliate, (b) to include the impact of our pro-rata share of Adjusted EBITDA from unconsolidated entities and (c) to exclude the impact of equity in earnings (losses) of unconsolidated entities and the non-controlling share of Adjusted EBITDA.