



Fortress Transportation and Infrastructure Investors LLC

Supplemental Information Second Quarter 2017



FORTRESS
TRANSPORTATION
& INFRASTRUCTURE

Disclaimers

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FORWARD-LOOKING STATEMENTS. Certain statements in this Presentation may constitute “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995, of Fortress Transportation and Infrastructure Investors LLC (referred to in this Presentation as “FTAI,” the “Company,” or “we”), including without limitation, ability to achieve key investment objectives, expansion and growth opportunities, pipeline activity and investment of existing cash, ability to successfully close deals for which we have LOIs, actual results as compared to annualized data, expectations regarding additional FAD and/or EBITDA from investments, growth of Jefferson Terminal and CMQR, future development, use and permitting of Hannibal and Repauno, whether equipment will be able to be leased including vessels within our Offshore Energy segment, management’s expectations regarding the container leasing market, completion of new infrastructure at Jefferson Terminal, bank borrowings and future debt and leverage capacity, financing activities and other such matters. These statements are based on management’s current expectations and beliefs and are subject to a number of trends and uncertainties that could cause actual results to differ materially from those described in the forward-looking statements, many of which are beyond our control. FTAI can give no assurance that its expectations will be attained. Accordingly, you should not place undue reliance on any forward-looking statements made in this Presentation. For a discussion of some of the risks and important factors that could affect such forward-looking statements, see the sections entitled “Risk Factors” and “Management’s Discussion and Analysis of Financial Condition and Results of Operations” in the Company’s most recently filed annual reports on Form 10-K and quarterly reports on Forms 10-Q (when available), which are included on the Company’s website (www.ftandi.com). In addition, new risks and uncertainties emerge from time to time, and it is not possible for the Company to predict or assess the impact of every factor that may cause its actual results to differ from those contained in any forward-looking statements. Such forward-looking statements speak only as of the date of this Presentation. The Company expressly disclaims any obligation to release publicly any updates or revisions to any forward-looking statements contained herein to reflect any change in the Company’s expectations with regard thereto or change in events, conditions or circumstances on which any statement is based.

PAST PERFORMANCE. Past performance is not a reliable indicator of future results. Annualized data is presented for illustrative purposes only and should not be considered indicative of future performance or actual results for any period.

NO OFFER; NO RELIANCE. This Presentation does not constitute an offer to sell, or a solicitation of an offer to buy, any security and may not be relied upon in connection with the purchase or sale of any security. Any such offer would only be made by means of formal documents, the terms of which would govern in all respects. You should not rely on this Presentation as the basis upon which to make any investment decision.

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 Net Income, Adjusted EBITDA, and FAD. 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 each 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.

FTAI Overview

Fortress Transportation and Infrastructure Investors (NYSE: FTAI) owns and operates high quality transportation and infrastructure assets

- Diversified portfolio across the aviation, energy, intermodal transport and rail sectors
- Key investment objectives⁽¹⁾:
 - Combine *income & growth* through a mix of equipment & infrastructure
 - Pay a *stable & growing* dividend

Equipment Leasing⁽²⁾

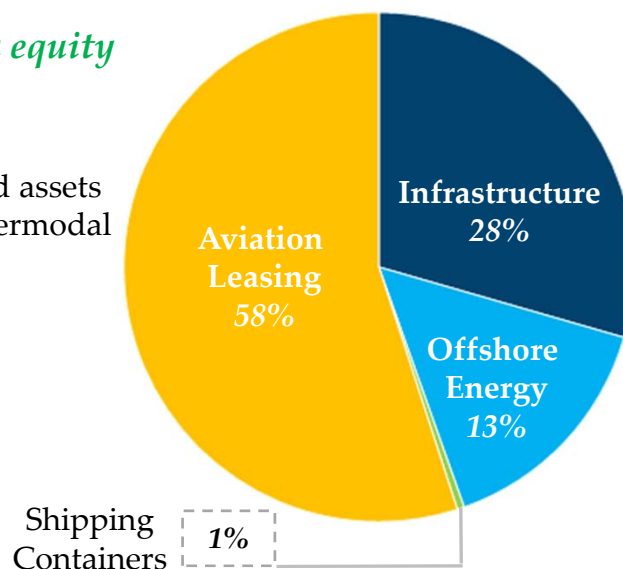
~\$876 million book equity

- ✓ Aviation Platform
- ✓ Opportunistically acquired assets in offshore energy and intermodal transport
- ✓ Contracted cash flows

Infrastructure⁽³⁾

~\$341 million book equity

- ✓ Jefferson Terminal
- ✓ Central Maine & Quebec Railway
- ✓ Repauno Delaware Port
- ✓ Hannibal Terminal



1) See "Disclaimers" at the beginning of the Presentation.

2) Equipment Leasing business is comprised of Aviation Leasing, Offshore Energy, and Shipping Containers segments. Book equity is calculated as total equity less non-controlling interest in equity of consolidated subsidiaries as of June 30, 2017.

3) Infrastructure business is comprised of Jefferson Terminal, Ports & Terminals, and Railroad segments. Book equity is calculated as total equity less non-controlling interest in equity of consolidated subsidiaries as of June 30, 2017.

Second Quarter Highlights

Financial Performance

- Net Loss Attributable to Shareholders of (\$1.5) million
- Net Cash Provided by Operating Activities of \$15.6 million
- Total Funds Available for Distribution (“FAD”) of \$34.6 million⁽¹⁾
- Adjusted EBITDA of \$28.8 million⁽¹⁾
- Adjusted Net Income of \$0.6 million⁽¹⁾

Acquisition Activity

- Invested ~\$160.0 million in Aviation leasing equipment in Q2’17, and ~\$230.0 million in first half of 2017
- Robust pipeline of aviation equipment opportunities, with approximately \$167.0 million of signed LOIs⁽²⁾ as of June 30, 2017
- Acquired 100% interest in Hannibal site; total invested capital of ~\$30.0mm

Portfolio Update

- Completed cavern underground storage construction; commenced operations in July 2017
- Construction for new ethanol and refined products infrastructure at Jefferson in progress and under budget

Capital Structure

- Total investable cash was approximately \$23.6 million⁽³⁾
- Significant leverage capacity – total debt to capital ratio of 31.0% at June 30, 2017
- Entered into a \$75.0 million revolving credit facility agreement in June 2017
- Increased existing line of credit at CMQR from \$20.0 million to \$25.0 million

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) There can be no assurance that we will be successful in acquiring any such assets or, if acquired, that they will generate returns meeting our expectations, or at all. Some of our committed investments and pipeline investments are subject to definitive documentation, agency consent and board approval. Committed investments and pipeline investments are also subject to varying degrees of diligence. There can be no assurance that we will complete any such investments. See “Disclaimers” at the beginning of the Presentation.

3) Investable cash is equal to cash on the Corporate segment’s balance sheet as of June 30, 2017.

Consolidated Financial Results

Q2'17 Financial Results

- ✓ Net Loss Attributable to Shareholders of (\$1.5) million
- ✓ Net Cash Provided by Operating Activities of \$15.6 million
- ✓ Total FAD of \$34.6 million⁽¹⁾
- ✓ Adjusted EBITDA of \$28.8 million⁽¹⁾
- ✓ Adjusted Net Income of \$0.6 million⁽¹⁾

Q2'17 Balance Sheet

- ✓ Total assets of \$1,743.7 million
- ✓ Total debt of \$494.8 million (net of \$11.7mm deferred financing costs)
- ✓ Total cash of \$32.6 million

Financial Overview

(\$ in millions, except per share amounts)

Quarter Over Quarter Financial Results	Q2'16	Q1'17	Q2'17
Net Loss Attributable to Shareholders	(\$11.2)	(\$4.4)	(\$1.5)
Net Cash Provided by Operating Activities	\$4.8	\$17.7	\$15.6
FAD ⁽¹⁾	\$13.3	\$21.7	\$34.6
Adjusted EBITDA ⁽¹⁾	\$14.0	\$22.1	\$28.8
Adjusted Net Income (Loss) ⁽¹⁾	(\$5.4)	(\$0.2)	\$0.6
EPS	(\$0.15)	(\$0.06)	(\$0.02)
Adjusted EPS ⁽¹⁾	(\$0.07)	\$—	\$0.01
Adjusted ROE ⁽²⁾	(1.9%)	(0.1%)	0.2%

Balance Sheet & Liquidity	June 30, 2017
Equipment Leasing Assets	\$1,035.3
Infrastructure Assets	683.0
Corporate Assets	25.4
Total Assets	\$1,743.7
Debt	494.8
Total Equity	1,101.3
Total Debt + Total Equity	\$1,596.1
Total Debt to Capital Ratio	31.0%

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 ROE is calculated as adjusted net income for the quarter divided by monthly average total equity excluding non-controlling interest in equity of consolidated subsidiaries. The average is based on month-end equity amounts over the respective period. Adjusted ROE for quarterly periods is shown as an annualized return. Annualized data is presented for illustrative purposes only and should not be considered indicative of future performance or actual results for any period. Please see "Disclaimers" at the beginning of the Presentation.

Highlights of Funds Available for Distribution⁽¹⁾

- Equipment Leasing FAD was \$54.5 million for the quarter ended June 30, 2017
 - Aviation contributed \$57.0 million of FAD, including \$20.4 million from aviation equipment sales proceeds with a gain of \$2.0 million
- Q2'17 Corporate FAD was \$(13.8) million, an increase of approximately \$3.4 million from Q1'17
 - Such increase is primarily due to the inclusion of one full quarter of interest expense on the \$250.0 million Unsecured Notes issued in March 2017

Funds Available for Distribution⁽¹⁾

<i>(\$s in millions)</i>	<i>Q2'17</i>
<i>Equipment Leasing Business FAD⁽²⁾</i>	\$54.5
<i>Infrastructure Business FAD⁽²⁾</i>	(6.1)
<i>Corporate FAD⁽²⁾</i>	(13.8)
<i>Total FAD⁽³⁾</i>	\$34.6
<i>Net Cash Provided by Operating Activities</i>	\$15.6

1) There can be no assurance that additional FAD will be generated after deploying investable cash on balance sheet. Investable cash is equal to cash on the Corporate segment's balance sheet as of June 30, 2017. See "Disclaimers" at the beginning of the Presentation.

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

3) See "Equipment Leasing" and "Infrastructure" in Reconciliation of FAD in Appendix in the back of this presentation.

Capital Structure & Financing Strategy

- Conservative approach to leverage
 - Leverage of approximately 31% of total capital with longer term objective not to exceed 50%⁽¹⁾
 - Significant additional leverage capacity⁽²⁾
- Total book value attributable to FTAI shareholders is approximately \$1.0 billion, or \$13.15 per share⁽³⁾

(\$s in millions)

June 30, 2017

Cash & Cash Equivalents	\$33
Total Debt⁽⁴⁾	\$495
Shareholders' Equity	\$997
Non-controlling Interest	104
Total Equity	\$1,101
Total Capitalization	\$1,596

Debt/Total Capital

31.0%

1) As of June 30, 2017

2) Based on management's current views. Significant additional leverage capacity refers to our belief that we have the ability to access additional non-equity capital through an array of sources, including, but not limited to, our ability to obtain corporate debt. Our ability to access corporate debt is subject to a number of factors, including market conditions, company performance and the willingness of lenders to lend to us. For the avoidance of doubt, we do not currently have committed unused financing in place, and we cannot assure you that we will be able to obtain corporate debt on attractive terms or at all. Please see "Disclaimers" at the beginning of the Presentation.

3) Book value per share calculation based on \$996.8mm Shareholders' Equity divided by 75.8mm shares outstanding at June 30, 2017.

4) Total debt is net of approximately \$11.7mm of deferred financing costs; gross debt outstanding was \$506.5mm at June 30, 2017.

Aviation Leasing

- As of June 30, 2017, we owned and managed 140 aviation assets including 39 aircraft and 101 engines, with 29 of 39 aircraft and 62 of 101 engines on lease
- Acquired approximately \$160.0 million of aviation equipment in Q2'17
- Robust pipeline of aviation equipment opportunities, with approximately \$167.0 million of signed LOIs⁽¹⁾ as of June 30, 2017
- Sold 3 airframes and 6 engines in Q2'17 for \$20.4 million in total proceeds and a gain of \$2.0 million

Financial Summary

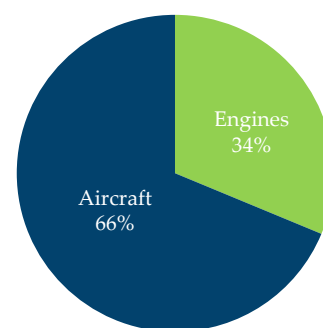
(\$s in millions)

Statement of Operations	Q2'16	Q1'17	Q2'17
Total Revenue	\$21.3	\$30.3	\$36.6
Total Expenses	(9.7)	(12.9)	(15.5)
Other ⁽²⁾	1.2	1.3	1.3
Net Income Attributable to Shareholders	\$12.8	\$18.7	\$22.4
Non-GAAP Measures			
Adjusted EBITDA ⁽³⁾	\$23.1	\$32.2	\$38.2
Adjusted Net Income ⁽³⁾	\$13.0	\$19.1	\$22.9
Adjusted ROE ⁽⁴⁾	12.0%	13.4%	13.8%

Operating Data & Metrics

Net Leasing Equipment

(\$s in millions)



	As of June 30, 2017		
	Engines	Aircraft	Total
# Assets	101	39	140
Net Leasing Equipment	\$254	\$493	\$747
Utilization ⁽⁵⁾	64.8%	73.4%	69.8%
Remaining Lease Term (months) ⁽⁶⁾	11	32	(n/a)

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2) Includes Total other income, Provision for income taxes, less Net income attributable to non-controlling interest in consolidated subsidiaries.

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5) Utilization is based on the net asset value of our on-hire leasing equipment as a percentage of the total net asset value of our leasing equipment (or stand-alone engine and aircraft portfolios, as applicable) at June 30, 2017.

6) 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.

Aviation Leasing Historical Returns⁽¹⁾

- Scaled the Aviation segment from an Average Book Equity⁽²⁾ of \$398.8 million in Q1'16 to \$647.3 million in Q2'17, while maintaining a strong return profile
 - Consistent ~20% Annualized Adjusted EBITDA Return on Equity excluding gain on sale of assets

Financial Metrics	Q1'16	Q2'16	Q3'16	Q4'16	Q1'17	Q2'17
<i>(\$s in thousands)</i>						
Average Book Equity ⁽²⁾ {A}	\$398,847	\$421,612	\$450,303	\$506,337	\$566,562	\$647,321
Annualized Net Income ⁽³⁾	\$43,672	\$51,240	\$66,552	\$74,548	\$74,604	\$89,444
Annualized Net Income excluding gain on sale of assets {B} ⁽³⁾	\$38,840	\$45,202	\$66,552	\$64,561	\$66,475	\$81,331
Annualized Return on Equity excluding gain on sale of assets % {B/A}	9.7%	10.7%	14.8%	12.8%	11.7%	12.6%
Annualized Adjusted EBITDA ⁽³⁾	\$79,376	\$92,376	\$110,328	\$121,932	\$128,944	\$152,884
Annualized Adjusted EBITDA excluding gain on sale of assets {C} ⁽³⁾	\$74,544	\$86,338	\$110,328	\$111,945	\$120,815	\$144,771
Annualized Adjusted EBITDA Return on Equity excluding gain on sale of assets % {C/A}	18.7%	20.5%	24.5%	22.1%	21.3%	22.4%

Operating Metrics

Aircraft	18	24	25	26	31	39
Engines	47	47	52	66	78	101
Total Aviation Assets	65	71	77	92	109	140

1) See schedule in the Appendix for additional information and comparability to the information based on the Last Twelve Months.

2) Determined by taking the average Book Equity excluding Non-controlling interest of the two most recently completed quarters.

3) Annualized Net Income and Annualized Adjusted EBITDA are calculated by multiplying Net Income or Adjusted EBITDA, respectively, for the applicable period by four. Annualized data is presented for illustrative purposes only and should not be considered indicative of future performance or actual results for any period. Please refer to the Appendix for more information. Please see "Disclaimers" at the beginning of the Presentation.

Offshore Energy

- Market continues to be very weak with lack of activity in both construction and Inspection Maintenance and Repair (“IMR”); however, increased level of tendering points to higher well intervention and IMR activity going forward⁽¹⁾
- Construction Support Vessel
 - Currently on short-term charter through November 2017⁽²⁾
- ROV Support Vessel
 - Currently on medium-term charter through December 2017⁽²⁾
- AHTS Vessel (Subsea 88)
 - Performance on target; finance lease with leading Mexican offshore vessel operator through November 2023

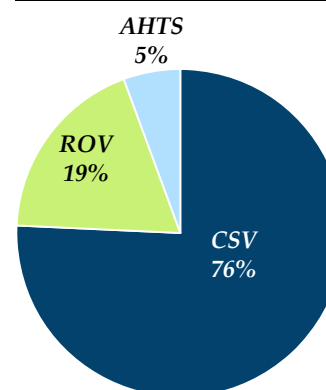
Financial Summary

(\$s in millions)

<i>Statement of Operations</i>	Q2'16	Q1'17	Q2'17
Total Revenue	\$1.0	\$1.1	\$3.8
Total Expenses	(5.0)	(6.1)	(6.6)
Other ⁽³⁾	(3.6)	0.2	0.2
Net Income (Loss) Attributable to Shareholders	(\$7.6)	(\$4.8)	(\$2.6)
Non-GAAP Measures			
Adjusted EBITDA ⁽⁴⁾	(\$1.3)	(\$2.3)	(\$0.1)
Adjusted Net Income (Loss) ⁽⁴⁾	(\$3.8)	(\$4.8)	(\$2.6)
Adjusted ROE ⁽⁵⁾	(11.4%)	(12.4%)	(6.2%)

Operating Data & Metrics⁽⁶⁾

Net Leasing Equipment & Direct Finance Leases



(\$s in millions)

	<u>As of June 30, 2017</u>		
	CSV	ROV	AHTS
Economic Interest	100%	85%	100%
Net Leasing Equipment & Direct Finance Leases	\$129	\$32	\$9
Debt	\$57	\$2 ⁽⁷⁾	\$ -

1) Please see “Disclaimers” at the beginning of the Presentation.

2) Including anticipated extension option. Please see “Disclaimers” at the beginning of the Presentation.

3) Includes Total other income, Provision for income taxes, less Net income attributable to non-controlling interest in consolidated subsidiaries.

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.

5) Adjusted ROE is calculated as adjusted net income for the quarter divided by monthly average total equity excluding non-controlling interest in equity of consolidated subsidiaries. The average is based on month-end equity amounts over the respective period. Adjusted ROE for quarterly periods is shown as an annualized return. Annualized data is presented for illustrative purposes only and should not be considered indicative of future performance or actual results for any period. Please see “Disclaimers” at the beginning of the Presentation.

6) Figures based on relevant economic interest. “CSV” represents Construction Support Vessel, “ROV” represents remotely operated vehicle, and “AHTS” represents anchor handling tug supply.

7) The \$2.0 million debt on the balance sheet as of June 30, 2017 relates to non-controlling interest with the Offshore Energy segment.

Shipping Containers

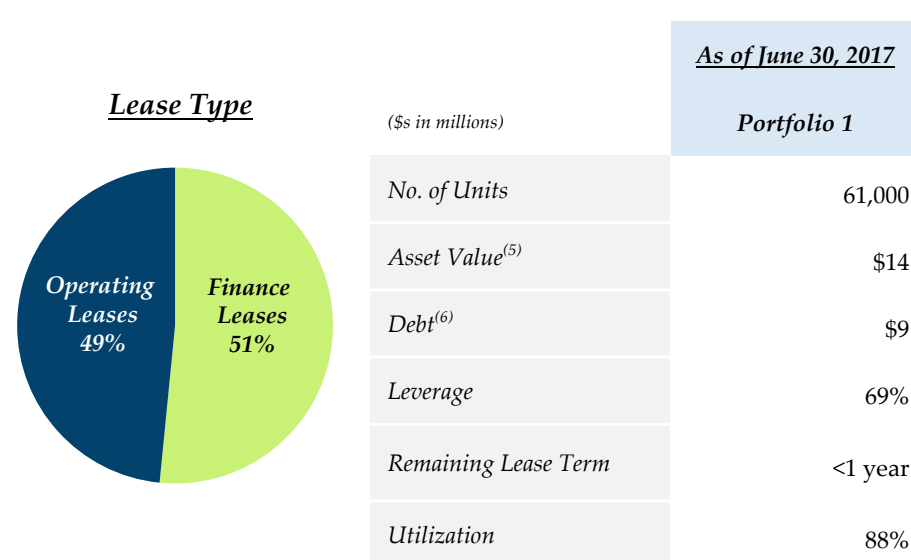
- Market for container leasing is rebounding
 - Lease rates continue to increase and overall utilization remains strong⁽¹⁾
- Continue to own and manage ~61,000 shipping containers via joint venture investment (~\$3.3 million book value)

Financial Summary

(\$s in millions)

Statement of Operations	Q2'16	Q1'17	Q2'17
Total Revenue	\$ –	\$ –	\$ –
Total Expenses	–	–	–
Other ⁽²⁾	(0.2)	(0.4)	(0.2)
Net Income (Loss) Attributable to Shareholders	(\$0.2)	(\$0.4)	(\$0.2)
Non-GAAP Measures			
Adjusted EBITDA ⁽³⁾	\$0.8	\$0.1	\$0.3
Adjusted Net Income (Loss) ⁽³⁾	(\$0.3)	(\$0.4)	(\$0.3)
Adjusted ROE ⁽⁴⁾	(12.3%)	(42.6%)	(28.2%)

Operating Data & Metrics



1) Please see "Disclaimers" at the beginning of the Presentation.

2) Includes Total other income, Equity investment income, and Provision for income taxes.

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5) Represents total assets of Intermodal Finance I, Ltd., adjusted for 51% ownership.

6) Represents total net debt of Intermodal Finance I, Ltd., adjusted for 51% ownership.

Jefferson Terminal

- Construction for new ethanol and refined products infrastructure in progress
- Well-positioned to take advantage of growing local and export markets, including⁽¹⁾:
 - **Refined Products** – Mexican market is new and rapidly expanding
 - **Ethanol** – global ethanol use is increasing as an environmentally-friendly gasoline additive at an attractive price
 - **Heavy Canadian undiluted crude** – heavy Canadian undiluted crude-by-rail into the Gulf has been and continues to be an attractive economic opportunity
- Total revenue decreased 3% year over year and the throughput volumes were minimal in Q2'17 due to ongoing construction projects; majority of Q2'17 revenue represents recognition of deferred revenue from prior quarters
- Total expenses decreased \$2.3 million during Q2'17 compared to Q2'16, primarily due to lower interest expense, which resulted from the capitalization of interest expense related to new construction projects in Q2'17

Financial Summary

(\$s in millions)

<i>Statement of Operations</i>	Q2'16	Q1'17	Q2'17
<i>Total Revenue</i>	\$3.1	\$4.9	\$3.0
<i>Total Expenses</i>	(15.0)	(13.0)	(12.7)
<i>Other⁽²⁾</i>	5.1	4.4	4.1
<i>Net Loss Attributable to Shareholders</i>	(\$6.8)	(\$3.7)	(\$5.6)
Non-GAAP Measures			
<i>Adjusted EBITDA⁽³⁾</i>	(\$1.5)	(\$0.2)	(\$2.1)
<i>Adjusted Net Loss⁽³⁾</i>	(\$6.5)	(\$3.6)	(\$5.6)
<i>Adjusted ROE⁽⁴⁾</i>	(11.7%)	(6.4%)	(9.4%)

Operating Data & Metrics

	Q1'17	Q2'17
<i>Trains per month</i>	5.4	–
<i>Barges per month</i>	0.4	–
<i>Trucks per month</i>	63.8	–
<i>Total barrels per quarter</i>	1,036,253	582
<i>Storage Capacity Online (barrels)</i>	700,000	700,000

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2) Includes Total other income, Provision for income taxes, less Net income attributable to non-controlling interest in consolidated subsidiaries.

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4) Adjusted ROE is calculated as adjusted net income for the quarter divided by monthly average total equity excluding non-controlling interest in equity of consolidated subsidiaries. The average is based on month-end equity amounts over the respective period. Adjusted ROE for quarterly periods is shown as an annualized return. Annualized data is presented for illustrative purposes only and should not be considered indicative of future performance or actual results for any period. Please see "Disclaimers" at the beginning of the Presentation.

Railroad

- Revenue remained flat year-over-year; however high-rate line-haul volumes in chemical and wood products continue to increase while low-rate haulage traffic continues to decline
- Total expenses increased 7.5% during Q2'17 compared to Q2'16, primarily due to a timing difference in recognition of 45G tax credits, coupled with higher compensation & benefits due to additional stock awards granted in Q2'17

Financial Summary

(\$s in millions)

<i>Statement of Operations</i>	Q2'16	Q1'17	Q2'17
<i>Total Revenue</i>	\$7.7	\$8.4	\$7.7
<i>Total Expenses</i>	(8.0)	(8.3)	(8.6)
<i>Other⁽¹⁾</i>	0.1	-	(0.2)
<i>Net Income (Loss) Attributable to Shareholders</i>	(\$0.2)	\$0.1	(\$1.1)
<i>Non-GAAP Measures</i>			
<i>Adjusted EBITDA⁽²⁾</i>	\$0.6	\$0.8	\$-
<i>Adjusted Net Income (Loss)⁽²⁾</i>	(\$0.1)	\$0.1	(\$0.7)
<i>Adjusted ROE⁽³⁾</i>	(4.0%)	4.3%	(22.1%)

Operating Data & Metrics

<i>Carloads by Commodity</i>	Q2'16	Q1'17	Q2'17
<i>Building products</i>	1,352	739	1,084
<i>Chemicals & fertilizers</i>	647	592	720
<i>Feeds & grains</i>	279	251	227
<i>Finished wood products</i>	1,786	1,391	1,611
<i>Fuel & propane</i>	720	1,341	840
<i>Paper & wood pulp</i>	1,732	1,112	997
<i>Salt & minerals</i>	413	473	440
<i>Total Carloads</i>	6,929	5,899	5,919

1) Includes Total other income, Provision for income taxes, less Net income attributable to non-controlling interest in consolidated subsidiaries.

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Ports and Terminals

- **Repauno**
 - Completed underground cavern construction; commenced operations in July 2017
- **Hannibal**
 - Acquired 100% interest in the site for ~\$30.0 million in June 2017

Financial Summary

(\$s in millions)

<i>Statement of Operations</i>	Q2'16	Q1'17	Q2'17
<i>Total Revenue</i>	\$ —	\$ —	\$0.1
<i>Total Expenses</i>	—	(1.2)	(1.1)
<i>Other⁽¹⁾</i>	—	0.2	0.4
<i>Net Loss Attributable to Shareholders</i>	\$ —	(\$1.0)	(\$0.6)
<i>Non-GAAP Measures</i>			
<i>Adjusted EBITDA⁽²⁾</i>	\$ —	(\$0.8)	(\$0.3)
<i>Adjusted Net Loss⁽²⁾</i>	\$ —	(\$1.0)	(\$0.6)
<i>Adjusted ROE⁽³⁾</i>	—%	(6.9%)	(3.5%)

1) Includes Total other income, Provision for income taxes, less Net income attributable to non-controlling interest in consolidated subsidiaries.

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

3) Adjusted ROE is calculated as adjusted net income for the quarter divided by monthly average total equity excluding non-controlling interest in equity of consolidated subsidiaries. The average is based on month-end equity amounts over the respective period. Adjusted ROE for quarterly periods is shown as an annualized return. Annualized data is presented for illustrative purposes only and should not be considered indicative of future performance or actual results for any period. Please see "Disclaimers" at the beginning of the Presentation.

Corporate

- Corporate segment includes G&A expenses, management fees, incentive allocations, acquisition and transaction costs, interest expense, and expense reimbursement
- Total Expenses for Q2'17 include one full quarter of interest expense from the \$250.0 million Unsecured Notes issued in March 2017, and \$1.8 million of Acquisition and Transaction expenses
- Net Loss Attributable to Shareholders for Q1'17 includes a loss on extinguishment of debt of \$2.5 million (reflected in "Other" below)

Financial Summary – Corporate Segment

(\$s in millions)

<i>Statement of Operations</i>	Q2'16	Q1'17	Q2'17
<i>Total Revenue</i>	\$ —	\$ —	\$ —
<i>Total Expenses</i>	(9.2)	(10.8)	(13.8)
<i>Other⁽¹⁾</i>	—	(2.5)	—
<i>Net Loss Attributable to Shareholders</i>	(\$9.2)	(\$13.3)	(\$13.8)
<i>Non-GAAP Measures</i>			
<i>Adjusted EBITDA⁽²⁾</i>	(\$7.6)	(\$7.7)	(\$7.2)
<i>Adjusted Net Loss⁽²⁾</i>	(\$7.6)	(\$9.6)	(\$12.5)

Appendix:

- **Aviation Leasing Historical Returns**
- **Statement of Operations by Segment**
- **Comparative Statements of Operations**
- **Condensed Balance Sheets by Segment**
- **Reconciliation of Non-GAAP Measures**
- **Consolidated FAD Reconciliation**
- **Glossary**

Aviation Leasing Historical Returns

Aviation Leasing Historical Returns

Financial Metrics	LTM Q1'16	Annualized Q1'16 ⁽²⁾	LTM Q2'16	Annualized Q2'16 ⁽²⁾	LTM Q3'16	Annualized Q3'16 ⁽²⁾
<i>(\$s in thousands)</i>						
Book Equity	\$405,936	\$405,936	\$437,288	\$437,288	\$463,318	\$463,318
Average Book Equity ⁽¹⁾ {A}	\$331,608	\$398,847	\$357,992	\$421,612	\$420,164	\$450,303
Net Income	\$39,809	\$43,672	\$44,499	\$51,240	\$50,924	\$66,552
Net Income excluding gain on sale of assets {B}	\$35,548	\$38,840	\$39,013	\$45,202	\$47,113	\$66,552
Annualized Return on Equity excluding gain on sale of assets % {B/A}	10.7%	9.7%	10.9%	10.7%	11.2%	14.8%
Adjusted EBITDA	\$72,321	\$79,376	\$79,944	\$92,376	\$89,416	\$110,328
Adjusted EBITDA excluding gain on sale of assets {C}	\$68,060	\$74,544	\$74,458	\$86,338	\$85,605	\$110,328
Annualized Adjusted EBITDA Return on Equity excluding gain on sale of assets % {C/A}	20.5%	18.7%	20.8%	20.5%	20.4%	24.5%

Aviation Leasing Historical Returns

Financial Metrics	LTM Q4'16	Annualized Q4'16 ⁽²⁾	LTM Q1'17	Annualized Q1'17 ⁽²⁾	LTM Q2'17	Annualized Q2'17 ⁽²⁾
Book Equity	\$549,357	\$549,357	\$583,767	\$583,767	\$710,874	\$710,874
Average Book Equity ⁽¹⁾ {A}	\$470,558	\$506,337	\$494,851	\$566,562	\$574,081	\$647,321
Net Income	\$59,003	\$74,548	\$66,736	\$74,604	\$76,288	\$89,444
Net Income excluding gain on sale of assets {B}	\$53,789	\$64,561	\$60,698	\$66,475	\$69,731	\$81,331
Annualized Return on Equity excluding gain on sale of assets % {B/A}	11.4%	12.8%	12.3%	11.7%	12.1%	12.6%
Adjusted EBITDA	\$101,003	\$121,932	\$113,395	\$128,944	\$128,552	\$152,884
Adjusted EBITDA excluding gain on sale of assets {C}	\$95,789	\$111,945	\$107,357	\$120,815	\$121,965	\$144,771
Annualized Adjusted EBITDA Return on Equity excluding gain on sale of assets % {C/A}	20.4%	22.1%	21.7%	21.3%	21.2%	22.4%

Statement of Operations by Segment

Statement of Operations by Segment (unaudited)

For the Three Months Ended June 30, 2017 (\$'s in thousands)	Equipment Leasing			Infrastructure			Corporate	Total
	Aviation Leasing	Offshore Energy	Shipping Containers	Jefferson Terminal	Railroad	Ports & Terminals		
Revenues								
Equipment leasing revenues	\$36,577	\$3,781	\$25	\$—	\$—	\$—	\$—	\$40,383
Infrastructure revenues	—	—	—	3,026	7,662	123	—	10,811
Total revenues	36,577	3,781	25	3,026	7,662	123	—	51,194
Expenses								
Operating expenses	1,371	4,015	—	7,267	7,907	764	—	21,324
General and administrative	—	—	—	—	—	—	3,341	3,341
Acquisition and transaction expenses	55	—	—	—	—	—	1,825	1,880
Management fees and incentive allocation to affiliate	—	—	—	—	—	—	3,865	3,865
Depreciation and amortization	14,086	1,606	—	3,956	492	81	—	20,221
Interest expense	—	930	—	1,438	247	270	4,799	7,684
Total expenses	15,512	6,551	—	12,661	8,646	1,115	13,830	58,315
Other income (expense)								
Equity in earnings of unconsolidated entities	(107)	—	(210)	(10)	—	—	—	(327)
Gain on sale of equipment and finance leases, net	2,029	—	—	—	(30)	—	—	1,999
Interest income	76	4	—	4	—	—	—	84
Other income (expense)	—	—	—	20	—	—	—	20
Total other income (expense)	1,998	4	(210)	14	(30)	—	—	1,776
Income (loss) before income taxes	23,063	(2,766)	(185)	(9,621)	(1,014)	(992)	(13,830)	(5,345)
Provision (benefit) for income taxes	478	3	(9)	(5)	—	(3)	—	464
Net income (loss)	22,585	(2,769)	(176)	(9,616)	(1,014)	(989)	(13,830)	(5,809)
Less: Net income (loss) attributable to non-controlling interests in consolidated subsidiaries	224	(216)	—	(4,045)	57	(369)	—	(4,349)
Net income (loss) attributable to shareholders	22,361	(2,553)	(176)	(5,571)	(1,071)	(620)	(13,830)	(1,460)
Adjusted Net Income (Loss)⁽¹⁾	22,894	(2,550)	(277)	(5,574)	(726)	(623)	(12,518)	626
Adjusted EBITDA⁽¹⁾	\$38,221	(\$105)	\$331	(\$2,135)	(\$28)	(\$245)	(\$7,206)	\$28,833

Statement of Operations by Segment (unaudited)

For the Three Months Ended June 30, 2016 (\$'s in thousands)	Equipment Leasing			Infrastructure			Corporate	Total
	Aviation Leasing	Offshore Energy	Shipping Containers	Jefferson Terminal	Railroad	Ports & Terminals		
Revenues								
Equipment leasing revenues	\$21,347	\$979	\$25	\$—	\$—	\$—	\$—	\$22,351
Infrastructure revenues	—	—	—	3,137	7,707	—	—	10,844
Total revenues	21,347	979	25	3,137	7,707	—	—	33,195
Expenses								
Operating expenses	1,166	2,401	12	6,698	7,268	—	6	17,551
General and administrative	—	—	—	—	—	—	3,361	3,361
Acquisition and transaction expenses	—	—	—	291	—	—	1,584	1,875
Management fees and incentive allocation to affiliate	—	—	—	—	—	—	4,231	4,231
Depreciation and amortization	8,504	1,670	—	3,993	534	—	—	14,701
Interest expense	—	936	—	3,984	200	—	—	5,120
Total expenses	9,670	5,007	12	14,966	8,002	—	9,182	46,839
Other income (expense)								
Equity in earnings of unconsolidated entities	—	—	(259)	—	—	—	—	(259)
Gain on sale of equipment and finance leases, net	1,509	—	—	—	36	—	—	1,545
Asset impairment	—	(7,450)	—	—	—	—	—	(7,450)
Interest income	2	3	—	(133)	—	—	—	(128)
Other income (expense)	—	—	—	58	—	—	—	58
Total other income (expense)	1,511	(7,447)	(259)	(75)	36	—	—	(6,234)
Income (loss) before income taxes	13,188	(11,475)	(246)	(11,904)	(259)	—	(9,182)	(19,878)
Provision (benefit) for income taxes	185	—	(9)	—	—	—	2	178
Net income (loss)	13,003	(11,475)	(237)	(11,904)	(259)	—	(9,184)	(20,056)
Less: Net income (loss) attributable to non-controlling interests in consolidated subsidiaries	193	(3,911)	—	(5,125)	(16)	—	(4)	(8,863)
Net income (loss) attributable to shareholders	12,810	(7,564)	(237)	(6,779)	(243)	—	(9,180)	(11,193)
Adjusted Net Income (Loss)⁽¹⁾	12,977	(3,839)	(309)	(6,519)	(130)	—	(7,594)	(5,414)
Adjusted EBITDA⁽¹⁾	\$23,094	(\$1,325)	\$801	(\$1,521)	\$575	\$—	(\$7,594)	\$14,030

Statement of Operations by Segment (unaudited)

For the Six Months Ended June 30, 2017 (\$'s in thousands)	Equipment Leasing			Infrastructure			Corporate	Total
	Aviation Leasing	Offshore Energy	Shipping Containers	Jefferson Terminal	Railroad	Ports & Terminals		
Revenues								
Equipment leasing revenues	\$66,883	\$4,838	\$50	\$—	\$—	\$—	\$—	\$71,771
Infrastructure revenues	—	—	—	7,892	16,065	139	—	24,096
Total revenues	66,883	4,838	50	7,892	16,065	139	—	95,867
Expenses								
Operating expenses	2,790	7,558	—	14,880	15,451	1,658	—	42,337
General and administrative	—	—	—	—	—	—	7,176	7,176
Acquisition and transaction expenses	270	—	—	—	—	—	3,062	3,332
Management fees and incentive allocation to affiliate	—	—	—	—	—	—	7,758	7,758
Depreciation and amortization	25,375	3,213	—	7,907	1,018	85	—	37,598
Interest expense	—	1,854	—	2,875	446	544	6,659	12,378
Total expenses	28,435	12,625	—	25,662	16,915	2,287	24,655	110,579
Other income (expense)								
Equity in earnings of unconsolidated entities	(843)	—	(675)	(75)	—	—	—	(1,593)
Gain on sale of equipment and finance leases, net	4,061	—	—	—	(44)	—	—	4,017
Loss on extinguishment of debt	—	—	—	—	—	—	(2,456)	(2,456)
Asset impairment	—	—	—	—	—	—	—	—
Interest income	159	7	—	201	—	—	—	367
Other income (expense)	—	—	—	32	—	—	—	32
Total other income (expense)	3,377	7	(675)	158	(44)	—	(2,456)	367
Income (loss) before income taxes	41,825	(7,780)	(625)	(17,612)	(894)	(2,148)	(27,111)	(14,345)
Provision (benefit) for income taxes	671	5	(34)	34	—	—	—	676
Net income (loss)	41,154	(7,785)	(591)	(17,646)	(894)	(2,148)	(27,111)	(15,021)
Less: Net income (loss) attributable to non-controlling interests in consolidated subsidiaries	142	(464)	—	(8,403)	61	(483)	—	(9,147)
Net income (loss) attributable to shareholders	41,012	(7,321)	(591)	(9,243)	(955)	(1,665)	(27,111)	(5,874)
Adjusted Net Income (Loss)⁽¹⁾	41,953	(7,316)	(717)	(9,188)	(584)	(1,665)	(22,106)	377
Adjusted EBITDA⁽¹⁾	\$70,457	(\$2,435)	\$477	(\$2,359)	\$800	(\$1,036)	(\$14,934)	\$50,970

Statement of Operations by Segment (unaudited)

For the Six Months Ended June 30, 2016

(\$'s in thousands)

	Equipment Leasing			Infrastructure			Corporate	Total
	Aviation Leasing	Offshore Energy	Shipping Containers	Jefferson Terminal	Railroad	Ports & Terminals		
Revenues								
Equipment leasing revenues	\$39,300	\$1,464	\$1,162	\$—	\$—	\$—	\$—	\$41,926
Infrastructure revenues	—	—	—	7,016	15,706	—	—	22,722
Total revenues	39,300	1,464	1,162	7,016	15,706	—	—	64,648
Expenses								
Operating expenses	1,983	6,002	42	9,386	14,490	—	6	31,909
General and administrative	—	—	—	—	—	—	5,949	5,949
Acquisition and transaction expenses	—	—	—	291	—	—	2,643	2,934
Management fees and incentive allocation to affiliate	—	—	—	—	—	—	8,579	8,579
Depreciation and amortization	15,931	3,258	—	7,669	1,060	—	—	27,918
Interest expense	—	1,871	410	7,788	354	—	—	10,423
Total expenses	17,914	11,131	452	25,134	15,904	—	17,177	87,712
Other income (expense)								
Equity in earnings of unconsolidated entities	—	—	(174)	—	—	—	—	(174)
Gain on sale of equipment and finance leases, net	2,717	—	304	—	246	—	—	3,267
Loss on extinguishment of debt	—	—	—	(1,579)	—	—	—	(1,579)
Asset impairment	—	(7,450)	—	—	—	—	—	(7,450)
Interest income	3	5	—	(127)	—	—	—	(119)
Other income (expense)	—	—	(2)	100	—	—	—	98
Total other income (expense)	2,720	(7,445)	128	(1,606)	246	—	—	(5,957)
Income (loss) before income taxes	24,106	(17,112)	838	(19,724)	48	—	(17,177)	(29,021)
Provision (benefit) for income taxes	88	—	(13)	35	—	—	2	112
Net income (loss)	24,018	(17,112)	851	(19,759)	48	—	(17,179)	(29,133)
Less: Net income (loss) attributable to non-controlling interests in consolidated subsidiaries	290	(4,158)	—	(8,281)	(3)	—	(6)	(12,158)
Net income (loss) attributable to shareholders	23,728	(12,954)	851	(11,478)	51	—	(17,173)	(16,975)
Adjusted Net Income (Loss)⁽¹⁾	23,452	(9,229)	778	(12,776)	360	—	(14,532)	(11,947)
Adjusted EBITDA⁽¹⁾	\$42,938	(\$4,276)	\$3,585	(\$3,167)	\$1,718	\$—	(\$14,528)	\$26,270

Comparative Statements of Operations

Consolidated - Comparative Statements of Operations (unaudited)

(\$'s in thousands)	Three Months Ended					Twelve Months Ended	
	6/30/2016	9/30/2016	12/31/2016	3/31/2017	6/30/2017	6/30/2016	6/30/2017
Revenues							
Equipment leasing revenues	\$22,351	\$30,054	\$29,969	\$31,388	\$40,383	\$88,998	\$131,794
Infrastructure revenues	10,844	11,672	12,377	13,285	10,811	44,681	48,145
Total revenues	33,195	41,726	42,346	44,673	51,194	133,679	179,939
Expenses							
Operating expenses	17,551	17,028	17,232	21,013	21,324	68,383	76,597
General and administrative	3,361	3,205	3,160	3,835	3,341	11,180	13,541
Acquisition and transaction expenses	1,875	1,688	1,694	1,452	1,880	6,651	6,714
Management fees and incentive allocation to affiliate	4,231	4,146	4,017	3,893	3,865	17,698	15,921
Depreciation and amortization	14,701	15,376	16,916	17,377	20,221	51,899	69,890
Interest expense	5,120	5,416	3,118	4,694	7,684	20,162	20,912
Total expenses	46,839	46,859	46,137	52,264	58,315	175,973	203,575
Other income (expense)							
Equity in earnings (losses) of unconsolidated entities	(259)	(1,161)	(4,657)	(1,266)	(327)	(9,596)	(7,411)
Gain on sale of equipment and finance leases, net	1,545	40	2,634	2,018	1,999	6,395	6,691
Loss on extinguishment of debt	—	—	—	(2,456)	—	(1,579)	(2,456)
Asset impairment	(7,450)	—	—	—	—	(7,450)	—
Interest income (expense)	(128)	206	49	283	84	157	622
Other income, net	58	485	19	12	20	133	536
Total other income (expense)	(6,234)	(430)	(1,955)	(1,409)	1,776	(11,940)	(2,018)
Loss before income taxes	(19,878)	(5,563)	(5,746)	(9,000)	(5,345)	(54,234)	(25,654)
Provision (benefit from) for income taxes	178	83	73	212	464	202	832
Net Loss	(20,056)	(5,646)	(5,819)	(9,212)	(5,809)	(54,436)	(26,486)
Less: Net loss attributable to non-controlling interests in consolidated subsidiaries	(8,863)	(4,370)	(4,006)	(4,798)	(4,349)	(21,024)	(17,523)
Net loss attributable to shareholders	(11,193)	(1,276)	(1,813)	(4,414)	(1,460)	(33,412)	(8,963)
Adjusted Net Income (Loss)⁽¹⁾	(5,414)	133	3,182	(249)	626	(12,651)	3,692
Adjusted EBITDA⁽¹⁾	\$14,030	\$20,319	\$22,439	\$22,137	\$28,833	\$58,985	\$93,728

Aviation - Comparative Statements of Operations (unaudited)

(\$'s in thousands)	Three Months Ended					Twelve Months Ended	
	6/30/2016	9/30/2016	12/31/2016	3/31/2017	6/30/2017	6/30/2016	6/30/2017
Revenues							
Gross lease income	\$16,385	\$20,547	\$20,052	\$19,564	\$21,364	\$57,351	\$81,527
Lease intangible amortization	(1,636)	(1,508)	(664)	(1,929)	(1,363)	(6,378)	(5,464)
Maintenance revenue	6,285	7,646	9,660	12,669	16,576	21,292	46,551
Finance lease income	—	—	—	—	—	—	—
Other revenue	313	375	—	2	—	313	377
Total revenues	21,347	27,060	29,048	30,306	36,577	72,578	122,991
Expenses							
Operating expenses	1,166	892	1,734	1,419	1,371	4,088	5,416
Acquisition and transaction expenses	—	—	80	215	55	—	350
Depreciation and amortization	8,504	9,376	11,062	11,289	14,086	28,828	45,813
Total expenses	9,670	10,268	12,876	12,923	15,512	32,916	51,579
Other income							
Equity in losses earnings of unconsolidated entities	—	—	—	(736)	(107)	—	(843)
Gain on sale of equipment and finance leases, net	1,509	—	2,497	2,032	2,029	5,486	6,558
Interest income	2	6	133	83	76	6	298
Total other income	1,511	6	2,630	1,379	1,998	5,492	6,013
Income before income taxes	13,188	16,798	18,802	18,762	23,063	45,154	77,425
Provision (benefit from) for income taxes	185	100	79	193	478	344	850
Net income	13,003	16,698	18,723	18,569	22,585	44,810	76,575
Less: Net income (loss) attributable to non-controlling interests in consolidated subsidiaries	193	60	85	(82)	224	311	287
Net income attributable to shareholders	12,810	16,638	18,638	18,651	22,361	44,499	76,288
Adjusted Net Income⁽¹⁾	12,977	16,564	18,752	19,059	22,894	44,479	77,269
Adjusted EBITDA⁽¹⁾	\$23,094	\$27,582	\$30,483	\$32,236	\$38,221	\$79,944	\$128,522

Offshore Energy - Comparative Statements of Operations (unaudited)

(\$'s in thousands)	Three Months Ended					Twelve Months Ended	
	6/30/2016	9/30/2016	12/31/2016	3/31/2017	6/30/2017	6/30/2016	6/30/2017
Revenues							
Lease income	\$580	\$2,561	\$496	\$611	\$2,884	\$10,011	\$6,552
Finance lease income	399	403	398	386	385	1,645	1,572
Other revenue	—	5	1	60	512	240	578
Total revenues	979	2,969	895	1,057	3,781	11,896	8,702
Expenses							
Operating expenses	2,401	2,408	2,604	3,543	4,015	9,691	12,570
Depreciation and amortization	1,670	1,669	1,484	1,607	1,606	6,247	6,366
Interest expense	936	934	942	924	930	3,757	3,730
Total expenses	5,007	5,011	5,030	6,074	6,551	19,695	22,666
Other income (expense)							
Asset impairment	(7,450)	—	—	—	—	(7,450)	—
Interest income	3	4	4	3	4	235	15
Total other income (expense)	(7,447)	4	4	3	4	(7,215)	15
Income (loss) before income taxes	(11,475)	(2,038)	(4,131)	(5,014)	(2,766)	(15,014)	(13,949)
Provision for income taxes	—	—	—	2	3	—	5
Net income (loss)	(11,475)	(2,038)	(4,131)	(5,016)	(2,769)	(15,014)	(13,954)
Less: Net income (loss) attributable to non-controlling interests in consolidated subsidiaries	(3,911)	(131)	(79)	(248)	(216)	(3,852)	(674)
Net income (loss) attributable to shareholders	(7,564)	(1,907)	(4,052)	(4,768)	(2,553)	(11,162)	(13,280)
Adjusted Net Income (Loss)⁽¹⁾	(3,839)	(1,907)	(4,052)	(4,766)	(2,550)	(7,437)	(13,275)
Adjusted EBITDA⁽¹⁾	(\$1,325)	\$605	(\$1,718)	(\$2,330)	(\$105)	\$2,219	(\$3,548)

Shipping Containers - Comparative Statements of Operations (unaudited)

(\$'s in thousands)	Three Months Ended					Twelve Months Ended	
	6/30/2016	9/30/2016	12/31/2016	3/31/2017	6/30/2017	6/30/2016	6/30/2017
Revenues							
Finance lease income	\$—	\$—	\$1	\$—	\$—	\$4,424	\$1
Other revenue	25	25	25	25	25	100	100
Total revenues	25	25	26	25	25	4,524	101
Expenses							
Operating expenses	12	1	—	—	—	222	1
Interest expense	—	—	—	—	—	1,536	—
Total expenses	12	1	—	—	—	1,758	1
Other income (expense)							
Equity in earnings (losses) of unconsolidated entities	(259)	(1,161)	(4,639)	(465)	(210)	(9,596)	(6,475)
Gain on sale of equipment and finance leases, net	—	—	—	—	—	304	—
Other expense, net	—	—	2	—	—	(7)	2
Total other income (expense)	(259)	(1,161)	(4,637)	(465)	(210)	(9,299)	(6,473)
Income (loss) before income taxes	(246)	(1,137)	(4,611)	(440)	(185)	(6,533)	(6,373)
Benefit from income taxes	(9)	(41)	(32)	(25)	(9)	(175)	(107)
Net income (loss) attributable to shareholders	(237)	(1,096)	(4,579)	(415)	(176)	(6,358)	(6,266)
Adjusted Net Income (Loss)⁽¹⁾	(309)	(1,183)	(1,433)	(440)	(277)	3,920	(3,333)
Adjusted EBITDA⁽¹⁾	\$801	(\$263)	(\$649)	\$146	\$331	\$9,837	(\$435)

Jefferson Terminal - Comparative Statements of Operations (unaudited)

(\$'s in thousands)	Three Months Ended					Twelve Months Ended	
	6/30/2016	9/30/2016	12/31/2016	3/31/2017	6/30/2017	6/30/2016	6/30/2017
Revenues							
Lease income	\$—	\$—	\$—	\$—	\$—	\$1,800	\$—
Terminal services revenue	3,137	4,255	4,631	4,866	3,026	13,472	16,778
Total revenues	3,137	4,255	4,631	4,866	3,026	15,272	16,778
Expenses							
Operating expenses	6,698	6,796	5,704	7,613	7,267	26,366	27,380
Acquisition and transaction expenses	291	109	—	—	—	291	109
Depreciation and amortization	3,993	3,920	3,911	3,951	3,956	14,797	15,738
Interest expense	3,984	4,016	1,697	1,437	1,438	14,228	8,588
Total expenses	14,966	14,841	11,312	13,001	12,661	55,682	51,815
Other income (expense)							
Equity in losses of unconsolidated entities	—	—	(18)	(65)	(10)	—	(93)
Loss on sale of equipment and finance leases, net	—	—	—	—	—	(199)	—
Loss on extinguishment of debt	—	—	—	—	—	(1,579)	—
Interest income (expense)	(133)	196	(88)	197	4	(84)	309
Other income, net	58	485	17	12	20	140	534
Total other income (expense)	(75)	681	(89)	144	14	(1,722)	750
Loss before income taxes	(11,904)	(9,905)	(6,770)	(7,991)	(9,621)	(42,132)	(34,287)
Provision for income taxes	—	20	19	39	(5)	27	73
Net loss	(11,904)	(9,925)	(6,789)	(8,030)	(9,616)	(42,159)	(34,360)
Less: Net loss attributable to non-controlling interests in consolidated subsidiaries	(5,125)	(4,241)	(3,934)	(4,358)	(4,045)	(17,458)	(16,578)
Net loss attributable to shareholders	(6,779)	(5,684)	(2,855)	(3,672)	(5,571)	(24,701)	(17,782)
Adjusted Net Loss⁽¹⁾	(6,519)	(5,719)	(2,754)	(3,614)	(5,574)	(24,973)	(17,661)
Adjusted EBITDA⁽¹⁾	(\$1,521)	(\$779)	\$766	(\$224)	(\$2,135)	(\$6,928)	(\$2,372)

Railroad - Comparative Statements of Operations (unaudited)

(\$'s in thousands)	Three Months Ended					Twelve Months Ended	
	6/30/2016	9/30/2016	12/31/2016	3/31/2017	6/30/2017	6/30/2016	6/30/2017
Revenues							
Rail revenues	\$7,707	\$7,401	\$7,730	\$8,403	\$7,662	\$29,409	\$31,196
Total revenues	7,707	7,401	7,730	8,403	7,662	29,409	31,196
Expenses							
Operating expenses	7,268	6,514	6,971	7,544	7,907	28,010	28,936
Depreciation and amortization	534	411	455	526	492	2,027	1,884
Interest expense	200	182	218	199	247	641	846
Total expenses	8,002	7,107	7,644	8,269	8,646	30,678	31,666
Other income							
Gain on sale of equipment and finance leases, net	36	40	137	(14)	(30)	804	133
Total other income	36	40	137	(14)	(30)	804	133
Income (loss) before income taxes	(259)	334	223	120	(1,014)	(465)	(337)
Net income (loss)	(259)	334	223	120	(1,014)	(465)	(337)
Less: Net income (loss) attributable to non-controlling interests in consolidated subsidiaries	(16)	14	12	4	57	(12)	87
Net income (loss) attributable to shareholders	(243)	320	211	116	(1,071)	(453)	(424)
Adjusted Net Income (Loss)⁽¹⁾	(130)	342	238	142	(726)	235	(4)
Adjusted EBITDA⁽¹⁾	\$575	\$882	\$873	\$828	(\$28)	\$2,784	\$2,555

Ports and Terminals - Comparative Statements of Operations (unaudited)

(\$'s in thousands)	Three Months Ended					Twelve Months Ended	
	6/30/2016	9/30/2016	12/31/2016	3/31/2017	6/30/2017	6/30/2016	6/30/2017
Revenues							
Lease Income	\$—	\$16	\$16	\$16	\$123	\$—	\$171
Total revenues	—	16	16	16	123	—	171
Expenses							
Operating expenses	—	426	202	894	764	—	2,286
Depreciation and amortization	—	—	4	4	81	—	89
Interest expense	—	284	261	274	270	—	1,089
Total expenses	—	710	467	1,172	1,115	—	3,464
Other income							
Total other income	—	—	—	—	—	—	—
Income (loss) before income taxes	—	(694)	(451)	(1,156)	(992)	—	(3,293)
Provision (benefit) for income taxes	—	5	8	3	(3)	—	13
Net income (loss)	—	(699)	(459)	(1,159)	(989)	—	(3,306)
Less: Net income (loss) attributable to non-controlling interests in consolidated subsidiaries	—	(69)	(88)	(114)	(369)	—	(640)
Net income (loss) attributable to shareholders	—	(630)	(371)	(1,045)	(620)	—	(2,666)
Adjusted Net Income (Loss)⁽¹⁾	—	(630)	(363)	(1,042)	(623)	—	(2,658)
Adjusted EBITDA⁽¹⁾	\$—	(\$370)	(\$124)	(\$791)	(\$245)	\$—	(\$1,530)

Corporate - Comparative Statements of Operations (unaudited)

(\$'s in thousands)	Three Months Ended					Twelve Months Ended	
	6/30/2016	9/30/2016	12/31/2016	3/31/2017	6/30/2017	6/30/2016	6/30/2017
Expenses							
Operating expenses	\$6	\$417	\$17	—	—	\$6	\$434
General and administrative	3,361	3,205	3,160	3,835	3,341	11,180	13,541
Acquisition and transaction expenses	1,584	1,579	1,614	1,237	1,825	6,360	6,255
Management fees and incentive allocation to affiliate	4,231	4,146	4,017	3,893	3,865	17,698	15,921
Depreciation and amortization	—	—	—	—	—	—	—
Interest expense	—	284	—	1,860	4,799	—	6,943
Total expenses	9,182	9,631	8,808	10,825	13,830	35,244	43,094
Other expense							
Loss on extinguishment of debt	—	—	—	(2,456)	—	—	(2,456)
Total other expense	—	—	—	(2,456)	—	—	(2,456)
Loss before income taxes	(9,182)	(9,631)	(8,808)	(13,281)	(13,830)	(35,244)	(45,550)
Provision for income taxes	2	4	1	—	—	6	5
Net loss	(9,184)	(9,635)	(8,809)	(13,281)	(13,830)	(35,250)	(45,555)
Less: Net loss attributable to non-controlling interests in consolidated subsidiaries	(4)	(72)	(2)	—	—	(13)	(74)
Net loss attributable to shareholders	(9,180)	(9,563)	(8,807)	(13,281)	(13,830)	(35,237)	(45,481)
Adjusted Net Loss⁽¹⁾	(7,594)	(7,334)	(7,207)	(9,588)	(12,518)	(28,875)	(36,647)
Adjusted EBITDA⁽¹⁾	(\$7,594)	(\$7,338)	(\$7,193)	(\$7,728)	(\$7,206)	(\$28,871)	(\$29,465)

Condensed Balance Sheets by Segment

Condensed Balance Sheets by Segment

As of June 30, 2017

(\$'s in thousands)

	Equipment Leasing			Infrastructure			Corporate	Total
	Aviation Leasing	Offshore Energy	Shipping Containers	Jefferson Terminal	Railroad	Ports and Terminals		
Gross Property, Plant and Equipment (PP&E)	\$—	\$—	\$—	\$327,158	\$39,121	\$90,457	\$—	\$456,736
Spare parts	—	—	—	2,847	—	—	—	2,847
Accumulated Depreciation on PP&E	—	—	—	(26,726)	(5,849)	(89)	—	(32,664)
Net PP&E	—	—	—	303,279	33,272	90,368	—	426,919
Gross Leasing Equipment	835,111	185,614	—	44,326	—	—	—	1,065,051
Accumulated Depreciation on Leasing Equipment	(88,056)	(19,329)	—	(3,205)	—	—	—	(110,590)
Net Leasing Equipment	747,055	166,285	—	41,121	—	—	—	954,461
Intangible Assets	9,160	—	—	25,465	82	—	—	34,707
Goodwill	—	—	—	115,990	594	—	—	116,584
All Other Assets	47,208	61,882	3,706	61,754	8,590	2,492	25,404	211,036
Total Assets	803,423	228,167	3,706	547,609	42,538	92,860	25,404	1,743,707
Debt	—	59,644	—	185,535	13,045	—	236,530	494,754
All Other Liabilities	89,872	4,776	—	22,976	14,530	7,673	7,876	147,703
Total Liabilities	89,872	64,420	—	208,511	27,575	7,673	244,406	642,457
Shareholders' equity	710,874	160,887	3,706	243,274	12,396	85,187	(219,526)	996,798
Non-controlling interest in equity of consolidated subsidiaries	2,677	2,860	—	95,824	2,567	—	524	104,452
Total Equity	713,551	163,747	3,706	339,098	14,963	85,187	(219,002)	1,101,250
Total Liabilities and Equity	\$803,423	\$228,167	\$3,706	\$547,609	\$42,538	\$92,860	\$25,404	\$1,743,707

Condensed Balance Sheets by Segment

As of December 31, 2016

(\$'s in thousands)

	Equipment Leasing			Infrastructure			Corporate	Total
	Aviation Leasing	Offshore Energy	Shipping Containers	Jefferson Terminal	Railroad	Ports and Terminals		
Gross Property, Plant and Equipment (PP&E)	\$—	\$—	\$—	\$296,145	\$34,715	\$44,490	\$—	\$375,350
Spare parts	—	—	—	2,833	—	—	—	2,833
Accumulated Depreciation on PP&E	—	—	—	(21,149)	(4,849)	(4)	—	(26,002)
Net PP&E	—	—	—	277,829	29,866	44,486	—	352,181
Gross Leasing Equipment	619,625	185,614	—	44,326	—	—	—	849,565
Accumulated Depreciation on Leasing Equipment	(65,343)	(16,115)	—	(2,652)	—	—	—	(84,110)
Net Leasing Equipment	554,282	169,499	—	41,674	—	—	—	765,455
Intangible Assets	11,607	—	—	27,242	105	—	—	38,954
Goodwill	—	—	—	115,990	594	—	—	116,584
All Other Assets	59,791	51,045	4,333	71,903	9,863	18,845	58,358	274,138
Total Assets	625,680	220,544	4,333	534,638	40,428	63,331	58,358	1,547,312
Debt	—	62,655	—	184,702	12,155	—	—	259,512
All Other Liabilities	74,989	3,347	—	20,834	12,816	6,287	3,847	122,120
Total Liabilities	74,989	66,002	—	205,536	24,971	6,287	3,847	381,632
Shareholders' equity	549,357	151,217	4,333	225,015	13,343	56,561	53,986	1,053,812
Non-controlling interest in equity of consolidated subsidiaries	1,334	3,325	—	104,087	2,114	483	525	111,868
Total Equity	550,691	154,542	4,333	329,102	15,457	57,044	54,511	1,165,680
Total Liabilities and Equity	\$625,680	\$220,544	\$4,333	\$534,638	\$40,428	\$63,331	\$58,358	\$1,547,312

Reconciliation of Non-GAAP Measures

Adjusted Net Income Reconciliation by Segment (unaudited)

For the Three Months Ended June 30, 2017

(\$'s in thousands)

	Aviation Leasing	Offshore Energy	Shipping Containers	Jefferson Terminal	Railroad	Ports & Terminals	Corporate	Total
Net income (loss) attributable to shareholders	\$22,361	(\$2,553)	(\$176)	(\$5,571)	(\$1,071)	(\$620)	(\$13,830)	(\$1,460)
Add: Provision for income taxes	478	3	(9)	(5)	—	(3)	—	464
Add: Equity-based compensation expense	—	—	—	79	364	—	—	443
Add: Acquisition and transaction expenses	55	—	—	—	—	—	1,825	1,880
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: Pro-rata share of Adjusted Net Income from unconsolidated entities ⁽¹⁾	(107)	—	(302)	(10)	—	—	—	(419)
Less: Cash payments for income taxes	—	—	—	(79)	—	—	(513)	(592)
Less: Equity in earnings of unconsolidated entities	107	—	210	10	—	—	—	327
Less: Non-controlling share of adjustments to Adjusted Net Income ⁽²⁾⁽³⁾⁽⁴⁾	—	—	—	2	(19)	—	—	(17)
Adjusted Net Income (Loss)	\$22,894	(\$2,550)	(\$277)	(\$5,574)	(\$726)	(\$623)	(\$12,518)	\$626

For the Three Months Ended June 30, 2016

(\$'s in thousands)

	Aviation Leasing	Offshore Energy	Shipping Containers	Jefferson Terminal	Railroad	Ports & Terminals	Corporate	Total
Net income (loss) attributable to shareholders	\$12,810	(\$7,564)	(\$237)	(\$6,779)	(\$243)	—	(\$9,180)	(\$11,193)
Add: Provision for income taxes	185	—	(9)	—	—	—	2	178
Add: Equity-based compensation expense	—	—	—	—	118	—	—	118
Add: Acquisition and transaction expenses	—	—	—	291	—	—	1,584	1,875
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	—	7,450	—	—	—	—	—	7,450
Add: Pro-rata share of Adjusted Net Income from unconsolidated entities ⁽¹⁾	—	—	(322)	—	—	—	—	(322)
Less: Cash payments for income taxes	(18)	—	—	(51)	—	—	—	(69)
Less: Equity in earnings of unconsolidated entities	—	—	259	—	—	—	—	259
Less: Non-controlling share of adjustments to Adjusted Net Income ⁽²⁾⁽³⁾⁽⁴⁾	—	(3,725)	—	20	(5)	—	—	(3,710)
Adjusted Net Income (Loss)	\$12,977	(\$3,839)	(\$309)	(\$6,519)	(\$130)	\$—	(\$7,594)	(\$5,414)

Adjusted Net Income Reconciliation by Segment (unaudited)

For the Six Months Ended June 30, 2017

(\$'s in thousands)

	Aviation Leasing	Offshore Energy	Shipping Containers	Jefferson Terminal	Railroad	Ports & Terminals	Corporate	Total
Net income (loss) attributable to shareholders	\$41,012	(\$7,321)	(\$591)	(\$9,243)	(\$955)	(\$1,665)	(\$27,111)	(\$5,874)
Add: Provision for income taxes	671	5	(34)	34	—	—	—	676
Add: Equity-based compensation expense	—	—	—	138	392	—	—	530
Add: Acquisition and transaction expenses	270	—	—	—	—	—	3,062	3,332
Add: Losses on the modification or extinguishment of debt and capital lease obligations	—	—	—	—	—	—	2,456	2,456
Add: Changes in fair value of non-hedge derivative instruments	—	—	—	—	—	—	—	—
Add: Asset impairment charges	—	—	—	—	—	—	—	—
Add: Pro-rata share of Adjusted Net Income from unconsolidated entities ⁽¹⁾	(843)	—	(767)	(75)	—	—	—	(1,685)
Less: Cash payments for income taxes	—	—	—	(82)	—	—	(513)	(595)
Less: Equity in earnings of unconsolidated entities	843	—	675	75	—	—	—	1,593
Less: Non-controlling share of adjustments to Adjusted Net Income ⁽²⁾⁽³⁾⁽⁴⁾	—	—	—	(35)	(21)	—	—	(56)
Adjusted Net Income (Loss)	\$41,953	(\$7,316)	(\$717)	(\$9,188)	(\$584)	(\$1,665)	(\$22,106)	\$377

For the Six Months Ended June 30, 2016

(\$'s in thousands)

	Aviation Leasing	Offshore Energy	Shipping Containers	Jefferson Terminal	Railroad	Ports & Terminals	Corporate	Total
Net income (loss) attributable to shareholders	\$23,728	(\$12,954)	\$851	(\$11,478)	\$51	—	(\$17,173)	(\$16,975)
Add: Provision for income taxes	88	—	(13)	35	—	—	2	112
Add: Equity-based compensation expense	—	—	—	(4,168)	322	—	—	(3,846)
Add: Acquisition and transaction expenses	—	—	—	291	—	—	2,643	2,934
Add: Losses on the modification or extinguishment of debt and capital lease obligations	—	—	—	1,579	—	—	—	1,579
Add: Changes in fair value of non-hedge derivative instruments	—	—	3	—	—	—	—	3
Add: Asset impairment charges	—	7,450	—	—	—	—	—	7,450
Add: Pro-rata share of Adjusted Net Income from unconsolidated entities ⁽¹⁾	—	—	(237)	—	—	—	—	(237)
Less: Cash payments for income taxes	(364)	—	—	(52)	—	—	(4)	(420)
Less: Equity in earnings of unconsolidated entities	—	—	174	—	—	—	—	174
Less: Non-controlling share of adjustments to Adjusted Net Income ⁽²⁾⁽³⁾⁽⁴⁾	—	(3,725)	—	1,017	(13)	—	—	(2,721)
Adjusted Net Income (Loss)	\$23,452	(\$9,229)	\$778	(\$12,776)	\$360	\$—	(\$14,532)	(\$11,947)

Adjusted Net Income Reconciliation by Segment (unaudited)

For the Last Twelve Months Ended June 30, 2017

(\$'s in thousands)

	Aviation Leasing	Offshore Energy	Shipping Containers	Jefferson Terminal	Railroad	Ports & Terminals	Corporate	Total
Net income (loss) attributable to shareholders	\$76,288	(\$13,280)	(\$6,266)	(\$17,782)	(\$424)	(\$2,666)	(\$44,833)	(\$8,963)
Add: Provision for income taxes	850	5	(107)	73	—	13	(2)	832
Add: Equity-based compensation expense	—	—	—	255	449	—	—	704
Add: Acquisition and transaction expenses	350	—	—	109	—	—	6,255	6,714
Add: Losses on the modification or extinguishment of debt and capital lease obligations	—	—	—	—	—	—	2,456	2,456
Add: Changes in fair value of non-hedge derivative instruments	—	—	—	—	—	—	—	—
Add: Asset impairment charges	—	—	—	—	—	—	—	—
Add: Pro-rata share of Adjusted Net Income from unconsolidated entities ⁽¹⁾	(843)	—	(3,435)	(75)	—	—	—	(4,353)
Add: Incentive allocations	—	—	—	—	—	—	—	—
Less: Cash payments for income taxes	(219)	—	—	(82)	—	(5)	(523)	(829)
Less: Equity in earnings of unconsolidated entities	843	—	6,475	93	—	—	—	7,411
Less: Non-controlling share of adjustments to Adjusted Net Income ⁽²⁾⁽³⁾⁽⁴⁾⁽⁵⁾	—	—	—	(253)	(28)	—	—	(281)
Adjusted Net Income (Loss)	\$77,269	(\$13,275)	(\$3,333)	(\$17,662)	(\$3)	(\$2,658)	(\$36,647)	\$3,691

For the Last Twelve Months Ended June 30, 2016

(\$'s in thousands)

	Aviation Leasing	Offshore Energy	Shipping Containers	Jefferson Terminal	Railroad	Ports & Terminals	Corporate	Total
Net income (loss) attributable to shareholders	\$44,499	(\$11,162)	(\$6,358)	(\$24,701)	(\$453)	\$—	(\$35,237)	(\$33,412)
Add: Provision for income taxes	344	—	(175)	27	—	—	6	202
Add: Equity-based compensation expense	—	—	—	(2,508)	725	—	—	(1,783)
Add: Acquisition and transaction expenses	—	—	—	291	—	—	6,360	6,651
Add: Losses on the modification or extinguishment of debt and capital lease obligations	—	—	—	1,579	—	—	—	1,579
Add: Changes in fair value of non-hedge derivative instruments	—	—	8	—	—	—	—	8
Add: Asset impairment charges	—	7,450	—	—	—	—	—	7,450
Add: Pro-rata share of Adjusted Net Income from unconsolidated entities ⁽¹⁾	—	—	849	—	—	—	—	849
Add: Incentive allocations	—	—	—	—	—	—	—	—
Less: Cash payments for income taxes	(364)	—	—	(49)	—	—	(4)	(417)
Less: Equity in earnings of unconsolidated entities	—	—	9,596	—	—	—	—	9,596
Less: Non-controlling share of adjustments to Adjusted Net Income ⁽²⁾⁽³⁾⁽⁴⁾⁽⁵⁾	—	(3,725)	—	388	(37)	—	—	(3,374)
Adjusted Net Income (Loss)	\$44,479	(\$7,437)	\$3,920	(\$24,973)	\$235	\$—	(\$28,875)	(\$12,651)

Adjusted EBITDA Reconciliation by Segment (unaudited)

For the Three Months Ended June 30, 2017

(\$s in thousands)

	Aviation Leasing	Offshore Energy	Shipping Containers	Jefferson Terminal	Railroad	Ports & Terminals	Corporate	Total
Net income (loss) attributable to shareholders	\$22,361	(\$2,553)	(\$176)	(\$5,571)	(\$1,071)	(620)	(\$13,830)	(\$1,460)
Add: Provision for (benefit from) income taxes	478	3	(9)	(5)	—	(3)	—	464
Add: Equity-based compensation expense	—	—	—	79	364	—	—	443
Add: Acquisition and transaction expenses	55	—	—	—	—	—	1,825	1,880
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: Depreciation & amortization expense ⁽⁶⁾⁽⁹⁾	15,448	1,606	—	3,956	492	81	—	21,583
Add: Interest expense	—	930	—	1,438	247	270	4,799	7,684
Add: Pro-rata share of Adjusted EBITDA from unconsolidated entities ⁽⁷⁾⁽¹⁵⁾⁽¹⁶⁾⁽¹⁷⁾	(107)	—	306	(10)	—	—	—	189
Less: Equity in earnings of unconsolidated entities	107	—	210	10	—	—	—	327
Less: Non-controlling share of Adjusted EBITDA ⁽⁸⁾⁽¹⁰⁾⁽¹¹⁾⁽¹²⁾⁽¹³⁾⁽¹⁴⁾	(121)	(91)	—	(2,032)	(60)	27	—	(2,277)
Adjusted EBITDA	\$38,221	(\$105)	\$331	(\$2,135)	(\$28)	(245)	(\$7,206)	\$28,833

For the Three Months Ended June 30, 2016

(\$s in thousands)

	Aviation Leasing	Offshore Energy	Shipping Containers	Jefferson Terminal	Railroad	Ports & Terminals	Corporate	Total
Net income (loss) attributable to shareholders	\$12,810	(\$7,564)	(\$237)	(\$6,779)	(\$243)	\$—	(\$9,180)	(\$11,193)
Add: Provision for (benefit from) income taxes	185	—	(9)	—	—	—	2	178
Add: Equity-based compensation expense	—	—	—	—	118	—	—	118
Add: Acquisition and transaction expenses	—	—	—	291	—	—	1,584	1,875
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	—	7,450	—	—	—	—	—	7,450
Add: Depreciation & amortization expense ⁽⁵⁾⁽⁸⁾	10,140	1,670	—	3,993	534	—	—	16,337
Add: Interest expense	—	936	—	3,984	200	—	—	5,120
Add: Pro-rata share of Adjusted EBITDA from unconsolidated entities ⁽⁷⁾⁽¹⁵⁾⁽¹⁶⁾⁽¹⁷⁾	—	—	788	—	—	—	—	788
Less: Equity in earnings of unconsolidated entities	—	—	259	—	—	—	—	259
Less: Non-controlling share of Adjusted EBITDA ⁽⁸⁾⁽¹⁰⁾⁽¹¹⁾⁽¹²⁾⁽¹³⁾⁽¹⁴⁾	(41)	(3,817)	—	(3,010)	(34)	—	—	(6,902)
Adjusted EBITDA	\$23,094	(\$1,325)	\$801	(\$1,521)	\$575	\$—	(\$7,594)	\$14,030

Adjusted EBITDA Reconciliation by Segment (unaudited)

For the Six Months Ended June 30, 2017

(\$s in thousands)

	Aviation Leasing	Offshore Energy	Shipping Containers	Jefferson Terminal	Railroad	Ports & Terminals	Corporate	Total
Net income (loss) attributable to shareholders	\$41,012	(\$7,321)	(\$591)	(\$9,243)	(\$955)	(1,665)	(\$27,111)	(\$5,874)
Add: Provision for (benefit from) income taxes	671	5	(34)	34	—	—	—	676
Add: Equity-based compensation expense	—	—	—	138	392	—	—	530
Add: Acquisition and transaction expenses	270	—	—	—	—	—	3,062	3,332
Add: Losses on the modification or extinguishment of debt and capital lease obligations	—	—	—	—	—	—	2,456	2,456
Add: Changes in fair value of non-hedge derivative instruments	—	—	—	—	—	—	—	—
Add: Asset impairment charges	—	—	—	—	—	—	—	—
Add: Depreciation & amortization expense ⁽⁶⁾⁽⁹⁾	28,666	3,213	—	7,907	1,018	85	—	40,889
Add: Interest expense	—	1,854	—	2,875	446	544	6,659	12,378
Add: Pro-rata share of Adjusted EBITDA from unconsolidated entities ⁽⁷⁾⁽¹⁵⁾⁽¹⁶⁾⁽¹⁷⁾	(843)	—	427	(75)	—	—	—	(491)
Less: Equity in earnings of unconsolidated entities	843	—	675	75	—	—	—	1,593
Less: Non-controlling share of Adjusted EBITDA ⁽⁸⁾⁽¹⁰⁾⁽¹¹⁾⁽¹²⁾⁽¹³⁾⁽¹⁴⁾	(162)	(186)	—	(4,070)	(101)	—	—	(4,519)
Adjusted EBITDA	\$70,457	(\$2,435)	\$477	(\$2,359)	\$800	(1,036)	(\$14,934)	\$50,970

For the Six Months Ended June 30, 2016

(\$s in thousands)

	Aviation Leasing	Offshore Energy	Shipping Containers	Jefferson Terminal	Railroad	Ports & Terminals	Corporate	Total
Net income (loss) attributable to shareholders	\$23,728	(\$12,954)	\$851	(\$11,478)	\$51	\$—	(\$17,173)	(\$16,975)
Add: Provision for (benefit from) income taxes	88	—	(13)	35	—	—	2	112
Add: Equity-based compensation expense	—	—	—	(4,168)	322	—	—	(3,846)
Add: Acquisition and transaction expenses	—	—	—	291	—	—	2,643	2,934
Add: Losses on the modification or extinguishment of debt and capital lease obligations	—	—	—	1,579	—	—	—	1,579
Add: Changes in fair value of non-hedge derivative instruments	—	—	3	—	—	—	—	3
Add: Asset impairment charges	—	7,450	—	—	—	—	—	7,450
Add: Depreciation & amortization expense ⁽⁶⁾⁽⁹⁾	19,204	3,258	—	7,669	1,060	—	—	31,191
Add: Interest expense	—	1,871	410	7,788	354	—	—	10,423
Add: Pro-rata share of Adjusted EBITDA from unconsolidated entities ⁽⁷⁾⁽¹⁵⁾⁽¹⁶⁾⁽¹⁷⁾	—	—	2,160	—	—	—	—	2,160
Less: Equity in earnings of unconsolidated entities	—	—	174	—	—	—	—	174
Less: Non-controlling share of Adjusted EBITDA ⁽⁸⁾⁽¹⁰⁾⁽¹¹⁾⁽¹²⁾⁽¹³⁾⁽¹⁴⁾	(82)	(3,901)	—	(4,883)	(69)	—	—	(8,935)
Adjusted EBITDA	\$42,938	(\$4,276)	\$3,585	(\$3,167)	\$1,718	\$—	(\$14,528)	\$26,270

Adjusted EBITDA Reconciliation by Segment (unaudited)

For the Last Twelve Months Ended June 30, 2017

(\$s in thousands)

	Aviation Leasing	Offshore Energy	Shipping Containers	Jefferson Terminal	Railroad	Ports & Terminals	Corporate	Total
Net income (loss) attributable to shareholders	\$76,288	(\$13,280)	(\$6,266)	(\$17,782)	(\$424)	(2,666)	(\$44,833)	(\$8,963)
Add: Provision for (benefit from) income taxes	850	5	(107)	73	—	13	(2)	832
Add: Equity-based compensation expense	—	—	—	255	448	—	—	703
Add: Acquisition and transaction expenses	350	—	—	109	—	—	6,255	6,714
Add: Losses on the modification or extinguishment of debt and capital lease obligations	—	—	—	—	—	—	2,456	2,456
Add: Changes in fair value of non-hedge derivative instruments	—	—	—	—	—	—	—	—
Add: Asset impairment charges	—	—	—	—	—	—	—	—
Add: Depreciation & amortization expense ⁽⁶⁾⁽⁹⁾	51,278	6,366	—	15,738	1,883	88	—	75,353
Add: Interest expense	—	3,730	—	9,588	846	1,091	6,659	21,914
Add: Pro-rata share of Adjusted EBITDA from unconsolidated entities ⁽⁷⁾⁽¹⁵⁾⁽¹⁶⁾⁽¹⁷⁾	(843)	—	(537)	(75)	—	—	—	(1,455)
Less: Equity in earnings of unconsolidated entities	843	—	6,475	93	—	—	—	7,411
Less: Non-controlling share of Adjusted EBITDA ⁽⁸⁾⁽¹⁰⁾⁽¹¹⁾⁽¹²⁾⁽¹³⁾⁽¹⁴⁾	(244)	(369)	—	(9,371)	(198)	(56)	—	(10,238)
Adjusted EBITDA	\$128,522	(\$3,548)	(\$435)	(\$1,372)	\$2,555	(1,530)	(\$29,465)	\$94,727

For the Last Twelve Months Ended June 30, 2016

(\$s in thousands)

	Aviation Leasing	Offshore Energy	Shipping Containers	Jefferson Terminal	Railroad	Ports & Terminals	Corporate	Total
Net income (loss) attributable to shareholders	\$44,499	(\$11,162)	(\$6,358)	(\$24,701)	(\$453)	\$—	(\$35,237)	(\$33,412)
Add: Provision for (benefit from) income taxes	344	—	(175)	27	—	—	6	202
Add: Equity-based compensation expense	—	—	—	(2,508)	725	—	—	(1,783)
Add: Acquisition and transaction expenses	—	—	—	291	—	—	6,360	6,651
Add: Losses on the modification or extinguishment of debt and capital lease obligations	—	—	—	1,579	—	—	—	1,579
Add: Changes in fair value of non-hedge derivative instruments	—	—	8	—	—	—	—	8
Add: Asset impairment charges	—	7,450	—	—	—	—	—	7,450
Add: Depreciation & amortization expense ⁽⁶⁾⁽⁹⁾	35,204	6,247	—	14,797	2,027	—	—	58,275
Add: Interest expense	—	3,757	1,536	14,228	641	—	—	20,162
Add: Pro-rata share of Adjusted EBITDA from unconsolidated entities ⁽⁷⁾⁽¹⁵⁾⁽¹⁶⁾⁽¹⁷⁾	—	—	5,230	—	—	—	—	5,230
Less: Equity in earnings of unconsolidated entities	—	—	9,596	—	—	—	—	9,596
Less: Non-controlling share of Adjusted EBITDA ⁽⁸⁾⁽¹⁰⁾⁽¹¹⁾⁽¹²⁾⁽¹³⁾⁽¹⁴⁾	(103)	(4,073)	—	(10,641)	(156)	—	—	(14,973)
Adjusted EBITDA	\$79,944	\$2,219	\$9,837	(\$6,928)	\$2,784	\$—	(\$28,871)	\$58,985

Notes to Non-GAAP reconciliations

(\$s in thousands)

- 1) Pro-rata share of Adjusted Net Income from unconsolidated entities includes the Company's proportionate share of the unconsolidated entities' net income adjusted for the excluded and included items detailed in the table above, for which there were no adjustments.
- 2) Non-controlling share of Adjusted Net (Loss) Income is comprised of the following for the three months ended June 30, 2017 and 2016: (i) equity-based compensation of \$50 and \$5, (ii) provision for income tax of \$(2) and \$0, (iii) asset impairment of \$0 and \$3,725, less (iv) cash tax payments of \$31 and \$20, respectively. Non-controlling share of Adjusted Net (Loss) Income is comprised of the following for the six months ended June 30, 2017 and 2016: (i) equity-based compensation of \$75 and \$(1,614), (ii) provision for income tax of \$13 and \$14, (iii) loss on extinguishment of debt of \$0 and \$616, and (iv) asset impairment of \$0 and \$3,725, less (v) cash tax payments of \$32 and \$20, respectively. Non-controlling share of Adjusted Net (Loss) Income is comprised of the following for the twelve months ended June 30, 2017 and 2016: (i) equity-based compensation of \$128 and \$(958), (ii) provision for income taxes of \$28 and \$10, (iii) loss on extinguishment of debt of \$0 and \$616, (iv) asset impairment of \$0 and \$3,725, and (v) acquisition and transaction expenses of \$156 and \$0, less (vi) cash tax payments of \$31 and \$19, respectively.
- 3) Jefferson Terminal's non-controlling share of Adjusted Net Loss is comprised of the following for the three months ended June 30, 2017 and 2016: (i) equity-based compensation of \$31 and \$0, and (ii) provision for income taxes of \$(2) and \$0, less (iii) cash tax payments of \$31 and \$20, respectively. Jefferson Terminal's non-controlling share of Adjusted Net Loss is comprised of the following for the six months ended June 30, 2017 and 2016: (i) equity-based compensation of \$54 and \$(1,627), (ii) provision for income taxes of \$13 and \$14, and (iii) loss on extinguishment of debt of \$0 and \$616, less (iv) cash paid for income taxes of \$32 and \$20, respectively. Jefferson Terminal's non-controlling share of Adjusted Net Income is comprised of the following for the twelve months ended June 30, 2017 and 2016: (i) equity-based compensation of \$100 and \$(995), (ii) provision for income tax of \$28 and \$10, (iii) loss on extinguishment of debt of \$0 and \$616, and (iv) acquisition and transaction expenses of \$156 and \$0, less (v) cash tax payments of \$31 and \$19, respectively.
- 4) CMQR's non-controlling share of Adjusted Net Income is comprised of equity-based compensation of \$19 and \$5 for the three months ended June 30, 2017 and 2016, respectively. Non-controlling share of Adjusted Net Income is comprised of equity-based compensation of \$21 and \$13 for the six months ended June 30, 2017 and 2016, respectively. CMQR's non controlling share of Adjusted Net Income (Loss) is comprised of equity-based compensation of \$28 and \$37 for the twelve months ended June 30, 2017 and June 30, 2016, respectively.
- 5) Offshore's non-controlling share of Adjusted Net Income (Loss) is comprised of asset impairment of \$0 and \$3,725 for the three, six, and twelve months ended June 30, 2017 and June 30, 2016, respectively.
- 6) Depreciation and amortization expense includes \$20,221 and \$14,701 of depreciation and amortization expense, \$1,065 and \$1,576 of lease intangible amortization, and \$297 and \$60 of lease incentive amortization in the three months ended June 30, 2017 and 2016, respectively. Depreciation and amortization expense includes \$37,598 and \$27,918 of depreciation and amortization expense, \$2,347 and \$3,154 of lease intangible amortization, and \$944 and \$119 of lease incentive amortization in the six months ended June 30, 2017 and 2016, respectively. The Company's depreciation and amortization expense includes \$69,887 and \$51,899 of depreciation and amortization expense, \$4,175 and \$6,134 of lease intangible amortization, and \$1,291 and \$242 of lease incentive amortization in the twelve months ended June 30, 2017 and 2016, respectively.
- 7) The Company's pro-rata share of Adjusted EBITDA from unconsolidated entities includes the following items for the three months ended June 30, 2017 and 2016: (i) net (loss) income of \$(376) and \$(320), (ii) interest expense of \$223 and \$257, and (iii) depreciation and amortization expense of \$342 and \$851, respectively. Pro-rata share of Adjusted EBITDA from unconsolidated entities includes the following items for the six months ended June 30, 2017 and 2016: (i) net (loss) income of \$(1,685) and \$(267), (ii) interest expense of \$474 and \$661, and (iii) depreciation and amortization expense of \$720 and \$1,766, respectively. The Company's pro-rata share of Adjusted EBITDA from unconsolidated entities includes the following items for the twelve months ended June 30, 2017 and 2016: (i) net loss of \$(7,579) and \$(9,789), (ii) interest expense of \$1,136 and \$1,490, (iii) depreciation and amortization expense of \$1,920 and \$3,021, and (iv) asset impairment charges of \$3,068 and \$10,508, respectively.

Notes to Non-GAAP reconciliations - Continued

(\$s in thousands)

- 8) The Company's non-controlling share of Adjusted EBITDA is comprised of the following items for the three months ended June 30, 2017 and 2016: (i) equity based compensation of \$50 and \$5, (ii) provision for income taxes of \$(2) and \$0, (iii) interest expense of \$476 and \$1,490, (iv) depreciation and amortization expense of \$1,753 and \$1,682, and (v) asset impairment of \$0 and \$3,725, respectively. Non-controlling share of Adjusted EBITDA is comprised of the following items for the six months ended June 30, 2017 and 2016: (i) equity based compensation of \$75 and \$(1,614), (ii) provision for income taxes of \$13 and \$14, (iii) interest expense of \$1,004 and \$2,956, (iv) depreciation and amortization expense of \$3,427 and \$3,238, (v) loss on extinguishment of debt of \$0 and \$616, and (vi) asset impairment of \$0 and \$3,725, respectively. The Company's non-controlling share of Adjusted EBITDA is comprised of the following items for the twelve months ended June 30, 2017 and 2016: (i) equity based compensation of \$128 and \$(958), (ii) provision for income taxes of \$28 and \$10, (iii) loss on extinguishment of debt of \$0 and \$616, (iv) asset impairment of \$0 and \$3,725, (v) acquisition and transaction expenses of \$156 and \$0, (vi) interest expense of \$3,173 and \$5,437, and (vii) depreciation and amortization expense of \$6,753 and \$6,143, respectively.
- 9) Aviation Leasing's depreciation and amortization expense includes \$14,086 and \$8,504 of depreciation expense, \$1,065 and \$1,576 of lease intangible amortization, and \$297 and \$60 of lease incentive amortization in the three months ended June 30, 2017 and 2016, respectively. Depreciation and amortization expense includes \$25,375 and \$15,931 of depreciation expense, \$2,347 and \$3,154 of lease intangible amortization, and \$944 and \$119 of lease incentive amortization in the six months ended June 30, 2017 and 2016, respectively. Aviation Leasing's depreciation and amortization expense includes \$45,812 and \$28,828 of depreciation expense, \$4,175 and \$6,134 of lease intangible amortization, and \$1,291 and \$242 of lease incentive amortization for the twelve months ended June 30, 2017 and 2016, respectively.
- 10) Aviation Leasing's non-controlling share of Adjusted EBITDA is comprised of depreciation expense of \$121 and \$41 for the three months ended June 30, 2017 and 2016, respectively. Non-controlling share of Adjusted EBITDA is comprised of depreciation expense of \$162 and \$82 for the six months ended June 30, 2017 and 2016, respectively. Aviation Leasing's non-controlling share of Adjusted EBITDA is comprised of depreciation expense of \$244 and \$103 for the twelve months ended June 30, 2017 and 2016, respectively.
- 11) Offshore Energy's non-controlling share of Adjusted EBITDA is comprised of the following items for the three months ended June 30, 2017 and 2016: (i) depreciation expense of \$61 and \$62, (ii) interest expense of \$30 and \$30, and (iii) asset impairment of \$0 and \$3,725, respectively. Non-controlling share of Adjusted EBITDA is comprised of the following items for the six months ended June 30, 2017 and 2016: (i) depreciation expense of \$123 and \$121, (ii) interest expense of \$63 and \$55, and (iii) asset impairment of \$0 and \$3,725, respectively. Offshore Energy's non-controlling share of Adjusted EBITDA is comprised of the following items for the twelve months ended June 30, 2017 and 2016: (i) asset impairment charges of \$0 and \$3,725, (ii) depreciation expense of \$247 and \$234, and (iii) interest expense of \$122 and \$114, respectively.
- 12) Jefferson Terminal's non-controlling share of Adjusted EBITDA is comprised of the following items for the three months ended June 30, 2017 and 2016: (i) equity-based compensation of \$31 and \$0, (ii) provision for income taxes of \$(2) and \$0, (iii) interest expense of \$459 and \$1,452, and (iv) depreciation and amortization expense of \$1,544 and \$1,558, respectively. Non-controlling share of Adjusted EBITDA is comprised of the following items for the six months ended June 30, 2017 and 2016: (i) equity-based compensation of \$54 and \$(1,627), (ii) provision for income taxes of \$13 and \$14, (iii) interest expense of \$917 and \$2,887, (iv) loss on extinguishment of debt of \$0 and \$616, and (v) depreciation and amortization expense of \$3,086 and \$2,993, respectively. Jefferson Terminal's non-controlling share of Adjusted EBITDA is comprised of the following items for the twelve months ended June 30, 2017 and 2016: (i) equity-based compensation of \$100 and \$(995), (ii) provision for income taxes of \$28 and \$10, (iii) acquisition and transaction expenses of \$156 and \$0, (iv) loss on extinguishment of debt of \$0 and \$616, (v) interest expense of \$2,944 and \$5,295, and (iv) depreciation and amortization expense of \$6,143 and \$5,715, respectively.

Notes to Non-GAAP reconciliations - Continued

(\$s in thousands)

- 13) CMQR's non-controlling share of Adjusted EBITDA is comprised of the following items for the three months ended June 30, 2017 and 2016: (i) equity-based compensation of \$19 and \$5, (ii) interest expense of \$14 and \$8, and (iii) depreciation and amortization expense of \$27 and \$21, respectively. Non-controlling share of Adjusted EBITDA is comprised of the following items for the six months ended June 30, 2017 and 2016: (i) equity-based compensation of \$21 and \$13, (ii) interest expense of \$24 and \$14, and (iii) depreciation and amortization expense of \$56 and \$42, respectively. CMQR's non-controlling share of Adjusted EBITDA is comprised of the following items for the twelve months ended June 30, 2017 and 2016: (i) equity-based compensation of \$28 and \$37, (ii) interest expense of \$51 and \$28, and (iii) depreciation and amortization expense of \$119 and \$91, respectively.
- 14) Ports and Terminal's non-controlling share of Adjusted EBITDA is comprised of the following items for the three months ended June 30, 2017 and 2016: (i) interest expense of \$(27) and \$0, respectively. Ports and Terminal's non-controlling share of Adjusted EBITDA is comprised of the following items for the twelve months ended June 30, 2017 and 2016: (i) interest expense of \$56 and \$0, respectively.
- 15) Aviation Leasing's pro-rata share of Adjusted EBITDA from unconsolidated entities includes net loss of \$(107) and \$0 for the three months ended June 30, 2017 and 2016, respectively. Aviation Leasing's pro-rata share of Adjusted EBITDA from unconsolidated entities includes net loss of \$(843) and \$0 in the six months ended June 30, 2017 and 2016, respectively. Aviation Leasing's pro-rata share of Adjusted EBITDA from unconsolidated entities includes net loss of \$(843) and \$0 for the twelve months ended June 30, 2017 and 2016, respectively.
- 16) Shipping Container's pro-rata share of Adjusted EBITDA from unconsolidated entities includes the following items for the three months ended June 30, 2017 and 2016: (i) net loss of \$(259) and \$(320), (ii) interest expense of \$223 and \$257, and (iii) depreciation and amortization expense of \$342 and \$851, respectively. The Company's pro-rata share of Adjusted EBITDA from unconsolidated entities includes the following items for the six months ended June 30, 2017 and 2016: (i) net loss of \$(767) and \$(267), (ii) interest expense of \$474 and \$661, and (iii) depreciation and amortization expense of \$720 and \$1,766, respectively. Shipping Container's pro-rata share of Adjusted EBITDA from unconsolidated entities includes the following items for the twelve months ended June 30, 2017 and 2016: (i) net loss of \$(6,661) and \$(9,789), (ii) interest expense of \$1,136 and \$1,490, (iii) depreciation and amortization expense of \$1,920 and \$3,021, and (iv) asset impairment charges of \$3,068 and \$10,508, respectively.
- 17) Jefferson Terminal's pro-rata share of Adjusted EBITDA from unconsolidated entities includes net loss of \$(10) and \$0 for the three months ended June 30, 2017 and 2016, respectively. Jefferson Terminal's pro-rata share of Adjusted EBITDA from unconsolidated entities includes net loss of \$(75) and \$0 for the six months ended June 30, 2017 and 2016, respectively. Jefferson Terminal's pro-rata share of Adjusted EBITDA from unconsolidated entities includes net loss of \$(75) and \$0 for the twelve months ended June 30, 2017 and 2016, respectively.

Consolidated FAD Reconciliation

(\$s in thousands)	Three Months Ended June 30, 2016				Three Months Ended June 30, 2017			
	Equipment Leasing	Infrastructure	Corporate	Total	Equipment Leasing	Infrastructure	Corporate	Total
Funds Available for Distribution (FAD)	\$29,273	(\$6,802)	(\$9,183)	\$13,288	\$54,504	(\$6,142)	(\$13,750)	\$34,612
Less: Principal Collections on Finance Leases				(98)				(115)
Less: Proceeds from sale of assets				(11,555)				(20,407)
Less: Return of Capital Distributions from Unconsolidated Entities				(31)				—
Add: Required Payments on Debt Obligations				1,563				1,563
Add: Capital Distributions to Non-Controlling Interest				—				—
Include: Changes in Working Capital				1,622				(58)
Net Cash from Operating Activities				\$4,789				\$15,595

Consolidated FAD Reconciliation

(\$s in thousands)	Six Months Ended June 30, 2016				Six Months Ended June 30, 2017			
	Equipment Leasing	Infrastructure	Corporate	Total	Equipment Leasing	Infrastructure	Corporate	Total
Funds Available for Distribution (FAD)	\$75,330	(\$12,003)	(\$17,181)	\$46,146	\$90,263	(\$9,830)	(\$24,073)	\$56,360
Less: Principal Collections on Finance Leases				(2,302)				(225)
Less: Proceeds from sale of assets				(87,483)				(30,292)
Less: Return of Capital Distributions from Unconsolidated Entities				(432)				—
Add: Required Payments on Debt Obligations				49,223				3,125
Add: Capital Distributions to Non-Controlling Interest				—				—
Include: Changes in Working Capital				(4,162)				4,307
Net Cash from Operating Activities				\$990				\$33,275

Glossary

Adjusted EBITDA

We view Adjusted EBITDA as a secondary measurement to Adjusted Net Income, which we believe serves as a useful supplement to investors, analysts and management to measure economic performance of deployed revenue generating assets between periods on a consistent basis, and which we believe measures our financial performance and helps identify operational factors that management can impact in the short-term, namely our cost structure and expenses. Adjusted EBITDA may not be comparable to similarly titled measures of other companies because other entities may not calculate Adjusted EBITDA in the same manner.

Adjusted EBITDA is defined as net income attributable to shareholders, adjusted (a) to exclude the impact of provision for 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, and interest expense, (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 of unconsolidated entities and the non-controlling share of Adjusted EBITDA.

Adjusted Net Income

The Chief Operating Decision Maker ("CODM") utilizes Adjusted Net Income as the key performance measure. This performance measure provides the CODM with the information necessary to assess operational performance, as well as make resource and allocation decisions.

Adjusted Net Income is defined as net income attributable to shareholders, adjusted (a) to exclude the impact of provision for 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, and equity in earnings of unconsolidated entities, (b) to include the impact of cash income tax payments, and our pro-rata share of the Adjusted Net Income from unconsolidated entities, and (c) to exclude the impact of the non-controlling share of Adjusted Net Income. We evaluate investment performance for each reportable segment primarily based on Adjusted Net Income. We believe that net income attributable to shareholders, as defined by GAAP, is the most comparable earnings measurement with which to reconcile Adjusted Net Income.

Adjusted EPS

Adjusted EPS is a non-GAAP measure calculated as Adjusted Net Income divided by Weighted Average Common Shares Outstanding.

Debt to Capital Ratio

Debt to Capital Ratio is calculated as Total Debt divided by Total Debt plus Total Equity.

Funds Available for Distribution

Funds Available for Distribution ("FAD") is defined as cash from operating activities plus principal collections on finance leases, proceeds from sale of assets, and return of capital distributions from unconsolidated entities, less required payments on debt obligations and capital distributions to non-controlling interest, and excluding changes in working capital. The Company uses FAD in evaluating our ability to meet our stated dividend policy. FAD is not a financial measure in accordance with GAAP. The Company believes FAD will be a useful metric for investors and analysts for similar purposes. However, FAD is subject to a number of limitations and assumptions and there can be no assurance that the Company will generate FAD sufficient to meet our intended dividends. The GAAP measure most directly comparable to FAD is net cash provided by operating activities.

Return on Equity

Return on Equity is calculated as Adjusted Net Income divided by average Shareholders' Equity plus Other Comprehensive Income.