

Aero Capital Solutions | Non-recourse revolving warehouse facility

| 09-17 | \$350m

Flexible limited recourse revolving warehouse facility to finance the acquisition of midlife commercial aircraft on stub leases, with the intention to manage aircraft through re-delivery and the divestment of airframes and engines, including green time leasing of serviceable engines.

Whilst being highly complex and innovative in structure, the transaction also deploys capital in size and for a medium tenor. It is structured around the successful business plan of ACS and has features unlike typical aircraft warehouse facilities in order to offer maximum flexibility to the borrower whilst maintaining protection for the lenders.

The initial commitment of USD150mn is a significant deployment when factoring in the age of the assets financed. Additionally, the USD350mn accordion has been structured in to allow the borrower to continue the growth of their platform with minimal difficulty. The facility maturity is 6 years.

The facility is structured to allow the borrower to acquire aircraft on stub leases (typically 6-36 months lease remaining).

Transaction Overview

Structure

Product category: Financing

Product type: Loan

Structure Warehouse facility

Sub Structure Warehouse facility

Use of proceeds Aircraft Purchase

Transaction Categories

Regions:

[North America](#) |

[United States](#) |

Tagged as:

[Secured](#) |

[G8](#) |

Debt

A Loan (USD 350.00m) 07 Sep 2017

Type: Debt

Tenor: 6 Years

Amount: USD 350.00m

Maturity Date: 07 Sep 2023

Duration: 6 Years

Description: USD 150m Day 1 commitment with a USD 350m accordion

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Transaction Roles

Borrower/Issuer

Company Name	Role	Client
Aero Capital Solutions	Borrower/Issuer	

Banks

Company Name	Role	Client
Deutsche Bank	Debt Arranger	
Deutsche Bank	Structuring agent	
Deutsche Bank	Overall Arranger	

Lawyers

Company Name	Role	Client
Milbank	Advisor	
Vedder Price	Advisor	

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Transaction Timeline

07/09/2017	Financial close
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Coverage

[ACS secures \\$90m loan facility](#)

Mid-life lessor raises funds from new lending platform.

[Aero Capital Solutions closes \\$400m debt facility](#)

Mid-life leasing platform also secures \$200m equity commitments.

[Aero Capital recruits Paterson](#)

Company expands team with ex-MTU Maintenance sales director.

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