

SMBC Aviation Capital | Commercial loan | 09-22 | \$1.8bn

SMBC Aviation Capital (SMBC AC) has agreed a new \$1.725 billion five-year syndicated facility with a greenshoe option comprising a \$1.294 billion term loan and a \$431 million revolving credit facility with a consortium of Asia-Pacific, European and North American banks.

Six of the 13 banks which entered the transaction are providing financing to SMBC AC for the first time.

Australia and New Zealand Banking (ANZ) and Citigroup Global Markets Asia (Citi) acted as joint global co-ordinators while seven banks, including DBS Bank, The Korea Development Bank, Oversea-Chinese Banking Corporation, BNP Paribas, CaixaBank, Cathay United Bank and Industrial and Commercial Bank of China, London Branch acted as mandated lead arrangers and bookrunners. Four additional banks -- including HSBC as a senior mandated lead arranger, Apple Bank for Savings, China Everbright Bank, Hong Kong Branch and Keybank as mandated lead arrangers -- joined at the senior syndication phase.

A general syndication will be launched shortly to raise additional funds under the greenshoe option.

Related ID: 17383

Update: SMBC Aviation Capital has raised an additional \$800 million from 19 financial institutions on top of its \$1.725 billion five-year syndicated facility announced in September, including 14 new banking relationships for the lessor. The additional funds raised via the greenshoe option brings the total facility size to \$2.5 billion with participation from 32 banks globally.

The syndicated finance facility comprises a \$1.8 billion term loan and a \$700 million revolving credit facility with a consortium of Asian, European and North American banks

Transaction Overview

Structure

Product category: Financing
Product type: Loan
Structure: Loan
Sub Structure: Term loan
Use of proceeds: General corporate purposes

Transaction Categories

Regions:

[Europe](#) |
[Ireland](#) |

Tagged as:

[Secured](#) |
[Syndicated](#) |

Debt

Term Loan (USD 1,800.00m) 28 Sep 2022

Type: Debt
Tenor: 5 Years
Amount: USD 1,800.00m
Maturity Date: 27 Sep 2027
Duration: 5 Years

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Transaction Roles

Borrower/Issuer

Company Name	Role	Client
SMBC Aviation Capital	Borrower/Issuer	

Banks

Company Name	Role	Client
Australia and New Zealand Banking Group	Co-managers	
Citigroup	Co-managers	
DBS	Debt Arranger	
DBS	Overall Arranger	
DBS	Bookrunner	
Korea Development Bank	Debt Arranger	
Korea Development Bank	Overall Arranger	
Korea Development Bank	Bookrunner	
OCBC	Debt Arranger	
OCBC	Overall Arranger	
OCBC	Bookrunner	
BNP Paribas	Debt Arranger	
Caixabank	Debt Arranger	
BNP Paribas	Overall Arranger	
BNP Paribas	Bookrunner	
Caixabank	Overall Arranger	
Caixabank	Bookrunner	
Cathay United Bank	Debt Arranger	
Cathay United Bank	Overall Arranger	
Cathay United Bank	Bookrunner	
ICBC	Debt Arranger	
ICBC	Overall Arranger	
ICBC	Bookrunner	
HSBC	Debt Arranger	
HSBC	Overall Arranger	
Apple Bank	Debt Arranger	
Apple Bank	Overall Arranger	
China Everbright	Debt Arranger	
China Everbright	Overall Arranger	
KeyBanc	Debt Arranger	
KeyBanc	Overall Arranger	

Lawyers

Company Name	Role	Client
Milbank	Advisor	
Walkers	Advisor	
Clifford Chance	Advisor	
A&L Goodbody	Advisor	
Cravath, Swaine & Moore LLP	Advisor	
Mayer Brown LLP	Advisor	
Vedder Price	Advisor	

Allen & Overy	Advisor	
Hogan Lovells	Advisor	

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Transaction Timeline

28/09/2022	Financial close	Thirteen banks on new SMBC AC \$1.7bn financing
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Coverage

[SMBC AC expands banking pool through \\$1.5bn facility](#)

Follows \$1.725 billion five-year syndicated facility in 2022, AFJ Deal Tracker shows

[Mizuho, MUFG agree \\$600m loans for lessor M&A](#)

Loans will part-finance Goshawk acquisition.

[Goshawk portfolio is good fit: SMBC Aviation Capital](#)

Lessor chief says Goshawk's revised pricing expectations put deal on the table.

[Citi's Noorani to step down](#)

Joe Shanahan will become the sole aviation lead for the bank's aviation capabilities.

[SMBC AC upsizes syndicated facility](#)

Additional funds raised via the greenshoe option brings total facility size to \$2.5 billion with participation from 32 banks including 14 new banks.

[Leasing community tackles sustainability](#)

ALI sustainability day event underlines opportunities as well as enormous challenges the industry faces on its pathway to decarbonisation.

[American boosts net income to \\$483m on strong demand](#)

Passenger revenue was \$12.4 billion, an increase of 55.8% compared with the third quarter of 2021.

[Scale up SAF or reduce growth, conference hears](#)

Net zero air transport needs a monumental boost to green fuel production

[Lessors brace for higher borrowing costs and global recession against uncertain geopolitical outlook](#)

The tide of cheap money has come to an end, and recession fears climb with central banks continuing their monetary policy campaigns to curb inflation.

[Lessors eye Latin America opportunities: AFJ LATAM 2022](#)

Region historically underserved with strong lease focus.

[Thirteen banks on new SMBC AC \\$1.7bn financing](#)

Six of the banks are new financiers for the lessor.

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