



Alliance Aviation Services Limited
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Alliance Aviation Services (ASX code: AQZ)

Alliance Aviation Services Limited "Alliance" provides the following information to address questions that have been raised in the last couple of days:

- Alliance has a strong balance sheet with only one F50 aircraft (of 28 operational fleet units) that is operated via a finance lease. All other aircraft and engines are owned outright;
- With the most recent forecast Alliance confirms that it will not breach any financial or bank covenants;
- Alliance has a number of options available to manage its fleet composition. This includes sale and lease with other operators. Alliance is in advanced discussions on a number of alternatives; and
- The financiers have recently completed an independent valuation of the aircraft. The results of this valuation are consistent with Alliances carrying value of the aircraft. Alliance has a tangible asset backing which is two times net debt.

The most recent forecast is a variation on a strong underlying contract revenue stream.

For more information contact:

Matthew Dyer

Chief Financial Officer

Alliance Aviation Services Limited

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About Alliance Aviation

Alliance Aviation is Australia's leading provider of fly-in, fly-out ("FIFO") transportation. Alliance provides an essential service to the mining and energy industry – the safe and efficient air transportation of their employees and contractors to and from remote locations.

The company was recently awarded the Flight Safety Foundation "BARS Gold" status, the first such carrier in Australia to be so recognised.

The Company operates a fleet of 18 Fokker 100 and seven Fokker 70LR jet aircraft and six Fokker 50 turboprops at industry leading on time performance.

Alliance flies workers to and from some of the largest mining operations in Australia for a predominantly "blue chip" mining and energy customer base, and also provides ad hoc charter, aircraft wet lease and aviation engineering services to a range of corporate and government customers.

The Company has a growing national footprint with operations now based in Brisbane, Townsville, Cairns, Melbourne, Adelaide and Perth.