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| **TM** |
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| **GATS Trust Instrument Master Terms** |
| **US TRUST BRANCH** |
|  |
| **(TRANSITIONAL FORM)** |
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**APPENDIX A
Master Terms**

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1. [Intentionally OMitted]
2. Definitions and Interpretation
	1. Definitions
3. **Aircraft Equipment Documents** means all technical data, manuals supplied by any manufacturer of the Aircraft Equipment (or any other manufacturer or supplier), logs, records, computer data media and other materials and documents kept by the operator of the Aircraft Equipment or required to be kept with respect to any Aircraft Equipment whether in compliance with any Applicable Law, any Lease Agreement or any requirement of any applicable Aviation Authority.
4. **Aircraft Equipment Related Activity** means, with respect to any Aircraft Equipment, the manufacture, purchase, acceptance, non-acceptance, rejection, ownership, delivery, lease, possession, use, operation, condition, sale, return or other disposition of such Aircraft Equipment (including latent and other defects, whether or not discoverable, and any claim for patent, trademark or copyright infringement).
5. **Applicable Law** means all laws, rules, statutes, ordinances, regulations and orders of any Governmental Authority applicable to the Beneficiary, the Trustee, the Trust Company, the GATS Trust, any Aircraft Equipment or any other property forming part of the Trust Estate.
6. **Aviation Authority** means, in relation to any Aircraft Equipment, any governmental agency which has control or supervision of civil aviation in the state in which such Aircraft Equipment is registered (including, during any FAA Registration Period, the FAA) or in the state which has jurisdiction over the registration, airworthiness or operation of, or other matters relating to such Aircraft Equipment.
7. **Beneficial Interest** means all of the interest in and to the Trust Estate, other than bare legal title.

**Business Day** means a day, other than a Saturday or Sunday, on which banks are open in New York City, New York, and the Trust Company’s principal place of business for the transaction of business of the nature required by the GATS Trust Instrument.

1. **Cape Town Convention** means, collectively, the official English language texts of the Convention on International Interests in Mobile Equipment, and the Protocol to such Convention on Matters Specific to Aircraft Equipment.
2. **Excluded Property** means:
	1. liability insurance proceeds payable to or for the benefit of an additional or named insured for any Indemnified Person; and
	2. any fees, expenses or requisition, indemnity or other payments or indemnities of any Indemnified Person.
3. **FAA** means the United States Federal Aviation Administration.
4. **FAA Registration Period** means any period during which any Aircraft Equipment is registered with the civil aircraft register maintained by the FAA.
5. **Finance Documents** has the meaning given to such term in the GATS Security Instrument, if any.
6. **GATS e-Terms** means the e-terms for participation in GATS which must be accepted and agreed by any person wishing to use the GATS Platform, and available for download on the AWG website at <http://awg.aero/projects/gats/>.
7. **GATS Forms** means the GATS forms of trust, transfer and security related documentation for the US Trust Branch substantially in the forms marked ‘transitional form’ and available for download on the AWG website at <http://awg.aero/projects/gats/>.

**GATS Platform** means the GATS website and associated web applications developed or being developed to provide full electronic functionality to GATS, as more particularly described on the AWG website at <http://awg.aero/projects/gats/>.

1. **GATS Secured Party** means, in relation to the GATS Security Instrument, if any, the person in whose favor a Security Interest has been granted pursuant to such GATS Security Instrument.
2. **GATS Security Instrument** means the Security Instrument, if any, in the applicable GATS Form and identified by the terms thereof as the ‘GATS Security Instrument’, but only for so long as the Security Interest granted thereunder has not been released and discharged.
3. **GATS Trust Instrument** means the GATS trust instrument to which these Master Terms are attached as Appendix A.
4. **Global Aircraft Trading System** or **GATS** means the Global Aircraft Trading System, as more particularly described on the AWG website at <http://awg.aero/projects/gats/>.
5. **Governing Law** means the laws of the jurisdiction by which the GATS Trust Instrument is expressed to be governed.
6. **Governmental Authority** means:
	1. any national government, political subdivision thereof or local jurisdiction therein;
	2. any instrumentality, board commission, court or agency of any of the foregoing, however constituted; and
	3. any association, organization or institution of which any of the foregoing is a member or to whose jurisdiction any thereof is subject or in whose activities any of the above is a participant.
7. **Indemnified Person** means the Trust Company and its successors, permitted assigns, legal representatives, agents and employees.
8. **International Registry** means the international registry established pursuant to the Cape Town Convention.
9. **Lease** means any lease (including a wet-lease), bailment or transfer of possession, use or operational control of any Aircraft Equipment by one person to another person.
10. **Lease Agreement** means any agreement entered into by a Lessee for the Lease of any Aircraft Equipment and, during any FAA Registration Period, each other document identified in the FAA Related Terms as a ‘Lease Agreement’.
11. **Lessee** means, at any time, any person who, at such time, is leasing (including wet-leasing) or has possession or operational control of any Aircraft Equipment from:
	1. the Trustee; or
	2. another person having a leasing interest in such Aircraft Equipment who, at such time, is leasing such Aircraft Equipment directly or indirectly from the Trustee.
12. **Loss** means any and all liabilities, obligations, losses, damages, penalties, taxes, claims, actions, suits, costs, expenses or disbursements (including reasonable ongoing fees of the Trustee and reasonable legal fees and expenses) of any kind and nature whatsoever.
13. **New Beneficiary** means in relation to an assignment and transfer by the Beneficiary of the Beneficial Interest, the person to whom, immediately prior to such assignment and transfer, all (or, to the extent permitted under the GATS Trust Instrument, a portion) of the Beneficial Interest is to be assigned and transferred.
14. **New Trust Company** means the person acting as New Trustee, not in its capacity as trustee but in its individual capacity and for its own account.
15. **New Trustee** means, in relation to the resignation or removal of the Trustee as trustee of the GATS Trust, the person, immediately prior to such resignation or removal, to be appointed as its successor as trustee of the GATS Trust.
16. **Obligations** means:
	1. in respect of the Beneficiary, all of its obligations and duties under the GATS Trust Instrument; and
	2. in respect of the Trustee or the Trust Company, all of its obligations and duties under the GATS Trust Instrument and the GATS Security Instrument.
17. **Off-Lease Period** means any period during which no Aircraft Equipment is subject to a Lease.
18. **Partial Beneficial Interest** means such portion of the Beneficial Interest solely allocable to:
	1. a specifically identified part of any Aircraft Equipment; and
	2. all other property forming part of the Trust Estate allocable to such Aircraft Equipment, including: (i) all insurance proceeds and requisition proceeds (ii) all rent paid or payable to the Trustee under any Lease Agreement, and (iii) all other rights of the Trustee under any Lease Agreement and each other Related Document, in each case allocable to such Aircraft Equipment.

**Regulatory Laws** means all Applicable Laws from time to time relating to sanctions, money laundering (including know your customer requirements), corruption, bribery, sanctions or terrorism, including those promulgated by the U.S. Department of Treasury’s Office of Foreign Assets Control and the Financial Crimes Enforcement Network.

1. **Related Documents** means each Lease Agreement to which any Trustee Party is a party, each Finance Document to which any Trustee Party is a party, any bills of sale relating to any Aircraft Equipment executed by or given in favor of the Trustee, any document executed by any Trustee Party pursuant to or relating to the Lease Agreement or Finance Document, any other document executed by any Trustee Party in connection with the Aircraft Equipment or which any Trustee Party has executed pursuant to any instruction given in accordance with Paragraph 5.1(a), but excluding any and all Trust Documents and, during any FAA Registration Period, each other document identified in the FAA Related Terms as a ‘Related Document’.
2. **Relevant Courts** means any state court sitting in the jurisdiction of the Governing Law, and any United States District Court sitting in such jurisdiction, and any appellate court of any such court.
3. **Required Notice** means, in respect of any notice given pursuant to Paragraph 11 during any FAA Registration Period, 60 days, and during any other period, 30 days.
4. **Residual Beneficial Interest** means, at any time following the assignment and transfer of one or more Partial Beneficial Interests to a New Beneficiary, all of the portion of the Beneficial Interest that is at such time retained by the Beneficiary which it has not assigned and transferred to such New Beneficiary.
5. **Rights** means:
	1. in respect of the Beneficiary, all of its right, title and interest in and to the GATS Trust Instrument (but excluding all of its right, title and interest in and to the Beneficial Interest); and
	2. in respect of the Trustee or the Trust Company, all of its right, title and interest in and to the GATS Trust Instrument and the GATS Security Instrument, including all of its trust powers under the GATS Trust Instrument and under the Governing Law and any other applicable law (but excluding, in the case of the Trustee, all of its right, title and interest in and to the Trustee Interest).
6. **Secured Party** means, in relation to the grant of a Security Interest by the Beneficiary in all of its right, title and interest in and to the Beneficial Interest, the person in whose favor such Security Interest is granted or to whom the benefit of such Security Interest is subsequently assigned and transferred.
7. **Security Instrument** means any instrument executed and delivered by the Beneficiary and a Secured Party pursuant to which, inter alia, the Beneficiary grants a Security Interest in all or a portion of the Beneficial Interest in favor of such Secured Party.
8. **Security Instrument Master Terms** means the master terms attached as appendix A to the GATS Security Instrument.
9. **Security Interest** means any mortgage, charge, pledge, security assignment, lien, other security interest, or any lease or other encumbrance, however created or arising.
10. **Servicer** means, in relation to any Aircraft Equipment, any Lease or any Lease Agreement, the person from time to time appointed as servicer of such Aircraft Equipment, such Lease or such Lease Agreement, but only to the extent notified in writing from time to time by the Beneficiary to the Trustee.
11. **Termination Date** means the earlier of:
	1. the date on which the termination of the GATS Trust is expressed to take effect as identified in termination instrument entered into between the Trustee and the Beneficiary;
	2. the date on which the Trustee assigns and transfers to any other person (other than to a New Trustee) all of its right, title and interest in and to all of the Trust Estate in accordance with Paragraph 10.7; or
	3. the Perpetuity Expiry Date.
12. **Transfer Instrument** means any instrument executed and delivered by:
	1. the Beneficiary, the New Beneficiary, the Trustee and the Trust Company pursuant to which the Beneficiary assigns and transfers (i) all or a portion of the Beneficial Interest and (ii) its Rights and Obligations to the New Beneficiary, and which is in the applicable GATS Form; or
	2. the Trustee, the New Trustee, the Trust Company, the New Trust Company and the Beneficiary pursuant to which (i) the Trustee resigns or is removed as trustee, (ii) the New Trustee is appointed as trustee, (iii) the Trustee assigns and transfers all of its Trustee Interest (if any) and its Rights and Obligations to the New Trustee, and (iv) the Trust Company assigns and transfers its Rights and Obligations to the New Trust Company.
13. **Trust Company** means the person acting as Trustee, not in its capacity as trustee but in its individual capacity and for its own account.
14. **Trust Company Service Agreement** means the service agreement, including any fee agreement relating thereto and any standard terms of service incorporated by reference therein, entered into between the Trust Company or the service provider who has agreed to manage trustee functions on its behalf, and the Beneficiary or an affiliate of the Beneficiary.
15. **Trust Documents** means:
	1. the GATS Trust Instrument;
	2. each Transfer Instrument, if any;
	3. during any FAA Registration Period, each other document identified in the FAA Related Terms as a ‘Trust Document’; and
	4. any other document which the Beneficiary, the Trustee, the Trust Company and the GATS Secured Party (if any) agree in writing is a ‘Trust Document’.
16. **Trustee Interest** means, to the extent that the Trustee holds bare legal title to the Trust Estate, all of the Trustee’s right, title and interest in and to the Trust Estate.
17. **Trustee** **Party** means:
	1. the Trustee; or
	2. the GATS Trust (but only if, under the Governing Law, the GATS Trust may exist, and pursuant to the terms of the GATS Trust Instrument, legal title to all of the Trust Estate is to be held in the name of the GATS Trust as a separate legal entity).
18. **UCC** means the Uniform Commercial Code as in effect from time to time in the jurisdiction of the Governing Law, and the Uniform Commercial Code of any other applicable jurisdiction that now or hereafter substantially includes the 1994 revisions to Article 8 thereof as adopted by the American Law Institute and the National Conference of Commissioners on Uniform State Laws and approved by the American Bar Association on February 14, 1995
19. **US Trust Branch** means the GATS trust branch corresponding to the United States.
	1. Interpretation
		1. Unless a contrary intention appears, a reference in the GATS Trust Instrument or any other Trust Document to:
			* 1. the **Trustee**, the **Beneficiary** or the **Trust Company** shall be construed (A) to be a reference to it in its capacity as such and not in any other capacity, and (B) so as to include its successors in title, permitted assigns and permitted transferees;
				2. a **person** includes any individual, firm, company, corporation, any association, trust, joint venture consortium, partnership or other entity (whether or not having separate legal personality) and (A) during any FAA Registration Period, excludes a government, state, political subdivision or agency of a state, or (B) during any other period, includes a government, state, political subdivision or agency of a state;
				3. **assets** or **property** includes present and future assets or properties, revenues and rights of every description;
				4. a **law** or **regulation** includes any law, constitution, treaty, statute, law, decree, regulation, order (including an executive order or decree), rule or directive of any governmental, intergovernmental or supranational body, agency, department or of any regulatory, self-regulatory or other authority or organization, or any judicial or administrative interpretation or application of, or decision under, any of the foregoing;
				5. any provision of any law or regulation includes any such provision as amended, re-enacted or superseded by any other law or regulation;
				6. an **Article**, a **Clause**, a **Section**, a **Paragraph** an **Annex**, an **Appendix**, an **Exhibit** or a **Schedule** in the GATS Trust Instrument or in any other Trust Document is a reference to an article, clause, section or paragraph of, or an annex, appendix, exhibit or a schedule to the GATS Trust Instrument or such other Trust Document, as applicable;
				7. [intentionally omitted];
				8. any agreement, instrument or document, or any annex, schedule or exhibit to any of the foregoing, or any other part of the foregoing, includes that agreement, instrument or document, or annex, schedule or exhibit, or part, respectively, as amended, modified or supplemented from time to time in accordance with its terms, and any agreement, instrument or document amending, restating, replacing or substituting that agreement, instrument or document, or annex, schedule or exhibit, or part, respectively;
				9. words importing the plural include the singular and words importing the singular include the plural;
				10. **in writing** or **written** includes through the electronic notification facility provided by the GATS Platform, unless otherwise stated; and
				11. the date of the GATS Trust Instrument or any Trust Document or Finance Document which is in the applicable GATS Form is the date indicated on its front cover.
		2. The words ‘including’ and terms and phrases of similar import mean, in each case, ‘including, without limitation’.
		3. Headings used in any Trust Document are for convenience only and shall not in any way affect the construction of, or be taken into consideration in interpreting, such Trust Document.
		4. Each schedule and appendix to each Trust Document is incorporated in, and shall be deemed to be a part of, such Trust Document.
		5. The GATS Trust Instrument includes and shall be deemed to include these Master Terms and the FAA Related Terms.
20. Trust Estate and Administration
	1. The Trustee will administer the GATS Trust and maintain the existence of the GATS Trust as a separate trust. The Trustee shall mark its books and records and take such other action as is necessary to segregate property forming part of the Trust Estate, assets and liabilities of the GATS Trust, from the property, assets and liabilities of the Trust Company, of any other trust of which the Trust Company is the trustee, and of any other person, and will refrain from commingling such property, assets and liabilities with any such other property, assets and liabilities.
	2. The Trustee agrees that it will deal with the Aircraft Equipment or any other property forming part of the Trust Estate in accordance with and as expressly provided the Trust Documents, and in no event will the Trustee permit any party to possess or use any of the Aircraft Equipment except as required or permitted by the terms of any Related Documents or as required by Applicable Law, or as otherwise instructed to do so pursuant to Paragraph 5.1.
21. RECEIPT AND DISTRIBUTION OF INCOME AND PROCEEDS
	1. Payments from Trust Estate Only
		1. All payments to be made by the Trustee under any Trust Document shall be made only from the income from and proceeds of the Trust Estate to the extent that the Trustee shall have received sufficient income or proceeds from the Trust Estate to make such payments, and the Trustee shall have no obligation to distribute to the Beneficiary or any other person any amounts to be paid to Trustee until such amounts are collected by Trustee.
		2. The Beneficiary agrees that it will look solely to the income from and proceeds of the Trust Estate to the extent available for distribution to the Beneficiary as provided in any Trust Document.
		3. Except as provided in Paragraph 7.2, the Beneficiary agrees that the Trust Company is neither personally liable to the Beneficiary for any amounts payable nor subject to any other liability under the GATS Trust Instrument.
	2. Distributions
		1. Any payment received by the Trustee pursuant to the GATS Trust Instrument and any other amount received by it as part of the Trust Estate and for the application or distribution of which no provision is made in the GATS Trust Instrument shall be distributed promptly upon receipt by the Trustee in the following order of priority:
			* 1. *first*, to pay or reimburse the Trustee and the Trust Company for any expenses in respect of which it is entitled to be reimbursed pursuant to the GATS Trust Instrument or any other Trust Document; and
				2. *second*, the balance, if any, shall be paid (A) in accordance with the provisions of the GATS Security Instrument, if any, or otherwise (B) to the Beneficiary or at the written direction of the Beneficiary (which direction, in each case, may be given in any Related Document to which any Trustee Party is a party).
		2. Subject always to the prior satisfaction of all applicable Regulatory Laws, the Trustee shall make or cause to be made all distributions pursuant to the GATS Trust Instrument:
			* 1. by wire transfer in immediately available funds on the day received (or on the next succeeding Business Day if the funds to be so distributed shall not have been received by the Trustee by 12:00 noon, New York City time; and
				2. to such account and in such manner as required by the terms of the GATS Security Instrument or, if there is no GATS Security Instrument, to such account as the Beneficiary shall from time to time direct in writing (which direction, in each case, may be given in any Related Document to which the Trustee is a party).
	3. Status of monies received

All monies (if any) received by the Trustee under or pursuant to any provision of any Trust Document (other than monies that are or are the proceeds of Excluded Property) shall constitute property that is part of the Trust Estate and trust funds for the purpose for which they are paid or held, and shall be segregated from any other monies and deposited by the Trustee under such conditions as may be prescribed or permitted by law for trust funds. The Trustee shall not be liable for any interest on any such monies, except as may be expressly agreed with the Beneficiary in any Trust Document.

1. TRUSTEE
	1. Action upon Instructions; Authorization
		1. Subject to section 4 of the GATS Trust Instrument, the remainder of this Paragraph 5 and Paragraph 7, upon the written instructions at any time and from time to time of the Beneficiary, the Servicer on its behalf or, to the extent permitted by the GATS Security Instrument, if any, the GATS Secured Party, the Trustee will and covenants and agrees to take such of the following actions (where applicable, on behalf of the GATS Trust), to the extent not inconsistent with the terms of any Trust Document or any Related Document, as may be specified in such instructions:
			* 1. execute and deliver: (A) any and all Trust Documents; (B) any and all Related Documents (in the form delivered by the Beneficiary to the Trustee), (C) each other document that Trustee is required to deliver pursuant to any Trust Document or any Related Document (in the form delivered by the Beneficiary to the Trustee); (C) any documents necessary to effect and/or maintain the registration of the Aircraft Equipment with the applicable Aviation Authority and any other applicable Governmental Authority; and (D) all such other instruments, documents or certificates and take all such other actions in accordance with the direction of the Beneficiary, in each case as the Beneficiary may deem necessary or advisable in connection with the transactions contemplated by the Trust Documents or the Related Documents (including in connection with the Cape Town Convention);
				2. cause the Aircraft Equipment to be delivered to, or redelivered from, the Lessee under any Lease Agreement from time to time in effect and to which any Trustee Party is a party as lessor;
				3. give such notice or direction or exercise such right, remedy or power under the GATS Trust Instrument, any other Trust Document, any Related Document or in respect of all or any part of the Trust Estate, or take such other action, as shall be specified in such instructions;
				4. take such action to preserve or protect the Trust Estate (including the discharge of Security Interests) as may be specified in such instructions;
				5. approve as satisfactory to it all matters required by the terms of any Trust Document or any Related Document to be satisfactory to the Trustee, it being understood that without written instructions of the Beneficiary, the Trustee shall not approve any such matter as satisfactory to it;
				6. take title to any Aircraft Equipment;
				7. cooperate with the Beneficiary to effect the registration of any Aircraft Equipment with any other Aviation Authority and any other applicable Governmental Authority by duly executing and filing or causing to be filed with such Aviation Authority any document or instrument required effect such registration;
				8. to the extent permitted under the terms of the GATS Security Instrument, if any, convey any or all of the Trustee’s right, title and interest in and to any Aircraft Equipment or any other property forming part of the Trust Estate for such amount, on such terms and to such purchaser or purchasers (or transferee or transferees) as shall be designated in such instructions, or retain, lease or otherwise dispose of, or from time to time take such other action with respect to, any Aircraft Equipment or any such other property on such terms as shall be designated in such instructions;
				9. to establish Trustee as a ‘transacting user entity’ (as provided in the Cape Town Convention) on the International Registry, and register, consent to registration of or discharge interests on the International Registry as required pursuant to the Related Documents; and
				10. take or refrain from taking such other action or actions as may be specified in such instructions.
		2. The Beneficiary authorizes the Trustee to:
			* 1. subject to the terms of the Trust Documents, exercise its rights and perform its duties under the Related Documents and the Trust Documents; and
				2. execute and deliver any document (including any document pursuant to which any Trustee Party acts as a guarantor or surety for the obligations of the Beneficiary), or take or refrain from taking any action, as directed by the Beneficiary pursuant to and in accordance with this Paragraph 5.1.
		3. The Trustee shall have no power or authority to, and the Trustee agrees that it will not, manage, control, use, sell, dispose of or otherwise deal with any Aircraft Equipment or any other property forming part of the Trust Estate except:
			* 1. as expressly required by the terms of any of the Related Documents; or
				2. as expressly provided in written instructions pursuant to and in accordance with this Paragraph 5.1.
	2. No Other Duties

The Trustee shall have no duties or obligations except those expressly set forth in any Trust Document and those duties provided for by Applicable Law. Without prejudice to the generality of the foregoing, the Trustee shall not have any duty to:

* + 1. obtain any insurance on any of the Aircraft Equipment or maintain any such insurance;
		2. subject to the Trust Company’s obligations under Paragraph 6.2(d), see to the payment or discharge of any tax, assessment or other charge levied by a Governmental Authority or any lien or encumbrance of any kind owing with respect to, assessed or levied against, any of the Aircraft Equipment;
		3. confirm or verify any notices or reports other than to furnish the Beneficiary with a copy of each notice or report furnished to the Trustee with respect to any of the Aircraft Equipment;
		4. inspect any of the Aircraft Equipment at any time; or
		5. except as set forth in any Trust Document, be responsible for any recording or the maintenance of any such recording or filing with any Aviation Authority or other government authority.
	1. Limitation on Duties
		1. The Trustee shall not have any obligation by virtue of the GATS Trust Instrument to expend or risk any of its own funds, or to take any action which could, in the reasonable opinion of the Trustee, result in any cost or expense being incurred by the Trustee, if it shall have reasonable grounds for believing that repayment of such funds is not reasonably assured to it.
		2. The Trustee shall not be required to execute any Trust Document or take any action or refrain from taking any action under any Trust Document unless it shall have been indemnified by the Beneficiary (or any other person acting as guarantor of its obligations under such Trust Document or providing an indemnity in favor of the Trustee in respect of such Trust Document) in a manner and form satisfactory to the Trustee against any liability, cost or expense (including reasonable attorneys’ fees) which may be incurred in connection therewith.
		3. No provision of any Trust Document shall be deemed to impose any duty on the Trustee to take any action if the Trustee shall have been advised by counsel that such action would expose it to personal liability, is contrary to the terms hereof or is contrary to law.
	2. Reliance
		1. The Trustee shall not incur any liability to anyone in acting or refraining from acting upon any signature, instrument, notice, resolution, request, consent, order, certificate, report, opinion, bond or other document or paper reasonably believed by it to be genuine and reasonably believed by it to be signed by the proper person or persons.
		2. The Trustee may accept a copy of a resolution of the board of directors of any corporate party, certified by a director, the secretary, an assistant secretary or any other duly appointed officer of such person, as duly adopted and in full force and effect and as conclusive evidence that such resolution has been adopted by said board and is in full force and effect.
		3. As to any fact or matter, the manner or ascertainment of which is not specifically described in any Trust Document, the Trustee may for all purposes of the GATS Trust Instrument rely on a certificate, signed by or on behalf of the person executing such certificate, as to such fact or matter, and such certificate shall constitute full protection of the Trustee for any action taken or omitted to be taken by it in good faith in reliance on such certificate.
		4. In the administration of the GATS Trust, the Trustee may, at the reasonable cost and expense of the Beneficiary, seek advice of counsel, accountants and other skilled persons to be selected and employed by them, and, except as otherwise expressly provided in any Trust Document, neither the Trustee nor the Trust Company shall be liable for anything done, suffered or omitted in good faith by it in accordance with the actions, advice or opinion of any such counsel, agents, accountants or other skilled persons.
		5. If at any time the Trustee determines that it requires or desires guidance regarding the application of any provision of any Trust Document or any other document, regarding compliance with any direction it receives given in accordance with any Trust Document, the Trustee may deliver a notice to the Beneficiary requesting written instructions as to such application or compliance, and such instructions by or on behalf of the Beneficiary, as applicable, shall constitute full and complete authorization and protection for actions taken and other performance by the Trustee in reliance on such instructions. Until the Trustee has received such instructions after delivering such notice, it may, but shall be under no duty to, take or refrain from taking any action with respect to the matters described in such notice.
		6. In the administration of GATS Trust, the Trustee may execute the GATS Trust and perform its powers and duties under any Trust Document directly or through one or more agents or attorneys.
	3. Not Acting in Individual Capacity

In accepting the GATS Trust, the Trustee acts solely as trustee under the Trust Documents and not in any individual capacity, and all persons other than the Beneficiary having any claim against the Trustee by reason of the transactions contemplated by the Trust Documents shall not have any recourse to the Trust Company.

* 1. Benefit of Protections

The exclusions, limitations, rights and protections under this Section 5 of or applicable to the Trustee and the performance by it of its duties and obligations as trustee of the GATS Trust are for the benefit of both the Trustee and the Trust Company.

1. REPRESENTATIONS, WARRANTIES AND COVENANTS
	1. Beneficiary Covenants
		1. Representations and Warranties of the Beneficiary

The Beneficiary makes the following representations and warranties in favor of the Trust Company and, if any, the GATS Secured Party as of the date of the GATS Trust Instrument:

* + - * 1. Power and Authority

The Beneficiary has the power to enter into, perform and deliver, and has taken all necessary action to authorize its entry into, performance and delivery of each Trust Document to which it is a party.

* + - * 1. Execution and Delivery

Each Trust Document to which the Beneficiary is a party has been duly executed and delivered by one or more signatories duly authorized to execute and deliver such Trust Document for it or on its behalf, assuming, in each case, the due authorization, execution, and delivery by each party to such Trust Document other than the Beneficiary.

* + - * 1. Binding Obligations

The obligations expressed to be assumed by the Beneficiary under each Trust Document to which it is a party are legal, valid, binding and enforceable obligations, enforceable against it in accordance with its terms, except as may be limited by bankruptcy, insolvency, reorganization, moratorium or similar laws relating to or limiting creditors’ rights generally or by equitable principles relating to enforceability.

Each of the representations and warranties given by the Beneficiary pursuant to this Paragraph 6.1(a) is deemed to be repeated as of the date of each Transfer Document, by reference to the facts and circumstances existing at such time.

* + 1. Fees and Expenses

The Beneficiary shall pay, or cause to be paid, to the Trust Company, reasonable compensation, as separately agreed pursuant to the Trust Company Service Agreement, for its administration of the GATS Trust and for the proper exercise of its powers and performance of its and the Trustee’s obligations and duties under the Trust Documents. The Beneficiary shall also reimburse, or cause to be reimbursed, the Trust Company for the reasonable costs and expenses (including reasonable legal fees but excluding general overhead charges) incurred by it or the Trustee in the administration of the GATS Trust.

* + 1. Compliance with Regulatory Laws
			- 1. The Beneficiary agrees that it will comply with all Regulatory Laws and will not knowingly permit the Aircraft Equipment to be used in a manner that is contrary to any Regulatory Laws which, in each case, are applicable to the Beneficiary, the Trustee or the Aircraft Equipment (including any Aircraft Equipment Related Activity relating to the Aircraft Equipment).
				2. The Beneficiary acknowledges that Regulatory Laws may apply to the Aircraft Equipment even if it is not physically located in the United States.
				3. The Beneficiary agrees that it will, promptly upon the Trustee’s written request, provide to the Trustee any documentation or other evidence that is reasonably required by the Trustee to comply with Regulatory Laws. To the fullest extent permitted by Applicable Law, the Trust Company shall be entitled to rely conclusively on any such documentation and evidence.
		2. Tax Returns and Tax Matters
			- 1. The Beneficiary shall be responsible for causing to be prepared and filed all tax returns required to be filed by it.
				2. The Beneficiary agrees to provide to Trust Company, upon request, all such documents and information necessary to determine whether any tax or withholding obligations apply to any distributions under any Trust Document, including appropriate Internal Revenue Service forms W-9, W-8BEN, or such other applicable form, and such other forms and documents that the Trust Company may request.
				3. The Beneficiary acknowledges and agrees that Trustee may be required by any Applicable Law to withhold a portion of any distribution under the GATS Trust Instrument.
				4. To the extent that Trustee becomes liable for the payment of any taxes in respect of any payment received by Trustee or income thereon, the Beneficiary shall pay such amounts to Trustee on demand.
	1. Trust Company and Trustee Representations, Warranties and Covenants
		1. Representations and Warranties of the Trust Company

The Trust Company makes the following representations and warranties in favor of the Beneficiary and, if any, the GATS Secured Party as of the date of the GATS Trust Instrument:

* + - * 1. Power and Authority

Each of the Trust Company and the Trustee has the power to enter into, perform and deliver, and has taken all necessary action to authorize its entry into, performance and delivery of each Trust Document to which it is a party.

* + - * 1. Execution and Delivery

Each Trust Document to which the Trust Company or any Trustee Party is a party has been duly executed and delivered by one or more signatories duly authorized to execute and deliver such Trust Document for it or on its behalf, assuming, in each case, the due authorization, execution, and delivery by each party to such Trust Document other than the Trust Company and the Trustee.

* + - * 1. Binding Obligations

The obligations expressed to be assumed by the Trust Company or the Trustee under each Trust Document to which it is a party are legal, valid, binding and enforceable obligations, enforceable against it in accordance with its terms, except as may be limited by bankruptcy, insolvency, reorganization, moratorium or similar laws relating to or limiting creditors’ rights generally or by equitable principles relating to enforceability.

Each of the representations and warranties given by the Trust Company pursuant to this Paragraph 6.2(a) is deemed to be repeated as of the date of each Transfer Document to which any Trustee Party is a party, by reference to the facts and circumstances existing at such time.

* + 1. Performance of Trustee Duties

The Trustee agrees to exercise its rights and perform its obligations and duties under the Related Documents in accordance with the terms thereof.

* + 1. Title Representation and Warranty

The Trust Company represents and warrants in favor of the Beneficiary that, as of the date of acquisition of any Aircraft Equipment by the Trustee, the Trustee shall have received whatever rights in such Aircraft Equipment that were conveyed to it.

* + 1. Removal of Trust Company Liens

The Trust Company agrees that it will, and at its own cost or expense (but without any right of indemnity in respect of any such cost or expense under any Trust Document), promptly take such action as may be necessary to duly discharge and satisfy in full all Security Interests on any property forming part of the Trust Estate attributable to it in its individual capacity.

* + 1. Informational Covenant

The Trustee will furnish to the Beneficiary, promptly upon receipt thereof, duplicates or copies of all reports, notices, requests, demands, certificates, financial statements and other instruments furnished to the Trustee under the Trust Documents, except to the extent to which a responsible officer of the Trustee reasonably believes and notifies the Beneficiary (which notification need not be in writing) that duplicates or copies thereof have already been furnished to the Beneficiary by some other person.

* + 1. Tax Returns and Tax Matters

The Trustee shall be responsible for keeping all appropriate books and records relating to the receipt and disbursement by the Trustee of monies under any Trust Document. The Trustee shall sign and file all returns with respect to taxes as the Beneficiary may cause to be prepared and direct the Trustee to sign or file. The Trust Company, upon request, will furnish the Beneficiary with all such information as may reasonably be required from the Trustee or the Trust Company in connection with the preparation of such tax returns. The Trustee shall keep copies of all returns delivered to or filed by it.

* + 1. Limited Purpose
			- 1. Paragraph 6.2(g)(ii) applies only during the period commencing on the execution of the GATS Security Instrument, if any, until the Security Interest granted thereunder has been released and discharged. During any other period, this Paragraph 6.2(g)(ii) does not apply.
				2. The Trustee makes the covenants, to the extent not disapplied by the terms thereof, set out in section 4.4 of the Security Instrument Master Terms for the benefit of the Beneficiary and the GATS Secured Party, as if set out in full in the GATS Trust Instrument.
	1. This Paragraph 6 shall survive the termination of any Trust Document.
1. DISCLAIMERS AND LIMITATION OF LIABILITY
	1. Disclaimer

NEITHER THE TRUST COMPANY NOR THE TRUSTEE MAKES:

* + 1. ANY REPRESENTATION, WARRANTY OR COVENANT, EXPRESS OR IMPLIED, AS TO THE TITLE, AIRWORTHINESS, VALUE, CONDITION, DESIGN, OPERATION, MERCHANTABILITY OR FITNESS FOR USE FOR A PARTICULAR PURPOSE OF ANY AIRCRAFT EQUIPMENT OR ANY PART THEREOF, AS TO THE ABSENCE OF LATENT OR OTHER DEFECTS, WHETHER OR NOT DISCOVERABLE, AS TO THE ABSENCE OF ANY INFRINGEMENT OF ANY PATENT, TRADE OR COPYRIGHT, THE ABSENCE OF ANY STRICT LIABILITY OBLIGATION OR ANY OTHER REPRESENTATION, WARRANTY OR COVENANT, EXPRESS OR IMPLIED, WITH RESPECT TO ANY AIRCRAFT EQUIPMENT OR ANY PART THEREOF WHATSOEVER; OR
		2. ANY REPRESENTATION, WARRANTY OR COVENANT, EXPRESS OR IMPLIED, AS TO THE VALIDITY, LEGALITY OR ENFORCEABILITY OF ANY TRUST DOCUMENT OR ANY OTHER RELATED DOCUMENT OR AS TO THE CORRECTNESS OF ANY STATEMENT CONTAINED IN ANY PROVISION OF ANY SUCH TRUST DOCUMENT OR ANY SUCH RELATED DOCUMENT,

EXCEPT, IN EACH CASE, TO THE EXTENT EXPRESSLY MADE OR PROVIDED IN ANY TRUST DOCUMENT OR IN ANY RELATED DOCUMENT BY THE TRUST COMPANY OR THE TRUSTEE, AS APPLICABLE.

* 1. Limit of Liability
		1. The Trust Company shall not be answerable or accountable under any circumstances for its or the Trustee’s actions or omissions, or liable under any provision of any Trust Document or any Related Document entered into by the Trustee or the Trust Company, except:
			+ 1. for its own willful misconduct or gross negligence;
				2. for liabilities that may result from the inaccuracy of any representation or breach of warranty given by it in its individual capacity in any Trust Document, or from the failure by it in its individual capacity to perform any covenant expressed to be performed by it in its individual capacity in any Trust Document;
				3. for taxes, fees or other charges on, based on or measured by any fees, commissions or compensation received by the Trust Company in connection with the transactions contemplated by any Trust Document;
				4. for its or the Trustee’s failure to use ordinary care in receiving or disbursing funds or in connection with any express obligation to invest funds pursuant to any Trust Document;
				5. for any liability on the part of the Trustee arising out of its failure to comply with the first sentence of Paragraph 6.2(d); or
				6. as otherwise expressly agreed by the Trust Company in the GATS Trust Instrument or in any other Trust Document to which it is a party.
		2. The Trust Company shall have no obligation to advance its individual funds for any purpose (except as may be required by pursuant to Paragraph 6.2(d)).
	2. This Paragraph 7 shall survive the termination of any Trust Document.
1. INDEMNIFICATION
	1. Subject to Paragraph 8.2, the Beneficiary agrees, whether or not any of the transactions contemplated by the GATS Trust Instrument shall be consummated, to assume liability for, and to indemnify, protect, save and keep harmless each Indemnified Person from and against all Losses:
		1. which may be imposed on, incurred by or asserted against in any way relating to or arising out of any Trust Document or any Related Document or the enforcement of any of the terms thereof;
		2. in any way relating to or arising out of any Aircraft Equipment Related Activity;
		3. in any way relating to or arising out of the administration of the Trust Estate, or the Trustee’s reliance on any documentation provided by the Beneficiary to the Trustee; and
		4. in any way relating to or arising out of the action or inaction of the Trustee or the Trust Company under any Trust Document,

in each case, whether or not also indemnified against by any Lessee pursuant to any Lease Agreement or also indemnified against by any other person, but only to the extent not otherwise paid or reimbursed by such Lessee or other person; provided that the Beneficiary shall be subrogated to the right of such Indemnified Person against such Lessee or any such other person.

* 1. The Beneficiary shall not be liable to an Indemnified Person as to any Loss:
		1. relating to any internal costs and expenses such as salaries and overhead of such Indemnified Person;
		2. incurred by reason of the Trustee’s, the Trust Company’s or such Indemnified Person’s willful misconduct or gross negligence in the performance or non-performance of its duties under the GATS Trust Instrument;
		3. resulting from the inaccuracy of any express representation or warranty of the Trust Company (or from the failure of the Trust Company to perform any of its covenants) contained in any Trust Document or any Finance Document to which, in each case, it is a party;
		4. incurred by reason of the Trustee’s, the Trust Company’s or any other Indemnified Person’s failure to use ordinary care in receiving or disbursing funds or in connection with any express obligation to invest funds pursuant to any Trust Document; or
		5. in respect of any taxes payable by Trust Company on or measured by any compensation received by Trust Company for its services under the GATS Trust Instrument.
	2. The indemnities contained in this Paragraph 8:
		+ 1. extend to the Trust Company and shall not be construed as indemnities in favor of the Trustee or for the benefit of the Trust Estate; and
			2. shall be in addition to, and not in substitution for, any and all rights of indemnity which the Trust Company is entitled to claim out of the Trust Estate in respect of any claims, actions, suits, costs, expenses, costs or losses suffered by it.
	3. The indemnities contained in this Paragraph 8 shall survive the termination of any Trust Document, and any resignation or removal of the Trust Company in its capacity as the Trustee.
1. LIABILITY INSURANCE
	1. In respect of any Aircraft Equipment forming part of the Trust Estate, at all times until two years after the termination of the GATS Trust, the Beneficiary shall:
		1. ensure that there shall be in effect with respect to such Aircraft Equipment third party legal liability insurance, including passenger liability (if such Aircraft Equipment carries passengers or is installed on other aircraft equipment carrying passengers), in the amounts set forth in and required by any Lease Agreement or Finance Document then in effect with respect to such Aircraft Equipment, and if there is no such lease or mortgage, then in amounts reasonably required by the Trust Company;
		2. ensure that all such insurance policies shall name each Indemnified Person as additional insureds; and
		3. deliver to the Trust Company certificates or other evidence satisfactory to the Trust Company showing evidence of all such insurance being in full force and effect prior to or promptly after such Aircraft Equipment becomes part of the Trust Estate and from time to time thereafter upon request by the Trust Company.
	2. This Paragraph 9 shall survive the termination of any Trust Document.
2. Assignments AND TRANSFER; TRUSTEE APPROVALS
	1. Assignments and Transfers Generally
		1. The GATS Trust Instrument shall be binding upon and shall inure to the benefit of, and shall be enforceable by, the parties to the GATS Trust Instrument and, subject to the remaining provisions of this Paragraph 10, their respective successors and permitted assigns.
		2. Except as expressly permitted under this Paragraph 10, the Beneficiary shall not assign or transfer all or a portion of the Beneficial Interest nor any of its Rights nor Obligations, and any purported such assignment or transfer in violation of this Paragraph 10 shall be null and void.
		3. Except as expressly permitted under this Paragraph 10 and Paragraph 11, neither the Trustee nor the Trust Company shall assign or transfer all or part of its Trustee Interest (if any) nor any of its Rights nor Obligations, and any purported such assignment or transfer in violation of this Paragraph 10 or Paragraph 11 shall be null and void.
	2. Permitted Assignments and Transfers of all of the Beneficial Interest
		1. Subject to Paragraph 10.2(b), the Beneficiary may assign and transfer all of the Beneficial Interest to a New Beneficiary upon the execution and delivery of a Transfer Instrument giving effect to such assignment and transfer.
		2. The Beneficiary shall not assign or transfer or permit the assignment or transfer of all of the Beneficial Interest:
			* 1. to the extent that the GATS Security Instrument, if any, prohibits it from doing so; or
				2. unless it concurrently assigns and transfers all of its Rights and Obligations to the same New Beneficiary;
	3. Permitted Assignments and Transfers of a portion of the Beneficial Interest
		1. Subject to Paragraphs 10.3(b) and 10.3(c), the Beneficiary may assign and transfer, with the consent of the Trustee, one or more Partial Beneficial Interests or the Residual Beneficial Interest to a New Beneficiary upon the execution and delivery of a Transfer Instrument giving effect to such assignment and transfer.
		2. The Beneficiary shall not assign or transfer or permit the assignment or transfer of any Partial Beneficial Interest or the Residual Beneficial Interest:
			* 1. to the extent that the GATS Security Instrument, if any, prohibits it from doing so;
				2. if any Partial Beneficial Interest is then held by another New Beneficiary; or
				3. pursuant to any Transfer Instrument to which the Trustee is not a party.
		3. The Beneficiary shall not assign or transfer or permit the assignment or transfer of the Residual Beneficial Interest:
			* 1. pursuant to any Transfer Instrument to which the Trustee is a not party; or
				2. unless it concurrently assigns and transfers all of its Rights and Obligations to the same New Beneficiary.
	4. Grant of Security Interest in the Beneficial Interest

The Beneficiary may grant a Security Interest in the Beneficial Interest in favor of any person pursuant to a Security Instrument.

* 1. Trustee Approval of Leases and Certain Transfers
		1. The Beneficiary shall not:
			+ 1. assign or transfer or permit the assignment or transfer of all or a portion of the Beneficial Interest (other than the grant of a Security Interest pursuant to a Security Instrument); or
				2. enter into any Lease Agreement, Lease or permit the Lease of any Aircraft Equipment by the Trustee or any Lessee,

in each case, without the Trustee’s prior written consent (which, with respect to a sub-Lease of such Aircraft Equipment, may be given in advance in the relevant Lease Agreement to which any Trustee Party is a party as lessor), such consent not to be unreasonably withheld or delayed.

* + 1. To facilitate the Trustee’s evaluation of any such assignment, transfer or Lease, the Beneficiary agrees that it will use reasonable efforts to provide the Trustee with any information reasonably requested by the Trustee relating to such assignment, transfer or Lease, the proposed New Beneficiary or Lessee and the ownership of such proposed New Beneficiary or Lessee.
		2. The Trustee’s decision to approve or disapprove any proposed assignment, transfer or Lease:
			- 1. shall not be deemed to have been unreasonably delayed if the Trustee has not obtained all of the information reasonably required by it to make such decision; and
				2. shall not be deemed to have been unreasonably withheld if the Trustee has determined that such proposed assignment, transfer or Lease will or may reasonably be expected to put the Trustee at risk of violating any Regulatory Laws or other Applicable Laws.
	1. Payment of Expenses on Transfer

Upon the assignment and transfer of all of the Beneficial Interest, a Partial Beneficial Interest, or the Residual Beneficial Interest, the Trust Company may require the Beneficiary, without any right of reimbursement under any Trust Document, to pay or reimburse the Trustee and the Trust Company for the payment of any tax or other charge levied by a Governmental Authority in connection therewith or any charges and expenses connected with such tax or other such charge paid or payable by the Trustee or the Trust Company.

* 1. Assignment and Transfer of Trust Estate
		1. Any assignment, sale, transfer, grant of a Security Interest in or other conveyance of any Aircraft Equipment or any other property forming part of the Trust Estate by the Trustee made pursuant to and in accordance with the terms of any Trust Document or any Related Document to which any Trustee Party is a party shall bind the Beneficiary and shall be effective to transfer or convey all right, title and interest of the Trustee and the Beneficiary in and to such Aircraft Equipment or such property.
		2. No assignee, transferee or purchaser of such Aircraft Equipment or such property, and no person in whose favor a Security Interest has been granted in such Aircraft Equipment or such property, shall be required to enquire as to the authorization, necessity, expediency or regularity of such assignment, sale, transfer, grant of a Security Interest in or other conveyance or as to the application of any sale or other proceeds with respect thereof by the Trustee.
		3. The parties agree that any such assignment, sale, transfer, grant of a Security Interest or other conveyance or attempted assignment, sale, transfer, grant of a Security Interest or other conveyance shall be subject to the terms of the GATS Security Instrument, if any.
1. SUCCESSOR TRUSTEES

The Trustee shall not resign or be removed and no New Trustee shall be appointed other than in accordance with this Paragraph 11.

* 1. Resignation and Removal of Trustee
		1. The Trustee may resign at any time:
			+ 1. during any Off-Lease Period;
				2. if it is required to do so under any Regulatory Laws or under any other mandatory Applicable Laws, or pursuant to the FAA Related Terms (if applicable);
				3. if the Beneficiary has breached the terms of any Trust Document to which the Beneficiary is a party in any material respect (it being understood that the following shall be deemed to be material for the purposes of this Paragraph 11.1(a)(iii): (A) the non-payment of any overdue fees or other amounts owed to the Trust Company, and (B) failure by the Beneficiary to satisfy or comply with any of its obligations under Paragraph 6.1(c), 8 or 9;
				4. the Beneficiary fails to respond within a reasonable time following a request in writing from the Trustee relating to any matter material to any transaction contemplated under any Trust Document or Related Document (it being understood that failure by the Beneficiary to respond to a request pursuant to, and otherwise comply with its obligations under the first sentence of Paragraph 6.1(c)(iii) shall be deemed to be material for the purposes of this Paragraph 11.1(a)(iv)); or
				5. to the extent permitted by the FAA Related Terms (if applicable), with the consent of the Beneficiary,

in each case upon giving the Required Notice (or such shorter notice period as the Beneficiary and the Trustee may agree) in writing to the Beneficiary of such resignation. The Trustee shall otherwise not be entitled to resign and any purported resignation by the Trustee in violation of this 11.1(a) shall be null and void.

* + 1. Subject to compliance with the FAA Related Terms (if applicable), the Beneficiary may remove the Trustee at any time upon giving the Required Notice (or such shorter notice period as the Beneficiary and the Trustee may agree) in writing to the Trustee of such removal.
		2. No resignation or removal of the Trustee shall take effect unless and until a New Trustee shall have been appointed in accordance with Paragraph 11.2(b), or an interim New Trustee shall have been appointed in accordance with Paragraph 11.3.
	1. Appointment of New Trustee

Except as provided in Paragraph 11.3, no appointment of a New Trustee shall take effect unless:

* + 1. the resignation or removal of the Trustee and the appointment of the New Trustee complies with the FAA Related Terms (if applicable) and any requirements specified in any GATS Security Instrument;
		2. the New Trust Company is reasonably acceptable to the Beneficiary and, if any, the GATS Secured Party (having regard to its tangible net worth and jurisdiction of incorporation, formation or organization); and
		3. effected pursuant to the execution and delivery of a Transfer Instrument.
	1. Court Appointed New Trustee

If no New Trustee has been appointed in accordance with Paragraph 11.2 upon the expiry of the Required Notice, the Trustee or the Beneficiary may apply to any court of competent jurisdiction to appoint an interim New Trustee to act until such time, if any, as another New Trustee shall have been appointed and accepted its appointment as provided in Paragraph 11.1(c) above, and all fees, costs, and expenses incurred by the Trustee or the interim New Trustee in connection with such action shall be subject to reimbursement as set forth in Paragraph 6.1(a). Any such interim New Trustee so appointed by such court shall immediately and without further act be superseded by any such other New Trustee appointed as above provided within one year from the date of the appointment by such court.

* 1. Merger

Any person into which the Trust Company may be merged or converted or with which it may be consolidated, or any person resulting from any merger, conversion or consolidation to which the Trust Company shall be a party, or any person to which substantially all the corporate trust business of Trust Company may be transferred, shall, subject to compliance with the FAA Related Terms (if applicable), be appointed as New Trustee and the Trustee removed without further act.

1. Amendments
	1. Amendments
		1. Neither the GATS Trust Instrument nor any other Trust Document may be amended, modified or otherwise altered except by, subject to Paragraph12.1(b):
			* 1. an amendment effected pursuant to, or to the extent permitted or contemplated by, the express terms of another Trust Document or a Finance Document; or
				2. an amendment effected pursuant to a written instrument executed by the Trustee, the Beneficiary, the Trust Company and, if any, the GATS Secured Party.
		2. No amendment to the GATS Trust Instrument nor any other Trust Document shall take effect without the written consent of the GATS Secured Party, if any.
	2. Waivers

Without prejudice to the GATS e-Terms, any provision of the GATS Trust Instrument or any other Trust Document may be waived by the Secured Party in a written notice or instrument executed by the Secured Party and delivered to the Beneficiary and the Trustee in accordance with Paragraph 14.2.

1. Termination
	1. Termination of the GATS Trust
		1. Subject to Paragraph 13.1(b) below, the GATS Trust Instrument and the GATS Trust shall terminate on the Termination Date.
		2. No termination of the GATS Trust Instrument or the GATS Trust shall take effect without the written consent of the GATS Secured Party, if any.
		3. Until the Termination Date, the GATS Trust Instrument and the GATS Trust shall continue in full force and effect in accordance with the terms of the Trust Documents.
	2. Distribution of Trust Estate upon Termination

Upon any termination of the GATS Trust the Trustee shall assign and transfer to the Beneficiary or its nominee all of its right, title and interest in and to the Trust Estate.

1. MISCELLANEOUS
	1. Beneficiary Has No Legal Title in Trust Estate

The Beneficiary has no legal title to any part of the Trust Estate. No transfer, by operation of law or otherwise, of the Beneficial Interest shall, in and of itself:

* + 1. operate to terminate the GATS Trust Instrument or the GATS Trust; or
		2. entitle any successors or transferees of the Beneficiary to the transfer of legal title to any part of the Trust Estate.
	1. Notices

Unless otherwise expressly provided in the GATS Trust Instrument, all notices, demands and other communications under the GATS Trust Instrument shall be in writing and shall be delivered personally or sent by facsimile transmission or electronic mail, with a confirming copy sent by airmail, postage prepaid, and the date of personal delivery or facsimile transmission, as the case may be, shall be the date of such notice, in each case addressed:

* + 1. if to the Trustee or the Trust Company, to the address, facsimile or email specified in the corresponding boxes under ‘Trustee’ in schedule 2 (*Parties and Notice Details*) to the GATS Trust Instrument or as identified in the relevant Transfer Instrument pursuant to which it became the ‘Trustee’ and the ‘Trust Company’, as applicable, in each case as updated from time to time pursuant to a written notice delivered to the other party (with a copy to the GATS Secured Party, if any); and
		2. if to the Beneficiary, to the address, facsimile or email specified in the corresponding boxes under ‘Beneficiary’ in schedule 2 (*Parties and Notice Details*) to the GATS Trust Instrument or as identified in the Transfer Instrument pursuant to which it became the ‘Beneficiary’, as applicable, in each case as updated from time to time pursuant to a written notice delivered to the other party (with a copy to the GATS Secured Party, if any); and

Each such notice, demand, or other communication shall be effective when received or, if made by facsimile, when confirmed, or otherwise, when delivered to the address specified above.

* 1. Severability

If any provision of the GATS Trust Instrument or any other Trust Document shall be held invalid, illegal or unenforceable in any respect in any jurisdiction, the remaining provisions of the GATS Trust Instrument or such other Trust Document shall continue to be fully effective, provided that such remaining provisions do not increase the obligations or liabilities of the Trustee or the Trust Company.

* 1. Headings; References

The headings and the table of contents used in the GATS Trust Instrument and each other Trust Document are for convenience of reference only and shall not define or limit any of the terms or provisions of such Trust Document and shall not in any way affect the construction of, or be taken into consideration in interpreting, such Trust Document.

* 1. Force Majeure

Neither the Trustee nor the Trust Company shall be responsible or liable to the Beneficiary, any Lessee or any other person under any Trust Document for failure or delay in performance of any Trust Document due to any war, fire, accident or other casualty, or any labor disturbance or act of God or the public enemy, or any other contingency beyond Trustee’s or the Trust Company’s reasonable control.

* 1. Tax Treatment

To the extent that any provision of the GATS Trust Instrument results in any applicable Governmental Authority determining that the GATS Trust is not a transparent entity for tax purposes, then for such purposes only such provision shall be disregarded and have no legal effect.

* 1. [Intentionally Omitted]
	2. Nature of Beneficial Interest

Neither the Beneficial Interest, the Trustee Interest (if any), nor any part thereof nor any interest therein, nor any Rights nor Obligations shall constitute a “security” within the meaning of Article 8 of the UCC.

* 1. Third Party Beneficiaries
		1. The GATS Secured Party (if any) may enforce the rights (including the consent rights) expressed to be conferred on it under any Trust Document, but shall not be a beneficiary of the GATS Trust or have any interest in the Beneficial Interest (except to the extent of the Security Interest granted or assigned and transferred to it pursuant to the GATS Security Instrument).
		2. Each Indemnified Person may enforce the rights expressed to be conferred on it under the GATS Trust Instrument, but shall not be a beneficiary of the GATS Trust or have any interest in the Beneficial Interest. No consent of any Indemnified Person (other than the Trust Company) shall be necessary for any amendment, modification, waiver or termination of any provision of the GATS Trust Instrument.
		3. Except as expressly provided in this Paragraph 14.9, nothing in any Trust Document, whether express or implied, shall be construed to give any person other than the parties to a Trust Document any legal or equitable right, remedy or claim under or in respect of such Trust Document, and each Trust Document shall be held to be for the sole and exclusive benefit of the parties to it.
1. Jurisdiction
	1. [Intentionally Omitted]
	2. Jurisdiction
		1. Each of the parties to each Trust Document:
			* 1. agrees that the Relevant Courts shall have jurisdiction to hear and determine any suit, action or proceeding, and to settle any disputes, which may arise out of or in connection with any Trust Document and, for such purposes, submits to the jurisdiction of such courts; and
				2. waives any objection which it might now or hereafter have to the Relevant Courts being nominated as the forum to hear and determine any suit, action or proceeding, and to settle any disputes, which may arise out of or in connection with any Trust Document and agrees not to claim that any such court is not a convenient or appropriate forum.
		2. Each of the parties to each Trust Document agrees that the process by which any suit, action or proceeding is begun may be served on it by being delivered in connection with any suit, action or proceeding in any Relevant Court, and consents to receive any such service of process directly at the address determined for such party pursuant to Paragraph 14.2.
		3. Nothing in this Paragraph 15.2 or any Trust Document will affect the right of any party to such Trust Document to serve process in any other manner permitted by law.
	3. Waiver of Immunities
		1. Each of the parties to each Trust Document irrevocably waives and agrees not to plead or claim, to the fullest extent permitted by law, with respect to itself, its revenues, its assets (irrespective of their use or intended use) and its obligations under any Trust Document, all immunity on the grounds of sovereignty or otherwise from:
			* 1. suit, legal action or proceeding;
				2. jurisdiction of any court;
				3. relief by way of injunction or order for specific performance or recovery of property;
				4. attachment of its assets (whether before or after judgment);
				5. execution or enforcement of any judgment to which it or its revenues or assets might otherwise be entitled in any proceedings in the courts of any jurisdiction (and irrevocably agrees, to the extent permitted by applicable law, that it will not claim any immunity in any such proceedings); and
				6. service of process, notice or any other legal process.
		2. Each of the parties to each Trust Document agrees that the waivers set out in this Paragraph 15.3 are effective to the fullest extent permitted under the U.S. Foreign Sovereign Immunities Act of 1976 (28 U.S.C. Sections 1602 to 1611, as amended), and are intended to be irrevocable and not subject to withdrawal for purposes of such Act.
	4. No Conflict with GATS e-Terms

To the extent the Trustee or the Beneficiary has accepted and agreed to the GATS e-Terms on the GATS Platform, the provisions of this Paragraph 15 apply notwithstanding anything to the contrary in the GATS e-Terms.

**APPENDIX B
FAA Related Terms**

**\* \* \***

1. APPLICABILITY

These FAA Related Terms shall apply at all times during any FAA Registration Period, but, except as expressly stated in this Appendix, at all other times shall not apply.

1. DEFINITIONS

In this Appendix:

1. **Affidavit** means any affidavit of citizenship required to be given by the Trustee pursuant to Section 47.7(c)(2)(iii) of the FAA Regulations, each in form and substance acceptable to the FAA.
2. **Aircraft Equipment Contact** means the Aircraft Equipment Operator or any other person to whom the FAA may look to gather information related to crew members for any FAA Registered Aircraft Equipment, such FAA Registered Aircraft Equipment’s operations on specific dates, the location of such FAA Registered Aircraft Equipment, and maintenance and other aircraft records for such FAA Registered Aircraft Equipment.
3. **Aircraft Equipment Operator** means the person or entity normally operating, or maintaining the operations of the FAA Registered Aircraft Equipment.
4. **Aircraft Equipment Related Information** means:
	1. the identity and contact information (address, phone number, email) of the Aircraft Equipment Operator and any other relevant Aircraft Equipment Contact;
	2. where each such Aircraft Equipment Contact resides or is incorporated and has its principal place of business;
	3. the location of the Aircraft Equipment Documents associated with the FAA Registered Aircraft Equipment;
	4. information relating to where the FAA Registered Aircraft Equipment is normally maintained, based and operated; and
	5. any other information by the FAA.
5. **Citizen of the United States** means a ‘Citizen of the United States’ within the meaning of Section 40102(a)(15) of the Transportation Code, as interpreted by the United States Department of Transportation, or any similar legislation of the United States enacted in substitution for or replacement of such legislation.
6. **FAA Aircraft Registration Application** means AC Form 8050-1 Aircraft Registration Application executed by the Trustee covering any Aircraft Equipment that would, upon registration with the civil aircraft register maintained by the FAA, become an FAA Registered Aircraft Equipment (as defined in the FAA Related Terms).
7. **FAA Bill of Sale** means an AC Form 8050-2 Bill of Sale for the FAA Registered Aircraft Equipment from the Beneficiary or the current owner of the FAA Registered Aircraft Equipment to the Trustee.
8. **FAA Registered Aircraft Equipment** means the Aircraft Equipment registered in the name of any Trustee Party with the civil aircraft register maintained by the FAA, including any engines and parts and Aircraft Equipment Documents associated with such Aircraft Equipment.
9. **FAA Regulations** means Title 14 of the Code of Federal Regulations.
10. **FAA Trust Policy** means (a) the Notice of Proposed Policy Clarification for the Registration of Aircraft to U.S. Citizen Trustees in Situations involving Non-U.S. Citizen Trustors and Beneficiaries (published in the Federal Register on February 9, 2012 (77 FR 6694)) and (b) the Notice of Policy Clarification for the Registration of Aircraft to U.S. Citizen Trustees in Situations involving Non-U.S. Citizen Trustors and Beneficiaries (published in the Federal Register on June 18, 2013 (78 FR 36412)), as each may be modified, amended or supplemented from time to time and as may be further enforced or interpreted by the FAA.
11. **GATS Trust Instrument** means the GATS trust instrument to which these FAA Related Terms are attached as Appendix B.
12. **Operating Agreement** means any agreement (including a Lease) that transfers the right to possess, use and operate the FAA Registered Aircraft Equipment from any Trustee Party to the Beneficiary.
13. **Relevant Non-US Person** means any person who is neither a U.S. citizen nor a resident alien who has the power to direct or remove the Trustee, either directly or indirectly through the control of another person.
14. **Transaction Documents** means the GATS Trust Instrument, each FAA Bill of Sale, each Warranty Bill of Sale, each Operating Agreement, each Lease, and any documents pertaining to and relating to any of the foregoing.
15. **Transportation Code** means Part A of Subtitle VII of Title 49, of the United States Code.
16. **Warranty Bill of Sale** means a full warranty bill of sale for the FAA Registered Aircraft Equipment, executed by the Beneficiary or the current owner of the FAA Registered Aircraft Equipment in favor of any Trustee Party and specifically referring to each engine installed on the FAA Registered Aircraft Equipment at the effective time of such bill of sale.
17. PRIORITY

In creating and accepting the GATS Trust, the Beneficiary and the Trustee each acknowledges that in case of conflict, the provisions of these FAA Related Terms are paramount and superior to any other terms and conditions in these Master Terms, the GATS Trust Instrument, any other Trust Document, any Related Document or in any other document or documents to which any Trustee Party or the Beneficiary is a party, including under any Lease Agreement. It is understood and agreed by the parties to the GATS Trust Instrument that nothing in the GATS Trust Instrument shall relieve any of the Beneficiary, any Trustee Party or any other person of any obligation to comply with any law rule or regulation of any Governmental Authority with respect to the ownership and operation of the FAA Registered Aircraft Equipment.

1. Additional Documents

Each Operating Agreement shall constitute a ‘Lease’. Each Affidavit shall constitute a ‘Trust Document’. Each Transaction Document shall constitute a ‘Related Document’.

1. ADDITIONAL BENEFICIARY COVENANTS

The Beneficiary covenants and agrees, at all times during any FAA Registration Period, and without prejudice to the Beneficiary’s covenants specified in Paragraph 6.1 of the Master Terms:

* 1. that it has reviewed the FAA Trust Policy and will provide the Trustee and the FAA with the information required by the FAA Trust Policy;
	2. upon request by the FAA, to provide the Trustee and the FAA with any Aircraft Equipment Related Information in an expeditious manner (generally within two Business Days of the request or immediately in an emergency identified by the FAA), but only to the extent that (a) the FAA is legally entitled to receive such information from an owner or operator of aircraft equipment of the same type as that which is the subject of such request, and (b) the Beneficiary has such information or actually receives such information from the operator or from any other source;
	3. in connection with any assignment or transfer of the all or a portion of the Beneficial Interest pursuant to a Transfer Instrument or otherwise (other than an assignment as security pursuant to a Security Instrument):
		1. to provide the Trustee with the identity and contact information of the New Beneficiary; and
		2. to update the operator information provided pursuant to Paragraphs 5.4 and 5.5 to the extent the Beneficiary has such information or actually receives such information from the operator or from any other source;
	4. to provide as expeditiously as possible to the Trustee, in response to a written request by the Trustee, the identity and contact information for the operator of any FAA Registered Aircraft Equipment under any Lease with the Beneficiary or any Lessee, whether or not at the Beneficiary’s direction; and
	5. to require that any Lease Agreement transferring possession and operational control of the any FAA Registered Aircraft Equipment provides for the following or contains similar provisions having the same effect:
		1. that all further transfers of the rights to possession and operational control of such FAA Registered Aircraft Equipment to a transferee must be in writing;
		2. the identity and contact information of the transferee;
		3. the transferee’s assurance that if and when the transferee is notified that the Trustee has made a request, to promptly provide information relating to any crewmembers of such FAA Registered Aircraft Equipment, the operations of such FAA Registered Aircraft Equipment on specific dates, its location, and the maintenance and other aircraft records for such FAA Registered Aircraft Equipment; and
		4. that each such further transferee or operator:
			+ 1. shall provide its reasonable cooperation to the Trustee, the Beneficiary and the FAA in an expeditious manner with respect to any request from the FAA or other applicable government entity for information and access to records of such FAA Registered Aircraft Equipment which it is legally entitled to receive;
				2. shall authorize the FAA or any other duly authorized representatives of the Aviation Authority where it is habitually based or operated to inspect the Aircraft, upon any request which the FAA or such other Aviation Authority and only to the extent that the FAA or such other Aviation Authority is legally entitled to make under law applicable to such transferee or operator of such Aircraft Equipment; and
				3. agrees that the above-referenced information and inspection requirements will be made and agreed in all subsequent or downstream agreements for the Lease of such FAA Registered Aircraft Equipment by the relevant counterparty to any such subsequent or downstream agreement.
1. Additional Trustee Covenants
	1. The Trust Company agrees that, at all times during any FAA Registration Period:
		1. The Trust Company is and shall continue to be a Citizen of the United States; and
		2. it shall immediately notify the Beneficiary upon any officer of the Trust Company becoming aware of the Trust Company ceasing to be, or that it will cease to be, a Citizen of the United States.
	2. The Beneficiary authorizes and directs the Trustee, and the Trustee covenants and agrees:
		1. effect the registration of any Aircraft Equipment with the FAA in the name of any Trustee Party by duly executing and filing or causing to be filed with the FAA, with respect to such Aircraft Equipment (i) an FAA Aircraft Registration Application, (ii) an Affidavit, (iii) an FAA Bill of Sale, (iv) an executed counterpart of the GATS Trust Instrument (including, at the request of the Beneficiary a manually executed duplicate thereof), and (v) any other document or instrument required for such registration including any Transaction Document or any Operating Agreement, except that the Trustee may request that any such Operating Agreement not be filed with the FAA, but only reviewed and returned;
		2. upon request by the FAA, and with the cooperation of the Beneficiary, to provide the FAA with any Aircraft Equipment Related Information in an expeditious manner (generally within two Business Days of the request or immediately in an emergency identified by the FAA), but only to the extent that (i) the FAA is legally entitled to receive such information from an owner or operator of aircraft equipment of the same type as that which is the subject of such request, and (ii) the Trustee has such information or actually receives such information from the operator or from any other source;
		3. upon request by the FAA, and with the cooperation of the Beneficiary, to provide the FAA with the following information in an expeditious manner (generally within five Business Days of the request or immediately in an emergency identified by the FAA):
		4. information about the operator, crew (names and pilot certificate numbers) and aircraft operations on specific dates;
		5. information about where the FAA Registered Aircraft Equipment will be on a specific date in the future;
		6. the Aircraft Equipment Documents relating to the FAA Registered Aircraft Equipment;
		7. to immediately forward all applicable FAA airworthiness directives to the Beneficiary and the Lessee under each Lease Agreement entered into between any Trustee Party and such Lessee by the most expeditious means available;
		8. to notify the FAA by the most expeditious means available of the Trustee’s resignation or removal under Paragraph 11 of the Master Terms or termination of the GATS Trust Instrument pursuant to Paragraph 13 of the Master Terms; and
		9. to permit the inspection of any FAA Registered Aircraft Equipment by the FAA, other United States government entity or duly authorized representatives of the FAA of such government entity when an appropriate request is made by the FAA or such government entity entitled to inspect such FAA Registered Aircraft Equipment.
	3. Upon any termination of the GATS Trust the Trustee agrees, as trustee or, as applicable, on behalf of the GATS Trust, to execute and deliver to the Beneficiary an FAA Bill of Sale conveying title to the Aircraft Equipment to the Beneficiary or its nominee and registering such sale as a contract of sale on the International Registry.
	4. Paragraph 6.2(a) (but only such Paragraph) shall not be limited to the FAA Registration Period and shall apply at all times before, during and after any FAA Registration Period.
2. SUCCESSOR TRUSTEES
	1. For purposes of this Paragraph 4 only, **for cause** may include willful misconduct or gross negligence, but does not include the refusal of the Trustee to act or refrain from acting in a manner that (i) would violate the laws, regulations, court orders, or lawful directions of a Governmental Authority; (ii) is outside the scope of the Trustee’s authority; (iii) is contrary to its obligations under the GATS Trust Instrument; or (iv) is the subject of a mere disagreement between the Trustee and Beneficiary.
	2. The Trustee shall:
		1. resign upon obtaining actual knowledge of any facts that would cast doubt upon its continuing status as a Citizen of the United States; and
		2. shall be entitled to resign upon the failure by the Beneficiary to comply with FAA Trust Policy.
	3. The Beneficiary shall not be entitled to remove the Trustee pursuant to Paragraph 11.1(b) of the Master Terms unless:
		1. such removal is for cause only;
		2. such removal is effected by an applicable Transfer Instrument executed (including electronically or digitally) by an authorized person or persons on behalf of the Beneficiary; and
		3. at the effective time of removal, all Relevant Non-US Persons, together, have no more than twenty five percent of the aggregate power to direct or remove the Trustee.
	4. No New Trustee may be appointed pursuant to Paragraph 11.2 or 11.3 of the Master Terms unless:
		1. the New Trust Company is a Citizen of the United States; and
		2. concurrently with its appointment, the FAA Registered Aircraft Equipment is re-registered in the name of such New Trustee.
3. CONTROL LIMITATIONS
	1. Purpose

The purpose of this Paragraph 6.3 is to assure that:

* + 1. the FAA Registered Aircraft Equipment shall be controlled with respect to such matters as are described in Paragraph 7.1 by a Citizen of the United States;
		2. the Beneficiary shall have no power to influence or control the exercise of the Trustee's authority with respect to such matters; and
		3. the Trustee shall be able to provide an Affidavit.

These FAA Related Terms shall be construed in furtherance of the foregoing purpose.

* 1. General

Notwithstanding anything to the contrary in this Instrument, each of the Trustee and the Beneficiary agrees that Relevant Non-US Persons shall, together, have no more than twenty five percent of the aggregate power to direct or remove the Trustee.

* 1. Limitations on Control
		1. Notwithstanding any other provision of this Instrument, but subject to this Paragraph 6.3, the Beneficiary will have no rights or powers to direct, influence or control the Trustee in the performance of the Trustee's duties under this Instrument, including matters involving the ownership and operation of the FAA Registered Aircraft Equipment.
		2. The Trustee shall exercise its duties under this Instrument in connection with matters involving the ownership and operation of the FAA Registered Aircraft, as trustee of the GATS Trust, in its discretion, shall deem necessary to protect the interests of the United States, notwithstanding any countervailing interest of any foreign power which, or whose citizens, may have a direct or indirect interest in the Beneficiary and any such action by the Trustee shall not be considered malfeasance or in breach of any obligation which the Trustee might otherwise have to the Beneficiary; provided, however, that subject to the foregoing limitations, the Trustee shall exercise this discretion in all matters arising under this Instrument, including the ownership and operation of the FAA Registered Aircraft Equipment with due regard for the interests of the Beneficiary.
		3. In exercising any of its rights and duties under this Instrument in connection with matters which may arise not relating to the ownership and operation of the FAA Registered Aircraft Equipment, the Trustee shall be permitted to seek the advice of the Beneficiary before taking, or refraining from taking, any action with respect thereto. To the extent that the Trustee takes any action or inaction as trustee or, if applicable, on behalf of the GATS Trust in accordance with any written instruction and/or advice of the Beneficiary given or in exercising its discretion under this Paragraph 6.3, such action or inaction shall not be deemed to be gross negligence or willful misconduct. The Trustee shall notify the Beneficiary of its exercise of rights and duties under this Instrument in connection with matters involving the ownership and operation of the FAA Registered Aircraft Equipment.
	2. Certain Exceptions

Subject to the requirements of the preceding Paragraph 8.3, the Trustee agrees that it will not, nor, if applicable, cause the GATS Trust to, without the prior written consent of the Beneficiary, sell, mortgage, pledge or otherwise dispose of the FAA Registered Aircraft Equipment or other property forming part of the Trust Estate relating thereto or amend any Related Document to which any Trustee Party is a party (other than a document over which the Trustee has the absolute and complete discretion established under these FAA Related Terms) or give any consents under any such Related Document except as otherwise expressly provided for in any Trust Document or any such Related Document.

1. LIMITATION OF LIABILITY
	1. This Paragraph 9 applies notwithstanding anything to the contrary in Paragraph 7 of the Master Terms.
	2. Except as may otherwise be provided in any other Trust Document or any Related Document to which, in each case, the Trust Company is a party, under no circumstances shall the Trust Company:
		1. have any liability under this Paragraph 9 except to the extent, and solely to the extent, that any failure to comply with any provision of this Paragraph 9 is solely attributable to the gross negligence or willful misconduct of the Trust Company or the Trustee;
		2. be liable to the Beneficiary to comply with the requirements of this Paragraph 9 or any other provision of this Agreement is caused by or is otherwise attributable to any action or inaction of any other person (including the Beneficiary); and
		3. except as provided in sub-paragraph (a) of this Paragraph 9.2, be liable to any person (other than the Beneficiary as expressly provided in this Paragraph 9) for any breach of, or failure to comply with, the terms of this this Paragraph 9.