**2024 Lease Transfer Principles**

The following is a set of lease transfer principles that balance the core interests of lessors, lessees, and buyers of leased aircraft and engines.

They may be referred to as the *2024 lease transfer principles*.

1. The sale of aircraft subject to a lease (a ‘**lease transfer**’) should be made in line with these 2024 lease transfer principles and taking into account the terms of the form [2024 Aircraft Lease Novation and Amendment Agreement](http://awg.aero/wp-content/uploads/2024/08/2024-Aircraft-Lease-Novation-and-Amendment-Agreement75433530.3.docx) or the [2024 Aircraft Lease Assignment and Assumption Agreement](http://awg.aero/wp-content/uploads/2024/08/2024-Aircraft-Assignment-and-Assumption-Agreement76571400.2.docx) (as the case may be). That approach should be reflected in term sheets and lease transfer clauses.
2. A lease transfer should not impose any increased obligation on a lessee, measured at the time of the novation or assignment.
3. A lessee should be paid its reasonable and customary costs and expenses. No additional fee should be paid at the time of transfer beyond that (if any) already agreed in the lease.
4. The only changes to the lease documents in connection with a lease transfer are those logically necessary to effect the transfer. A lease transfer is not an opportunity to reopen lease negotiations or change lease agreed-to provisions. The Parties should instruct their counsel accordingly.
5. The Parties should make best efforts to close a lease transfer within no more than eight (8) weeks from the date on which the lessor notifies the lessee of the intended transfer date.
6. To facilitate that timing, lessor should provide lessee with information about the buyer in line with the Proforma Buyer/Lessor Information Form at the time of that notice. Lessee should then assess compliance with the lease transfer requirements regarding transferees as quickly as possible.
7. The closing of a lease transfer should be designed to minimize disruption to aircraft operations.

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