

Boeing Forecasts New Participants, More Options for 2016 Aircraft Financing

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Financing industry to provide approximately \$127 billion in aircraft funding in 2016

Growing number of new participants attracted by strong commercial aviation industry

Lessors continue to drive innovation in funding options

SEATTLE, Jan. 22, 2016 – Boeing [NYSE: BA] says airlines and lessors will continue to have access to efficient funding at attractive pricing throughout 2016 as new participants enter the aircraft financing industry and current participants innovate and provide more options.

The eighth annual Boeing Current Aircraft Finance Market Outlook, released today, forecasts the sources of financing for new commercial airplane deliveries in the coming year and the industry's overall delivery financing requirements for the next five years.

"The sustained strength of the aircraft finance markets is being driven largely by healthy aviation industry fundamentals and balanced supply and demand for commercial aircraft," said Tim Myers, president of Boeing Capital Corporation.

"Passenger traffic is growing above long-term trends, airplane utilization and load factors continue to rise, replacement demand remains strong and global airlines are producing record operating results and profits. With these conditions prevailing, financiers continue to see commercial aircraft as a good investment and that's resulting in good access to efficient funding for our customers."

Boeing forecasts continued strong demand for new commercial airplanes in 2016, resulting in about \$127 billion in deliveries across the industry.

"We've seen a number of new entrants in the aircraft financing industry over the past few years and we expect to see more this year as commercial aircraft continue to be seen as attractive, stable assets," Myers said. "One of the exciting things to watch this year will be the way existing participants respond to the new entrants, driving innovation and creating more funding options for airlines and lessors."

Key elements of the 2016 finance market outlook include:

- The trend of lessors selling all or part of their portfolios to participants in the capital markets to create capacity for new acquisitions and opportunities for future growth should continue, thanks to ongoing innovation within the leasing industry
- Lessors are expected to support about 40 percent of all deliveries, securing most of their leverage through the capital markets
- Capital markets and banks should account for approximately two-thirds of delivery funding
- Commercial bank debt will continue to play a vital role in aircraft finance, but tighter global regulations and U.S. dollar pressures (in certain markets) may constrain the sector's volume
- Export credit usage should continue at historically low levels, reflecting the current strength of commercial markets

The 2016 Current Aircraft Finance Market Outlook is available at www.boeingcapital.com/CAFM

Forward-Looking Statements

Certain statements in this release may be "forward-looking" within the meaning of the Private Securities Litigation Reform Act of 1995. Words such as "expects," "forecasts," "projects," "plans," "believes," "estimates," and similar expressions are used to identify these forward-looking statements. Examples of forward-looking statements include statements regarding future demand for airplanes and the airplane financing environment, as well as any other statement that does not directly relate to any historical or current fact. Forward-looking statements are based on current assumptions about future events that may not prove to be accurate. These statements are not guarantees and are subject to risks, uncertainties and changes in circumstances that are difficult to predict. Many factors could cause actual events to differ materially from these forward-looking statements, including economic conditions in the United States and globally, general industry conditions as they may impact us or our customers, and other important factors disclosed previously and from time to time in our filings with the Securities and Exchange Commission. Forward-looking statements speak only as of the date they are made and we undertake no obligation to update or revise any such statement, except as required by law.

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