AIR MAURITIUS LIMITED CAUTIONARY ANNOUNCEMENT

SUMMARY OF CIRCULAR PURSUANT TO LISTING RULE 13.15

We refer to the Cautionary Announcement issued on 19 June 2019 whereby the shareholders of Air Mauritius Limited ("MK") were informed of the approval of the Board of Directors to proceed with the financing of its two new A350-900 aircraft to be delivered in October / November 2019 through a Japanese Operating Lease structure with Call Option ("JOLCO").

The key features of the JOLCO is that it is essentially through the setting up of a Special Purpose Vehicle ("SPV"), which will have 100% ownership by a Japanese entity (being the Japanese Lessor). This SPV will acquire the aircraft, with financing obtained from: (i) lenders, being the Hong Kong and Shanghai Banking Corporation Limited for one aircraft and Crédit Agricole Corporate and Investment Bank / Crédit Industriel et Commercial for the other aircraft (typically 78%); and (ii) Japanese investors (typically 22%).

In view of the transaction constituting a Substantial Transaction for MK under Chapter 13 of the Listing Rules, Air Mauritius now wishes to advise the public and its shareholders that a Substantial Transaction Circular has been prepared concerning the above.

Shareholders of MK are advised that the Circular is available for inspection at its registered office during normal business hours and can also be consulted on SEM’s website www.stockexchangeofmauritius.com

In line with Listing Rule 13.10, MK has obtained the written approval for this transaction from shareholders of MK who together hold more than 50% in nominal value/value of the securities giving the right to attend and vote at a meeting of shareholders.

Shareholders of MK and the investing public are advised to exercise caution when dealing in the shares of MK and will be kept informed of further developments in respect of this matter.

By Order of the Board

Vijay SEETUL
COMPANY SECRETARY

22 August 2019

This Communiqué is issued pursuant to Listing Rules 11.3 and the Securities Act 2005.

The Board of Directors of Air Mauritius Limited accepts full responsibility for the accuracy of the information contained in this Communiqué.