

Precision Air
You are why we fly



**CAUTIONARY NOTICE TO SHAREHOLDERS
PRECISION AIR SERVICES PLC (DSE: PAL)
(Incorporated in the United Republic of Tanzania)
("Precision Air" or "the Company")**

[Made under Rule 74 (1), (4) and (5) of the Dar es Salaam Stock Exchange Public Limited Company Rules, 2022 and Obligation I.10 of the Third Schedule to the Rules]

Shareholders are advised that Precision Air Services Plc ("Precision Air" or "the Company") entered into an Aircraft Lease Agreement with Antelope Leasing Limited ("Antelope") for two aircrafts on 16 Nov, 2012 and 20 Dec, 2012 respectively.

Antelope entered into a Facility Agreement with Export Development Canada ("EDC") as Agent, Security Trustee and Lender on 16 Nov, 2012 with amounts borrowed under the facility agreement being applied by Antelope towards the purchase of the 2 Aircraft.

Antelope then entered into security assignments with EDC in regards to the two Aircraft. Under this assignment, Antelope (assignor) assigned all its rights, title and interest in and to the 2 aircraft to EDC [Assignee]

EDC filed a claim against Precision Air with the High Court in England (High Court of Justice – Business and Property Courts of England and Wales – Commercial Court (KBD) alleging breach of contract due to an alleged event of default by PAS

Precision Air engaged a law firm in the UK to represent it in the matter. Since the matter is before a Court, on the advice of Counsel, Precision Air shall refrain from further commenting on it.

Shareholders are accordingly advised to exercise caution when dealing in PAL's securities.

Partrick Mwanri

Group Managing Director & CEO

09th February, 2024

