



AIRCATTLE ADVISOR LLC
300 First Stamford Place
5th Floor
STAMFORD, CT 06902
TEL 203-504-1020

March 29, 2010

Attention: U.S. Shareholders of Aircastle Limited

IMPORTANT TAX NOTICE

Re: 2009 PFIC Status

This statement is provided for shareholders who are United States persons for purposes of the U.S. Internal Revenue Code. It is not relevant to other shareholders.

Aircastle Limited (“AYR” or “the Company”) and certain of its subsidiaries meet the Internal Revenue Code definition of a passive foreign investment company (“PFIC”) for the taxable year ended December 31, 2009. The Company is hereby making available PFIC Annual Information Statements for AYR and for each of the following subsidiaries of AYR (each, an “AYR Subsidiary PFIC”): AYR Bermuda Limited, ACS Aircraft Finance Ireland plc, ACS Aircraft Finance Ireland 2 Limited and ACS Aircraft Finance Ireland 3 Limited for their taxable years beginning on January 1, 2009 and ending on December 31, 2009 pursuant to the requirements of Treasury Regulation Section 1.1295-1(g)(1). **If you were a shareholder of AYR during 2009 you also are deemed to have indirectly owned shares in each AYR Subsidiary PFIC during 2009.**

The PFIC Annual Information Statements contain information to enable you, should you choose, to elect to treat AYR and each AYR Subsidiary PFIC as a Qualified Electing Fund (“QEF”).

A U.S. shareholder who makes a QEF election for AYR and each AYR Subsidiary PFIC is required annually to include in his or her income his or her pro rata share of the ordinary earnings and net capital gain for AYR and each AYR Subsidiary PFIC. The QEF election is made by completing and attaching Form 8621 for each PFIC to your federal income tax return filed by the due date of the return, including extensions.

Further information on PFIC rules is available on the internet at the Internal Revenue Service website, including the following pages:

Detailed information about PFICs and the QEF election: www.irs.gov/instructions/i8621/ch01.html

Instructions to complete Form 8621: www.irs.gov/pub/irs-pdf/i8621.pdf

Form 8621: www.irs.gov/pub/irs-pdf/f8621.pdf

THIS INFORMATION IS PROVIDED IN ORDER TO ASSIST SHAREHOLDERS IN MAKING CALCULATIONS AND DOES NOT CONSTITUTE TAX ADVICE. SHAREHOLDERS ARE ADVISED TO CONSULT THEIR OWN TAX ADVISORS CONCERNING THE OVERALL TAX CONSEQUENCES OF THE OWNERSHIP OF AIRCASTLE LIMITED SHARES ARISING IN THEIR OWN PARTICULAR SITUATIONS UNDER THE UNITED STATES FEDERAL, STATE, LOCAL OR FOREIGN LAW.

IRS Circular 230 Notice

TO ENSURE COMPLIANCE WITH TREASURY DEPARTMENT CIRCULAR 230, YOU ARE HEREBY NOTIFIED THAT: (A) ANY FEDERAL TAX ADVICE CONTAINED HEREIN IS NOT INTENDED OR WRITTEN TO BE USED, AND CANNOT BE USED BY ANY TAXPAYER FOR THE PURPOSE OF AVOIDING PENALTIES THAT MAY BE IMPOSED UNDER THE INTERNAL REVENUE CODE; (B) THE ADVICE IS WRITTEN IN CONNECTION WITH THE PROMOTION OR MARKETING OF THE TRANSACTIONS OR MATTERS ADDRESSED HEREIN, AND (C) THE TAXPAYER SHOULD SEEK ADVICE BASED ON THE TAXPAYER’S PARTICULAR CIRCUMSTANCES FROM AN INDEPENDENT TAX ADVISOR.



**PFIC Annual Information Statement
Aircastle Limited - FEIN 98-0444035**

- (1) This Information Statement applies to the taxable year of Aircastle Limited (“AYR”) beginning on January 1, 2009 and ending on December 31, 2009 (the “Taxable Year”).
- (2) (i) Your pro rata share of ordinary earnings and net capital gain of AYR for the Taxable Year can be determined as follows:
- (a) If you owned AYR shares for the entire year January 1, 2009 through December 31, 2009, and owned the same number of shares during that entire period, then you should multiply such number of shares by **US\$0.491927**.
 - (b) If you did not own all of your AYR shares for the above period, or owned different numbers of AYR shares at different times during the period beginning January 1, 2009 and ending December 31, 2009, your daily pro rata share of AYR ordinary earnings is **US\$0.001349**.

We suggest that investors use the following formula to calculate their pro rata share of ordinary earnings of AYR Bermuda to be included on Form 8621:

EXAMPLE (if you own AYR shares through June 30, 2009):	January 1 – June 30, 2009
Number of common shares held	1,000
Multiplied by	x
Number of days the common shares were held during the period	181
Multiplied by	x
(i) Your daily pro rata share of ordinary earnings	US\$0.001349
(i) Your daily pro rata share of ordinary earnings for the year	<u>\$244.17</u>

- (ii) Your pro rata share of net capital gain of AYR for the Taxable Year is 0.
- (3) The amount of cash and the fair market value of other property distributed or deemed distributed by AYR during the Taxable Year are as follows:

Cash:	<u>Payment Date</u>	<u>Record Date</u>	<u>Per Share Distributions</u>
	January 15, 2009	December 31, 2008	US\$0.10
	April 15, 2009	March 31, 2009	US\$0.10
	July 15, 2009	June 30, 2009	US\$0.10
	October 15, 2009	September 30, 2009	US\$0.10

Fair Market Value of Property: 0

- (4) Any shareholders making a QEF election will be permitted by AYR to inspect and copy its permanent books of account, records, and such other documents as are maintained by AYR that are necessary to establish that AYR’s ordinary earnings and net capital gain, as provided in section 1293(e) of the U.S. Internal Revenue Code, are



computed in accordance with U.S. income tax principles, and to verify these amounts and your pro rata share thereof.

Aircastle Limited

Date: March 29, 2010

By: *Robert Giffell*
Authorized Representative



**PFIC Annual Information Statement
AYR Bermuda Limited – FEIN 98-0565732**

- (1) This Information Statement applies to the taxable year of AYR Bermuda Limited (“AYR Bermuda”) beginning on January 1, 2009 and ending on December 31, 2009 (the “Taxable Year”).
- (2) (i) Your pro rata share of ordinary earnings and net capital gain of AYR Bermuda for the Taxable Year can be determined as follows:
- (a) If you owned AYR shares for the entire year January 1, 2009 through December 31, 2009, and owned the same number of shares during that entire period, then you are deemed to indirectly own the same number of AYR Bermuda shares for that period and should multiply such number of shares by **US\$0.005475**.
 - (b) If you did not own all of your AYR shares for the above period, or owned different numbers of AYR shares at different times during the period beginning January 1, 2009 and ending December 31, 2009, your daily pro rata share of AYR Bermuda ordinary earnings is **US\$0.000015**.

We suggest that investors use the following formula to calculate their pro rata share of ordinary earnings of AYR Bermuda to be included on Form 8621:

EXAMPLE (if you own AYR shares through June 30, 2009):	January 1 – June 30, 2009
Number of common shares held	1,000
Multiplied by	x
Number of days the common shares were held during the period	181
Multiplied by	x
(i) Your daily pro rata share of ordinary earnings	US\$0.000015
(i) Your daily pro rata share of ordinary earnings for the year	\$2.72

- (ii) Your pro rata share of the net capital gain of AYR Bermuda for the Taxable Year is 0.
- (3) Any shareholders making a QEF election will be permitted by AYR Bermuda to inspect and copy its permanent books of account, records, and such other documents as are maintained by AYR Bermuda that are necessary to establish that AYR Bermuda’s ordinary earnings and net capital gain, as provided in section 1293(e) of the U.S. Internal Revenue Code, are computed in accordance with U.S. income tax principles, and to verify these amounts and your pro rata share thereof.

AYR Bermuda Limited

Date: March 29, 2010

By: *Robert C. Phillips*
Authorized Representative



**PFIC Annual Information Statement
ACS Aircraft Finance Ireland plc – FEIN 98-0495702**

- (1) This Information Statement applies to the taxable year of ACS Aircraft Finance Ireland plc (“ACS Ireland”) beginning on January 1, 2009 and ending on January 26, 2009 (the “Taxable Year”).
- (2) (i) Your pro rata share of ordinary earnings of ACS Ireland for the Taxable Year can be determined as follows:
- (a) If you owned AYR shares for the entire year January 1, 2009 through December 31, 2009, and owned the same number of shares during that entire period, then you are deemed to indirectly own the same number of ACS Ireland shares for that period and should multiply such number of shares by **US\$0.004108**.
 - (b) If you did not own all of your AYR shares for the above period, or owned different numbers of AYR shares at different times during the period beginning January 1, 2009 and ending December 31, 2009, your daily pro rata share of ACS Ireland ordinary earnings is:

January 1 – January 26, 2009	US\$0.000158
January 27 – December 31, 2009	N/A

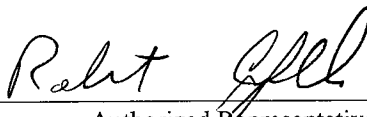
We suggest that investors use the following formula to calculate their pro rata share of ordinary earnings of ACS Ireland to be included on Form 8621:

EXAMPLE (if you own AYR shares through June 30, 2009):	January 1 – January 26, 2009
Number of common shares held	1,000
Multiplied by	x
Number of days the common shares were held during the period	26
Multiplied by	x
Your daily pro rata share of ordinary earnings	US\$0.000158
Your daily pro rata share of ordinary earnings for the year	\$4.11

- (ii) Your pro rata share of the net capital gain of ACS Ireland for the Taxable Year is 0.
- (3) Any shareholders making a QEF election will be permitted by ACS Ireland plc to inspect and copy its permanent books of account, records, and such other documents as are maintained by ACS Ireland that are necessary to establish that ACS Ireland’s ordinary earnings and net capital gain, as provided in section 1293(e) of the U.S. Internal Revenue Code, are computed in accordance with U.S. income tax principles, and to verify these amounts and your pro rata share thereof.

ACS Aircraft Finance Ireland plc

Date: March 29, 2010

By: 
Authorized Representative



PFIC Annual Information Statement
ACS Aircraft Finance Ireland 2 Limited – FEIN 98-0536157

- (1) This Information Statement applies to the taxable year of ACS Aircraft Finance Ireland 2 Limited (“ACS Ireland 2”) beginning on January 1, 2009 and ending on January 26, 2009 (the “Taxable Year”).
- (2) (i) Your pro rata share of ordinary earnings of ACS Ireland 2 for the Taxable Year can be determined as follows:
- (a) If you owned AYR shares for the entire year January 1, 2009 through December 31, 2009, and owned the same number of shares during that entire period, then you are deemed to indirectly own the same number of ACS Ireland 2 shares for that period and should multiply such number of shares by **US\$0.002444**.
 - (b) If you did not own all of your AYR shares for the above period, or owned different numbers of AYR shares at different times during the period beginning January 1, 2009 and ending January 26, 2009, your daily pro rata share of ACS Ireland 2 ordinary earnings is:

January 1 – January 26, 2009	US\$0.000094
January 27 – December 31, 2009	N/A

We suggest that investors use the following formula to calculate their pro rata share of ordinary earnings of ACS Ireland 2 to be included on Form 8621:

EXAMPLE (if you own AYR shares through June 30, 2009):	January 1 – January 26, 2009
Number of common shares held	1,000
Multiplied by	x
Number of days the common shares were held during the period	26
Multiplied by	x
Your daily pro rata share of ordinary earnings	US\$0.000094
Your daily pro rata share of ordinary earnings for the year	\$2.44

- (ii) Your pro rata share of the net capital gain of ACS Ireland 2 for the Taxable Year is 0.
- (3) Any shareholders making a QEF election will be permitted by ACS Ireland 2 to inspect and copy its permanent books of account, records, and such other documents as are maintained by ACS Ireland 2 that are necessary to establish that ACS Ireland 2’s ordinary earnings and net capital gain, as provided in section 1293(e) of the U.S. Internal Revenue Code, are computed in accordance with U.S. income tax principles, and to verify these amounts and your pro rata share thereof.

ACS Aircraft Finance Ireland 2 Limited

Date: March 29, 2010

By: 
 Authorized Representative



PFIC Annual Information Statement
ACS Aircraft Finance Ireland 3 Limited – FEIN 98-0575767

- (1) This Information Statement applies to the taxable year of ACS Aircraft Finance Ireland 3 Limited (“ACS Ireland 3”) beginning on January 1, 2009 and ending on January 26, 2009 (the “Taxable Year”).
- (2) (i) Your pro rata share of ordinary earnings of ACS Ireland 3 for the Taxable Year can be determined as follows:
- (a) If you owned AYR shares for the entire year January 1, 2009 through December 31, 2009, and owned the same number of shares during that entire period, then you are deemed to indirectly own the same number of ACS Ireland 3 shares for that period and should multiply such number of shares by **US\$0.011154**.
 - (b) If you did not own all of your AYR shares for the above period, or owned different numbers of AYR shares at different times during the period beginning January 1, 2009 and ending January 26, 2009, your daily pro rata share of ACS Ireland 3 ordinary earnings is:

January 1 – January 26, 2009	US\$0.000429
January 27 – December 31, 2009	N/A

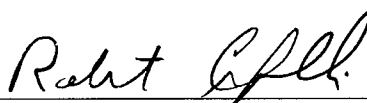
We suggest that investors use the following formula to calculate their pro rata share of ordinary earnings of ACS Ireland 3 to be included on Form 8621:

EXAMPLE (if you own AYR shares through June 30, 2009):	January 1 – January 26, 2009
Number of common shares held	1,000
Multiplied by	x
Number of days the common shares were held during the period	26
Multiplied by	x
Your daily pro rata share of ordinary earnings	US\$0.000429
Your daily pro rata share of ordinary earnings for the year	\$11.15

- (ii) Your pro rata share of the net capital gain of ACS Ireland 3 for the Taxable Year is 0.
- (3) Any shareholders making a QEF election will be permitted by ACS Ireland 3 to inspect and copy its permanent books of account, records, and such other documents as are maintained by ACS Ireland 3 that are necessary to establish that ACS Ireland 3’s ordinary earnings and net capital gain, as provided in section 1293(e) of the U.S. Internal Revenue Code, are computed in accordance with U.S. income tax principles, and to verify these amounts and your pro rata share thereof.

ACS Aircraft Finance Ireland 3 Limited

Date: March 29, 2010

By: 
 Authorized Representative