



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

March 30, 2009

Attention: U.S. Shareholders of Aircastle Limited

IMPORTANT TAX NOTICE

Re: 2007 PFIC Status – Corrected Statements

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.

The 2007 PFIC Annual Information statements have been adjusted and attached herewith are the corrected statements.

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, 2007. 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”): Aircastle Holding Corporation Limited, Aircastle Bermuda Securities Limited, ABH 12 Limited, Aircastle Advisor (Ireland) Limited, ACS Aircraft Finance Ireland plc and ACS Aircraft Finance Ireland 2 Limited for their taxable years beginning on January 1, 2007 and ending on December 31, 2007 pursuant to the requirements of Treasury Regulation Section 1.1295-1(g)(1). **If you were a shareholder of AYR during 2007 you also are deemed to have indirectly owned shares in each AYR Subsidiary PFIC during 2007.**

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.



CORRECTED

**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, 2007 and ending on December 31, 2007 (the “Taxable Year”).

(2) (i) Your daily pro rata share of ordinary earnings of AYR for the Taxable Year is 0.

(ii) Your pro rata share of short term 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, 2007 through December 31, 2007, and owned the same number of shares during that entire period, then you are deemed to indirectly own the same number of AYR shares for that period and should multiply such number of shares by US\$0.029752.

(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, 2007 and ending December 31, 2007, your daily pro rata share of AYR short term capital gain is:

January 1 – February 12, 2007	US\$0.000106
February 13 –October 10, 2007	US\$0.000081
October 11 – December 31, 2007	US\$0.000070

We suggest that investors use the following formula to calculate their pro rata share of net capital gains of AYR to be included on Form 8621:

EXAMPLE (if you own AYR shares from November 1, 2007):	November 1 – December 31, 2007
Number of common shares held	1,000
Multiplied by	x
Number of days the common shares were held during the period	61
Multiplied by	x
Your daily pro rata share of short term capital gain	US\$0.000070
Your daily pro rata share of short term capital gain for the year	\$4.27

(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:	Per Share Per Share Distribution			
	<u>Record Date</u>	<u>Distributions(1)</u>	<u>PTI(2)</u>	<u>In Excess of PTI(3)</u>
	December 29, 2006	US\$0.4375	US\$0.2258	US\$0.2117
	March 30, 2007	US\$0.5000	US\$0.2581	US\$0.2419
	June 29, 2007	US\$0.6000	US\$0.3097	US\$0.2903
	September 28, 2007	US\$0.6500	US\$0.3355	US\$0.3145

(1) These distributions have been reported as dividends on IRS form 1099-DIV.

(2) This portion of your distributions is previously taxed income (“PTI”) related to the QEF inclusion of AYR subsidiaries.

(3) Actual distributions in excess of PTI will reduce your basis in the shares until reduced to zero, and thereafter will be treated as capital gain.



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 30, 2009

By: *Robert Lytle*
Authorized Representative



CORRECTED

PFIC Annual Information Statement
Aircastle Holding Corporation Limited – FEIN 98-0471740

- (1) This Information Statement applies to the taxable year of Aircastle Holding Corporation Limited (“AHCL”) beginning on January 1, 2007 and ending on December 31, 2007 (the “Taxable Year”).
- (2) Your pro rata share of ordinary earnings and net capital gain of AHCL for the Taxable Year can be determined as follows:

- (a) If you owned AYR shares for the entire year January 1, 2007 through December 31, 2007, and owned the same number of shares during that entire period, then you are deemed to indirectly own the same number of AHCL shares for that period and should multiply such number of shares by:

(i) Ordinary Earnings	US\$0.884391
(ii) Net Short-Term Capital Gain	US\$0.011198
(iii) Net Long-Term Capital Gain	US\$0.120223

- (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, 2007 and ending December 31, 2007, your daily pro rata share of AHCL ordinary earnings and net capital gain is:

	(i) Ordinary Earnings	
January 1 – February 12, 2007	US\$0.003154	
February 13 – March 4, 2007	US\$0.002417	
March 5 – May 15, 2008	US\$0.002414	
May 16 – October 10, 2007	US\$0.002412	
October 11 – December 31, 2007	US\$0.002070	
	(ii) Net Short-Term Capital Gain	(iii) Net Long-Term Capital Gain
January 1 – February 12, 2007	US\$0.000040	US\$0.000429
February 13 – October 10, 2007	US\$0.000031	US\$0.000328
October 11 – December 31, 2007	US\$0.000026	US\$0.000281

We suggest that investors use the following formula to calculate their pro rata share of ordinary earnings and net capital gains of AHCL to be included on Form 8621:

EXAMPLE (if you own AYR shares from November 1, 2007):	November 1 – December 31, 2007
Number of common shares held	1,000
Multiplied by	x
Number of days the common shares were held during the period	61
Multiplied by	x
(i) Your daily pro rata share of ordinary earnings	US\$.002077
(i) Your daily pro rata share of ordinary earnings for the year	\$126.70
(ii) Your daily pro rata share of net short-term capital gains	US\$.000026
(ii) Your daily pro rata share of net short-term capital gains for the year	\$1.59

(iii) Your daily pro rata share of net long-term capital gains	US\$0.000281
(ii) Your daily pro rata share of net long-term capital gains for the year	\$17.14

(3) The amount of cash and the fair market value of other property distributed or deemed distributed by AHCL during the Taxable Year are as follows:

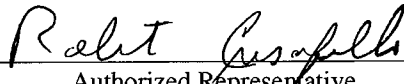
Cash: 0

Fair Market Value of Property: 0

(4) Any shareholders making a QEF election will be permitted by AHCL to inspect and copy its permanent books of account, records, and such other documents as are maintained by AHCL that are necessary to establish that AHCL'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 Holding Corporation Limited

Date: March 30, 2009

By: 
 Authorized Representative



CORRECTED

PFIC Annual Information Statement
Aircastle Bermuda Securities Limited – FEIN 98-0446406

- (1) This Information Statement applies to the taxable year of Aircastle Bermuda Securities Limited (“ABSL”) beginning on January 1, 2007 and ending on December 31, 2007 (the “Taxable Year”).
- (2) (i) Your pro rata share of ordinary earnings of ABSL for the Taxable Year can be determined as follows:
- (a) If you owned AYR shares for the entire year January 1, 2007 through December 31, 2007, and owned the same number of shares during that entire period, then you are deemed to indirectly own the same number of ABSL shares for that period and should multiply such number of shares by US\$0.079761.
 - (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, 2007 and ending December 31, 2007, your daily pro rata share of ABSL ordinary earnings is:

January 1 – February 12, 2007	US\$0.000284
February 13 – May 15, 2007	US\$0.000218
May 16 – October 10, 2007	US\$0.000217
October 11 – December 31, 2007	US\$0.000187

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

EXAMPLE (if you own AYR shares from November 1, 2007):	November 1 – December 31, 2007
Number of common shares held	1,000
Multiplied by	x
Number of days the common shares were held during the period	61
Multiplied by	x
Your daily pro rata share of ordinary earnings	US\$0.000187
Your daily pro rata share of ordinary earnings for the year	\$11.41

- (ii) Your pro rata share of the net capital gain of ABSL for the Taxable Year is 0.
- (3) The amount of cash and the fair market value of other property distributed or deemed distributed by ABSL during the Taxable Year are as follows:
- | | |
|--------------------------------|---|
| Cash: | 0 |
| Fair Market Value of Property: | 0 |
- (4) Any shareholders making a QEF election will be permitted by ABSL to inspect and copy its permanent books of account, records, and such other documents as are maintained by ABSL that are necessary to establish that ABSL’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 

Aircastle Bermuda Securities Limited

Date: March 30, 2009

By: *Robert C. Bell*
Authorized Representative

(NO CORRECTION)
PFIC Annual Information Statement
ABH 12 Limited – FEIN 98-0454572

- (1) This Information Statement applies to the taxable year of ABH 12 Limited (“ABH12”) beginning on January 1, 2007 and ending on December 31, 2007 (the “Taxable Year”).
- (2) (i) Your pro rata share of ordinary earnings of ABH12 for the Taxable Year is 0.

(ii) Your pro rata share of the net capital gain of ABH12 for the Taxable Year is 0.
- (3) The amount of cash and the fair market value of other property distributed or deemed distributed by ABH12 during the Taxable Year are as follows:

Cash: 0

Fair Market Value of Property: 0
- (4) Any shareholders making a QEF election will be permitted by ABH12 to inspect and copy its permanent books of account, records, and such other documents as are maintained by ABH12 that are necessary to establish that ABH12’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.

ABH 12 Limited

Date: March 30, 2009

By: 
Authorized Representative



CORRECTED

**PFIC Annual Information Statement
Aircastle Advisor (Ireland) Limited – FEIN 98-0470605**

- (1) This Information Statement applies to the taxable year of Aircastle Advisor (Ireland) Limited (“AAIL”) beginning on January 1, 2007 and ending on December 31, 2007 (the “Taxable Year”).
- (2) Your pro rata share of ordinary earnings and net capital gain of AAIL for the Taxable Year can be determined as follows:
- (a) If you owned AYR shares for the entire year January 1, 2007 through December 31, 2007, and owned the same number of shares during that entire period, then you are deemed to indirectly own the same number of AAIL shares for that period and should multiply such number of shares by:

(i) Ordinary Earnings	US\$0.218638
(ii) Net Capital Gain	US\$0.060782

- (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, 2007 and ending December 31, 2007, your daily pro rata share of AAIL ordinary earnings and net capital gain is:

	(i) Ordinary Earnings	(ii) Net Capital Gain
January 1 – February 12, 2007	US\$0.000780	US\$0.000217
February 13 – October 10, 2007	US\$0.000597	US\$0.000166
October 11 – December 31, 2007	US\$0.000512	US\$0.000142

We suggest that investors use the following formula to calculate their pro rata share of ordinary earnings and net capital gain of AAIL to be included on Form 8621:

EXAMPLE (if you own AYR shares from November 1, 2007):	November 1 – December 31, 2007
Number of common shares held	1,000
Multiplied by	x
Number of days the common shares were held during the period	61
Multiplied by	x
(i) Your daily pro rata share of ordinary earnings	US\$0.000512
(i) Your daily pro rata share of ordinary earnings for the year	\$31.23
(i) Your daily pro rata share of net capital gain	US\$0.000142
(i) Your daily pro rata share of net capital gain for the year	\$8.66

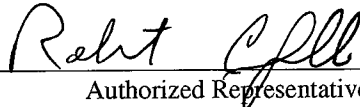
- (3) The amount of cash and the fair market value of other property distributed or deemed distributed by AAIL during the Taxable Year are as follows:

Cash:	0
Fair Market Value of Property:	0

- (4) Any shareholders making a QEF election will be permitted by AAIL to inspect and copy its permanent books of account, records, and such other documents as are maintained by AAIL that are necessary to establish that AAIL'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 Advisor (Ireland) Limited

Date: March 30, 2009

By: 
Authorized Representative



CORRECTED

**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, 2007 and ending on December 31, 2007 (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, 2007 through December 31, 2007, 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\$0.074580.
 - (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, 2007 and ending December 31, 2007, your daily pro rata share of ACS Ireland ordinary earnings is:

January 1 – February 12, 2007	US\$0.000266
February 13 –October 10, 2007	US\$0.000204
October 11 – December 31, 2007	US\$0.000175

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:

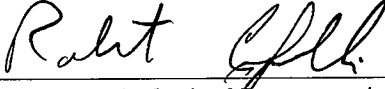
EXAMPLE (if you own AYR shares from November 1, 2007):	November 1 – December 31, 2007
Number of common shares held	1,000
Multiplied by	x
Number of days the common shares were held during the period	61
Multiplied by	x
Your daily pro rata share of ordinary earnings	US\$0.000175
Your daily pro rata share of ordinary earnings for the year	\$10.68

- (ii) Your pro rata share of the net capital gain of ACS Ireland for the Taxable Year is 0.
- (3) The amount of cash and the fair market value of other property distributed or deemed distributed by ACS Ireland during the Taxable Year are as follows:
- | | |
|--------------------------------|---|
| Cash: | 0 |
| Fair Market Value of Property: | 0 |
- (4) 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.

AIRCASTLE 

ACS Aircraft Finance Ireland plc

Date: March 30, 2009

By: 
Authorized Representative



CORRECTED

**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 March 29, 2007 and ending on December 31, 2007 (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, 2007 through December 31, 2007, 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\$0.035720.
 - (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 March 29, 2007 and ending December 31, 2007, your daily pro rata share of ACS Ireland 2 ordinary earnings is:

January 1 – March 28, 2007	N/A
March 29 – October 10, 2007	US\$0.000134
October 11 – December 31, 2007	US\$0.000115

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 from November 1, 2007):	November 1 – December 31, 2007
Number of common shares held	1,000
Multiplied by	x
Number of days the common shares were held during the period	61
Multiplied by	x
Your daily pro rata share of ordinary earnings	US\$0.000115
Your daily pro rata share of ordinary earnings for the year	\$7.02

- (ii) Your pro rata share of the net capital gain of ACS Ireland 2 for the Taxable Year is 0.
- (3) The amount of cash and the fair market value of other property distributed or deemed distributed by ACS Ireland 2 during the Taxable Year are as follows:
- | | |
|--------------------------------|---|
| Cash: | 0 |
| Fair Market Value of Property: | 0 |
- (4) 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 30, 2009

By: *Robert Gille*
Authorized Representative