MOODY'S
RATINGS

Announcement of Periodic Review: Moody's Ratings announces completion of a periodic review of ratings of Avianca Group International Limited and LifeMiles Ltd.

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New York, November 04, 2024 -- Moody's Ratings (Moody's) has completed a periodic review of the ratings of Avianca Group International Limited, LifeMiles Ltd. and other ratings that are associated with these issuers.

The review was conducted through a rating committee held on 25 October 2024 in which we reassessed the appropriateness of the ratings in the context of the relevant principal methodology(ies), and recent developments.

This publication does not announce a credit rating action and is not an indication of whether or not a credit rating action is likely in the near future. Please see the Issuer page on https://ratings.moodys.com for the most updated credit rating action information and rating history.

Key Rating considerations and rationale are summarized below.

Avianca Group International (Avianca) B2 Long term Corporate Family Rating (CFR), and Senior Secured Notes rating with stable outlook remains unchanged. Avianca's credit profile reflects its leading position in the Latin American passenger airline industry and favorable cost structure. Although its credit profile is constrained by the execution risks given the recently added capacity; Avianca expects demand to increase in line with the additional capacity but increasing competition pressures air fares down. Also, the company is exposed to the inherent volatility of the airline industry and rising macroeconomic risks and costs.

LifeMiles Ltd. (LifeMiles) B2 Long term Corporate Family Rating (CFR), and Senior Secured Notes rating with stable outlook also remain unchanged. LifeMiles credit profile reflects its diversified and sticky base of commercial partners, growth in co-branded credit cards, and strong market position in the territories in which it operates. The CFR also include structural considerations between Avianca Group International

Limited (B2 stable) and LifeMiles. LifeMiles is fully owned by Avianca and is the sole operator of its frequent flyer program. Given its close to 20% contribution to Avianca's EBITDA, LifeMiles is important to the airline business. Moreover, the stake of LifeMiles is part of Avianca's rated exit financing notes collateral package. The rating also considers LifeMiles good liquidity and corporate policies.

This document summarizes our view as of the publication date and will not be updated until the next periodic review announcement, which will incorporate material changes in credit circumstances (if any) during the intervening period.

The principal methodology used for this review was Passenger Airlines published in August 2024. Please see the Rating Methodologies page on https://ratings.moodys.com for a copy of this methodology.

This announcement applies only to EU rated, UK rated, EU endorsed and UK endorsed ratings. Non-EU rated, non-UK rated, non-EU endorsed and non-UK endorsed ratings may be referenced herein to the extent necessary, if they are part of the same organization list.

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