

CH-8700 KUSNACHT-ZÜRICH
GOLDBACH-CENTER
SEESTRASSE 39
TELEFON +41 (0)43 222 38 00
TELEFAX +41 (0)43 222 38 01
ZUERICH@WENGER-PLATTNER.CH
WWW.WENGER-PLATTNER.CH

DR WERNER WENGER*
DR JURG PLATTNER
DR PETER MOSIMANN
STEPHAN CUENI*
PROF DR GERHARD SCHMID
DR JURG RIEBEN
DR MARKUS METZ
DR DIETER GRÄNICH*
KARL WUTHRICH
YVES MEILI
FILIPPO TH BECK, M C J
DR FRITZ ROTHENBUHLER
DR STEPHAN NETZLE, LL.M.
DR BERNHARD HEUSLER
DR ALEXANDER GUTMANS, LL.M.*
PETER SAHLI**
DR THOMAS WETZEL
DR MARC S. NATER, LL.M.
SUZANNE ECKERT
DOMINIQUE PORTMANN
DR FELIX UHLMANN, LL.M.
PROF DR MARKUS MÜLLER-CHEN
ROLAND MATHYS, LL.M.
THOMAS REBSAMEN
DR ASTRID BOOS-HERSBERGER, LL.M.
MARTIN SOHM
RETO ASCHENBERGER, LL.M.
BRIGITTE UMBACH-SPAHN, LL.M.
GUDRUN ÖSTERREICHER SPANIOL
DR MARKUS SCHOTT, LL.M.
JAMES KOCH
DR CHRISTOPH MÜLLER, LL.M.
DR SIMONE BRAUCHBAR BIRKHÄUSER, LL.M.
AYESHA CURMALLY
CLAUDIUS GELZER
MARIE-CHRISTINE MÜLLER-GERSTER
CORNELIA WEISSKOPF-GANZ
OLIVER ALBRECHT
DR CHRISTOPH ZIMMERLI, LL.M.
DR REGULA HINDERLING
IRENE DERUNGS
DR STEPHAN KESSELBACH
MADLAINA GAMMETER
CHRISTIAN RÖTHLIN
RODRIGO RODRIGUEZ
DR PETER REETZ

ANDREAS MAESCHI
KONSULENT

* AUCH NOTARE IN BASEL
** INHABER ZÜRCHER NOTARPATENT
ALS RECHTSANWALT NICHT ZUGELASSEN

BÜRO BASEL: CH-4010 BASEL
AESCHENVORSTADT 55
TELEFON +41 (0)61 279 70 00
TELEFAX +41 (0)61 279 70 01
BASEL@WENGER-PLATTNER.CH

BÜRO BERN: CH-3000 BERN 6
JUNGFRAUSTRASSE 1
TELEFON +41 (0)31 357 00 00
TELEFAX +41 (0)31 357 00 01
BERN@WENGER-PLATTNER.CH

To the creditors of Flightlease AG
in debt restructuring liquidation

Küsnacht, December 2004 WuK/GaM

Flightlease AG in debt restructuring liquidation; Circular no. 3

Ladies and Gentlemen

Shortly before the end of the year, I would take this opportunity to keep you up to date on the progress of the liquidation of Flightlease AG.

I. REALIZATION OF ASSETS

1. Collection of debts

Over the past few months, outstanding accounts receivable of Flightlease AG in the approximate amount of CHF 2 million have been collected.

2. Execution of realisation of the four airframes pledged as security; HB-IJB, HB-IJF, HB-IJG and HB-IOD

In the last circular I could inform you about the realisation of the four pledged airframes HB-IJB, HB-IJF, HB-IJG and HB-IOD. In the meantime it was possible to execute the global solution that had been negotiated with the financial institutions and leasing companies concerned. The dissolution of the complex leasing structures and the execution of the global solution were much more time consuming than initially expected. However, with the execution of this transaction there will be no secured claims left on the liability side. The total amount of claims filed with Flightlease AG is reduced by USD 200 Mio or approximately CHF 275 Mio.

3. Responsibility claims

To clarify potential responsibility claims against members of the management and the board of directors as well as the auditors of Flightlease AG, individual transactions that took place between the foundation of the company and the end of September 2001 will be investigated in depth on the basis of the report of Ernst & Young AG. For each transaction, it will be examined which persons are liable and whether all the criteria for a liability – unlawful and wilful or negligent acts, loss or damage and causal connection – are met.

The main focus of the investigation is currently on transactions carried out via the "Cash Pool" of the Swissair Group. In the last weeks before the debt restructuring moratorium was granted, Flightlease AG suffered a loss in the approximate amount of CHF 60 million in connection with these transactions. Other transactions will be examined also. The investigations are not finalised yet. The results of the investigations are expected within the next couple of months. The liquidation bodies will then decide on the further course of action.

In the periodic circulars creditors will be regularly updated on the further progress of the pursuit of the responsibility claims.

4. Pauliana claims

The voidability of payments made to various recipients shortly before Flightlease AG was granted the debt restructuring moratorium is currently being examined. Creditors will be kept up to date on the results of these investigations.

II. Assessment of liabilities

Work on the schedule of claims is now at an advanced stage. In particular, the Liquidator has established the principles for assessing preferential claims filed by former employees of Flightlease AG. Likewise, the claims filed by various creditors on the basis of complex leasing transactions have been assessed. These two topics have been submitted to the Creditors' Committee for decision. It is envisaged to draw up the final version of the schedule of claims by the end of March 2005. The schedule of claims is planned to be available to creditors for inspection in May 2005.

III. Estimated dividend

The anticipated debt restructuring dividend for 3rd class claims cannot be reliably estimated before the assessment of the liabilities has been concluded. The potential dividend range is still between 0.3% and 5.4%.

IV. REPORT ON ACTIVITIES 2004

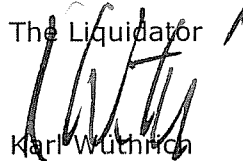
The Liquidator's report on activities for the year 2004 to the debt restructuring judge will be drawn up in the first quarter of 2005. The report will be available to the creditors for inspection no later than April 2005. On this date, creditors will receive a summary of the report.

Season's Greetings and a happy New Year.

Yours sincerely

Flightlease AG in debt restructuring liquidation

The Liquidator



Karl Wuthrich

Hotline Flightlease AG in debt restructuring liquidation

Deutsch: +41-43-222-38-30

Français: +41-43-222-38-40

English: +41-43-222-38-50