

To the bondholders in:

ISIN: NO0010832785 - WOW air hf. up to EUR 100,000,000 Senior Secured Floating Rate Bonds 2018/2021

From: Nordic Trustee & Agency AB (publ)

Date 20 August 2019

Update from first creditor meeting in the bankruptcy of WOW air hf. – for information purposes only.

Nordic Trustee & Agency AB (publ) is the appointed agent under the terms and conditions for the abovementioned bond issue (the “**Terms and Conditions**”). All capitalised terms used herein and not otherwise defined in this notice shall have the meanings assigned to them in the Terms and Conditions.

On 16 August 2019, the first creditors’ meeting in the bankruptcy of Wow air was held and the Agent was represented at the meeting by its local legal advisor.

At the creditors’ meeting, the liquidators gave an update on the main activities in the bankruptcy proceedings such as returning airplanes and real estate, terminating lease agreements and selling assets.

Based on information received by the Agent from the creditors’ meeting, the net worth of the WOW air estate is likely to be around ISK 2 bn when all assets have been realized. Priority claims (such as claims for unpaid wages) that have been filed in the bankruptcy amounts to ISK 5,8 bn and unsecured claims filed (being claims of the Bondholders, among others) amounts to ISK 138 bn. In the light of the large amount of priority claims, the liquidators do not expect unsecured creditors (including the Bondholders) to receive any payments out of the bankruptcy. Further, the liquidators informed creditors that investigations are ongoing as regards certain transactions having been made by the Issuer, including circumstances related to the issuance of the bond loan.

The next creditors’ meeting is scheduled for 10 October 2019.

This notice has been solely distributed through Stamdata.com.

For questions, please contact the Agent at sweden@nordictrustee.com / +46 8 783 79 00.

Yours faithfully,

NORDIC TRUSTEE & AGENCY AB (publ)