UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 8-K

CURRENT REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

Date of Report (Date of earliest event reported): May 4, 2021

Willis Lease Finance Corporation

(Exact Name of Registrant as Specified in Charter)

Delaware

(State or Other Jurisdiction of Incorporation)

001-15369

(Commission File Number)

68-0070656

(I.R.S. Employer Identification Number)

4700 Lyons Technology Parkway Coconut Creek, FL 33073

(Address of Principal Executive Offices) (Zip Code)

Registrant's telephone number, including area code: (561) 349-9989

Not Applicable

(Former name or former address, if changed since last report)

Check the appropriate box below if the Form 8-K filing under any of the following provisions:	g is intended to simultaneously	y satisfy the filing obligation of the registrant				
☐ Written communications pursuant to Rule 425 under	r the Securities Act (17 CFR 2	230.425)				
☐ Soliciting material pursuant to Rule 14a-12 under the	e Exchange Act (17 CFR 240.	.14a-12)				
☐ Pre-commencement communications pursuant to Ru	ale 14d-2(b) under the Exchange	ge Act (17 CFR 240.14d-2(b))				
☐ Pre-commencement communications pursuant Rule	13e-4(c) under the Exchange	Act (17 CFR 240.13e-4(c))				
Securities registered pursuant to Section 12(b) of the Act:						
Title of Each Class	Trading Symbol	Name of exchange on which registered				
Common Stock, \$0.01 par value per share	WLFC	Nasdaq Global Market				
Indicate by check mark whether the registrant is an em (§230.405 of this chapter) or Rule 12b-2 of the Securit						
Emerging growth company \square						
Emerging growin company						

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act. \Box

Item 2.02(a) Results of Operations and Financial Condition

Item 7.01 Regulation FD Disclosure

The following information and exhibit are furnished pursuant to Item 2.02(a), "Results of Operations and Financial Condition" and Item 7.01, "Regulation FD Disclosure". This information shall not be deemed "filed" for the purposes of Section 18 of the Securities Exchange Act of 1934, as amended (the "Exchange Act"), or incorporated by reference in any filing under the Securities Act of 1933, as amended, or the Exchange Act, except as expressly set forth by specific reference in such a filing.

On May 4, 2021, the Company issued a news release setting forth the Company's results from operations for the three months ended March 31, 2021 and financial condition as of March 31, 2021. A copy of the news release is attached hereto as Exhibit 99.1 and is incorporated herein by reference.

Item 9.01 Financial Statements & Exhibits

The Company hereby furnishes the following exhibit pursuant to Item 2.02(a), "Results of Operations and Financial Condition" and Item 7.01, "Regulation FD Disclosure".

Exhibit No.	Description
99.1	News Release issued by Willis Lease Finance Corporation dated May 4, 2021.
104	Cover Page Interactive Data File (embedded within the Inline XBRL document)

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned duly authorized officer.

Dated: May 4, 2021

WILLIS LEASE FINANCE CORPORATION

By: /s/ Scott B. Flaherty

Scott B. Flaherty

Senior Vice President and Chief Financial Officer



NEWS RELEASE

CONTACT: Scott B. Flaherty

Chief Financial Officer

(561) 349-9989

Willis Lease Finance Corporation Reports First Quarter Pre-tax Loss of \$1.7 million

COCONUT CREEK, FL — **May 4, 2021** — Willis Lease Finance Corporation (NASDAQ: WLFC) today reported first quarter total revenues of \$61.1 million and pre-tax loss of \$1.7 million. The Company reported lower revenue in the first quarter when compared to the prior year period, primarily due to the impact of the COVID-19 pandemic. The slowdown in global travel continues to impact aircraft and engine utilization as well as demand for aircraft and engine spare parts. For the three months ended March 31, 2021, aggregate lease rent and maintenance reserve revenues were \$51.3 million and spare parts and equipment sales were \$4.6 million.

"Despite significant progress in the development and roll-out of COVID-19 vaccines, the pandemic continues to weigh on global travel and that, obviously, has had a negative impact on our business and the industry as a whole," said Charles F. Willis, Chairman and CEO. "We are not satisfied with our quarterly results, but we continue to focus on the long-term and our Platform is well-positioned, whether in providing capital, assets or services, to support our customers' slow recovery from a nearly complete and worldwide shutdown of air travel."

"Our results this quarter are disappointing, but not surprising given the lack of flying worldwide," said Brian R. Hole, President. "Those things are out of our control so instead we are focused on what we can control. We are delivering liquidity to our customers, continuing to innovate, including closing our first transaction with our brand new revolving credit lease engine financing product, and developing programmatic solutions that will help our customers conserve capital while transitioning out of aircraft and engines or returning them to service without being forced to invest in costly maintenance."

First Quarter 2021 Highlights (at or for the periods ended March 31, 2021, as compared to March 31, 2020, and December 31, 2020):

- Total revenue was \$61.1 million in the first quarter of 2021, a 25.1% decrease when compared to \$81.6 million in the same quarter of 2020.
- Lease rent revenue was \$31.5 million in the first quarter of 2021.
- Maintenance reserve revenue was \$19.8 million in the first quarter of 2021, a decrease of 3.5% compared to \$20.5 million in the same quarter of 2020. Long term maintenance reserve revenue, which is influenced by end of lease compensation, increased to \$17.2 million in the first quarter of 2021, compared to \$8.6 million in the comparable prior period. Short term maintenance reserve revenue, which is influenced by our customers' usage of assets we lease to them, was \$2.7 million in the first quarter of 2021 compared to \$11.9 million in the comparable prior period.
- Spare parts and equipment sales were \$4.6 million in the first quarter of 2021, compared to \$9.1 million in the first quarter of 2020.
- Other revenue increased to \$5.2 million, or 48.7%, in the first quarter of 2021, compared to \$3.5 million in the first quarter of 2020, primarily reflecting interest income from our Notes receivable.
- (Loss) income before income taxes was \$(1.7) million in the first quarter of 2021, compared to \$8.5 million in the first quarter of 2020.
- Our aggregate lease assets, inclusive of our equipment held for operating lease and notes receivable, at March 31, 2021 and 2020 was \$2,085.4 million and \$1,813.6 million, respectively, a 15.0% year-over-year increase.

- The book value of lease assets we own directly or through our joint ventures was \$2,420.1 million at March 31, 2021. As of March 31, 2021, the Company also managed 385 engines, aircraft and related equipment on behalf of third parties.
- The Company maintained \$183 million of undrawn revolver capacity at March 31, 2021.
- Diluted weighted average (loss) earnings per common share were \$(0.36) for the first quarter of 2021, compared to \$0.56 in the first quarter of 2020.
- Book value per diluted weighted average common share outstanding increased to \$62.12 at March 31, 2021, compared to \$59.40 at December 31, 2020.

Balance Sheet

As of March 31, 2021, the Company's \$1.888 billion equipment held for operating lease portfolio and \$197.6 million notes receivable represented 295 engines, eight aircraft, one marine vessel and other leased parts and equipment. As of December 31, 2020, the Company's \$1.887 billion equipment held for operating lease portfolio and \$158.7 million notes receivable represented 291 engines, eight aircraft, one marine vessel and other leased parts and equipment.

Willis Lease Finance Corporation

Willis Lease Finance Corporation leases large and regional spare commercial aircraft engines, auxiliary power units and aircraft to airlines, aircraft engine manufacturers and maintenance, repair and overhaul providers in 120 countries. These leasing activities are integrated with engine and aircraft trading, engine lease pools and asset management services supported by cutting edge technology through its subsidiary, Willis Asset Management Limited, as well as various end-of-life solutions for engines and aviation materials provided through its subsidiary, Willis Aeronautical Services, Inc.

Except for historical information, the matters discussed in this press release contain forward-looking statements that involve risks and uncertainties. Do not unduly rely on forward-looking statements, which give only expectations about the future and are not guarantees. Forward-looking statements speak only as of the date they are made, and we undertake no obligation to update them. Our actual results may differ materially from the results discussed in forward-looking statements. Factors that might cause such a difference include, but are not limited to: the effects on the airline industry and the global economy of events such as terrorist activity and the COVID-19 pandemic; changes in oil prices and other disruptions to the world markets; trends in the airline industry and our ability to capitalize on those trends, including growth rates of markets and other economic factors; risks associated with owning and leasing jet engines and aircraft; our ability to successfully negotiate equipment purchases, sales and leases, to collect outstanding amounts due and to control costs and expenses; changes in interest rates and availability of capital, both to us and our customers; our ability to continue to meet changing customer demands; regulatory changes affecting airline operations, aircraft maintenance, accounting standards and taxes; the market value of engines and other assets in our portfolio; and risks detailed in the Company's Annual Report on Form 10-K and other continuing reports filed with the Securities and Exchange Commission.

Unaudited Consolidated Statements of Income

(In thousands, except per share data)

REVENUE 5 31,520 3 64,395 (321)% Maintenance reserve revenue 19,812 20,528 3.5% Spare parts and equipment sales 4,566 9,105 (49,9% Gain on sale of leasted equipment 5,227 3,514 (48,7% Other revenue 5,227 3,514 (48,7% Total revenue 61,125 81,609 (25,10% EXPENSES 24,141 23,390 3,2 % Cost of spare parts and equipment sales 3,809 6,688 (43,0%) Write-down of equipment 1,867 2,129 (12,3%) General and administrative 1,1867 2,129 (12,3%) General and administrative 1,150,19 15,696 (17,5%) Technical expense 1,50,19 15,696 (43,7%) Net finance costs 1,50,19 15,696 4,37% Loss on debt extinguishment 1,50,19 20,34 (20,3%) Total expenses 3,19 2,07 (35,07%) (Loss) earnings from operations 1,17 <t< th=""><th></th><th colspan="3">Three months ended March 31,</th><th></th></t<>		Three months ended March 31,				
Lease rent revenue \$ 31,520 \$ 46,395 (32.1)% Maintenance reserve revenue 19,812 20,528 3.5% Spare parts and equipment sales 4,566 9,105 (49,9)% Gain on sale of leased equipment - 2,067 (100,00%) Other revenue 5,227 3,514 48.7% Total revenue 61,125 81,609 (25.1)% EXPENSES 2 24,141 23,390 3.2 % Cost of spare parts and equipment sales 3,809 6,688 (43.0)% Write-down of equipment 1,867 2,129 (12.3)% General and administrative 16,151 19,567 (17.5)% Technical expense 13,10 1,127 16.2 % Net finance costs: 1 15,019 15,696 (4.3)% Loss on debt extinguishment ————————————————————————————————————		2021			2020	% Change
Maintenance reserve revenue 19,812 20,528 (3.5)% Spare parts and equipment sales 4,566 9,105 (49.9)% Gain on sale of leased equipment — 2,067 (100.0)% Other revenue 5,227 3,514 48.7 % Total revenue 61,125 81,609 (25.1)% EXPENSES S 24,141 23,390 3.2 % Cost of spare parts and equipment sales 3,809 6.68 (43.0)% Write-down of equipment 1,867 2,129 (12.3)% General and administrative 16,151 19,567 (17.5)% Technical expense 15,019 15,696 4.3% Net finance costs: 15,019 15,696 4.3% Loss on debt extinguishment — 4,688 (100.0)% Total expenses 62,297 73,285 (15.0)% (Loss) earnings from operations (1,172) 8,324 (11.1)% (Loss) earnings from operations (1,172) 8,324 (11.1)% (Loss) income before income taxes	REVENUE					
Spare parts and equipment sales 4,566 9,105 (49)% Gain on sale of leased equipment — 2,067 (100.0)% Other revenue 5,227 3,514 48.7 % Total revenue 61,125 81,609 (25.1)% EXPENSES — 24,141 23,390 3.2 % Cost of spare parts and equipment sales 3,809 6,688 (43.0)% Cost of spare parts and equipment sales 3,809 6,688 (43.0)% General and administrative 16,151 19,567 (17,5)% Technical expense 1,310 1,127 16.2 % Net finance costs: — 4,688 (100.0)% Total net finance costs 15,019 15,696 (4.3)% Loss on debt extinguishment — 4,688 (100.0)% Total expenses 62,297 73,285 (15.0)% (Loss) earnings from operations (1,172 8,324 (11.1)% (Loss) earnings from poperations (1,172 8,324 (11.8)% (Loss) income before inco	Lease rent revenue	\$	31,520	\$	46,395	(32.1)%
Gain on sale of leased equipment — 2,067 (100.0% Other revenue 5,227 3,514 48.7 % Total revenue 61,125 81,609 (25.1)% EXPENSES **** **** **** Depreciation and amortization expense 24,141 23,390 3.2 % Cost of spare parts and equipment sales 3,809 6,688 (43.0)% Write-down of equipment 1,867 2,129 (12.3)% General and administrative 16,151 19,567 (17.5)% Technical expense 13,10 1,127 16.2 % Net finance costs: *** *** (1,512) 15,696 (4.3)% Loss on debt extinguishment — 4,688 (100.0)% (10.0)% (26.3)% (26.3)% Total expenses 15,019 20,384 (26.3)% (26.3)% (26.3)% (26.3)% (26.3)% (26.3)% (26.3)% (26.3)% (26.3)% (26.3)% (26.3)% (26.3)% (26.3)% (26.3)% (26.3)% (26.3)%	Maintenance reserve revenue		19,812		20,528	(3.5)%
Other revenue 5,227 3,514 48.7% Total revenue 61,125 81,609 25,17% EXPENSES EXPERISES Pepreciation and amortization expense 24,141 23,390 3.2 % Cost of spare parts and equipment sales 3,809 6,688 443,0% Write-down of equipment 1,867 2,129 (12,3% General and administrative 16,151 19,567 (17,5% Technical expense 15,019 15,696 (4,3% Net finance costs: 15,019 15,696 (4,3% Loss on debt extinguishment — 4,688 (100,0% Total net finance costs 15,019 20,384 (26,3% Total expenses 15,019 20,384 (26,3% Total expenses 15,019 20,384 (26,3% Total expenses 15,019 20,384 (26,3% (Loss) earnings from operations (1,172) 8,324 (11,1% (Loss) earnings from point ventures (519) 2,07 (35,0%) Net (los	Spare parts and equipment sales		4,566		9,105	(49.9)%
EXPENSES	Gain on sale of leased equipment		_		2,067	(100.0)%
EXPENSES	Other revenue		5,227		3,514	48.7 %
Depreciation and amortization expense 24,141 23,390 3.2 % Cost of spare parts and equipment sales 3,809 6,688 (43.0)% Write-down of equipment 1,867 2,129 (12.3)% General and administrative 16,151 19,567 (17.5)% Technical expense 1,310 1,127 16.2 % Net finance costs: 15,019 15,696 (4.3)% Loss on debt extinguishment — 4,688 (100.0)% Total net finance costs 15,019 20,384 (26.3)% Total expenses 62,297 73,285 (15.0)% (Loss) earnings from operations (1,172) 8,324 (11.1)% (Loss) earnings from joint ventures (519) 207 (350.7)% (Loss) earnings from joint ventures (1,691) 8,531 (119.8)% Income before income taxes (1,691) 8,531 (119.8)% Net (loss) income (1,332) 4,245 (108.5)% Net (loss) income attributable to common shareholders 21 21 -	Total revenue		61,125		81,609	(25.1)%
Cost of spare parts and equipment sales 3,809 6,688 (43,0%) Write-down of equipment 1,867 2,129 (12.3)% General and administrative 16,151 19,567 (17.5)% Technical expense 1,310 1,127 16.2 % Net finance costs: Interest expense 15,019 15,696 (4.3)% Loss on debt extinguishment — 4,688 (100.0)% Total net finance costs 15,019 20,384 (26.3)% Total expenses 62,297 73,285 (15.0)% (Loss) earnings from operations (1,172) 8,324 (114.1)% (Loss) earnings from operations (1,172) 8,324 (114.1)% (Loss) earnings from joint ventures (519) 207 (350.7)% (Loss) income before income taxes (1,691) 8,531 (119.8)% Income tax (benefit) expense (359) 4,245 (108.5)% Net (loss) income (1,332) 4,286 (131.1)% Preferred stock dividends 801 810 (1.	EXPENSES					
Write-down of equipment 1,867 2,129 (12.3)% General and administrative 16,151 19,567 (17.5)% Technical expense 1,310 1,127 16.2 % Net finance costs: Interest expense 15,019 15,696 (4.3)% Loss on debt extinguishment — 4,688 (100.0)% Total net finance costs 15,019 20,384 (26.3)% Total expenses 62,297 73,285 (15.0)% (Loss) earnings from operations (1,172) 8,324 (114.1)% (Loss) earnings from joint ventures (519) 207 (350.7)% (Loss) income before income taxes (1,691) 8,531 (119.8)% Net (loss) income (1332) 4,286 (131.1)% Preferred stock dividends 801 810 (1.1)% Accretion of preferred stock issuance costs 21 21 -% Net (loss) income attributable to common shareholders \$ (2,154) \$ 3,455 (162.3)% Basic weighted average (loss) earnings per common share \$ (0.3	Depreciation and amortization expense		24,141		23,390	3.2 %
General and administrative 16,151 19,567 (17.5% Technical expense 1,310 1,127 16.2 % Net finance costs: Interest expense 15,019 15,696 (4.3)% Loss on debt extinguishment — 4,688 (100.0)% Total net finance costs 15,019 20,384 (26.3)% Total expenses 62,297 73,285 (15.0)% (Loss) earnings from operations (1,172) 8,324 (114.1)% (Loss) earnings from joint ventures (519) 207 (350.7)% (Loss) income before income taxes (1,691) 8,531 (119.8)% Income tax (benefit) expense (359) 4,245 (108.5)% Net (loss) income (1,332) 4,286 (131.1)% Preferred stock dividends 801 810 (1.1)% Accretion of preferred stock issuance costs 21 21 2 -% Net (loss) income attributable to common shareholders \$(2,154) 3,455 (162.3)% Basic weighted average (loss) earnings per common share </td <td>Cost of spare parts and equipment sales</td> <td></td> <td>3,809</td> <td></td> <td>6,688</td> <td>(43.0)%</td>	Cost of spare parts and equipment sales		3,809		6,688	(43.0)%
Technical expense 1,310 1,127 16.2 % Net finance costs: Interest expense 15,019 15,696 (4.3)% Loss on debt extinguishment — 4,688 (100.0)% Total net finance costs 15,019 20,384 (26.3)% Total expenses 62,297 73,285 (15.0)% (Loss) earnings from operations (1,172) 8,324 (114.1)% (Loss) earnings from operations (519) 207 (350.7)% (Loss) income before income taxes (1,691) 8,531 (119.8)% Income tax (benefit) expense (359) 4,245 (108.5)% Net (loss) income (1,332) 4,286 (131.1)% Preferred stock dividends 801 810 (1.1)% Accretion of preferred stock issuance costs 21 21 -% Net (loss) income attributable to common shareholders \$ (2,154) \$ 3,455 (162.3)% Basic weighted average (loss) earnings per common share \$ (0.36) \$ 0.59 5 Diluted weighted average common shares	Write-down of equipment		1,867		2,129	(12.3)%
Net finance costs: Interest expense 15,019 15,696 (4.3)% Loss on debt extinguishment — 4,688 (100.0)% Total net finance costs 15,019 20,384 (26.3)% Total expenses 62,297 73,285 (15.0)% (Loss) earnings from operations (1,172) 8,324 (114.1)% (Loss) earnings from joint ventures (519) 207 (350.7)% (Loss) income before income taxes (1,691) 8,531 (119.8)% Income tax (benefit) expense (359) 4,245 (108.5)% Net (loss) income (1,332) 4,286 (131.1)% Preferred stock dividends 801 810 (1.1)% Accretion of preferred stock issuance costs 21 21 -% Net (loss) income attributable to common shareholders \$ (2,154) \$ 3,455 (162.3)% Basic weighted average (loss) earnings per common share \$ (0.36) \$ 0.59 \$ (162.3)% Basic weighted average common shares outstanding \$ 5,995 \$ 5,860	General and administrative		16,151		19,567	(17.5)%
Interest expense 15,019 15,696 (4.3)% Loss on debt extinguishment — 4,688 (100.0)% Total net finance costs 15,019 20,384 (26.3)% Total expenses 62,297 73,285 (15.0)% (Loss) earnings from operations (1,172) 8,324 (114.1)% (Loss) earnings from joint ventures (519) 207 (350.7)% (Loss) income before income taxes (1,691) 8,531 (119.8)% Income tax (benefit) expense (359) 4,245 (108.5)% Net (loss) income (1,332) 4,286 (131.1)% Preferred stock dividends 801 810 (1.1)% Accretion of preferred stock issuance costs 21 21 -% Net (loss) income attributable to common shareholders \$ (0.36) \$ 0.59 Basic weighted average (loss) earnings per common share \$ (0.36) \$ 0.59 Diluted weighted average common shares outstanding \$,995 \$,860	Technical expense		1,310		1,127	16.2 %
Loss on debt extinguishment — 4,688 (100.0)% Total net finance costs 15,019 (20.384) (26.3)% Total expenses 62,297 (73,285) (15.0)% (Loss) earnings from operations (1,172) (1	Net finance costs:					
Total net finance costs 15,019 20,384 (26.3)% Total expenses 62,297 73,285 (15.0)% (Loss) earnings from operations (1,172) 8,324 (114.1)% (Loss) earnings from joint ventures (519) 207 (350.7)% (Loss) income before income taxes (1,691) 8,531 (119.8)% Income tax (benefit) expense (359) 4,245 (108.5)% Net (loss) income (1,332) 4,286 (131.1)% Preferred stock dividends 801 810 (1.1)% Accretion of preferred stock issuance costs 21 21 -% Net (loss) income attributable to common shareholders \$ (2,154) \$ 3,455 (162.3)% Basic weighted average (loss) earnings per common share \$ (0.36) \$ 0.59 5,860 Basic weighted average common shares outstanding 5,995 5,860	Interest expense		15,019		15,696	(4.3)%
Total expenses 15,00 (25,00) (25,00) (Loss) earnings from operations (1,172) 8,324 (114.1)% (Loss) earnings from joint ventures (519) 207 (350.7)% (Loss) income before income taxes (1,691) 8,531 (119.8)% Income tax (benefit) expense (359) 4,245 (108.5)% Net (loss) income (1,332) 4,286 (131.1)% Preferred stock dividends 801 810 (1.1)% Accretion of preferred stock issuance costs 21 21 21 -% Net (loss) income attributable to common shareholders \$ (2,154) \$ 3,455 (162.3)% Basic weighted average (loss) earnings per common share \$ (0.36) \$ 0.59 Diluted weighted average (loss) earnings per common share \$ (0.36) \$ 0.56	Loss on debt extinguishment		_		4,688	(100.0)%
(Loss) earnings from operations (1,172) 8,324 (114.1)% (Loss) earnings from joint ventures (519) 207 (350.7)% (Loss) income before income taxes (1,691) 8,531 (119.8)% Income tax (benefit) expense (359) 4,245 (108.5)% Net (loss) income (1,332) 4,286 (131.1)% Preferred stock dividends 801 810 (1.1)% Accretion of preferred stock issuance costs 21 21 -% Net (loss) income attributable to common shareholders \$ (2,154) \$ 3,455 (162.3)% Basic weighted average (loss) earnings per common share \$ (0.36) \$ 0.59 Diluted weighted average (loss) earnings per common share \$ (0.36) \$ 0.56 Basic weighted average common shares outstanding 5,995 5,860	Total net finance costs		15,019		20,384	(26.3)%
(Loss) earnings from joint ventures (519) 207 (350.7)% (Loss) income before income taxes (1,691) 8,531 (119.8)% Income tax (benefit) expense (359) 4,245 (108.5)% Net (loss) income (1,332) 4,286 (131.1)% Preferred stock dividends 801 810 (1.1)% Accretion of preferred stock issuance costs 21 21 -% Net (loss) income attributable to common shareholders \$ (2,154) \$ 3,455 (162.3)% Basic weighted average (loss) earnings per common share \$ (0.36) \$ 0.59 Diluted weighted average (loss) earnings per common share \$ (0.36) \$ 0.59 Basic weighted average common shares outstanding 5,995 5,860	Total expenses		62,297		73,285	(15.0)%
(Loss) income before income taxes (1,691) 8,531 (119.8)% Income tax (benefit) expense (359) 4,245 (108.5)% Net (loss) income (1,332) 4,286 (131.1)% Preferred stock dividends 801 810 (1.1)% Accretion of preferred stock issuance costs 21 21 -% Net (loss) income attributable to common shareholders \$ (2,154) \$ 3,455 (162.3)% Basic weighted average (loss) earnings per common share \$ (0.36) \$ 0.59 Diluted weighted average (loss) earnings per common share \$ (0.36) \$ 0.56 Basic weighted average common shares outstanding 5,995 5,860	(Loss) earnings from operations		(1,172)		8,324	(114.1)%
Income tax (benefit) expense (359) 4,245 (108.5)% Net (loss) income (1,332) 4,286 (131.1)% Preferred stock dividends 801 810 (1.1)% Accretion of preferred stock issuance costs 21 21 - % Net (loss) income attributable to common shareholders \$ (2,154) \$ 3,455 (162.3)% Basic weighted average (loss) earnings per common share \$ (0.36) \$ 0.59 Diluted weighted average (loss) earnings per common share \$ (0.36) \$ 0.56 Basic weighted average common shares outstanding 5,995 5,860	(Loss) earnings from joint ventures		(519)		207	(350.7)%
Net (loss) income(1,332)4,286(131.1)%Preferred stock dividends801810(1.1)%Accretion of preferred stock issuance costs2121- %Net (loss) income attributable to common shareholders\$ (2,154)\$ 3,455(162.3)%Basic weighted average (loss) earnings per common share\$ (0.36)\$ 0.59Diluted weighted average (loss) earnings per common share\$ (0.36)\$ 0.56	(Loss) income before income taxes		(1,691)		8,531	(119.8)%
Preferred stock dividends Accretion of preferred stock issuance costs Net (loss) income attributable to common shareholders Basic weighted average (loss) earnings per common share Diluted weighted average (loss) earnings per common share Basic weighted average (loss) earnings per common share \$ \(\text{(0.36)} \) \(\text{\subset} \) \(\text{0.56} \) Basic weighted average common shares \$ \(\text{(0.36)} \) \(\text{\subset} \) \(\text{0.56} \) Basic weighted average common shares outstanding \$ \(\text{5,995} \) \(\text{5,860} \)	Income tax (benefit) expense		(359)		4,245	(108.5)%
Accretion of preferred stock issuance costs Net (loss) income attributable to common shareholders Basic weighted average (loss) earnings per common share Signature (loss) income attributable to common share Signature (loss) (162.3)% Basic weighted average (loss) earnings per common share Signature (loss) (162.3)% Signature (loss) (162.3	Net (loss) income		(1,332)		4,286	(131.1)%
Net (loss) income attributable to common shareholders\$ $(2,154)$ \$ $3,455$ $(162.3)\%$ Basic weighted average (loss) earnings per common share\$ (0.36) \$ 0.59 Diluted weighted average (loss) earnings per common share\$ (0.36) \$ 0.56 Basic weighted average common shares outstanding $5,995$ $5,860$	Preferred stock dividends		801		810	(1.1)%
Basic weighted average (loss) earnings per common share \$ (0.36) \$ 0.59 Diluted weighted average (loss) earnings per common share \$ (0.36) \$ 0.56 Basic weighted average common shares outstanding 5,995 5,860	Accretion of preferred stock issuance costs		21		21	— %
Diluted weighted average (loss) earnings per common share	Net (loss) income attributable to common shareholders	\$	(2,154)	\$	3,455	(162.3)%
Diluted weighted average (loss) earnings per common share \$ (0.36) \$ 0.56 Basic weighted average common shares outstanding 5,995 5,860	Basic weighted average (loss) earnings per common share	\$	(0.36)	\$	0.59	
	Diluted weighted average (loss) earnings per common share	\$				
	Basic weighted average common shares outstanding		5 995		5 860	
	Diluted weighted average common shares outstanding				· ·	

Unaudited Consolidated Balance Sheets

(In thousands, except per share data)

ASSETS S 26,490 \$ 42,549 Cash and cash equivalents \$ 36,274 36,385 Equipment held for operating lease, less accumulated depreciation 1,887,884 1,886,613 Maintenance rights 20,097 20,007 Equipment held for sale 2,850 2,850 Receivables, net of allowances 40,483 28,269 Spare parts inventory 57,870 59,434 Investments 56,142 53,275 Property, equipment & furnishings, less accumulated depreciation 31,09 31,753 Intangible assets, net 1,232 1,246 Notes receivable 197,552 158,708 Other assets 49,631 4,378 Total assets 8 2,409,679 2,364,948 LLABILITIES, REDEEMABLE PREFERRED STOCK AND SHAREHOLDERS 'EQUIT' 118,579 116,838 Deferred income taxes 118,579 116,838 Deferred income taxes 118,579 116,838 Ecurity deposits 19,658 19,252 Ecurity deposits 19,658<		March 31, 2021		December 31, 2020	
Restricted cash 38,274 36,385 Equipment held for operating lease, less accumulated depreciation 1,887,884 1,886,613 Maintenance rights 2,809 2,850 Equipment held for sale 2,850 2,850 Receivables, net of allowances 40,483 28,260 Spare parts inventory 57,870 59,434 Investments 56,142 53,275 Property, equipment & furnishings, less accumulated depreciation 31,169 31,753 Intangible assets, net 1,232 1,246 Notes receivable 197,552 158,708 Other assets 49,611 34,778 Total assets 2,240,679 52,364,948 LABILITIES, REDEEMABLE PREFERRED STOCK AND SHAREHOLDERS' EQUITY 118,579 116,838 Deferred income taxes 118,579 116,838 Deferred income taxes 118,570 116,838 Eccurity deposits 19,221 19,221 Unearned revenue 11,987,519 19,51,211 Total liabilities 21,98 19,522 Carricul					
Equipment held for operating lease, less accumulated depreciation 1,887,884 1,886,613 Maintenance rights 20,097 20,097 Equipment held for sale 2,850 2,850 Receivables, net of allowances 40,483 28,269 Spare parts inventory 57,870 59,434 Investments 56,142 53,275 Property, equipment & furnishings, less accumulated depreciation 31,169 31,753 Intagible assets, net 19,252 158,708 Other assets 49,631 43,778 Total assets 49,631 43,778 Total assets 24,949,672 52,364,948 LIABILITIES, REDEEMABLE PREFERED STOCK AND SHAREHOLDERS' EQUITY 20,200,077 116,838 Deferred income taxes 118,570 116,838 16,937,753 Maintenance reserves 24,391 1,693,753 16,937,753 Maintenance reserves 19,658 19,522 10,693,753 Maintenance reserves 19,658 19,522 10,693,753 Maintenance reserves 19,658 19,522 10,693,75	Cash and cash equivalents	\$	26,490	\$	42,540
Maintenance rights 20,097 20,0097 Equipment held for sale 2,850 2,850 Receivables, net of allowances 40,483 28,260 Spare parts inventory 57,870 59,434 Investments 56,142 53,275 Property, equipment & furnishings, less accumulated depreciation 31,169 31,753 Intagible assets, net 11,232 12,406 Notes receivable 49,631 43,778 Other assets 49,631 43,778 Total assets 49,631 43,778 Total assets 49,643 48,789 LIABILITIES, REDEEMABLE PREFERRED STOCK AND SHAREHOLDERS' EQUITY *** Liabilities *** 118,570 116,838 Deferred income taxes 118,570 116,838 16,9375 Maintenance reserves 88,782 82,484 16,938 16,9375 Meceunity deposits 19,658 19,525 11,987 19,911 11 Redeemable preferred stock (\$0.01 par value) 49,743 49,722 10 10			38,274		36,385
Equipment held for sale 2,850 2,850 Receivables, net of allowances 40,483 28,269 Spare parts inventory 57,870 59,434 Investments 56,142 52,755 Property, equipment & furnishings, less accumulated depreciation 31,69 31,755 Intangible assets, net 197,552 158,708 Other assets 49,631 43,778 Total assets 49,631 43,778 Total assets 2,2409,674 \$2,364,948 LIABILITIES, REDEEMABLE PREFERED STOCK AND SHAREHOLDERS' EQUITY 116,838 Deferred income taxes 118,570 116,838 Det obligations 1,724,130 1,637,75 Maintenance reserves 88,782 82,484 Security deposits 19,658 19,522 Unearned revenue 11,988 11,638 Total liabilities 49,73 49,722 Shareholders' equity 49,73 49,722 Charedock (\$0,01 par value) 66 66 Paid-in capital in excess of par 16,580 35,54,60	Equipment held for operating lease, less accumulated depreciation		1,887,884		1,886,613
Receivables, net of allowances 40,483 28,269 Spare parts inventory 57,870 59,434 Investments 56,142 53,275 Property, equipment & furnishings, less accumulated depreciation 31,169 31,753 Intangible assets, net 1,232 1,246 Notes receivable 197,552 158,708 Other assets 49,631 43,778 Total assets 49,631 43,778 LIABILITIES, REDEEMABLE PREFERRED STOCK AND SHAREHOLDERS' EQUITY 2 26,977 Deferred income taxes 118,570 116,838 Debt obligations 1,724,130 1,693,753 Maintenance reserves 88,782 28,484 Security deposits 19,658 19,522 Unearned revenue 11,988 11,637 Total liabilities 49,743 49,722 Shareholders' equity 49,743 49,722 Cedeemable preferred stock (\$0.01 par value) 49,743 49,722 Shareholders' equity: 66 66 Paid-in capital in excess of par 16,5			20,097		20,097
Spare parts inventory 57,870 59,434 Investments 56,142 53,275 Property, equipment & furnishings, less accumulated depreciation 31,69 31,753 Intangible assets, net 1,232 1,246 Notes receivable 197,552 158,708 Other assets 49,631 43,778 Total assets 49,631 43,778 LIABILITIES, REDEEMABLE PREFERRED STOCK AND SHAREHOLDERS' EQUITY Libilities: Val. (3) 26,977 Deferred income taxes \$ 24,391 \$ 26,977 116,838 Debt obligations 1,724,130 1,693,753 Maintenance reserves 88,782 82,484 Security deposits 19,658 19,522 Uncarned revenue 11,985 11,637 Total liabilities 49,743 49,722 Shareholders' equity: 5 6 6 Common stock (\$0.01 par value) 6 6 6 Paid in capital in excess of par 16,580 13,696 Retained earnings 333,216 355,370	Equipment held for sale		2,850		2,850
Investments 56,142 53,275 Property, equipment & furnishings, less accumulated depreciation 31,69 31,753 Intangible assets, net 1,232 1,246 Notes receivable 197,552 158,708 Other assets 49,631 43,778 Total assets \$ 2,409,674 \$ 2,364,948 LIABILITIES, REDEEMABLE PREFERRED STOCK AND SHAREHOLDERS' EQUITY * * * * * * * * * * * * * * * * * * *	Receivables, net of allowances		40,483		28,269
Property, equipment & furnishings, less accumulated depreciation 31,169 31,753 Intangible assets, net 1,232 1,246 Notes receivable 197,552 158,708 Other assets 49,631 43,778 Total assets 2,409,674 2,364,948 LIABILITIES, REDEEMABLE PREFERRED STOCK AND SHAREHOLDERS' EQUITY Liabilities: Accounts payable and accrued expenses \$ 24,391 \$ 26,977 Deferred income taxes 118,570 116,838 Debt obligations 1,724,130 1,693,753 Maintenance reserves 88,782 82,484 Security deposits 19,655 19,525 Unearned revenue 11,987,519 1,951,211 Total liabilities 1,987,519 1,951,211 Redeemable preferred stock (\$0.01 par value) 49,743 49,722 Shareholders' equity: Common stock (\$0.01 par value) 6 6 Common stock (\$0.01 par value) 6 6 6 Retained earnings 353,216 353,70 Accumulated other comprehens	Spare parts inventory		57,870		59,434
Intangible assets, net 1,232 1,246 Notes receivable 197,552 158,708 Other assets 49,631 43,778 Total assets 2,409,674 2,364,948 LIABILITIES, REDEEMABLE PREFERRED STOCK AND SHAREHOLDERS' EQUITY Liabilities: Accounts payable and accrued expenses 24,391 26,977 Deferred income taxes 118,570 116,838 Debt obligations 1,724,130 1,693,753 Maintenance reserves 88,782 82,484 Security deposits 19,658 19,552 Unearned revenue 11,987,519 1,951,211 Redeemable preferred stock (\$0.01 par value) 49,743 49,722 Shareholders' equity: Common stock (\$0.01 par value) 66 66 Paid-in capital in excess of par 16,580 13,696 Retained earnings 353,216 355,370 Accumulated other comprehensive income (loss), net of tax 2,550 (5,117) Total shareholders' equity 372,412 364,015	Investments		56,142		53,275
Notes receivable 197,552 158,708 Other assets 49,631 43,778 Total assets 2,409,674 2,364,948 LIABILITIES, REDEEMABLE PREFERRED STOCK AND SHAREHOLDERS' EQUITY Liabilities: Accounts payable and accrued expenses \$ 24,391 \$ 26,977 Deferred income taxes 118,570 116,838 Debt obligations 1,724,130 1,693,753 Maintenance reserves 88,782 82,484 Security deposits 19,658 19,522 Unearned revenue 11,987,519 1,951,211 Redeemable preferred stock (\$0.01 par value) 49,743 49,722 Shareholders' equity: Common stock (\$0.01 par value) 66 66 Paid-in capital in excess of par 16,580 13,696 Retained earnings 353,216 355,370 Accumulated other comprehensive income (loss), net of tax 2,550 (5,117) Total shareholders' equity 372,412 364,015	Property, equipment & furnishings, less accumulated depreciation		31,169		31,753
Other assets 49,631 43,778 Total assets \$ 2,409,674 \$ 2,364,948 LIABILITIES, REDEEMABLE PREFERRED STOCK AND SHAREHOLDERS' EQUITY Liabilities: Accounts payable and accrued expenses \$ 24,391 \$ 26,977 Deferred income taxes 118,570 116,838 Debt obligations 1,724,130 1,693,753 Maintenance reserves 88,782 82,484 Security deposits 19,658 19,522 Unearned revenue 11,988 11,637 Total liabilities 1,987,519 1,951,211 Redeemable preferred stock (\$0.01 par value) 49,743 49,722 Shareholders' equity: Common stock (\$0.01 par value) 66 66 Paid-in capital in excess of par 16,580 13,696 Retained earnings 353,216 355,370 Accumulated other comprehensive income (loss), net of tax 2,550 (5,117) Total shareholders' equity 372,412 364,015	Intangible assets, net		1,232		1,246
Total assets \$ 2,409,674 \$ 2,364,948 LIABILITIES, REDEEMABLE PREFERRED STOCK AND SHAREHOLDERS' EQUITY Liabilities: Accounts payable and accrued expenses \$ 24,391 \$ 26,977 Deferred income taxes 118,570 116,838 Debt obligations 1,724,130 1,693,753 Maintenance reserves 88,782 82,484 Security deposits 19,658 19,522 Unearned revenue 11,988 11,637 Total liabilities 1,987,519 1,951,211 Redeemable preferred stock (\$0.01 par value) 49,743 49,722 Shareholders' equity: Common stock (\$0.01 par value) 66 66 Paid-in capital in excess of par 16,580 13,696 Retained earnings 353,216 355,370 Accumulated other comprehensive income (loss), net of tax 2,550 (5,117) Total shareholders' equity 372,412 364,015	Notes receivable		197,552		158,708
LIABILITIES, REDEEMABLE PREFERRED STOCK AND SHAREHOLDERS' EQUITY Liabilities: Accounts payable and accrued expenses \$ 24,391 \$ 26,977 Deferred income taxes 118,570 116,838 Debt obligations 1,724,130 1,693,753 Maintenance reserves 88,782 82,484 Security deposits 19,658 19,522 Unearned revenue 11,988 11,637 Total liabilities 1,987,519 1,951,211 Redeemable preferred stock (\$0.01 par value) 49,743 49,722 Shareholders' equity: Common stock (\$0.01 par value) 66 66 Paid-in capital in excess of par 16,580 13,696 Retained earnings 353,216 355,370 Accumulated other comprehensive income (loss), net of tax 2,550 (5,117) Total shareholders' equity 372,412 364,015	Other assets		49,631		43,778
Liabilities: Accounts payable and accrued expenses \$ 24,391 \$ 26,977 Deferred income taxes 118,570 116,838 Debt obligations 1,724,130 1,693,753 Maintenance reserves 88,782 82,484 Security deposits 19,658 19,522 Unearned revenue 11,988 11,637 Total liabilities 1,987,519 1,951,211 Redeemable preferred stock (\$0.01 par value) 49,743 49,722 Shareholders' equity: Common stock (\$0.01 par value) 66 66 Paid-in capital in excess of par 16,580 13,696 Retained earnings 353,216 355,370 Accumulated other comprehensive income (loss), net of tax 2,550 (5,117) Total shareholders' equity 372,412 364,015	Total assets	\$	2,409,674	\$	2,364,948
Liabilities: Accounts payable and accrued expenses \$ 24,391 \$ 26,977 Deferred income taxes 118,570 116,838 Debt obligations 1,724,130 1,693,753 Maintenance reserves 88,782 82,484 Security deposits 19,658 19,522 Unearned revenue 11,988 11,637 Total liabilities 1,987,519 1,951,211 Redeemable preferred stock (\$0.01 par value) 49,743 49,722 Shareholders' equity: Common stock (\$0.01 par value) 66 66 Paid-in capital in excess of par 16,580 13,696 Retained earnings 353,216 355,370 Accumulated other comprehensive income (loss), net of tax 2,550 (5,117) Total shareholders' equity 372,412 364,015					
Accounts payable and accrued expenses \$ 24,391 \$ 26,977 Deferred income taxes 118,570 116,838 Debt obligations 1,724,130 1,693,753 Maintenance reserves 88,782 82,484 Security deposits 19,658 19,522 Unearned revenue 11,988 11,637 Total liabilities 1,987,519 1,951,211 Redeemable preferred stock (\$0.01 par value) 49,743 49,722 Shareholders' equity: Common stock (\$0.01 par value) 66 66 Paid-in capital in excess of par 16,580 13,696 Retained earnings 353,216 355,370 Accumulated other comprehensive income (loss), net of tax 2,550 (5,117) Total shareholders' equity 372,412 364,015	LIABILITIES, REDEEMABLE PREFERRED STOCK AND SHAREHOLDERS' EQUITY				
Deferred income taxes 118,570 116,838 Debt obligations 1,724,130 1,693,753 Maintenance reserves 88,782 82,484 Security deposits 19,658 19,522 Unearned revenue 11,988 11,637 Total liabilities 1,987,519 1,951,211 Redeemable preferred stock (\$0.01 par value) 49,743 49,722 Shareholders' equity: Common stock (\$0.01 par value) 66 66 Paid-in capital in excess of par 16,580 13,696 Retained earnings 353,216 355,370 Accumulated other comprehensive income (loss), net of tax 2,550 (5,117) Total shareholders' equity 372,412 364,015	Liabilities:				
Debt obligations 1,724,130 1,693,753 Maintenance reserves 88,782 82,484 Security deposits 19,658 19,522 Unearned revenue 11,988 11,637 Total liabilities 1,987,519 1,951,211 Redeemable preferred stock (\$0.01 par value) 49,743 49,722 Shareholders' equity: Common stock (\$0.01 par value) 66 66 Paid-in capital in excess of par 16,580 13,696 Retained earnings 353,216 355,370 Accumulated other comprehensive income (loss), net of tax 2,550 (5,117) Total shareholders' equity 372,412 364,015	Accounts payable and accrued expenses	\$	24,391	\$	26,977
Maintenance reserves 88,782 82,484 Security deposits 19,658 19,522 Unearned revenue 11,988 11,637 Total liabilities 1,987,519 1,951,211 Redeemable preferred stock (\$0.01 par value) 49,743 49,722 Shareholders' equity: 66 66 Paid-in capital in excess of par 16,580 13,696 Retained earnings 353,216 355,370 Accumulated other comprehensive income (loss), net of tax 2,550 (5,117) Total shareholders' equity 372,412 364,015	Deferred income taxes		118,570		116,838
Security deposits 19,658 19,522 Unearned revenue 11,988 11,637 Total liabilities 1,987,519 1,951,211 Redeemable preferred stock (\$0.01 par value) 49,743 49,722 Shareholders' equity: 66 66 Paid-in capital in excess of par 16,580 13,696 Retained earnings 353,216 355,370 Accumulated other comprehensive income (loss), net of tax 2,550 (5,117) Total shareholders' equity 372,412 364,015	Debt obligations		1,724,130		1,693,753
Unearned revenue 11,988 11,637 Total liabilities 1,987,519 1,951,211 Redeemable preferred stock (\$0.01 par value) 49,743 49,722 Shareholders' equity: Common stock (\$0.01 par value) 66 66 Paid-in capital in excess of par 16,580 13,696 Retained earnings 353,216 355,370 Accumulated other comprehensive income (loss), net of tax 2,550 (5,117) Total shareholders' equity 372,412 364,015	Maintenance reserves		88,782		82,484
Total liabilities 1,987,519 1,951,211 Redeemable preferred stock (\$0.01 par value) 49,743 49,722 Shareholders' equity: Common stock (\$0.01 par value) 66 66 Paid-in capital in excess of par 16,580 13,696 Retained earnings 353,216 355,370 Accumulated other comprehensive income (loss), net of tax 2,550 (5,117) Total shareholders' equity 372,412 364,015	Security deposits		19,658		19,522
Redeemable preferred stock (\$0.01 par value) 49,743 49,722 Shareholders' equity: 66 66 Common stock (\$0.01 par value) 66 66 Paid-in capital in excess of par 16,580 13,696 Retained earnings 353,216 355,370 Accumulated other comprehensive income (loss), net of tax 2,550 (5,117) Total shareholders' equity 372,412 364,015	Unearned revenue		11,988		11,637
Shareholders' equity: Common stock (\$0.01 par value) Retained earnings Accumulated other comprehensive income (loss), net of tax Total shareholders' equity Shareholders' equity: 66 66 66 76 76 76 76 76 76 76 76 76 76	Total liabilities		1,987,519		1,951,211
Shareholders' equity: Common stock (\$0.01 par value) Retained earnings Accumulated other comprehensive income (loss), net of tax Total shareholders' equity Shareholders' equity: 66 66 66 76 76 76 76 76 76 76 76 76 76					
Common stock (\$0.01 par value) 66 66 Paid-in capital in excess of par 16,580 13,696 Retained earnings 353,216 355,370 Accumulated other comprehensive income (loss), net of tax 2,550 (5,117) Total shareholders' equity 372,412 364,015	Redeemable preferred stock (\$0.01 par value)		49,743		49,722
Common stock (\$0.01 par value) 66 66 Paid-in capital in excess of par 16,580 13,696 Retained earnings 353,216 355,370 Accumulated other comprehensive income (loss), net of tax 2,550 (5,117) Total shareholders' equity 372,412 364,015					
Paid-in capital in excess of par16,58013,696Retained earnings353,216355,370Accumulated other comprehensive income (loss), net of tax2,550(5,117)Total shareholders' equity372,412364,015	Shareholders' equity:				
Retained earnings353,216355,370Accumulated other comprehensive income (loss), net of tax2,550(5,117)Total shareholders' equity372,412364,015	Common stock (\$0.01 par value)		66		66
Accumulated other comprehensive income (loss), net of tax Total shareholders' equity 2,550 (5,117) 372,412 364,015	Paid-in capital in excess of par		16,580		13,696
Total shareholders' equity 372,412 364,015	Retained earnings		353,216		355,370
Total shareholders' equity 372,412 364,015	Accumulated other comprehensive income (loss), net of tax		2,550		
	Total shareholders' equity		372,412		
	Total liabilities, redeemable preferred stock and shareholders' equity	\$		\$	·