



Sustainable Flight Path Green Financing in the Airline Industry

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The Rockton logo features the word "ROCKTON" in a bold, dark blue, sans-serif font. The letter "O" is replaced by a white circle containing a blue six-pointed starburst or compass rose symbol. The background of the slide is a photograph of an airport tarmac with a SAS aircraft tail fin visible in the upper left and ground service equipment in the lower right.

ROCKTON

- 25 years track record from aviation investing and financing
- Inspired by some Scandinavian corporates, shifted focus to investments within sustainable aviation
- Strong believer that:
Sustainability, growth and profitability goes hand in hand



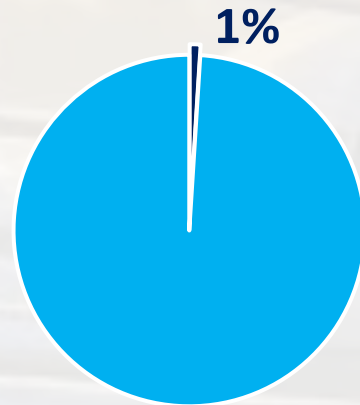
FOCUSING ON SUSTAINABLE AVIATION INVESTMENTS WITHIN:

- **COMPANIES DEVELOPING SUSTAINABLE TECHNOLOGIES AND SOLUTIONS**
- **SUSTAINABLE AVIATION HARD ASSETS**

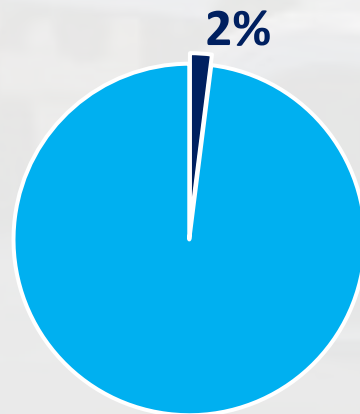
Competition for sustainable transformation resources

TODAY

Airline industry's share of global GDP¹

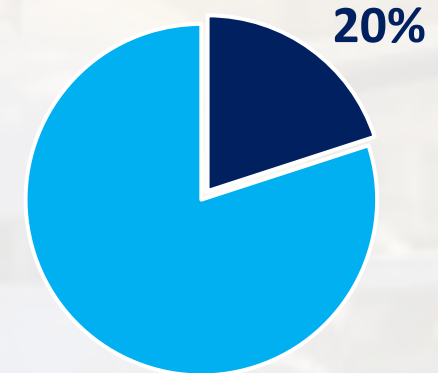


Aviation industry's share of global CO₂ emissions²

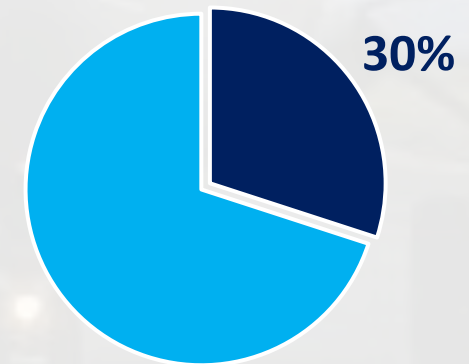


TO REACH NET-ZERO OBJECTIVE 2050

Aviation's need of future global electricity production³



Aviation's need of global expected green hydrogen production⁴



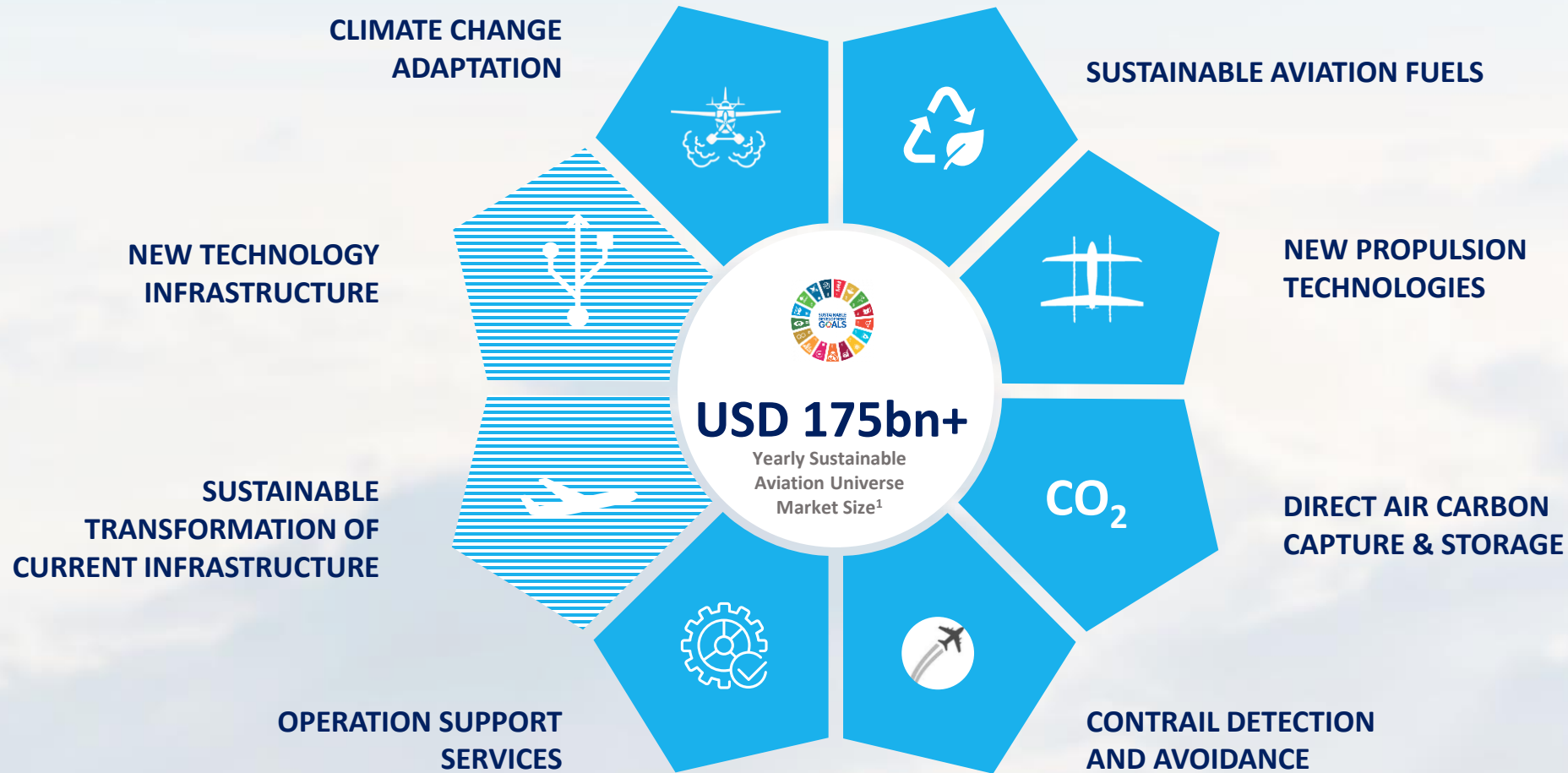
1) <https://aviationbenefits.org/economic-growth/adding-value-to-the-economy/>

2) <https://www.iata.org/en/iata-repository/publications/economic-reports/airline-industry-economic-performance--june-2022---report/>

3) <https://www.iata.org/contentassets/8d19e716636a47c184e7221c77563c93/energy-and-new-fuels-infrastructure-net-zero-roadmap.pdf>

4) <https://www.mckinsey.com/~media/mckinsey/industries/aerospace%20and%20defense/our%20insights/decarbonizing%20the%20aviation%20sector%20making%20net%20zero%20aviation%20possible/making-net-zero-aviation-possible-full-report.pdf>

The Sustainable Aviation Investment Universe



Examples of possible business model implications



REGIONAL ROUTES REJUVENATED

- Feed
- Point-to-point

eVTOLS FEEDING TO AIRPORTS

Long term:

MEDIUM-RANGE SUSTAINABLE AIRCRAFT

HOW TO MANAGE HIGHER OPERATING COSTS DUE TO SAF COST?

What is needed? A vast amount of Capital!

INVESTMENTS NEEDED TO GET GLOBAL AVIATION TO NET-ZERO¹

USD

>175 billion

Yearly the up to 2050

or >5 trillion

In total up to 2050

McKinsey
& Company

SAF COST TARGETING 65% SHARE BY 2050

USD

3.5-5 trillion

LEK™

TO FINANCE THE
PATHWAY TO NET-
ZERO **SIGNIFICANT**
CAPITAL IS NEEDED
FROM OUTSIDE THE
AVIATION SECTOR

1) <https://www.mckinsey.com/industries/aerospace-and-defense/our-insights/decarbonizing-the-aviation-sector-making-net-zero-aviation-possible>

2) <https://www.lek.com/insights/sus/global/sr/fuelling-future-aviation>

Where will the capital come from?



Aviation sector

- Airlines
- Lessors
- OEMs



Public capital

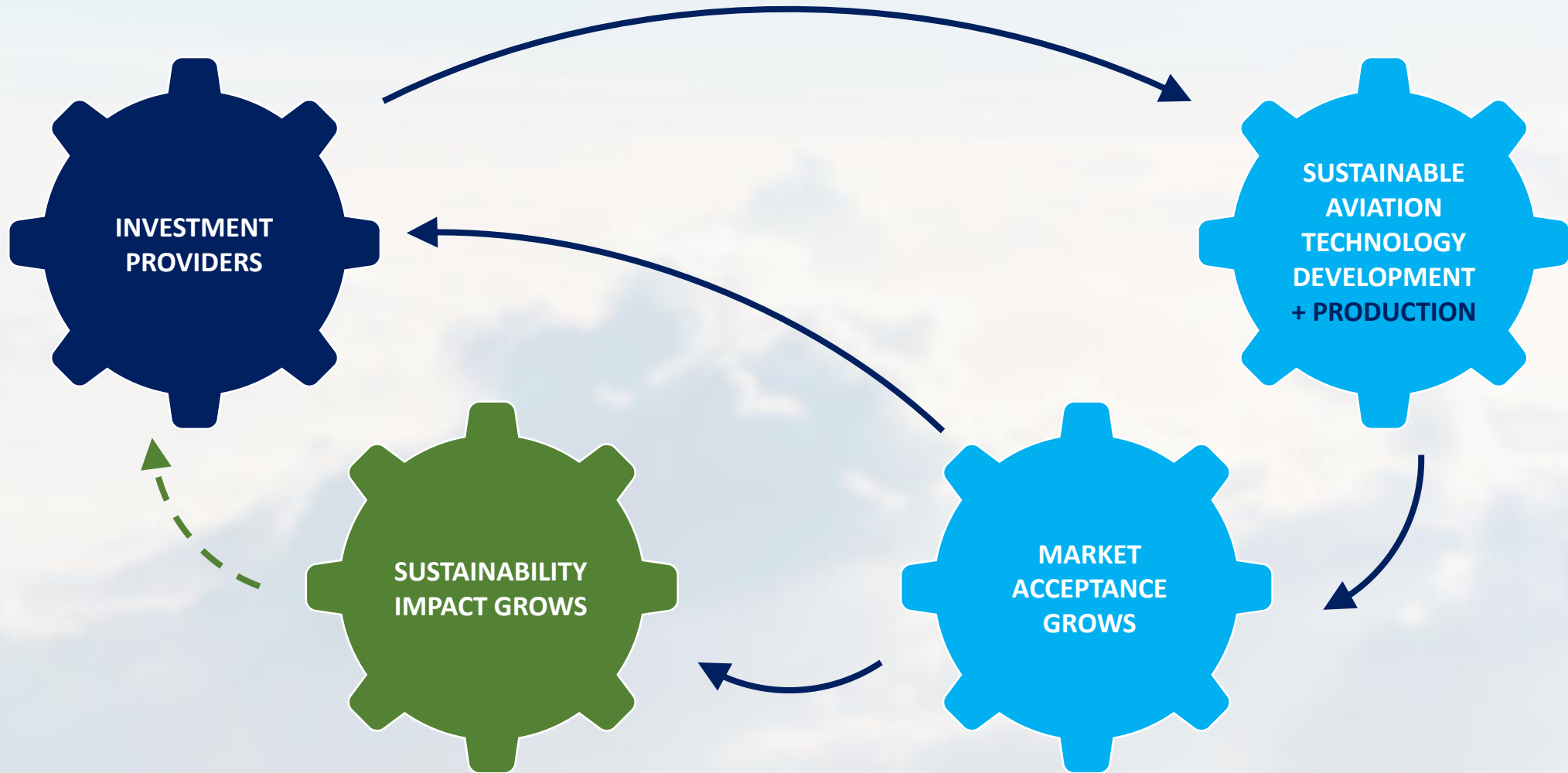
- IRA
- Green Deal Industrial Plan
- Various countries' initiatives



Private capital

- PE & venture capital
- Bank debt providers
- Infrastructure capital
- Capital markets
- Oil & gas industry

How will this play out?



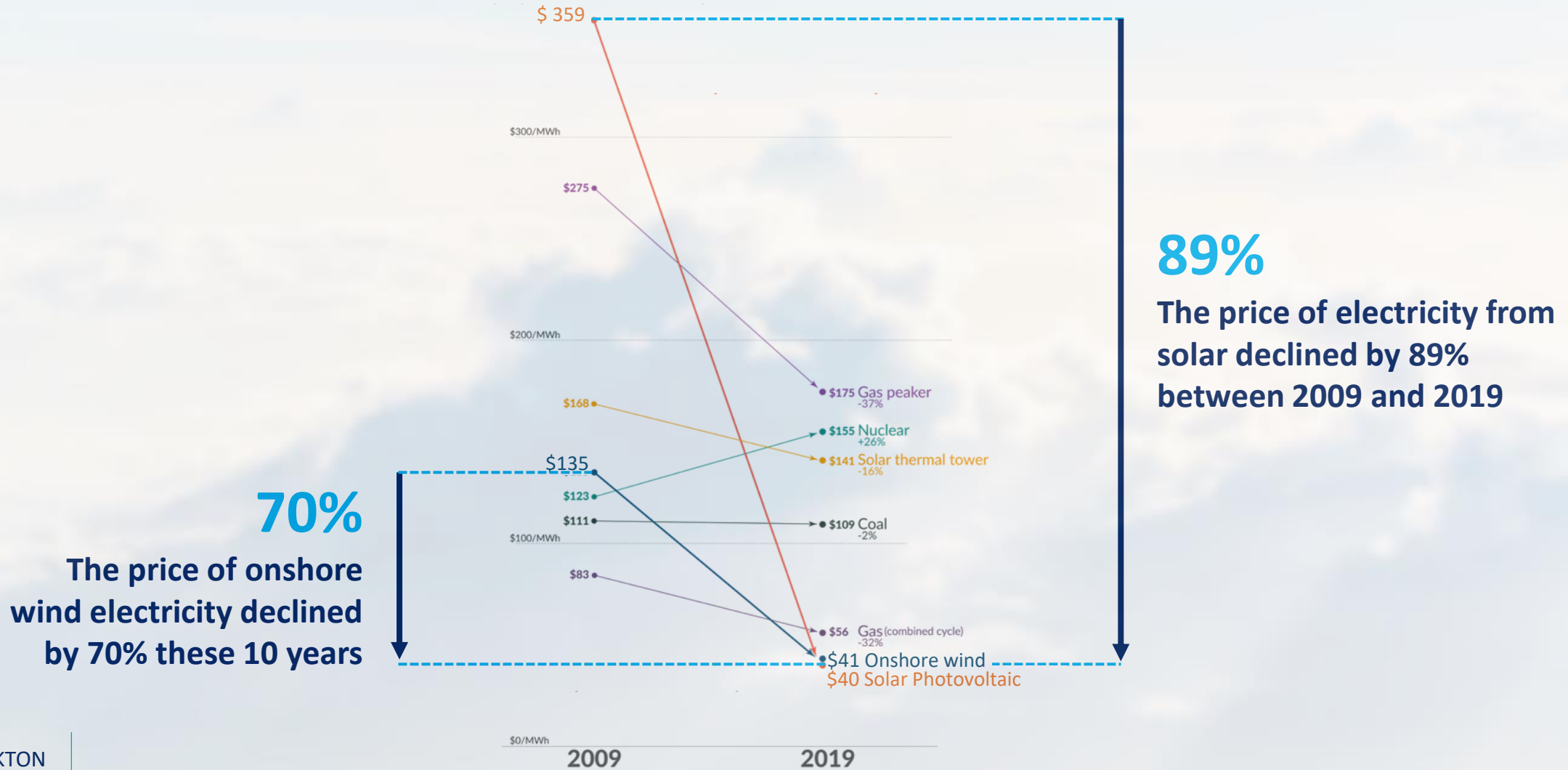
HOW TO ACCELERATE THE SUSTAINABILITY DEVELOPMENT?

Transformative technologies!

Examples, the price of wind and solar electricity has dramatically declined



Price of electricity from new power plants



Conclusion & recommendations



A TRANSFORMATION IS NOT “SAME BUT DIFFERENT”



ENGAGE!



INVEST IN ACCORDANCE WITH YOUR ABILITY



RISK OF DOING NOTHING...



ROCKTON