

Transaction Summary

The U.S. Department of the Treasury agreed to make a loan of up to \$622 million to Hawaiian Airlines, Inc. (the Company). Treasury originally agreed to make a loan of up to \$420 million to the Company, and on October 23, 2020, Treasury increased the maximum loan amount to \$622 million. The Company is a wholly owned subsidiary of Hawaiian Holdings, Inc. and one of the largest domestic airlines in the United States. The Company had approximately 7,400 U.S. employees in March 2020 and carried more than 11 million passengers in 2019.

Treasury made the loan pursuant to section 4003(b)(1) of the Coronavirus Aid, Relief, and Economic Security (CARES) Act. The loan is secured by the Company's HawaiianMiles loyalty program as well as certain aircraft. The loan has an interest rate equal to LIBOR plus 2.5% and matures on June 28, 2024. The Company elected to draw \$45 million at close and may draw the remaining loan funds in multiple draws through May 28, 2021. The loan proceeds will be used to provide liquidity to continue the Company's operations. The transaction agreement includes covenants by the Company to comply with certain restrictions on employee compensation, stock repurchases, dividends, and reductions in employment levels, as required by the CARES Act. Treasury will receive warrants to purchase common stock equal to 10% of the total loan amount drawn.