



# GOL Equity Finance Launches International Offering of Exchangeable Notes

**São Paulo, March 14, 2019 – GOL Linhas Aéreas Inteligentes S.A. (NYSE: GOL and B3: GOLL4) (“GLAI”),** Brazil’s #1 airline, hereby announces to the market, in compliance with article 156, paragraph 4, of Law No. 6.404/76 and CVM Rule No. 358, of January 3, 2002, that GOL Equity Finance, an orphan special purpose vehicle organized under the laws of the Grand Duchy of Luxembourg (the “Issuer”), has launched an offering of US\$300,000,000 aggregate principal amount of Exchangeable Senior Notes due 2024 (the “notes”) guaranteed by GLAI and GOL Linhas Aéreas S.A., pursuant to exemptions from registration under the Securities Act of 1933, as amended (the “Securities Act”). The Issuer also intends to grant the initial purchasers of the notes an option to purchase up to an additional US\$45,000,000 aggregate principal amount of notes. The notes will be issued in minimum denominations of US\$100,000 and integral multiples of US\$1,000 in excess thereof.

Holders may exchange notes into American Depositary Shares (“ADSs”) (each representing two preferred shares of GLAI) at their option under certain circumstances. The Issuer may settle exchanges of notes in cash, ADSs or a combination of cash and ADSs, at its option.

The Issuer will use the proceeds to purchase certain warrants of GLAI, as described below, and to pay the cost of the capped call transactions described below, and will lend the remainder of the funds to GLAI and its affiliates.

At the closing of the notes offering, GLAI will approve the issuance of warrants as part of a preemptive rights offering to existing shareholders (but not holders of ADSs or holders of preferred shares of GLAI that are U.S. persons) in accordance with Brazilian law.

In connection with the pricing of the notes, the Issuer expects to enter into certain privately negotiated capped call transactions with certain of the initial purchasers of the notes and/or other financial institutions (the “Counterparties”), which are expected to offset potential dilution to GLAI’s shareholders upon exchanges of the notes and/or cash payments the Issuer is required to make upon exchanges of the notes. If the initial purchasers of the notes exercise their option to purchase additional notes, the Issuer may enter into additional capped call transactions with the Counterparties.

Concurrently with this notes offering, our controlling shareholders intend to offer up to 14,000,000 ADSs in a separate SEC-registered offering. Such ADSs will be loaned by our controlling shareholders pursuant to an ADS lending agreement with one of the initial purchasers of the notes or its affiliate (the “ADS borrower”). The ADS borrower has informed GLAI that it or one of its affiliates intends to sell up to 14,000,000 borrowed ADSs and use the resulting short position to facilitate privately negotiated derivatives transactions related to the notes. The Issuer, GLAI and our controlling shareholders will not receive any proceeds from these transactions.

**The notes have not been and will not be registered under the Securities Act, and they will only be offered or sold (1) in the United States to qualified institutional buyers in reliance on Rule 144A under the Securities Act that are not affiliates of GLAI and that are also qualified purchasers (as defined in Section 2(a)(51) of the U.S. Investment Company Act of 1940) and (2) outside the United States to certain non-U.S. persons that are not affiliates of GLAI in offshore transactions in accordance with Regulation S under the Securities Act. The ADSs deliverable upon exchange of the notes have not been registered under the Securities Act and, unless so registered, may not be offered or sold in the United States except pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the Securities Act. The resale of any ADSs deliverable upon exchange of the notes is**



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expected to be registered on a shelf registration statement on or prior to the 180th day after the closing of the offering.

In connection with establishing their initial hedge of the capped call transactions, the Counterparties and/or their respective affiliates expect to enter into various derivative transactions with respect to the ADSs and/or purchase ADSs concurrently with, or shortly after, the pricing of the notes. This activity could increase (or reduce the size of any decrease in) the market price of the ADSs or the notes concurrently with, or shortly after, the pricing of the notes. In addition, the Counterparties and/or their respective affiliates may modify their hedge positions by entering into or unwinding various derivatives with respect to the ADSs and/or purchasing or selling ADSs in secondary market transactions following the pricing of the notes and prior to the maturity of the notes. This activity could affect the market price of the ADSs or the notes, which could affect noteholders' ability to exchange the notes and, to the extent the activity occurs during an observation period related to an exchange of notes, it could affect the amount and value of the consideration that noteholders will receive upon exchange of such notes.

## GOL Investor Relations

[ri@voegol.com.br](mailto:ri@voegol.com.br)

[www.voegol.com.br/ir](http://www.voegol.com.br/ir)

+55 (11) 2128-4700

## About GOL Linhas Aéreas Inteligentes S.A. ("GOL")

GOL serves more than 30 million passengers annually. With Brazil's largest network, GOL offers customers more than 700 daily flights to 69 destinations in Brazil and in South America, the Caribbean and the United States. GOLLOG is a leading cargo transportation and logistics business serving more than 3,400 Brazilian municipalities and, through partners, more than 200 international destinations in 95 countries. SMILES is one of the largest coalition loyalty programs in Latin America, with over 15 million registered participants, allowing clients to accumulate miles and redeem tickets for more than 700 locations worldwide. Headquartered in São Paulo, GOL has a team of more than 15,000 highly skilled aviation professionals and operates a fleet of 120 Boeing 737 aircraft, with a further 130 Boeing 737 MAX on order, delivering Brazil's top on-time performance and an industry leading 18 year safety record. GOL has invested billions of Reais in facilities, products and services and technology to enhance the customer experience in the air and on the ground. GOL's shares are traded on the NYSE (GOL) and the B3 (GOLL4). For further information, visit [www.voegol.com.br/ir](http://www.voegol.com.br/ir).

## Disclaimer

This release contains forward-looking statements relating to business prospects, estimates of operating and financial results and growth prospects of GOL. These are merely projections and, as such, are based exclusively on the expectations of GOL's management. Such forward-looking statements depend, substantially, on external factors, in addition to the risks disclosed in GOL's filed disclosure documents and are, therefore, subject to change without prior notice. The Company's non-financial information was not reviewed by independent auditors.

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