



Corporate Trust Services  
214 North Tryon Street, 27<sup>th</sup> Floor  
Charlotte, NC 28202

## **NOTICE REGARDING BANKRUPTCY FILING**

### **Puerto Rico Industrial, Medical, Higher Education and Environmental Pollution Control Facilities Financing Authority Special Facility Revenue Bonds 1985 Series A (American Airlines Project)**

\*Cusip: 745271DK9

**Please forward this notice to beneficial holders.**

U.S. Bank National Association serves as successor bond trustee (“Bond Trustee”) for the holders of the above-referenced Bonds (“Bonds”) issued pursuant to a certain Trust Agreement dated as of December 1, 1985 (the “Indenture”). Obligations of American Air Lines, Inc. (the “Company”) under a certain Loan Agreement related to the Bonds (the “Loan Agreement”) are a primary source for the payment of principal, premium, if any, interest, and other amounts relating to the Bonds. The Indenture, Loan Agreement and other documents evidencing the Bonds and/or the Company’s obligations associated with the Bonds are described herein as the “Bond Documents”. Capitalized terms used herein and not otherwise defined shall have the meanings given such terms in the Indenture.

### **COMPANY CHAPTER 11 FILING**

On November 29, 2011, the Company and various affiliates filed voluntary petitions for relief under Chapter 11 of the United States Bankruptcy Code in the United States Bankruptcy Court for the Southern District of New York (the “Bankruptcy Court”).

The bankruptcy petitions and other related documents filed in the Company’s Chapter 11 case (the “Bankruptcy Proceedings”) are available on the Bankruptcy Court’s website at <http://www.nysb.uscourts.gov> or at the Bankruptcy Court Clerk’s office at the following address:

Clerk of the United States Bankruptcy Court  
United States Bankruptcy Court for the Southern District of New York  
One Bowling Green  
New York, NY 10004-1408

The commencement of the Bankruptcy Proceedings is an Event of Default under the Indenture. Additionally, defaults and Events of Default have occurred under the Bond

Documents based on the Company's failure to pay amounts when required under the Indenture and Loan Agreement, including payments required for debt service on the Bonds that was due and payable on December 1, 2011. The Bond Trustee can provide no assurances at this time regarding the relief that the Company may seek in the Bankruptcy Proceedings. The commencement of the Bankruptcy Proceedings may have a material adverse impact on bondholder recoveries with respect to the Bonds.

### **RETENTION OF COUNSEL**

The Bond Trustee retained the law firm of Mintz, Levin, Cohn, Ferris, Glovsky and Popeo, P.C., and, specifically, William W. Kannel and Ian A. Hammel of that firm, to represent it in connection with the Bonds. Mr. Kannel's phone number and e-mail address are (617) 348-1665 and [wkannel@mintz.com](mailto:wkannel@mintz.com). Mr. Hammel's phone number and e-mail address are (617) 348-1724 and [ihammel@mintz.com](mailto:ihammel@mintz.com). The Bond Trustee has also retained the law firm of Sheppard Mullin Richter and Hampton, and specifically, David McCarty of that firm.

### **FUTURE COMMUNICATIONS; ADDITIONAL MATTERS**

Holders with questions regarding this notice should direct them, in writing, to Steve Hodges, Vice President, Corporate Trust Services, 214 North Tryon Street, 27th Floor, Charlotte, NC 28202, phone: (704) 335-4557, e-mail: [steve.hodges@usbank.com](mailto:steve.hodges@usbank.com). The Bond Trustee may conclude that a specific response to particular inquiries from individual holders is not consistent with equal and full dissemination of information to all holders.

The Bond Trustee will endeavor to provide periodic updates to Holders through written notices regarding the matters discussed herein. Holders should not rely on the Bond Trustee as their sole source of information. Prior to any distribution of money or property to holders of Bonds, money and property held or received by the Bond Trustee under the Indenture are to be used first for payment of the fees and costs incurred or to be incurred by the Bond Trustee in performing its duties, as well as for any indemnities owing or to become owing to the Bond Trustee. This includes, but is not limited to, compensation for time the Bond Trustee spends, and the fees and costs of counsel and other agents it employs, to pursue remedies or other actions to protect the interests of the holders of Bonds. The Bond Trustee makes no recommendations and gives no investment or tax advice.

**U.S. Bank National Association,**  
as Bond Trustee

**February 23, 2012**

\*Trustee is not responsible for selection or use of CUSIP. It is included solely for holder convenience.