

KF AEROSPACE CHOOSES PEMCO 737-300 QC STC FOR FIRST COMBI DELIVERED TO CANADIAN NORTH

June 15, 2015

Canadian MRO, KF Aerospace, has delivered the first 737-300QC combi (MSN 28594) to northern Canadian carrier Canadian North.

PEMCO collaborated with Canada-based KF Aerospace whereby Pemco's 737-300QC STC's were used as a platform along with KF's newly awarded Canadian Supplemental Type Certificate resulting in a highly effective multi-configuration 737-300QC convertible aircraft. This distinctive STC design will meet the unique requirements of Canadian North.

"We are thrilled KF Aerospace chose the PEMCO STC and are delighted to be working with Canadian North in the Canadian marketplace," said Pastor Lopez, CEO of PEMCO. "This is a wonderful opportunity to expand our brand presence and gain vast exposure in an evolving market."

The 737-300QC aircraft has three configurations: all-cargo, with a 20,412kg (45,000lb) capacity; combi, with 80 seats and 3 cargo pallets; or all-passenger, with 136 seats. Like the 60+ customers before them, KF Aerospace and Canadian North selected PEMCO's passenger-to-freighter conversion for its superior cargo door and loading system, unparalleled operating economics and unrivaled two million hours of safe, reliable operations. PEMCO's B737 freighter conversions are the world's only 737 conversions designed, built and supported with genuine Boeing data obtained under a full license agreement to outperform and outlast the competition.

ABOUT CANADIAN NORTH

Canadian North and its founding companies (Canadian Airlines, Pacific Western Airlines, Transair, Nordair) have proudly served Canada's North with passenger and cargo services for more than 80 years, with scheduled flights to 17 destinations in the Northwest Territories and Nunavut, via the southern gateways of Edmonton and Ottawa. Canadian North is also the premier provider of air charter services for large resource sector clients requiring dependable, efficient and economical fly-in/fly-out charter services, as well as charter flights across North America for sports teams, cruise lines and large groups. Canadian North is a subsidiary of NorTerra Inc., which is owned by the Inuvialuit Development Corporation, representing the Inuvialuit of the Western Arctic. For more information please visit www.canadiannorth.com.

ABOUT KF AEROSPACE

KF Aerospace delivers aircraft maintenance and flight services across western Canada and provides a wide range of aviation services to corporate, commercial and military customers worldwide. For more information, please visit: www.kfaero.ca