

## Press release

### Breakthrough for free in-flight connectivity

Lufthansa Systems enables new financing model for IFEC solutions / Successful project for Citilink impresses parent company Garuda Indonesia

**Raunheim, January 31, 2019 –** Demand is growing in the aviation industry for partially or fully financed IFEC solutions. Lufthansa Systems is cooperating with technology partners to offer a flexible new refinancing approach for making on-board entertainment and Internet attractive to airlines of all sizes with different business models.

"Many providers offer financing models, but they often lack an understanding of the aviation industry. We are closing this gap with our expertise in IFEC solutions and with BoardConnect, an open IT platform that allows hosted applications to be integrated into the IFEC system," said Jan-Peter Gänse, Head of Passenger Experience Products & Solutions at Lufthansa Systems.

Lufthansa Systems' first partner for partially and fully financed IFEC solutions is Mahata Aero Teknologi. Their e-commerce solution is based on commercial offers and advertising partners, which generate revenues in order to refinance the Internet services. This makes it possible to allocate costs in the long-term if necessary, so that airlines can offer their passengers free Internet access.

This new approach has already proven itself in practice. In mid-January, the Indonesian airline Citilink celebrated the official launch flight of the first aircraft with the new, free connectivity service – just six months after the contract was signed in the summer of 2018. Mahata Aero Teknologi is working alongside Lufthansa Systems in addition to Inmarsat and Lufthansa Technik. While Inmarsat, the leading satellite provider, is supplying the broadband Internet connection with its global GX Aviation network, Lufthansa Technik is providing the hardware and performing the installation design and certification.



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"Lufthansa Systems brought us together with its partners Inmarsat and Lufthansa Technik so that we can cooperate with the world's leading connectivity experts," said Iwan Setiawan, Managing Director of Mahata Aero Teknologi. "The first two customers using our solution have shown that we can provide models to suit low-cost carriers as well as airlines with large fleets."

This successful cooperation and smooth implementation impressed Citilink's parent company, Garuda Indonesia enough to order the same setup for its fleet. The contract for this was signed in December 2018.

"We are very proud of these two projects and the successful cooperation with our partners. The demand for on-board Internet is very high particularly in the Asian market. The new financing models, which are tailored to the individual needs of each airline, also give rise to new opportunities and partnerships in the market," said Olivier Krüger, Chief Executive Officer at Lufthansa Systems.

Citilink is a low-cost carrier and subsidiary of Garuda Indonesia, Indonesia's National airline. With a fleet of 51 aircraft, Citilink flies to national destinations as well as Dili in East Timor year round. Garuda Indonesia is Indonesia's national airline. It serves domestic and international destinations in the Middle and Far East, Australia and Europe with a fleet of 142 aircraft. Both airlines are based in Jakarta and are currently expanding their fleets.

Caption (Copyright: Mahata Aero Teknologi): Representatives of Lufthansa Systems, Mahata Aero Teknologi, Inmarsat and Lufthansa Technik are successfully implementing an IFEC solution with an individual refinancing model for Citilink. The go-live of the first aircraft was celebrated together in mid-January.

Further images can be found in the download section of our website at: <a href="https://www.lhsystems.com/about-us/downloads/image-library">https://www.lhsystems.com/about-us/downloads/image-library</a>



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#### About Lufthansa Systems

Lufthansa Systems GmbH & Co. KG is a leading airline IT provider. Based on long-term project experience, a deep understanding of complex business processes and strong technological knowhow, the company provides consulting and IT services for the global aviation industry. Over 350 airlines worldwide rely on the know-how of IT specialists at Lufthansa Systems. Its portfolio covers innovative IT products and services which provide added value for its customers in terms of enhanced efficiency, reduced costs or increased profits. Headquartered in Raunheim near Frankfurt/Main, Germany, Lufthansa Systems has offices in 16 other countries.

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