




# FISMA/14116 - SMBC Aviation Capital on Russia and Taxonomy

## Meeting date and place

Meeting held on 02/06/2022 17:30 Director General Office

## Participating organisation(s) representative(s)

	FPG AMENTUM	<b>Participant, Requester</b>
	SMBC Aviation Capital	<b>Contact, Participant, Requester</b>
	SMBC Aviation Capital	<b>Participant</b>

## Main issues discussed

### Sanctions :

reported about the fact that a large number of their leased aircrafts has been confiscated by the Russian government in response to sanctions imposed on Russia. SMBC Aviation Capital supports the sanctions.

However, because in case of aircraft leased payments are on-going during the whole length of leasing, this results in important losses for the leasing companies, which lose both the aircrafts and the payments due.

SMBC Aviation Capital explored informally potential solution to this issue.

### Taxonomy:

The aircraft leasing industry globally supports the EU Taxonomy and the proposals for aviation elaborated by the Platform, however it has concerns with respect to the criterion relating to the retiring of old aircraft (the one in- one out approach).

In their view, this approach could lead to unintended consequences, such as emergence of an artificial market for old aircrafts, rise of prices of old aircrafts. It would also privilege incumbents with many old aircrafts and create barriers to entry for newcomers.

FISMA reassured SMBC Aviation Capital that the report of the Platform is an important input for the Commission, which however is not binding for the Commission. The Com will conduct its own assessment and will carry out a public consultation on the draft delegated act before its formal adoption. Stakeholders will have the opportunity to make comments.

SMBC Aviation Capital offered to further consider possible alternative approached and to share proposals with the services.

## Directorate or unit

FISMA

## Internal participants



[REDACTED]	FISMA [REDACTED]	[REDACTED]	Notetaker, Participant, Requested for
[REDACTED]	FISMA [REDACTED]	[REDACTED]	Participant, Requested for
Mr BERRIGAN John	FISMA DG	[REDACTED]	Participant, Requested for
[REDACTED]	FISMA [REDACTED]	[REDACTED]	For information

<b>Author(s) of minutes</b>
[REDACTED]

<b>Validator and validation date</b>
[REDACTED]