

**FORM 62-103F3**

**REQUIRED DISCLOSURE BY AN ELIGIBLE INSTITUTIONAL INVESTOR UNDER  
PART 4**

Report for the period ending May 31, 2019

**Item 1 Security and Reporting Issuer**

**1.1 Designation of securities to which this report relates**

Voting and Variable Voting Shares ("the Shares") in the capital of the Reporting Issuer

Name and address of the head office of the issuer of the securities.

Air Canada (the "Reporting Issuer")  
Air Canada Centre  
7373 Côte Vertu Boulevard West  
Saint Laurent, Quebec  
H4S 1Z3

**1.2 Name of the market in which the transaction or other occurrence that triggered the requirement to file this report took place.**

Toronto Stock Exchange

**Item 2 Identity of the Eligible Institutional Investor**

**2.1 Name and address of the eligible institutional investor.**

Letko, Brosseau & Associates Inc. (the "Investment Manager")  
1800 McGill College Avenue  
Suite 2510  
Montreal, Quebec, H3A 3J6

**2.2 Date of the transaction or other occurrence that triggered the requirement to file this report and briefly describe the transaction or other occurrence.**

The transaction that triggered the requirement to file this report was a sale of 616,550 Shares that occurred on May 14, 2019.

**2.3 The names of any joint actors.**

None

2.4 A statement that the eligible institutional investor is eligible to file reports under Part 4 in respect of the reporting issuer.

The Investment Manager is eligible to file reports under Part 4 of National Instrument 62-103 in respect of the Reporting Issuer.

### **Item 3 Interest in Securities of the Reporting Issuer**

3.1 The designation and the net increase or decrease in the number or principal amount of securities, and in the eligible institutional investor's security holding percentage in the class of securities, since the last report filed by the eligible institutional investor under Part 4 or the early warning requirements.

The Investment Manager's managed accounts have disposed of a total of 7,998,468 Shares of the Reporting Issuer, representing a decrease of approximately 2.7% of all outstanding Shares of that class, since the last report dated October 31, 2017.

3.2 The designation and number or principal amount of securities and the eligible institutional investor's security holding percentage in the class of securities at the end of the month for which the report is made.

The Investment Manager reports that the aggregate number of Shares of the Reporting Issuer held by all of its managed accounts at the end of May 2019 was 25,783,846 Shares, representing approximately 9.6% of all outstanding Shares of that class.

3.3 Securities lending arrangement, state that fact.

Not applicable

3.4 The designation and number or principal amount of securities and the percentage of outstanding securities of the class of securities to which this report relates and over which

- (a) the eligible institutional investor, either alone or together with any joint actors, has ownership and control,

None

- (b) the eligible institutional investor, either alone or together with any joint actors, has ownership but control is held by persons other than the eligible institutional investor or any joint actor, and

None

- (c) the eligible institutional investor, either alone or together with any joint actors, has exclusive or shares control but does not have ownership.

The Investment Manager maintains exclusive power to exercise investment control or direction over 25,783,846 Shares, which are owned by the accounts it manages.

3.5 Related financial instrument involving a security of the class of securities in respect of which disclosure is required under this item.

Not applicable

3.6 The eligible institutional investor or any of its joint actors is a party to a securities lending arrangement involving a security of the class of securities in respect of which disclosure is required under this item, describe the material terms of the arrangement including the duration of the arrangement, the number or principal amount of securities involved and any right to recall the securities or identical securities that have been transferred or lent under the arrangement.

Not applicable

3.7 If the eligible institutional investor or any of its joint actors is a party to an agreement, arrangement or understanding that has the effect of altering, directly or indirectly, the eligible institutional investor's economic exposure to the security of the class of securities to which this report relates, describe the material terms of the agreement, arrangement or understanding.

Not applicable

#### **Item 4 Purpose of the Transaction**

Purpose of the eligible institutional investor and any joint actors in acquiring or disposing ownership of, or control over, the securities including any future intention to acquire ownership of, or control over, additional securities of the reporting issuer.

The Shares were acquired and/or disposed of in the ordinary course of business, for investment purposes only and not for the purpose of exercising control or direction over the Reporting Issuer. The Investment Manager's managed accounts may from time to time acquire additional Shares, dispose of some or all of the existing or additional Shares or may continue to hold the Shares.

#### **Item 5 Agreements, Arrangements, Commitments or Understandings With Respect to Securities of the Reporting Issuer**

Not applicable

### **Item 6 Change in Material Fact**

Describe any change in a material fact set out in a previous report filed by the eligible institutional investor under the early warning requirements or Part 4 in respect of the reporting issuer's securities.

Not applicable

### **Item 7 Certification**

"I, as the eligible institutional investor, certify to the best of my knowledge, information and belief, that the statements made in this report are true and complete in every respect.

June 7, 2019

Date

Isabelle Godin

Signature

Isabelle Godin, Chief Compliance Officer

Name/Title".