

CONSENT TO ASSIGNMENT AND ASSUMPTION OF LEASE (FBO SITE 4)

LAKE HAVASU CITY, a municipal corporation ("**Landlord**"), and DESERT SKIES EXECUTIVE AIR TERMINAL, LLC, a Delaware limited liability company ("**Tenant**" and "**Assignor**") are parties to those certain documents listed in Exhibit A attached hereto (collectively, "**Lease**"), a copy of which Lease is attached hereto as Exhibit B.

The Lease encumbers the property commonly referred to as Site 4, consisting of approximately 63,445.52 square feet, located at Lake Havasu City Municipal Airport, Lake Havasu City, Arizona, as more specifically identified in the Lease. Tenant desires to assign the Lease to HAVASU AIR CENTER, LLC, an Arizona limited liability company ("**Assignee**"), pursuant to the Assignment and Assumption of Lease (Site 4) attached hereto as Exhibit C ("**Assignment**").

As required under Section 29.01 of the Lease, Landlord consents to the Assignment.

By executing this Consent to Assignment and Assumption of Lease (this "**Consent**"), Landlord agrees that (a) any notice requirement or review or response period contained in the Lease that may be triggered by the Assignment is satisfied, (b) the Assignment will not constitute a default or event of default under the Lease or otherwise give Landlord the right to terminate the Lease or seek other recourse against Assignee, and (c) waives any and all rights, and remedies set forth in the Lease that prohibit the Assignment, effective as of the date of the Assignment.

The execution of this Consent is not and shall not be construed to be consent to any future assignment of the Lease or any portion thereof, and any assignment of the Lease and documents related thereto will require separate approval of Landlord.

Landlord has executed this Consent as of the _____ (____) day of _____, 2025.

LESSOR:

LAKE HAVASU CITY, a municipal corporation

By: _____

Name: _____

Title: _____

Exhibit A

List of FBO Site 4 Lease Documents

1. Fixed Base Operator Lease, dated October 29, 2008, between City and D2 Aero, L.L.C. ("**D2 Aero**");
2. Addendum No. 1 to Airport Lease Agreement Extension of Ramp Construction Deadline, dated July 12, 2011, between City and D2 Aero;
3. Addendum No. 2 Extension of Ramp Construction Deadline, dated May 1, 2023, between City and D2 Aero;
4. Addendum No. 3 Allow Part 135 Uses, dated June 24, 2014, between City and D2 Aero;
5. Assignment and Assumption of Lease, dated October 24, 2014 from D2 Aero to Desert Skies Executive Air, LLC ("**Desert Skies**");
6. Addendum No. 4, Ramp Construction Deadline Extension and Site Plan Revision, dated October 14, 2024, between City and Desert Skies;
7. Letter of Understanding for Development of a Central Public Use Parking Lot, dated October 14, 2024, between City and Desert Skies;
8. Consent Agreement, dated August 15, 2015, between LHC, Desert Skies and Horizon Community Bank;
9. Addendum No. 5 Water Main Realignment and Sewer Lateral, dated July 1, 2015, between City and Desert Skies; and
10. First Amendment to Airport Fixed-Base Operator Lease dated on or about the date hereof, between City and Desert Skies.

Exhibit B

FBO Site 4 Lease Documents

(See attached)

Exhibit C

Assignment and Assumption of Lease (FBO Site 4)

(See attached)

ASSIGNMENT AND ASSUMPTION OF LEASE (SITE 4)

THIS ASSIGNMENT AND ASSUMPTION OF LEASE (SITE 4) (this “**Agreement**”) is dated as of _____, 2025 (the “**Effective Date**”) and made between **DESERT SKIES EXECUTIVE AIR TERMINAL, LLC**, a Delaware limited liability company (“**Assignor**”) and **HAVASU AIR CENTER, LLC**, an Arizona limited liability company (“**Assignee**”).

RECITALS

A. WHEREAS, Assignor (as seller) and Assignee (as buyer) have entered into an Asset Purchase Agreement dated as of March 10th, 2023, as amended (the “**Asset Purchase Agreement**”), pursuant to which Assignor agreed, among other things, to transfer and assign to Assignee, who agreed to assume from Assignor, all of Assignor’s right, title, and interest in and to the Master Lease (defined below), subject to all of the terms and conditions of this Agreement;

B. WHEREAS, Assignor is the Tenant under that certain Fixed Base Operator Lease dated October 29, 2008, by and between Lake Havasu City, an Arizona municipal corporation (“Landlord”) and Assignor, successor-in-interest to D2 Aero, LLC, an Arizona limited liability company (as amended or modified pursuant to those certain documents listed in Schedule A attached hereto and incorporated herein by reference, collectively, the “**Master Lease**”), a copy of which is attached hereto in Schedule B;

C. WHEREAS, Landlord has agreed to consent to the Assignment (as hereinafter defined) pursuant to that certain Consent to Assignment and Assumption of Lease (FBO Site 4), dated as of the date hereof; and

D. WHEREAS, Assignor has subleased its fueling rights under the Master Lease to Assignee pursuant to that certain Sublease Agreement (Site 4) (Fueling Rights) dated as of March 10, 2023, by and between Assignor and Assignee, and approved by Landlord (the “**Sublease**”), a copy of which is attached hereto in Schedule C;

E. Assignor desires to terminate the Sublease and effectuate the Assignment (as hereinafter defined), and Assignee desires to accept the Assignment, on, and subject to, all of the terms and conditions of this Agreement.

F. WHEREAS, the parties desire to amend the Master Lease as set forth herein.

NOW, THEREFORE, in consideration of the mutual covenants contained in this Agreement, and for other valuable consideration, the receipt and sufficiency of which are acknowledged by the parties, the parties hereto agree that:

1. Defined Terms. Capitalized terms have the meanings given to them in the Asset Purchase Agreement unless they are given different meanings in this Agreement.

2. Termination of Sublease. The Sublease is hereby terminated in its entirety as of the Effective Date and shall be of no further force or effect, and neither Assignor nor Assignee shall have any further rights or obligations thereunder.

3. Assignment and Assumption. From and after the Effective Date, Assignor hereby assigns, transfers and conveys to Assignee all of its right, title, and interest in, to, and under the Master Lease and the premises (the “**Assignment**”). Assignee hereby accepts the Assignment and assumes all of Assignor’s obligations under the Master Lease. Beginning on and after the Effective Date, Assignee agrees to be bound by the terms and conditions of the Master Lease and agrees to perform all the terms, conditions, and obligations as “Tenant” under the Master Lease, but only to the extent such terms, conditions, and obligations accrue from and after the Effective Date. Assignor shall remain liable for the performance of any and all obligations required to be performed under the Master Lease on the part of the Tenant thereunder prior to the Effective Date and for all payments attributable to, or accrued during, all periods prior to the Effective Date, regardless of when such payments are due, which obligations shall survive the execution of this Agreement and the Closing under the Asset Purchase Agreement. Assignor agrees to indemnify, defend and hold harmless Assignee from and against any and all claims, damages, liabilities, losses, costs and expenses (including, without limitation, reasonable attorneys’ fees and expenses) asserted against or suffered or incurred by Assignee as a result of or in connection with any liabilities or obligations required to be performed under the Master Lease on the part of the “Tenant” thereunder prior to the Effective Date and for all payments attributable to, or accrued during, all periods prior to the Effective Date, regardless of when such payments are due.

4. Condition of Premises. The premises are hereby delivered by Assignor to Assignee in “as-is” condition.

5. Security Deposit. Assignor transfers and assigns to Assignee all of its right, title, and interest in and to the security deposit, if any, held by Landlord pursuant to the Master Lease.

6. Master Lease. Except as otherwise set forth in this Agreement, this Agreement does not, nor shall it be construed or interpreted to, amend or vary the terms or conditions of the Master Lease.

7. Representations and Warranties. In connection with the foregoing, Assignor hereby represents and warrants to Assignee and its successors and assigns (including any creditors in favor of whom Assignee has granted, or will grant security in Assignee’s interest in the Master Lease) that:

- (a) The Master Lease is unmodified and in full force and effect, and the documents delivered to Assignee comprising the Master Lease constitute the entire lease for the premises.

- (b) The term of the Master Lease expires on October 29, 2038.
- (c) All rent, taxes, insurance, assessments, and costs payable to Landlord under the Master Lease by Assignor through and including the Effective Date have been paid.
- (d) There are no monetary liens against the Master Lease or the premises.
- (e) No defaults or events of default have occurred or are continuing under the Master Lease.
- (f) Except as provided in the Asset Purchase Agreement, Assignor has not made any prior assignment of or created any lien or claim upon its interest in the Master Lease or the premises.

8. General Provisions.

(a) Governing Law. This Agreement is governed by the laws of the State of Arizona without giving effect to any choice of law or conflict of law rules or provisions (whether of the State of Arizona or any other jurisdiction) that would cause the application of the laws of any jurisdiction other than the State of Arizona.

(b) Headings. Headings are provided for ease of reference only and do not impact the interpretation of this Agreement.

(c) Counterparts. This Agreement may be executed in multiple original counterparts, each which shall be deemed an original, but all of which taken together shall constitute one and the same instrument. No party hereto shall raise the use of DocuSign or other electronic transmission in PDF format to deliver a signature or the fact that any signature was transmitted or communicated through the use of such medium as a defense to the formation of a contract and each such party forever waives any such defense.

(d) Further Assurances. Each party shall, from time to time after the delivery of this Agreement, at the other party's reasonable request and without further consideration, execute and deliver such further documents or instruments as may be reasonably required to more effectively confirm or evidence the assignment, transfer, conveyance and delivery to Assignee of the Master Lease as contemplated under the Asset Purchase Agreement.

(e) Conflict with the Asset Purchase Agreement. As between Assignor and Assignee, in the event of a conflict between the terms and conditions of this Agreement and

the terms and conditions of the Asset Purchase Agreement, the terms and conditions of the Asset Purchase Agreement shall govern, supersede and prevail.

(f) Notices. Any notice, request or other document to be given hereunder to any party hereto shall be given in the manner specified in the preamble of the Asset Purchase Agreement. Any party hereto may change its address for receiving notices, requests and other documents by giving written notice of such change to the other parties hereto.

(g) Enforceability. If any provision of this Agreement or the application of any such provision to any person or circumstance shall be held invalid, illegal or unenforceable in any respect by a court of competent jurisdiction, such invalidity, illegality or unenforceability shall not affect any other provision hereof.

(h) Amendments. This Agreement may not be amended or modified except by an instrument in writing signed by both Assignor and Assignee.

(i) No Third Party Beneficiaries. This Agreement shall be binding upon and inure solely to the benefit of the parties hereto and their respective successors and assigns and nothing herein, express or implied, is intended to or shall confer upon any other Person any legal or equitable right, benefit or remedy of any nature whatsoever under or by reason of this Agreement.

IN WITNESS WHEREOF, Assignor and Assignee have executed this Agreement as of the Effective Date:

ASSIGNOR:

DESERT SKIES EXECUTIVE AIR TERMINAL, LLC,

a Delaware limited liability company

By: _____

Name: Michael F Harrah

Title: Manager

ASSIGNEE:

HAVASU AIR CENTER, LLC,

an Arizona limited liability company

By: _____

Name: Dante Marinelli

Title: Member

By: _____

Name: Darren Marinelli

Title: Member

SCHEDULE A

List of Lease Documents

1. Fixed Base Operator Lease, dated October 29, 2008, between City and D2 Aero, L.L.C. (“**D2 Aero**”);
2. Addendum No. 1 to Airport Lease Agreement Extension of Ramp Construction Deadline, dated July 12, 2011, between City and D2 Aero;
3. Addendum No. 2 Extension of Ramp Construction Deadline, dated May 1, 2023, between City and D2 Aero;
4. Addendum No. 3 Allow Part 135 Uses, dated June 24, 2014, between City and D2 Aero;
5. Assignment and Assumption of Lease, dated October 24, 2014 from D2 Aero to Desert Skies Executive Air Terminal, LLC (“**Desert Skies**”);
6. Addendum No. 4, Ramp Construction Deadline Extension and Site Plan Revision, dated October 14, 2024, between City and Desert Skies;
7. Letter of Understanding for Development of a Central Public Use Parking Lot, dated October 14, 2024, between City and Desert Skies;
8. Consent Agreement, dated August 15, 2015, between LHC, Desert Skies and Horizon Community Bank;
9. Memorandum of Lease, dated August 14, 2024, between City and Desert Skies;
10. Addendum No. 5 Water Main Realignment and Sewer Lateral, dated July 1, 2015, between City and Desert Skies; and
11. First Amendment to Airport Fixed-Base Operator Lease dated on or about the date hereof, between City and Desert Skies.

SCHEDULE B

Copy of Master Lease

(Attached)

SCHEDULE C

Copy of Sublease

(Attached)