

*Florida Development Finance Corporation Surface Transportation Facility Revenue Bonds  
(Virgin Trains USA Passenger Rail Project), Series 2019A*  
and  
*Florida Development Finance Corporation Surface Transportation Facility Revenue Bonds  
(Virgin Trains USA Passenger Rail Project), Series 2019B*



*Other Event-Based Disclosure  
COVID-19 Company Update  
February 2020*



# Virgin Trains USA Passenger Rail Project

## Recent Developments

- Temporarily suspending South Florida train operations; monitoring impact of Covid-19 on travel market
- We continue to make strong progress on our Orlando extension construction and anticipate no adverse impact due to Covid-19 on timeline

### *Suspension of Services*

In light of Covid-19 and the unprecedented impact on travel activity, we have decided to suspend all South Florida passenger train service, effective March 25. During the period of service suspension, we will be reducing staffing levels so that the suspension is not expected to have a material net financial impact on our business and we have access to ample operating liquidity to withstand a protracted slowdown in the travel market. We plan to monitor the situation and evaluate an appropriate time to re-open service so that we can resume building on the strong momentum we have established in South Florida. In the meantime, we will focus on developing key new partnerships and business opportunities.

We continue to progress aggressively all construction activity, including the build-out to Orlando as well as construction of our new South Florida stations. As of March 2020, over 750 construction workers were actively engaged in the build-out of our system to Orlando and, while we have implemented additional health safety measures, we do not anticipate any adverse impact on our construction timeline. As we look ahead toward the economic recovery of Florida, projects like ours will help create jobs and a transportation network that will prove even more important to the regional economy than it is today.

We will continue to provide updates in our monthly reports, or additionally on a voluntary disclosure basis as appropriate.

We thank our investors and guests for their continued support and hope everyone and their loved ones remain in good health.



The statements contained herein that are not purely historical are forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. Such forward-looking statements are based on the Company's expectations and are necessarily dependent upon assumptions, estimates and data that the Company believes are reasonable as of the date made but that may be incorrect, incomplete or imprecise or not reflective of actual results. Actual events or results may differ materially from the results anticipated in these forward-looking statements as a result of a variety of factors. The Company does not undertake to update or revise any of the forward-looking statements contained herein, even if it becomes clear that the forward-looking statements contained herein will not be realized.