

**UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK**

In re:)	
)	Chapter 11
)	
AVIANCA HOLDINGS S.A., et al., ¹)	Case No. 20-11133 (MG)
)	
Debtors.)	(Jointly Administered)
)	

**THIRD MONTHLY FEE STATEMENT OF KPMG LLP FOR COMPENSATION
FOR SERVICES RENDERED AND REIMBURSEMENT OF EXPENSES INCURRED
AS TAX CONSULTANTS TO THE DEBTORS FOR THE PERIOD FROM
JANUARY 1, 2021 THROUGH JANUARY 31, 2021**

Name of Applicant:	KPMG LLP
Authorized to Provide Professional Services to:	Debtors
Date of Retention:	October 23, 2020 Effective as of May 10, 2020
Period for which Compensation and Expense Reimbursement is sought:	January 1, 2021 through January 31, 2021
Amount of Compensation sought as actual, reasonable and necessary:	\$ 11,522.65
Less 20% Holdback:	\$ (2,304.53)

¹ The Debtors in these chapter 11 cases, and each Debtor's federal tax identification number (to the extent applicable) The Debtors in these chapter 11 cases (the "Chapter 11 Cases"), and each Debtor's federal tax identification number (to the extent applicable), are as follows: Avianca Holdings S.A. (N/A); Aero Transporte de Carga Unión, S.A. de C.V. (N/A); Aeroinversiones de Honduras, S.A. (N/A); Aerovías del Continente Americano S.A. Avianca (N/A); Airlease Holdings One Ltd. (N/A); America Central (Canada) Corp. (00-1071563); America Central Corp. (65-0444665); AV International Holdco S.A. (N/A); AV International Holdings S.A. (N/A); AV International Investments S.A. (N/A); AV International Ventures S.A. (N/A); AV Investments One Colombia S.A.S. (N/A); AV Investments Two Colombia S.A.S. (N/A); AV Taca International Holdco S.A. (N/A); Avianca Costa Rica S.A. (N/A); Avianca Leasing, LLC (47-2628716); Avianca, Inc. (13-1868573); Avianca-Ecuador S.A. (N/A); Aviaservicios, S.A. (N/A); Aviateca, S.A. (N/A); Avifreight Holding Mexico, S.A.P.I. de C.V. (N/A); C.R. Int'l Enterprises, Inc. (59-2240957); Grupo Taca Holdings Limited (N/A); International Trade Marks Agency Inc. (N/A); Inversiones del Caribe, S.A. (N/A); Isleña de Inversiones, S.A. de C.V. (N/A); Latin Airways Corp. (N/A); Latin Logistics, LLC (41- 2187926); Nicaraguense de Aviación, Sociedad Anónima (Nica, S.A.) (N/A); Regional Express Américas S.A.S. (N/A); Ronair N.V. (N/A); Servicio Terrestre, Aereo y Rampa S.A. (N/A); Servicios Aeroportuarios Integrados SAI S.A.S. (92-4006439); Taca de Honduras, S.A. de C.V. (N/A); Taca de México, S.A. (N/A); Taca International Airlines S.A. (N/A); Taca S.A. (N/A); Tampa Cargo S.A.S. (N/A); Technical and Training Services, S.A. de C.V. (N/A); AV Loyalty Bermuda Ltd. (N/A); Aviacorp Enterprises S.A. (N/A). The Debtors' principal offices are located at Avenida Calle 26 # 59 – 15 Bogotá, Colombia.



Amount of Expense reimbursement sought as
actual, reasonable and necessary: \$ 0.00

Total Fees and Expenses Due: \$ 9,218.12

This is a X Monthly Interim Final Application

Dated: March 1, 2021

/s/ Howard Steinberg
Howard Steinberg
KPMG LLP
1350 Avenue of the Americas
New York, New York 10019
(212) 872-6562

EXHIBIT A

AVIANCA HOLDINGS S.A., et al.,
Case No. 20-11133

Summary Of Hours and Discounted Fees Incurred By Professional
January 1, 2021 through January 31, 2021

Professional Person	Position & Department	Country of Origin	Total Billed Hours	Hourly Billing Rate	Total Compensation
Alfonso Alvarez-Pallete	Principal - Tax	US	0.6	\$ 504.00	\$ 302.40
Arianna Zabala	Associate - M&A Tax	US	1.7	\$ 338.00	\$ 574.60
Ashley Armfield	Senior Associate - M&A Tax	US	1.7	\$ 559.00	\$ 950.30
Brittney Laukhuff	Senior Manager - M&A Tax	US	2.1	\$ 780.00	\$ 1,638.00
Cristina Sansonetti	Partner - Tax	Costa Rica	0.5	\$ 357.50	\$ 178.75
Howard Steinberg	Partner - M&A Tax	US	6.1	\$ 897.00	\$ 5,471.70
Maria F Rubio	Manager - International Tax	Colombia	0.6	\$ 130.00	\$ 78.00
Monica P Bernal	Director - Domestic Tax	Colombia	0.6	\$ 195.00	\$ 117.00
Monica Plangman	Director - Bankruptcy	US	0.9	\$ 293.00	\$ 263.70
Oswaldo Perez	Partner - Tax	Colombia	0.6	\$ 357.50	\$ 214.50
Ricardo A Ruiz	Partner - International Tax	Colombia	0.6	\$ 357.50	\$ 214.50
Wendy Shaffer	Manager - Bankruptcy	US	7.2	\$ 211.00	\$ 1,519.20
Hours and Fees at Discounted Rates			23.2		\$ 11,522.65
Total Discounted Fees					\$ 11,522.65
Out of Pocket Expenses					\$ -
Total Fees and Out of Pocket Expenses					\$ 11,522.65
Less Holdback Adjustment (20%)					\$ (2,304.53)
Net Requested Fees & Out of Pocket Expenses					\$ 9,218.12
Blended Hourly Rate				\$ 496.67	

EXHIBIT B

AVIANCA HOLDINGS S.A., et al.,

Case No. 20-11133

Summary of Hours and Discounted Fees Incurred by Category
January 1, 2021 through January 31, 2021

Category	Exhibit	Total Billed Hours	Total Fees Requested
Tax Consulting Services	C1	15.1	\$ 9,739.75
Retention Services	C2	0.0	\$ -
Fee Statement Preparation Services	C3	8.1	\$ 1,782.90
Total		23.2	\$ 11,522.65

EXHIBIT C1

AVIANCA HOLDINGS S.A., et al.,
Case No. 20-11133
Tax Consulting Services
January 1, 2021 through January 31, 2021
(includes time not previously billed)

Name	Date	Description	Hours	Rate	Amount
Cristina Sansonetti	12/28/20	Performed KPMG Costa Rica Partner review of the follow up questions raised by the client regarding equity reorganization.	0.5	\$ 357.50	\$ 178.75
Arianna Zabala	01/04/21	Review Costa Rica specialist correspondence regarding new inquiry from the client.	0.3	\$ 338.00	\$ 101.40
Arianna Zabala	01/04/21	Review of Avianca Holdings bankruptcy docket for new filings related to the leases and subleases.	0.4	\$ 338.00	\$ 135.20
Ashley Armfield	01/05/21	Communication via email to KPMG project team in reference to the client email received regarding accounting for leases.	0.2	\$ 559.00	\$ 111.80
Brittney Laukhuff	01/05/21	Review of email correspondence regarding questions from client on lease extension treatment.	0.5	\$ 780.00	\$ 390.00
Brittney Laukhuff	01/06/21	Email communication with E. Llamazeres (KPMG Columbia - Audit) to discuss tax question from client.	0.2	\$ 780.00	\$ 156.00
Howard Steinberg	01/06/21	Call with B. Laukhuff (KPMG) to discuss question from client Avianca regarding lease extensions.	0.3	\$ 897.00	\$ 269.10
Brittney Laukhuff	01/06/21	Call with H. Steinberg (KPMG) to discuss question from client regarding Avianca lease extensions.	0.3	\$ 780.00	\$ 234.00
Howard Steinberg	01/06/21	(.9) Partner review of tax technical points related to lease extension implications for tax purposes.	0.9	\$ 897.00	\$ 807.30
Ashley Armfield	01/08/21	0.5 H. Steinberg (KPMG – Mergers and Acquisitions tax partner), B. Laukhuff (KPMG – Mergers and Acquisitions Tax Senior Manager), A. Armfield (KPMG – Mergers and Acquisitions tax senior Associate), E. Llamazares (KPMG Colombia – Tax Partner) external call with the Company (C. Montoya (Tax), P. Anzola (Tax), F. Raddatz (VP Fleet)) and Seabury Securities (Company Advisor) (G. Hughes, D. Brand) relating to general treatment of lease extensions.	0.5	\$ 559.00	\$ 279.50
Brittney Laukhuff	01/08/21	0.5 H. Steinberg (KPMG – Mergers and Acquisitions tax partner), B. Laukhuff (KPMG – Mergers and Acquisitions Tax Senior Manager), A. Armfield (KPMG – Mergers and Acquisitions tax senior Associate), E. Llamazares (KPMG Colombia – Tax Partner) external call with the Company (C. Montoya (Tax), P. Anzola (Tax), F. Raddatz (VP Fleet)) and Seabury Securities (Company Advisor) (G. Hughes, D. Brand) relating to general treatment of lease extensions.	0.5	\$ 780.00	\$ 390.00
Howard Steinberg	01/08/21	0.5 H. Steinberg (KPMG – Mergers and Acquisitions tax partner), B. Laukhuff (KPMG – Mergers and Acquisitions Tax Senior Manager), A. Armfield (KPMG – Mergers and Acquisitions tax senior Associate), E. Llamazares (KPMG Colombia – Tax Partner) external call with the Company (C. Montoya (Tax), P. Anzola (Tax), F. Raddatz (VP Fleet)) and Seabury Securities (Company Advisor) (G. Hughes, D. Brand) relating to general treatment of lease extensions.	0.5	\$ 897.00	\$ 448.50

EXHIBIT C1

AVIANCA HOLDINGS S.A., et al.,
Case No. 20-11133
Tax Consulting Services
January 1, 2021 through January 31, 2021
(includes time not previously billed)

Name	Date	Description	Hours	Rate	Amount
Ashley Armfield	01/11/21	Call with A. Armfield and A. Zabala (KPMG) to discuss next steps related to outstanding items for specific tax impact of leasing rejections - to be discussed with the client (P. Anzola).	0.4	\$ 559.00	\$ 223.60
Arianna Zabala	01/11/21	Call with A. Armfield and A. Zabala (KPMG) to discuss next steps related to outstanding items for specific tax impact of leasing rejections - to be discussed with the client (P. Anzola).	0.4	\$ 338.00	\$ 135.20
Ashley Armfield	01/19/21	Call with P. Anzola (Avianca tax director); H. Steinberg (KPMG US Partner); B. Laukhuff (KPMG US Senior Manager); A. Armfield (KPMG US Senior Associate); A. Zabala (KPMG US Associate) M. Rubio (KPMG Colombia) M. Bernal (KPMG Colombia); O. Perez (KPMG Colombia); R. Ruiz (KPMG Colombia); A. Pallette (KPMG International Tax) to discuss Colombian tax implications of the option to purchase aircraft agreements and specific Colombian code section analysis.	0.6	\$ 559.00	\$ 335.40
Brittney Laukhuff	01/19/21	Call with P. Anzola (Avianca tax director); H. Steinberg (KPMG US Partner); B. Laukhuff (KPMG US Senior Manager); A. Armfield (KPMG US Senior Associate); A. Zabala (KPMG US Associate) M. Rubio (KPMG Colombia) M. Bernal (KPMG Colombia); O. Perez (KPMG Colombia); R. Ruiz (KPMG Colombia); A. Pallette (KPMG International Tax) to discuss Colombian tax implications of the option to purchase aircraft agreements and specific Colombian code section analysis.	0.6	\$ 780.00	\$ 468.00
Howard Steinberg	01/19/21	Call with P. Anzola (Avianca tax director); H. Steinberg (KPMG US Partner); B. Laukhuff (KPMG US Senior Manager); A. Armfield (KPMG US Senior Associate); A. Zabala (KPMG US Associate) M. Rubio (KPMG Colombia) M. Bernal (KPMG Colombia); O. Perez (KPMG Colombia); R. Ruiz (KPMG Colombia); A. Pallette (KPMG International Tax) to discuss Colombian tax implications of the option to purchase aircraft agreements and specific Colombian code section analysis.	0.6	\$ 897.00	\$ 538.20
Oswaldo Perez	01/19/21	Call with P. Anzola (Avianca tax director); H. Steinberg (KPMG US Partner); B. Laukhuff (KPMG US Senior Manager); A. Armfield (KPMG US Senior Associate); A. Zabala (KPMG US Associate) M. Rubio (KPMG Colombia) M. Bernal (KPMG Colombia); O. Perez (KPMG Colombia); R. Ruiz (KPMG Colombia); A. Pallette (KPMG International Tax) to discuss Colombian tax implications of the option to purchase aircraft agreements and specific Colombian code section analysis.	0.6	\$ 357.50	\$ 214.50

EXHIBIT C1

AVIANCA HOLDINGS S.A., et al.,
Case No. 20-11133
Tax Consulting Services
January 1, 2021 through January 31, 2021
(includes time not previously billed)

Name	Date	Description	Hours	Rate	Amount
Ricardo A Ruiz	01/19/21	Call with P. Anzola (Avianca tax director); H. Steinberg (KPMG US Partner); B. Laukhuff (KPMG US Senior Manager); A. Armfield (KPMG US Senior Associate); A. Zabala (KPMG US Associate) M. Rubio (KPMG Colombia) M. Bernal (KPMG Colombia); O. Perez (KPMG Colombia); R. Ruiz (KPMG Colombia); A. Pallette (KPMG International Tax) to discuss Colombian tax implications of the option to purchase aircraft agreements and specific Colombian code section analysis.	0.6	\$ 357.50	\$ 214.50
Monica P Bernal	01/19/21	Call with P. Anzola (Avianca tax director); H. Steinberg (KPMG US Partner); B. Laukhuff (KPMG US Senior Manager); A. Armfield (KPMG US Senior Associate); A. Zabala (KPMG US Associate) M. Rubio (KPMG Colombia) M. Bernal (KPMG Colombia); O. Perez (KPMG Colombia); R. Ruiz (KPMG Colombia); A. Pallette (KPMG International Tax) to discuss Colombian tax implications of the option to purchase aircraft agreements and specific Colombian code section analysis.	0.6	\$ 195.00	\$ 117.00
Maria F Rubio	01/19/21	Call with P. Anzola (Avianca tax director); H. Steinberg (KPMG US Partner); B. Laukhuff (KPMG US Senior Manager); A. Armfield (KPMG US Senior Associate); A. Zabala (KPMG US Associate) M. Rubio (KPMG Colombia) M. Bernal (KPMG Colombia); O. Perez (KPMG Colombia); R. Ruiz (KPMG Colombia); A. Pallette (KPMG International Tax) to discuss Colombian tax implications of the option to purchase aircraft agreements and specific Colombian code section analysis.	0.6	\$ 130.00	\$ 78.00
Alfonso Alvarez-Pallette	01/19/21	Call with P. Anzola (Avianca tax director); H. Steinberg (KPMG US Partner); B. Laukhuff (KPMG US Senior Manager); A. Armfield (KPMG US Senior Associate); A. Zabala (KPMG US Associate) M. Rubio (KPMG Colombia) M. Bernal (KPMG Colombia); O. Perez (KPMG Colombia); R. Ruiz (KPMG Colombia); A. Pallette (KPMG International Tax) to discuss Colombian tax implications of the option to purchase aircraft agreements and specific Colombian code section analysis.	0.6	\$ 504.00	\$ 302.40
Arianna Zabala	01/19/21	Call with P. Anzola (Avianca tax director); H. Steinberg (KPMG US Partner); B. Laukhuff (KPMG US Senior Manager); A. Armfield (KPMG US Senior Associate); A. Zabala (KPMG US Associate) M. Rubio (KPMG Colombia) M. Bernal (KPMG Colombia); O. Perez (KPMG Colombia); R. Ruiz (KPMG Colombia); A. Pallette (KPMG International Tax) to discuss Colombian tax implications of the option to purchase aircraft agreements and specific Colombian code section analysis.	0.6	\$ 338.00	\$ 202.80
Howard Steinberg	01/19/21	(1.8) Review of bankruptcy docket filings for purposes of determining whether any tax impacts are implicated in connection with lease rejections and assumptions.	1.8	\$ 897.00	\$ 1,614.60

EXHIBIT C1

AVIANCA HOLDINGS S.A., et al.,
Case No. 20-11133
Tax Consulting Services
January 1, 2021 through January 31, 2021
(includes time not previously billed)

Name	Date	Description	Hours	Rate	Amount
Howard Steinberg	01/26/21	Performed partner level tax analysis regarding implications of lease extensions in connection with financial statement implications.	1.2	\$ 897.00	\$ 1,076.40
Howard Steinberg	01/27/21	Continue (from previous day) to perform partner level tax analysis regarding implications of lease extensions in connection with financial statement implications	0.8	\$ 897.00	\$ 717.60
Total Tax Consulting Services			<u>15.1</u>		<u>\$ 9,739.75</u>

EXHIBIT C2

AVIANCA HOLDINGS S.A., et al.,
Case No. 20-11133
Retention Services
January 1, 2021 through January 31, 2021

Name	Date	Description	Hours	Rate	Amount
<i>no fees billed for these services in current month</i>					
Total Retention Services			<u>0.0</u>		<u>\$ -</u>

EXHIBIT C3

AVIANCA HOLDINGS S.A., et al.,
Case No. 20-11133
Fee Statement Preparation Services
January 1, 2021 through January 31, 2021

Name	Date	Description	Hours	Rate	Amount
Wendy Shaffer	01/07/21	Prepared estimate for Avianca for December and send to B. Laukhuff (KPMG) as requested.	0.4	\$211.00	\$ 84.40
Wendy Shaffer	01/07/21	Updates to exhibit C1 of Avianca 2nd monthly fee statement exhibits to include data received from professionals as of 1/7/2020.	0.7	\$211.00	\$ 147.70
Wendy Shaffer	01/19/21	Updates to exhibit C1 of Avianca 2nd monthly fee statement to include data received from professionals as of 1/19/21.	1.3	\$211.00	\$ 274.30
Wendy Shaffer	01/20/21	Began to draft covers sheet for Avianca 2nd monthly fee statement.	0.1	\$211.00	\$ 21.10
Wendy Shaffer	01/20/21	Updates to exhibit C1 of Avianca 2nd monthly fee statement to include data received from professionals as of 1/20/21.	2.0	\$211.00	\$ 422.00
Wendy Shaffer	01/21/21	Drafted email to M. Plangman (KPMG) to request review/approval of same.	0.1	\$211.00	\$ 21.10
Wendy Shaffer	01/21/21	Updates to exhibit C1 of Avianca 2nd monthly fee statement to include data received from professionals as of 1/21/21.	1.3	\$211.00	\$ 274.30
Wendy Shaffer	01/25/21	Drafted email to B. Laukhuff and H. Steinberg (KPMG) to request review approval of same.	0.1	\$211.00	\$ 21.10
Monica Plangman	01/25/21	Director review of second monthly fee statement and concurrently provide comments.	0.9	\$293.00	\$ 263.70
Wendy Shaffer	01/25/21	Updates to Avianca 2nd monthly fee statement per direction from M. Plangman (KPMG).	0.4	\$211.00	\$ 84.40
Wendy Shaffer	01/29/21	0.1 Finalized Avianca cover sheet with regards to finalized exhibits and 0.1 drafted email to send copy of finalized documents to M. Plangman (KPMG) for approval.	0.2	\$211.00	\$ 42.20
Wendy Shaffer	01/29/21	Updates to Avianca 2nd monthly fee statement per direction from B. Laukhuff (KPMG).	0.2	\$211.00	\$ 42.20
Wendy Shaffer	01/29/21	Updated Avianca 1st monthly fee statement per direction from Y. Zahoroda (Milbank).	0.4	\$211.00	\$ 84.40
Total Fee Statement Preparation Services			8.1		\$ 1,782.90

EXHIBIT D

AVIANCA HOLDINGS S.A., et al.,
Case No. 20-11133
Summary of Out of Pocket Expenses
January 1, 2021 through January 31, 2021

Category	Amount
Airfare	\$ -
Lodging	\$ -
Meals	\$ -
Ground Transportation	\$ -
Miscellaneous	\$ -
Total	\$ -

EXHIBIT D1

AVIANCA HOLDINGS S.A., et al.,
Case No. 20-11133
Detail of Out of Pocket Expenses
January 1, 2021 through January 31, 2021

Name	Date	Description	Amount
		Air Fare Subtotal	<u>\$ -</u>
		Lodging Subtotal	<u>\$ -</u>
		Meals Subtotal	<u>\$ -</u>
		Total Ground Transportation	<u>\$ -</u>
		Miscellaneous Subtotal	<u>\$ -</u>
		Total Out of Pocket Expenses	<u><u>\$ -</u></u>