LETTER OF AGREEMENT Between AMERICAN AIRLINES, INC. and the

MAINTENANCE PLANNERS AND TECHNICAL DOCUMENTATION SPECIALISTS in the service of

AMERICAN AIRLINES, INC. and US AIRWAYS, INC.

as represented by

THE AIRLINE MECHANIC AND RELATED EMPLOYEE ASSOCIATION - TWU/IAM

TRANSITION AGREEMENT

THIS LETTER OF AGREEMENT is made and entered into in accordance with the provisions of the Railway Labor Act, as amended (the "Act"), by and between AMERICAN AIRLINES, INC. ("American"), US AIRWAYS, INC. ("US Airways" and, together with American, the "Airline Parties"), and the MAINTENANCE PLANNERS AND TECHNICAL DOCUMENTATION SPECIALISTS in the service of American Airlines (See Attachment B) and MAINTENANCE PLANNERS AND TECHNICAL DOCUMENTATION SPECIALISTS in the service of US Airways, as represented by the AIRLINE MECHANIC AND RELATED EMPLOYEE ASSOCIATION – TWU/IAM and STORES EMPLOYEE ASSOCIATION – TWU/IAM (together the Association). All parties are collectively referred to as the "Parties".

WHEREAS, effective December 9, 2013, US Airways, Inc., became a subsidiary of American Airlines Group Inc.; and

WHEREAS, effective May 19, 2015, the National Mediation Board found that the Association is the sole certified representative of the Maintenance Planners and Technical Document Specialists of both American and US Airways Inc.; and

WHEREAS, prior to the National Mediation Board certification on May 19, 2015, the Legacy American Airlines Maintenance Planners and Technical Document Specialists were not represented by any labor organization and the Legacy US Airways Maintenance Planners and Technical Document Specialists were represented by the International Association of Machinists ("IAM");

WHEREAS, the Parties agree that this Transition Agreement does not preclude either party from proposing different terms and conditions for inclusion in a joint collective bargaining agreement, nor constitute agreement by either party to any term of a joint collective bargaining agreement;

WHEREAS, the Airline Parties intend to integrate the Legacy American Airlines Maintenance Planners and Technical Document Specialists and the Legacy US Airways Maintenance Planners and Technical Document Specialists into a single workforce with an integrated seniority list; Whereas the Airline Parties intend to fully utilize the legacy American Maintenance Planners and

Technical Document Specialists and the Legacy US Airways Maintenance Planners and Technical Document Specialists to perform the Airline Parties Planner and Tech Doc functions inclusive of the job duties outlined in the legacy US Airways/IAM mechanic & related collective bargaining agreement ("IAM CBA");

THEREFORE, the following applies:

I. <u>Transition Dates</u>. In general, the terms of the current Collective Bargaining Agreement ("CBA") between US Airways, Inc. and the International Association of Machinists covering the Mechanic & Related employees, as amended, dated July 18, 2014, will become applicable to the American Airlines Maintenance Planners and Technical Document Specialists, as specified herein within 30 days following the execution of this Agreement ("Transition date"), except where transition dates for specific CBA articles are otherwise set forth in Attachment A hereto.

II. Seniority List Integration

As described in Attachment C.

III. <u>Effective Date</u>

This Letter of Agreement governs in case of conflict between one of its terms and a provision of the existing legacy US Airways mechanic and related Collective Bargaining Agreement, as amended, dated July 18, 2014;

IN WITNESS WHEREOF, the parties hereto have executed this Letter of Agreement effective this day of august, 2016.

AMERICAN AIRLINES, INC.:

AIRLINE MECHANIC AND RELATED EMPLOYEE ASSOCIATION – TWU/IAM and STORES EMPLOYEE ASSOCIATION – TWU/IAM

ATTACHMENT A

Below are the terms for the transition of American Maintenance Planners and Technical Document Specialist employees to specific CBA Articles under the legacy US Airways/IAM collective bargaining agreement. Where Company Policy is cited below, it is understood and agreed that such policy(ies) may be amended by American after meeting and conferring with Association representatives. American shall provide the Association a copy of the relevant Company Policies as soon as practicable following the date of this Transition Agreement.

Preamble - Will apply on Transition Date.

Article 1 (Purpose of Agreement) - Will apply on Transition Date.

Article 2 (Scope of Agreement) - Will apply on Transition Date with the following exceptions:

- If operationally feasible, and with the cooperation and participation of the Association, the Company will transition the work performed by LAA in the JMOCA system to the Legacy US AMPS system and Planner Group by no later than January 1, 2017.
- The Company will have the discretion to continue outsourcing all Job Card authoring
 work currently being performed by third party vendors for LAA work. The outsourcing
 of such bargaining unit work shall not result in a reduction of the bargaining unit LAA
 work force within the Planner Group operation for those employees on the seniority list as
 of the date of signing of the Transition Agreement.

Article 3 (Status of Agreement) - Will apply on Transition Date.

Article 4 (Classifications) - Will apply on Transition Date.

- All current LAA Planners and Technical Document Specialists will transition over into the Basic Classification under the IAM CBA.
- Technical Documentation Specialist The Company will have the discretion to continue
 outsourcing all job card authoring work currently being performed by third party
 vendors for LAA. (See Article 2 above) The outsourcing of such bargaining unit work
 shall not result in a reduction of the bargaining unit LAA work force among the Technical
 Document Specialist work group.

Article 5 (Hours of Service) - Article 5 will apply as soon as operationally feasible from the Transition Date.

Article 6 (Overtime and Holidays) - Company Policy will continue to apply until a fully ratified JCBA is implemented.

Article 7 (Travel Pay) - Will apply on Transition Date.

Article 8 (Seniority) - Company Policy will continue to apply until a mutually agreed upon seniority integration agreement is implemented.

Article 9 (Filling of Vacancies) - Will apply on Transition Date, with the exception of those vacancies that were in the process of being filled prior to the effective date of this agreement. Any vacancies posted subsequent to August 8, 2016 will be filled in accordance with Article 9 of the LUS/IAM agreement.

Article 10 (Leaves of Absence) - Company Policy will continue to apply until a fully ratified JCBA is implemented.

Article 11 (Vacation with pay) - Company Policy will continue to apply until a fully ratified JCBA is implemented; however, if no JCBA is in effect at the time vacation periods are bid for 2017, to the extent operationally possible, the appropriate work groups will be combined for seniority-competitive bidding purposes.

Article 12 (Sick Leave) - Company Policy will continue to apply until a fully ratified JCBA is implemented.

Article 13 (Transportation) - Will apply on Transition Date.

Article 14 (Grievance Procedure) - Will apply on Transition Date.

Article 15 (System Board of Adjustment) - Will apply on Transition Date.

Article 16 (Safety and Health) - Will apply on Transition Date.

Article 17 (General, Miscellaneous) - Company Policy will continue to apply until a fully ratified JCBA is implemented.

Article 18 (Wage Rates) -

Attachment D, the August 5, 2016 Interim Pay Adjustment Letter of Agreement, is adopted in its entirety as part of this Transition Agreement and shall govern hourly rates of pay.

Article 19 (Union Shop and Dues Check-off Agreement) — Will apply as soon as practicable after the Transition Date and upon receipt of Dues Check Off cards from the Association. The dues Check off methodology will be the same used currently for the Mechanic and Related and Stores groups.

Article 20 (Severance Allowance) - Will apply on Transition Date.

Article 21 (Retirement) - Company Policy will continue to apply until the soonest practicable date that contributions can begin to be made by the Company to the IAM National Pension Fund (NPF) for the transitioned employees, which shall be no later than January 1, 2017.

Article 22 (Insurance) - Company Policy will continue to apply until a fully ratified JCBA is implemented.

Article 23 (Duration) - Will apply on Transition Date.

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	170	Implemented
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18. Consolidation	151	N/A
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21. Pay Classification	202	N/A
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31. Seniority Tie Breaker	165	N/A
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34. Airbus Stability Period	168	N/A to QA/Planners/Tech docs
35. Swaps while on Light Duty	169	N/A
36. SIDA Badge	170	Applicable
37. Background Check	172	Applicable
38. Back to back Swaps	173	Applicable when swaps implemented
39. Wholly Owned Provisions	175	Applicable Applicable
40. Affordable Healthcare Act Excise Tax	135	N/A
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N/A = Not Applicable	137	TALL FOR ALAL FURNICIS/ LECU DOCS dife to

Attachment B

LAA Maintenance Planners covered by the above transition agreement include:

Planner - AOG

Planner - Base Maintenance

Planner - Bill of Work (BOW)

Planner - ECO/AD

Planner - Line Maintenance

Planner - Material

Attachment C

IAM MAINTENANCE PLANNERS AND TECHNICAL DOCUMENTATION SPECIALISTS SENIORITY INTEGRATION PROCEDURE

- The seniority lists of American's Maintenance Planners and Technical Documentation Specialists and US Airways Maintenance Planners and Technical Documentation Specialists will be integrated based on the seniority integration process agreement applicable to all TWU/IAM Association represented American Airlines employees.
- 2. The Company and the Union will post the integrated seniority lists and/or otherwise make the lists available to all affected LAA/LUS employees as required by Article 8 of the legacy US Airways' Agreement.