

TAL International Group, Inc.



Investor Conference Call

April 28, 2016

Forward-Looking Statements

Certain statements included in this presentation are not historical facts but are forward-looking statements for purposes of the safe harbor provisions under The Private Securities Litigation Reform Act of 1995. Forward-looking statements generally are accompanied by words such as “may”, “should”, “would”, “plan”, “intend”, “anticipate”, “believe”, “estimate”, “predict”, “potential”, “seem”, “seek”, “continue”, “future”, “will”, “expect”, “outlook” or other similar words, phrases or expressions. These forward-looking statements include statements regarding our industry, future events, the proposed transaction between Triton Container International Limited (“Triton”) and TAL International Group, Inc. (“TAL International”), the estimated or anticipated future results and benefits of Triton and TAL International following the transaction, including estimated synergies, the likelihood and ability of the parties to successfully close the proposed transaction, future opportunities for the combined company, and other statements that are not historical facts. These statements are based on the current expectations of Triton and TAL International management and are not predictions of actual performance. These statements are subject to a number of risks and uncertainties regarding Triton’s and TAL International’s respective businesses and the transaction, and actual results may differ materially. These risks and uncertainties include, but are not limited to, changes in the business environment in which Triton and TAL International operate, including inflation and interest rates, and general financial, economic, regulatory and political conditions affecting the industry in which Triton and TAL International operate; changes in taxes, governmental laws, and regulations; competitive product and pricing activity; difficulties of managing growth profitably; the loss of one or more members of Triton’s or TAL International’s management team; the ability of the parties to successfully close the proposed transaction; failure to realize the anticipated benefits of the transaction, including as a result of a delay in completing the transaction or a delay or difficulty in integrating the businesses of Triton and TAL International; uncertainty as to the long-term value of Holdco common shares; the expected amount and timing of cost savings and operating synergies; failure to receive the approval of the stockholders of TAL International for the transaction, and those discussed in TAL International’s Annual Report on Form 10-K for the year ended December 31, 2014 under the heading “Risk Factors,” as updated from time to time by TAL International’s Quarterly Reports on Form 10-Q and other documents of TAL International on file with the Securities and Exchange Commission (“SEC”) and in the registration statement on Form S-4 that was filed with the SEC by Triton International Limited (“Holdco”). There may be additional risks that neither Triton nor TAL International presently know or that Triton and TAL International currently believe are immaterial which could also cause actual results to differ from those contained in the forward-looking statements. In addition, forward-looking statements provide Triton’s and TAL International’s expectations, plans or forecasts of future events and views as of the date of this press release. Triton and TAL International anticipate that subsequent events and developments will cause Triton’s and TAL International’s assessments to change. However, while Triton and TAL International may elect to update these forward-looking statements at some point in the future, Triton and TAL International specifically disclaim any obligation to do so. These forward-looking statements should not be relied upon as representing Triton’s and TAL International’s assessments as of any date subsequent to the date of this presentation.

No Offer or Solicitation

This communication shall not constitute an offer to sell or the solicitation of an offer to sell or the solicitation of an offer to buy any securities, nor shall there be any sale of securities in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of any such jurisdiction. No offer of securities shall be made except by means of a prospectus meeting the requirements of Section 10 of the Securities Act of 1933, as amended.

Additional Information

This communication is not a solicitation of a proxy from any stockholder of TAL International. In connection with the proposed transaction, as stated above, Holdco has filed with the SEC a registration statement on Form S-4/A that includes a preliminary prospectus of Holdco and also includes a preliminary proxy statement of TAL International. The SEC has not yet declared the registration statement effective. After it is declared effective, TAL International will mail the proxy statement/prospectus to its stockholders. INVESTORS ARE URGED TO READ THE PROXY STATEMENT/PROSPECTUS (INCLUDING ALL AMENDMENTS AND SUPPLEMENTS THERETO) BECAUSE IT CONTAINS IMPORTANT INFORMATION. You are able to obtain the proxy statement/prospectus, as well as other filings containing information about TAL free of charge, at the website maintained by the SEC at www.sec.gov. Copies of the proxy statement/prospectus and the filings with the SEC that are incorporated by reference in the proxy statement/prospectus can also be obtained, free of charge, by directing a request to TAL International Group, Inc., 100 Manhattanville Road, Purchase, New York 10577, Attention: Secretary.

The respective directors and executive officers of Triton, TAL International and Holdco and other persons may be deemed to be participants in the solicitation of proxies in respect of the proposed transaction. Information regarding TAL International’s directors and executive officers is available on Form 10K/A filed with the SEC on April 22, 2016. These documents can be obtained free of charge from the sources indicated above. Other information regarding the participants in the proxy solicitation and their respective interests are included in the proxy statement/prospectus and will be contained in other relevant materials to be filed with the SEC when they become available.

- TAL's profitability in the first quarter continued to be impacted by difficult market conditions
 - Adjusted pretax income of \$14.6 million in Q1 2016 (\$0.44 / share)
 - Leasing revenue of \$149.2 million

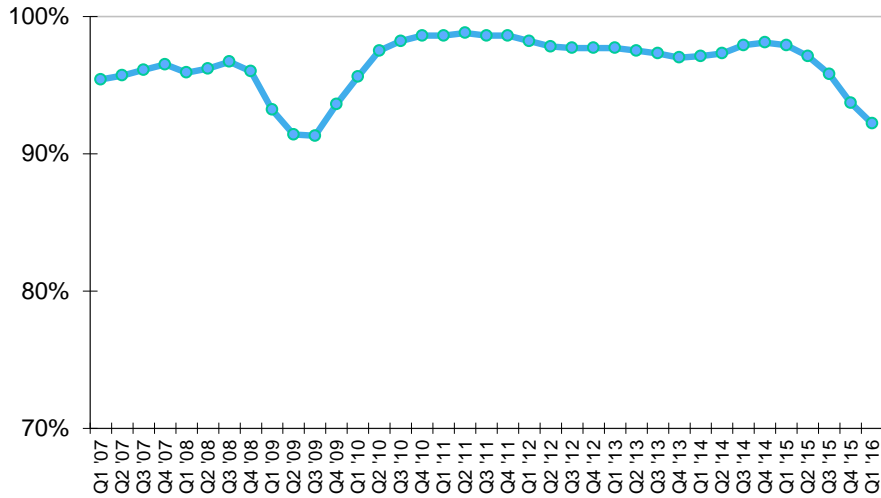
- TAL's average utilization decreased to 92.2% in the first quarter, but it remains solid and continues to drive strong cash flow

- TAL declared a dividend of \$0.45 per share payable on May 26, 2016 to shareholders of record as of May 12, 2016

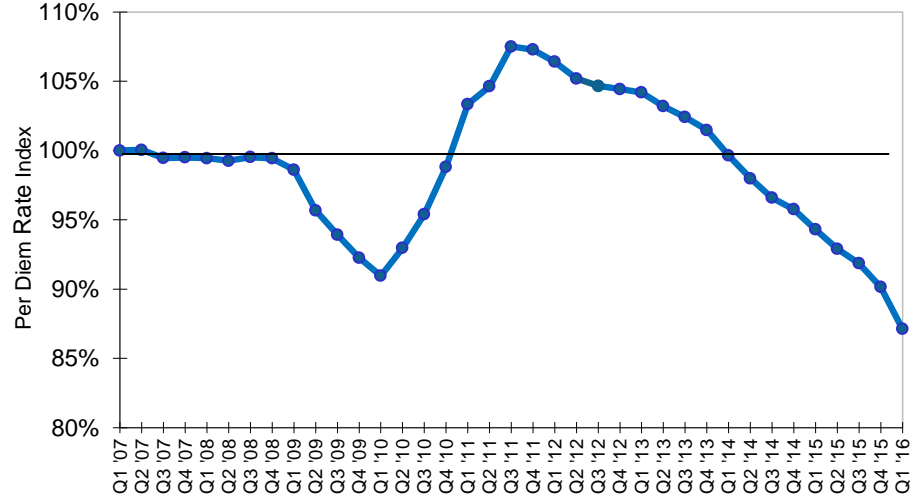
- TAL continues to make progress on the announced merger with Triton Container International to create the world's largest, most efficient and most capable container leasing company

The Difficult Market Is Impacting All of TAL's Key Operating Metrics

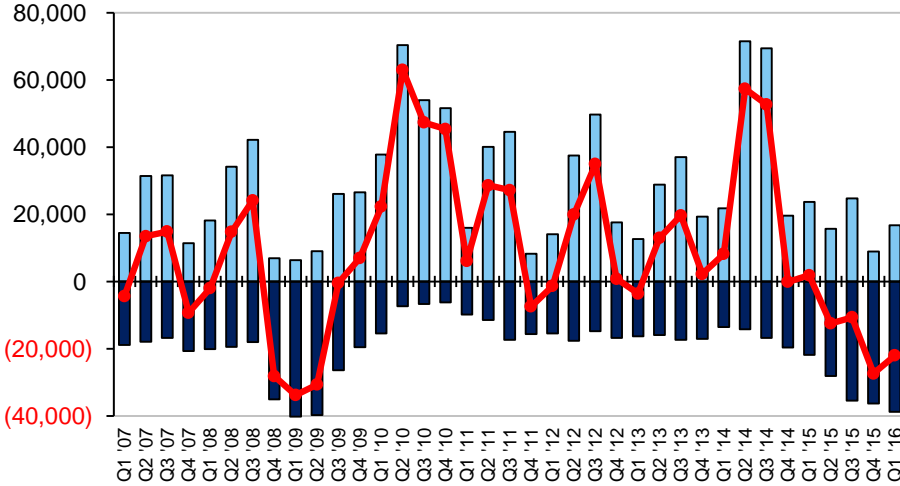
Trended Overall Utilization (CEU)



Overall Lease Rate Index (CEU) (1)

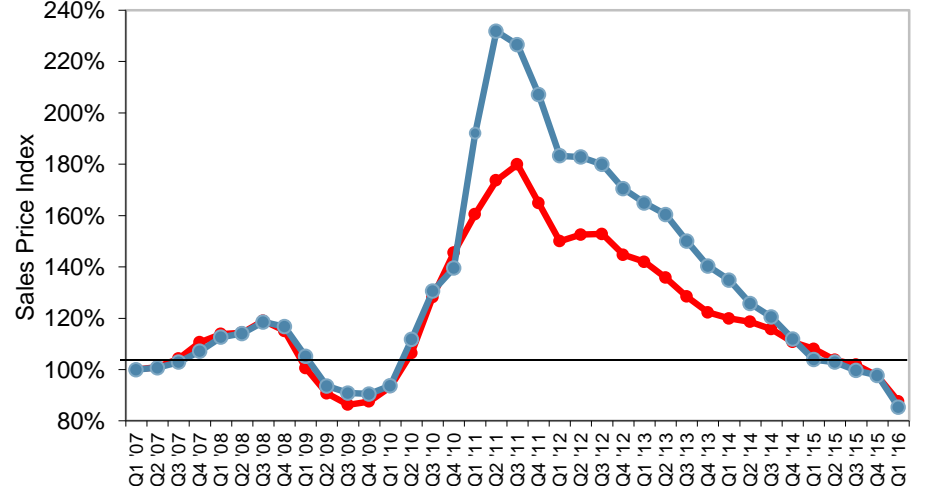


Dry Container Pick-Up / Drop-off Activity (1)



(1) Excludes impact of sale-leaseback transactions

Used Dry Container Sales Index (2)



(2) Excludes Sales of New Equipment

—●— 20' Price Index —●— 40' Price Index

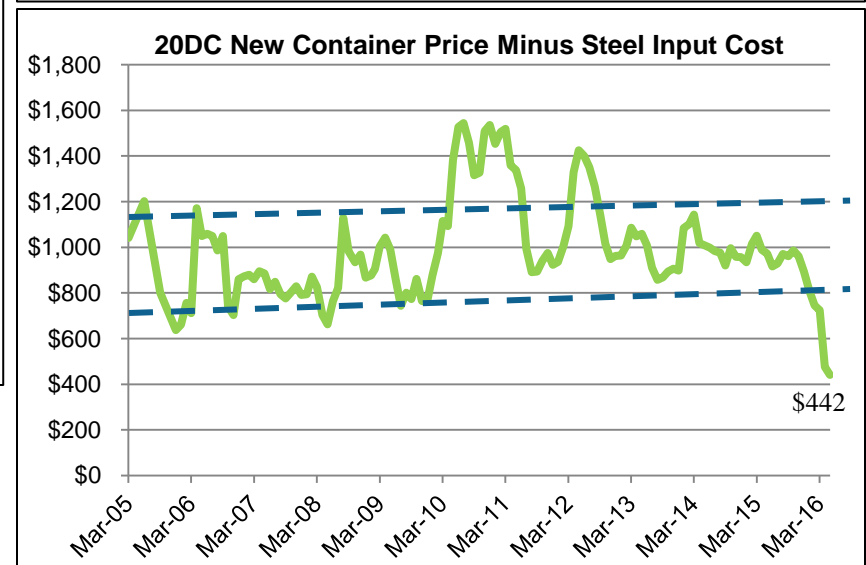
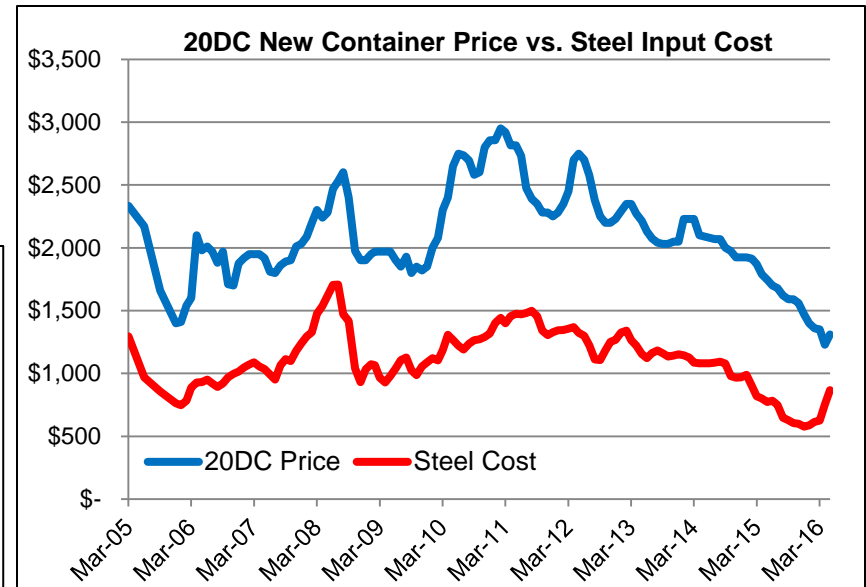
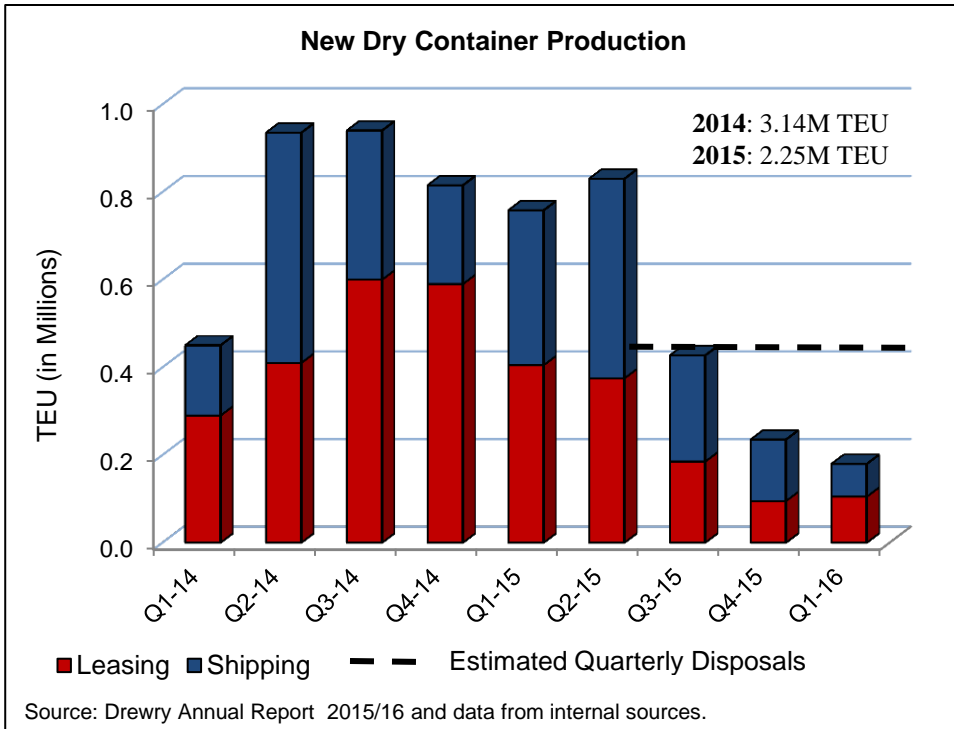
- The global container fleet has been shrinking since the middle of 2015
 - New production volumes low, while disposal volumes high
 - An increase in trade growth should quickly translate to increased leasing demand

- Steel prices have rebounded well off recent lows
 - New container prices should increase when container production volumes return to normal, assuming improvement in steel prices is sustained
 - Increased new container prices would lead to higher market leasing rates, less re-pricing pressure and increased demand for TAL's existing containers
 - Increase in new container prices would also support improvement in used container sale prices

- Improved utilization and better used container sale prices would have significant upside leverage for TAL profitability

- Believe improved trade growth is the needed catalyst to spark improved conditions

New Container Production and New Container Price vs. Steel Price



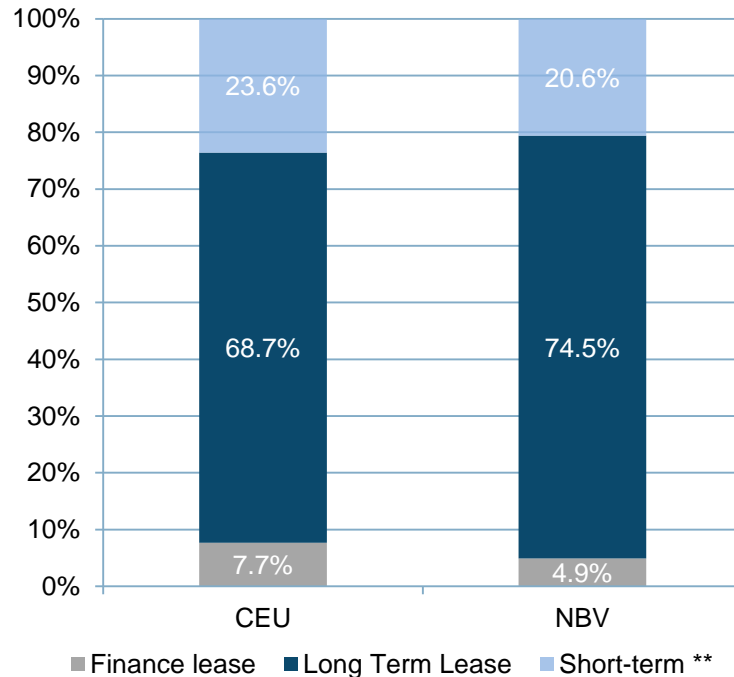
TAL's Cash Flow Is Well Protected By Our Strong Lease Portfolio



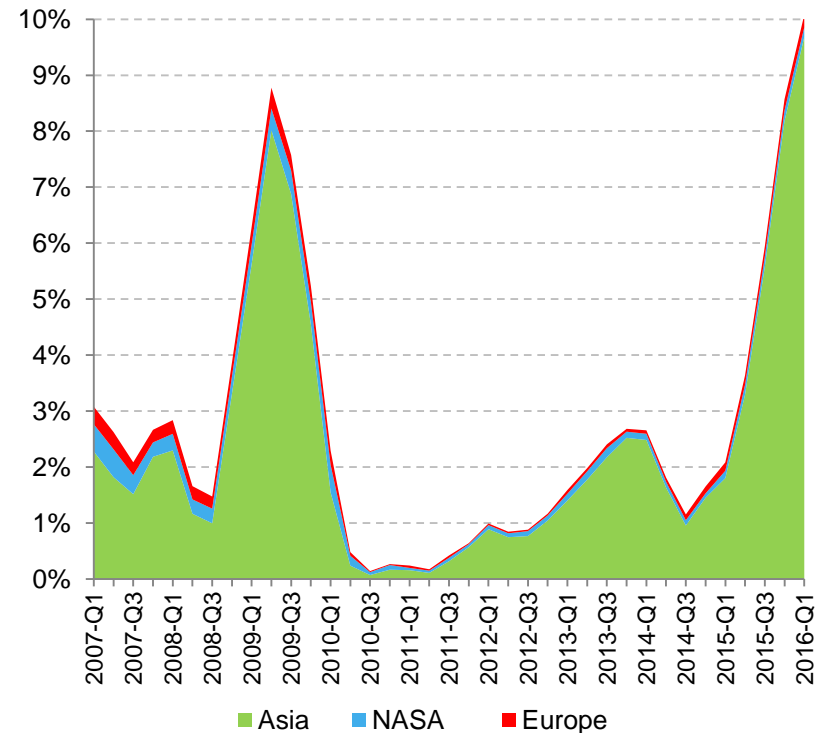
The large majority of TAL's containers are on-hire under multi-year long-term leases...

...And containers returned are well positioned to go back on hire when demand improves

Lease Portfolio – March 2016



Location of Dry Container Leasing Inventory



Average remaining duration of long-term & finance leases was approximately 42 months as of March 31, 2016

** Includes expired long-term leases

Note: Dry Container Leasing Inventory excludes factory and sale units

- Powerful strategic combination
 - 25% market share of leasing fleet
 - Complementary customer and product line strengths
 - Cost, capability and relationship leadership
 - Positive reception from customers

- Significant financial benefits
 - On track to achieve \$40 million in annual cost savings
 - Expect significant EPS accretion for TAL's shareholders

- Merger process on track
 - Received all anti-trust approvals
 - SEC S-4 registration statement review process progressing
 - Organizational planning mostly complete
 - Expect to close during second quarter

Consolidated Statements of Income (Dollars in thousands, except per share data)

	Three Months Ended		
	March 31,		
	<u>2016</u>	<u>2015</u>	<u>% change</u>
Leasing Revenue	\$149,223	\$148,975	0.2%
Depreciation and amortization	\$63,226	\$58,384	8.3%
Interest and debt expenses	\$29,151	\$29,243	-0.3%
Direct operating expenses	\$17,650	\$8,799	100.6%
Administrative expenses	\$10,713	\$11,782	-9.1%
Leasing Margin	\$28,483	\$40,767	-30.1%
Trading Margin	\$27	\$1,414	-98.1%
Loss on sale of leasing equipment	-\$13,930	-\$1,449	NM
Adjusted Pre-tax Income (A)	\$14,580	\$40,732	-64.2%
<i>Adjusted pre-tax income per share</i>	<i>\$0.44</i>	<i>\$1.23</i>	<i>-64.2%</i>
Adjusted pre-tax return on tangible equity	5.5%	16.0%	-65.6%
Adjusted Net Income	\$8,387	\$26,350	-68.2%
<i>Adjusted Net Income per share</i>	<i>\$0.25</i>	<i>\$0.80</i>	<i>-68.8%</i>

(A) Adjusted pre-tax income excludes net losses and gains on interest rate swaps, write-off of deferred financing costs and transaction costs related to pending merger of \$2.2MM in Q1 2016 and \$0.2MM in Q1 2015.

Summary of Major Earnings Drivers



	<u>Q1 2016</u>	<u>Q1 2015</u>	<u>Change</u>
Adjusted Pretax Income (\$ millions)	\$14.6	\$40.7	(\$26.1)

Major Drivers of TAL's Earnings	Q1 2015 to Q1 2016 Impact on Pretax Income (\$ millions)	Comments
Decrease in average lease rates ⁽¹⁾	(\$8.5)	Lease rate pressure will continue
Decrease in utilization ⁽²⁾	(\$11.0)	Opportunity for recapture in the peak season
Increase in net redelivery fees ⁽³⁾	\$3.5	Eliminated when market stabilizes
Decrease in disposal prices		
<ul style="list-style-type: none"> • Loss on units moved to sale 	(\$4.5)	Will continue as long as prices low
<ul style="list-style-type: none"> • Mark-to-market of sales inventory 	(\$8.0)	Eliminated when prices stabilize

(1) Revenue lost due to lower extension and re-lease per diem rates from lease re-pricing and containers returned from high-rate leases

(2) Impact of lower utilization at current lease rates & storage cost

(3) Increase in net redelivery fees due to higher drop-off volumes

Consolidated Balance Sheets

(Dollars in thousands)

	March 31, <u>2016</u>	December 31, <u>2015</u>	<u>% change</u>
Revenue earning assets	\$4,153,588	\$4,160,928	-0.2%
Cash and cash equivalents	102,667	89,209	15.1%
Accounts receivable, net of allowances	91,228	95,709	-4.7%
Other assets	94,036	88,230	6.6%
Total assets	<u>\$4,441,519</u>	<u>\$4,434,076</u>	0.2%
Accounts payable and other accrued expenses	\$105,927	\$76,444	38.6%
Net deferred Income tax liability	450,176	456,123	-1.3%
Debt* and equipment purchase payable	3,248,619	3,236,497	0.4%
Total liabilities	3,804,722	3,769,064	0.9%
Total stockholders' equity	636,797	665,012	-4.2%
Total liabilities and stockholders' equity	<u>\$4,441,519</u>	<u>\$4,434,076</u>	0.2%
Net Debt / REA	76.3%	76.4%	

* Net of deferred financing costs of \$24.4MM and \$31.6MM respectively

Consolidated Statement of Cash Flows (Dollars in thousands)

	Three months ended	
	<u>3/31/2016</u>	<u>3/31/2015</u>
Adjusted Net Income	8,387	26,349
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	64,793	58,624
Net loss on sale of equipment	13,930	1,449
Deferred income taxes	6,193	14,384
Other non-cash expenses	3,361	4,668
Cash generated from operating income	96,664	105,473
Net change in working capital	(1,128)	(14,225)
Net cash provided by operating activities	95,536	91,248
Purchases of leasing equipment (including investment in direct finance leases)	(97,141)	(258,552)
Proceeds from sale of equipment, net of selling costs	29,686	37,661
Cash collections on direct financing leases, net of unearned income & other	10,390	10,400
Net cash (used in) investing activities	(57,065)	(210,491)
Net (payments)/borrowings under debt facilities	(10,169)	139,315
Decrease in restricted cash	1,315	607
Common stock dividends paid	(14,844)	(23,656)
Purchases of Treasury Stock	-	(4,446)
Net cash (used in)/provided by financing activities	(23,698)	111,820
Increase/(decrease) in cash and cash equivalents	14,773	(7,423)
Cash and cash equivalents, beginning of period	58,907	79,132
Cash and cash equivalents, end of period (excludes restricted cash)	73,680	71,709

Debt Summary

- Debt maturities well structured, with cash flows sufficient to meet required principal amortization and no near-term maturity cliffs

TAL Debt Summary as of 3/31/16					
(\$ in 000)	Principal	Principal Payments			
		2016	2017	2018	2019 & Beyond
Term Notes	2,168,125	225,755	303,112	281,399	1,357,860
Total Revolving Credit Facilities	1,065,000	-	15,500	507,000	542,500
Total Required Principal Payments	3,233,125	225,755	318,612	788,399	1,900,360

- TAL is well protected from a rise in interest rates due to high percentage of long-term fixed interest rates
- Triton debt maturities are similarly well structured with no near term maturity cliff
- Triton merger has limited impact on existing debt facilities
 - 100% stock-for-stock transaction – no incremental debt required to close the transaction
 - Existing facilities have no change-of-control issues

- TAL continued to face difficult market conditions in the first quarter
- The foundations for a substantial improvement in market conditions are in place, but increasing trade volumes remain the necessary catalyst for a recovery
- We expect our Adjusted pretax income to decrease from the first to the second quarter of 2016
 - Profitability trend for the rest of 2016 will depend on whether and how strongly market conditions recover
- Our announced merger with Triton to create the world's largest, most capable and most efficient container leasing company is proceeding on target
 - We expect the merger to close in the second quarter, pending notification from SEC that the proxy is effective
 - We expect to achieve significant operational advantages and financial benefits for TAL's shareholders

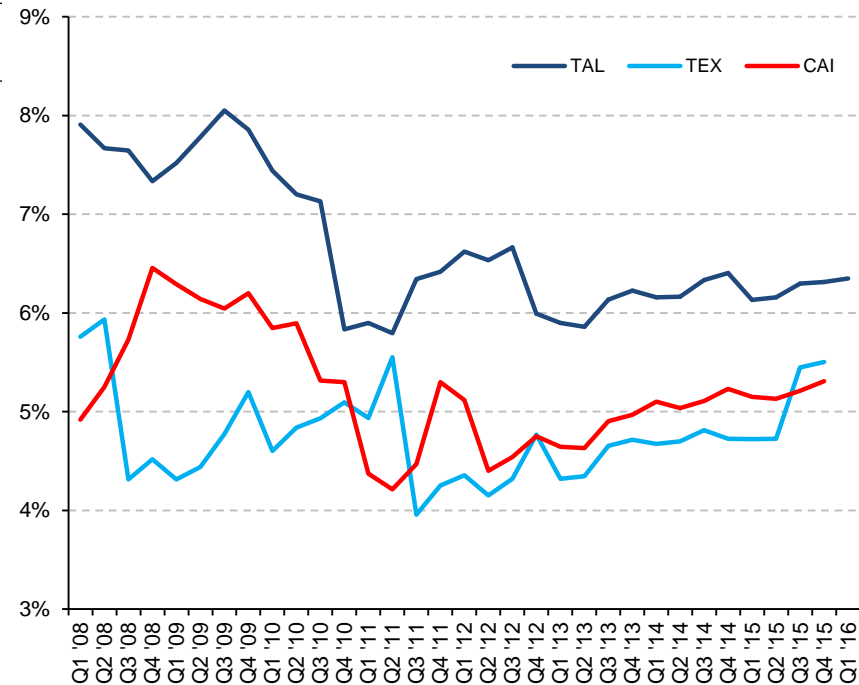
TAL Depreciation Policy Conservative Relative to Peers



Depreciation Policy Comparison

	TAL		TRITON		TEX		CAI	
	Useful Lives (Years)	Residual Values (\$)	Useful Lives (Years)	Residual Values (\$)	Useful Lives (Years)	Residual Values (\$)	Useful Lives (Years)	Residual Values (\$)
Dry containers								
20 foot	13	1,000	13	1,000	13	1,050	13	1,050
40 foot	13	1,200	13	1,200	13	1,300	13	1,300
40 foot high cube	13	1,400	13	1,400	13	1,450 ^(B)	13	1,650
Refrigerated containers								
20 foot	12	2,500	12	2,250	(A)	(A)	12	2,750
40 foot high cube	12	3,500	12	3,250	12	4,500	12	3,500

Depreciation as a percent of Revenue Earning Assets



(A) Figures not disclosed
 (B) Reduced from \$1,650 to \$1,450, effective as of July 1, 2015

Note: TEX & CAI Depreciation adjusted to reclassify impairments on containers identified for sale to gain on sale. REA excludes investment in finance leases.

Pro Forma Income Statement, Including Estimated Synergies



	Year Ended 12/31/2015	Year Ended 12/31/2015	Adjustments (1)	Merger Impacts (2)	Pro Forma Before Purchase Accounting	Estimated Purchase Accounting	Pro Forma After Purchase Accounting
<i>\$ in 000; except per share</i>	Triton	TAL					
Total Leasing Revenue	\$ 707,839	\$ 608,004			\$ 1,315,843	\$ (119,533)	\$ 1,196,310
Operating Expenses							
Depreciation	300,470	242,538			543,008	(71,389)	471,619
Interest Expense	146,140	118,280			264,420	(3,762)	260,658
Direct Operating Expenses, Bad Debt, & Other	52,495	49,035			101,530		101,530
Management, General, & Administrative	75,620	51,154	(15,968)	(40,000)	70,806	(14,661)	56,145
(Gain) Loss on Sale & Trading Margin	(2,013)	9,452			7,439		7,439
Total Operating Expenses	572,712	470,459			987,203	(89,812)	897,391
Adjusted Income Before Income Taxes	135,127	137,545			328,640	(29,721)	298,919
Income Tax Expense	4,048	48,622	(13,645)	6,000	45,025	(7,534)	37,491
Adjusted Net Income	131,079	88,923			283,615	(22,187)	261,428
Less Income Attributable to Non Controlling Interests	16,580	-			16,580		16,580
Adjusted Net Income Attributable to Shareholders	\$ 114,499	\$ 88,923			\$ 267,035		\$ 244,848
Shares Outstanding		32,979			74,000		74,000
Adjusted Net Earnings Per Share		\$ 2.70			\$ 3.61		\$ 3.31
<i>Accretion / Dilution</i>					33.8%		22.7%

(1) Excludes long term compensation of \$16.0 million from Triton and assumes a 10% reduction in TAL tax rate.

(2) Reflects \$40 million of annual cost synergies for the year and assumes 15% tax on cost savings.

- ▶ The non-cash purchase accounting adjustments to income are as follows:
 - » Leasing Revenue: Lease intangible asset created to reflect above-market leases, which is amortized as a reduction to leasing revenue over the remaining lives of such leases
 - » Depreciation: Carrying value of revenue earning assets reduced to reflect lower container prices, thereby reducing the amount of depreciation prospectively
 - » Interest Expense: Interest expense increased to reflect market interest rates as of December 31, 2015
 - » Other: Reflects amortization of various intangibles including customer list, managed equipment contracts, software, etc..

	Projected Purchase Accounting Impacts (1)				
	2016	2017	2018	2019	2020
Leasing Revenue	(121,000)	(80,000)	(58,000)	(34,000)	(19,000)
Depreciation	101,000	97,000	89,000	88,000	86,000
Interest Expense	(12,000)	(11,000)	(10,000)	(8,000)	(6,000)
Other	(9,000)	(2,000)	(1,000)	-	-
Total Pre-Tax Impact	(41,000)	4,000	20,000	46,000	61,000
Total After Tax Impact	(26,507)	2,586	12,930	29,739	39,437

Purchase accounting recorded at new holding company; no impact to existing financing entities or structures

(1) Based on \$1,400 per 20' DC.

Pro Forma Balance Sheet



Unaudited Pro Forma Consolidated Balance Sheet As of December 31, 2015

<i>\$ in 000's</i>	Triton	TAL	Purchase Accounting Adjustments	Pro Forma
Assets				
Cash and cash equivalents	\$ 79,264	\$ 89,209	\$ (33,201)	\$ 135,272
Accounts receivable, net	127,676	95,709	-	223,385
Container rental equipment & equipment held for sale	4,362,043	3,983,191	(827,567)	7,517,667
Net investment in direct finance leases	68,107	177,737	3,395	249,239
Goodwill & other assets	40,064	88,230	10,491	138,785
Intangible assets	-	-	340,492	340,492
Total assets	\$ 4,677,154	\$ 4,434,076	\$ (506,390)	\$ 8,604,840
Liabilities & stockholders' equity				
Accounts payable & other accrued expenses	\$ 120,033	\$ 56,096	\$ (8,069)	\$ 168,060
Derivative instruments	257	20,348	-	20,605
Deferred income tax liability	-	456,123	(177,873)	278,250
Debt, net of deferred financing costs & equipment purchase payable	3,179,031	3,236,497	(27,707)	6,387,821
Total liabilities	3,299,321	3,769,064	(213,649)	6,854,736
Class A & B common stock	505	-	(505)	-
Common stock	-	37	37	74
Treasury stock	-	(75,310)	75,310	-
Additional paid in capital	176,088	511,297	(128,081)	559,304
Accumulated other comprehensive (loss) income	(3,666)	(19,195)	19,195	(3,666)
Retained earnings accumulated (deficit) income	1,044,402	248,183	(258,697)	1,033,888
Total stockholders' equity (deficit)	1,217,329	665,012	(292,741)	1,589,600
Non-controlling interest	160,504	-	-	160,504
Total equity	1,377,833	665,012	(292,741)	1,750,104
Total liabilities & stockholders' equity	\$ 4,677,154	\$ 4,434,076	\$ (506,390)	\$ 8,604,840
Shares Outstanding		33,395		74,212
Net Book Value Per Share		\$ 19.91		\$ 21.42

(1) Based on \$1,400 per 20'DC

(2) Reflects reduction in NBV of revenue earning assets

(3) Lease intangible reflecting excess NPV of above-market leases.

(4) Impact of below-market interest rates on existing non-callable debt facilities

Non-GAAP Reconciliation of Adjusted Pre-tax Income, Adjusted Net Income and Adjusted Pre-tax Return of Tangible Equity



(Dollars and Shares in thousands, Except Per Share Data)

	Three Months Ended	
	March 31,	
	2016	2015
Income before income taxes	\$11,165	\$ 39,816
Add:		
Write-off deferred financing costs	363	-
Net (gain) loss on interest rate swaps	813	716
Transaction costs related to pending merger	2,239	200
Adjusted pre-tax income	\$14,580	\$ 40,732
Adjusted pre-tax income per fully diluted common share	\$0.44	\$1.23
Weighted average number of common shares outstanding-Diluted	33,009	33,010

	Three Months Ended	
	March 31,	
	2016	2015
Net Income	\$ 6,422	\$ 25,757
Add:		
Write-off of deferred financing costs, net of tax	233	-
Net (gain) loss on interest rate swaps, net of tax	523	463
Transaction costs related to pending merger, net of tax	1,439	130
Adjusted net income per fully diluted common share	\$ 8,617	\$ 26,350
Adjusted net income per fully diluted common share	\$0.25	\$0.80
Weighted average number of common shares outstanding-Diluted	33,009	33,010

(Dollars in thousands)

	Three Months Ended	
	March 31,	
	2016	2015
Total shareholders' equity	\$ 636,797	\$ 654,554
Net deferred income tax liability	450,176	418,298
Net fair value of derivative instruments liability	52,921	28,781
Goodwill	(74,523)	(74,523)
Total adjusted tangible equity(a)	\$1,065,371	\$1,027,110
Average adjusted tangible equity(a)	\$1,066,122	\$1,019,309
Adjusted pre-tax income	\$14,580	\$40,732
Adjusted pre-tax return on tangible equity	5.5%	16.0%

(a) Calculated by taking the average of the current and prior period's ending total adjusted tangible equity